

VILLAGE OF BROOKFIELD, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2018

VILLAGE OF BROOKFIELD, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2018

Prepared by:
Finance Department

VILLAGE OF BROOKFIELD, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Brookfield including: List of Principal Officials, Organizational Chart, Transmittal Letter, and Certificate of Achievement for Excellence in Financial Reporting.

VILLAGE OF BROOKFIELD, ILLINOIS

List of Principal Officials

December 31, 2018

LEGISLATIVE

Village President: Kit P. Ketchmark

Village Clerk Brigid Weber

BOARD OF TRUSTEES

Brian Conroy Nicole M. Gilhooley

Edward Cote Katie Kaluzny

Michael P. Garvey David P. LeClere

ADMINISTRATIVE

Village Manager Timothy C. Wiberg

Assistant Village Manager George Issakoo

Director of Human Resources Michelle Robbins

Director of Community and Economic Development Nicholas W. Greifer

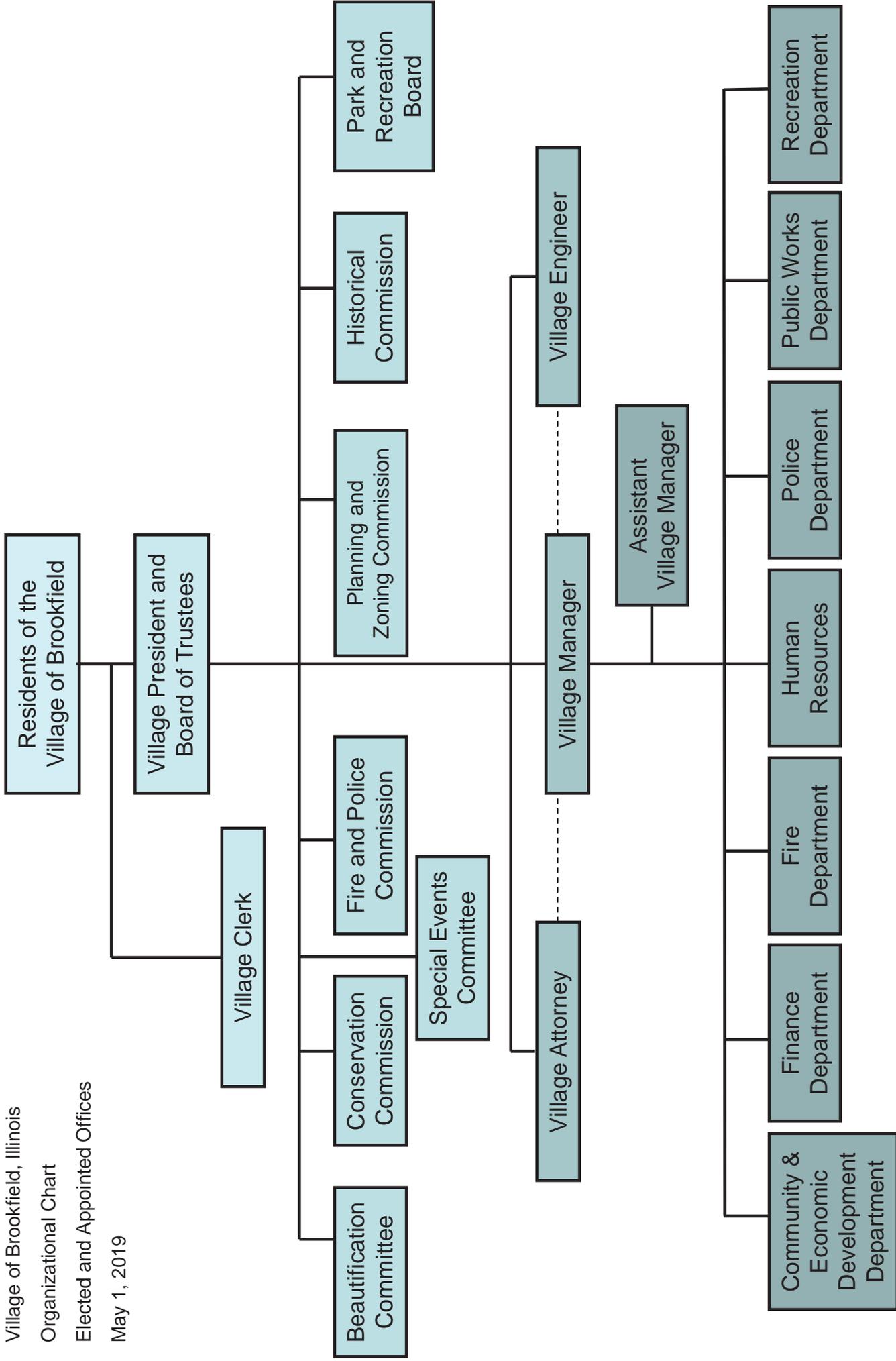
Chief of Police Edward Petrak

Fire Chief Mark Duffek

Director of Public Works Carl Muell

Finance Director Doug Cooper

Village of Brookfield, Illinois
 Organizational Chart
 Elected and Appointed Offices
 May 1, 2019





Village of Brookfield

8820 Brookfield Avenue • Brookfield, Illinois 60513-1688
(708) 485-7344 • FAX (708) 485-4971
www.brookfieldil.gov

VILLAGE PRESIDENT
Kit P. Ketchmark

VILLAGE CLERK
Brigid Weber

BOARD OF TRUSTEES
Brian G. Conroy
Edward J. Côté
Michael J. Garvey
Nicole M. Gilhooley
Kathryn S. Kaluzny
David P. LeClere

VILLAGE MANAGER
Timothy C. Wiberg

MEMBER OF
Illinois Municipal League
Proviso Township
Municipal League
West Central
Municipal Conference

TREE CITY U.S.A. Since 1981

HOME OF THE CHICAGO
ZOOLOGICAL SOCIETY

June 20, 2019

Honorable President Kit P. Ketchmark,
Honorable Members of the Village Board of Trustees
Citizens of the Village of Brookfield, Illinois

The Comprehensive Annual Financial Report (CAFR) of the Village of Brookfield, Illinois (Village) as of December 31, 2018 is hereby submitted. As mandated by Village Ordinance and State Statutes, the Village is required to annually issue a report on its financial position and activity presented in conformity with generally accepted accounting principles (GAAP) of the United States of America and audited by an independent certified public accountant in accordance with generally accepted auditing standards. Pursuant to that requirement, the comprehensive annual financial report of the Village of Brookfield, Illinois for the fiscal year ended December 31, 2018 is hereby submitted.

This report consists of management's representations concerning the finances of the Village of Brookfield. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Village of Brookfield's financial statements in conformity with (GAAP). Because the cost of internal controls should not outweigh their benefits, the Village of Brookfield's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village of Brookfield's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Village of Brookfield for the fiscal year ended December 31, 2018, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Village of Brookfield's financial statements for the fiscal year ended December 31, 2018, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Village of Brookfield's MD&A can be found immediately following the report of the independent auditors.

Profile of the Village of Brookfield

The Village is a predominantly residential, commuter suburb located 12 miles west of downtown Chicago, with a historically stable population of approximately 19,000 residents. The Village has a land area of 3.1 square miles and is completely developed. Light to medium industry and retail establishments are located on the Village's major thoroughfares, while a combined freight and commuter rail line bisects the community. In addition to 64 acres of Village parks, Brookfield is also home of the internationally famous Chicago Zoological Society (Brookfield Zoo).

The Village was incorporated in 1893 as Grossdale and was renamed Brookfield in 1905. The Village is organized as a non-home rule municipality with authority and power as established under the Illinois Municipal Code chapter of the Illinois Compiled Statutes. Policy making and legislative authority are vested in the corporate authorities which consist of a Village President (Chief Executive Officer) and a six member Board of Trustees. The Board is responsible, among other things, for passing ordinances, adopting the annual appropriations ordinance, appointing advisory boards and commissions, and appointing the Village Manager (Chief Administrative Officer). The Village Manager is responsible for carrying out the policies and ordinances of the Board, for overseeing the day-to-day operations of the Village, and for recruiting and selecting staff. The Board is elected at-large to four year staggered terms with three Trustees elected every two years. The President and Village Clerk are also elected to four year terms.

The Village provides a full range of services, including police and fire protection; maintenance of streets and other infrastructure; operation of a water and sewer enterprise; community and economic development, and recreational activities and community events. The Village is also financially accountable for a legally separate library district, which is reported separately on the Village's financial statements.

The annual appropriations ordinance serves as the foundation for the Village's financial planning and control. Each year all departments of the Village are required to submit requests for appropriation to the Village Manager and these requests serve as the basis for development of a proposed appropriation ordinance. The Village Manager then presents this proposal to the Village President and Board of Trustees. The Village Board is required to hold at least one public hearing on the proposed appropriation and adopt a final appropriations ordinance no later than the end of the first quarter of the fiscal year. The appropriation is prepared by fund, department and object. The Corporate Authorities, by a two-thirds vote, may make transfers from one object to another so long as no appropriation falls below an amount sufficient to cover all obligations incurred against the appropriation. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriation has been adopted. For the General Fund, and other governmental funds this comparison is presented in the "Other Supplementary Information" subsection of this report.

Factors Affecting Financial Condition

Local economy—like many of the metropolitan area's older inner ring suburbs, Brookfield's economy contains a mix of small retail and service business that primarily serve residents of the Village and a few adjoining communities, and some light to medium manufacturing and industry.

The Village's largest single sources of revenue is property taxes which generally are stable and predictable. Increases in the Village's annual levy are limited by the Property Tax Extension Limitation Law (PTELL). PTELL limits the increase in the property tax extensions (total taxes billed) for non-home rule taxing districts to the lower of the National Consumer Price index or 5%, excluding any new growth. For the 2018 calendar year, the rate was 2.1%. Unfortunately, over the past four years, the Village has seen an annual decrease of the Equalized Assessed Valuation; in 2018 however the EAV increased by 17.76%--mainly due to the triannual reassessment. It is hoped that the growth in EAV will continue into the next year.

The low growth factor in property taxes, as well as in other revenue line items, has required the Village to review its operations and make the necessary reductions where necessary. Also, the Village has begun the process of reviewing its fee structure in order to meet the increasing operational cost of each department. As a non-home rule municipality, the Village has limited options in revenue raising capabilities, and fees and charges are one of the few areas where there is some flexibility.

Economic Development

The Village utilizes a range of economic development programs and tools to promote economic development and business retention. In addition to TIF Districts as detailed below, the Village pursues financing (e.g., grants) to improve the physical condition and appearance of the major business districts, offers incentives for businesses to replace and/or upgrade their commercial signage, sponsors events that foster development and local tourism, and undertakes outreach to the businesses and developers. These include targeted advertising and events such as Bike Brookfield that leverages Brookfield outdoor recreation attractions such as the Brookfield Zoo and Salt Creek Trail.

The Village has updated its economic development strategy to account for 2 recently completed planning studies. The first is the Active Transportation Plan that establishes best practices and strategies for promoting bike-related development and transit-oriented development. The second is the Village's Comprehensive Plan, which lays out a systemic strategy for land use in the next 10 years. As an example, the new comprehensive plan encourages greater density near the Metra train station which has helped encourage development in the area; already the Village has received building permit applications for multi-family construction on Burlington Ave. and also at Fairview Ave.

The Village has three established TIF Districts: the Ogden TIF, in existence since 2008, the adjacent Congress Park TIF, established in late 2011, and the Eight Corner's TIF District established in 2016. The Congress Park TIF is located at the western edge of Brookfield, and is part of the gateway to the community. The Ogden TIF extends the entire length of Ogden, eastward to the boundary with Lyons. The Eight Corner's TIF is located in north Brookfield at the Eight Corner's traffic circle. This is the newest TIF established by the Village and encompasses the Village owned bowling alley property.

Ogden Ave. TIF: The Ogden Ave TIF District has experienced much private development by current business owners since the TIF was created, mostly in the form of remodels and updating of facilities. Along with updated business facilities, the Ogden TIF has also seen an influx on new businesses, including DJ's Scuba Shop, Marathon Gas Station and the redevelopment of two parcels into a new Dunkin' Donuts and a Pita Pit Sandwich Shop. In 2015, the Village also saw the grand opening of a new Advanced Auto Parts store, the redevelopment of a restaurant, long vacated, and in the summer of 2015, the Village Board passed a development agreement with Sherwin Williams to locate a retail establishment on a piece of Village owned property – the long vacant Lucas Oil parcel. This shop opened in the fall of 2015 and has brought a fresh appearance to the Village's western entrance. In June of 2013, the Village purchased another parcel within the Ogden TIF along Blanchan Ave. to provide additional space for future development interests, and in 2017, an additional parcel was purchased in the same TIF.

Congress Park TIF: The Congress Park TIF was the result of acquired property which had been distressed—the former Moose Hall property. Currently, the Village has established a temporary commuter parking lot on the land and it is expected that future development on the parcel will occur as the economy improves. The location of the property, adjacent to the Congress Park stop on the Metra Rail Line is hoped to encourage interest by developers.

Eight Corner's TIF: In 2015, the Village studied the feasibility of establishing a third TIF district in the Eight Corners area of Brookfield. After careful consideration, the Village's Community and Economic Development Department determined that the creation of this TIF would be beneficial to the Village, and in August of 2016, the TIF was formally established through Board Ordinance. In 2018 the 8 Corners TIF generated \$205,573 in incremental revenue. Future projects in this TIF area include a complete rebuild of Broadway Avenue, new pedestrian friendly street lighting and other amenities, as well as a redo on the fountain located in the middle of the eight corners.

In addition to the TIFs, the Village is pursuing a variety of economic development strategies. This includes outreach and marketing to regional developers, memberships in local business associations, and pursuit of transportation and biking projects to improve the physical environment for business. The Village has established a loan program for businesses located in the Village's TIF Districts to replace aging signage in hopes of increasing curb appeal in the area.

Finally, the Village's Community and Economic Development Director will continue to work closely with the Village's Planning, Zoning, and Economic Development Committee as well as with external stakeholders to promote business development within the Village. The Village partners with external groups such as the Brookfield Chamber of Commerce and Industry, the West Suburban Chamber of Commerce, Visit Oak Park (the tourism bureau for western Cook County) to promote village assets, encourage tourism, and increase demand for residential real estate, utilizing the external groups social media, web, and traditional media platforms.

Long-term financial planning—Management's top priority for the next several years will continue to center on the rehabilitation of the Village's aging infrastructure. As part of the 2017 Budget Process, the Village approved the 5-year capital plan which provides a blueprint for future spending over the next five years, including the funding of the Village's Road Program, as well as other infrastructure projects. The plan, which is utilized by the Board in developing a financing framework and setting priorities for individual projects, is reviewed and updated every two years as an ongoing task associated with the Annual Budget Process.

In 2015, it was determined that there was no potential for a continuing road program over the next three years given the financial condition of the Infrastructure Fund. It was concluded that in order to properly fund a road program as well as provide sufficient service levels, a Bond Referendum would need to be considered. Village staff developed an eight year road program to be funded over 14 years, which would address the road program, and as a result, maintain funding levels for Village operations. The referendum was held in March 2016 and passed with a 58% to 42% majority.

As part of the long-term capital planning every street was inspected and rated in 2013 as a 1 through 5 based on the condition of the roadway—one being the worst, five being “new”. The Village is currently in year three of the referendum road program, and has already completed complete restoration/rehabilitation of all Village roadways rated at level one. The roadways rated a two are currently being addressed and will carry over to 2018 and 2019. All sewers have been televised to ensure property sewer repairs are conducted at the same time. The scope of improvements will include repairing deteriorated sections of combined sewer, spot or full replacement of concrete curb and gutter, sidewalk, and driveway, milling and resurfacing or reconstructing the pavements, restoring disturbed areas of the parkways with sod, and other related work.

In January 2010, the Board of Trustees formally adopted a resolution regarding the creation and sustainability of a reserve for the Village which would be used to support the Village during extremely difficult financial times. The resolution and related ordinance stipulated several conditions regarding the release and use of the reserve funds. It is the Board's desire to attain a reserve level of 25% of the General Fund's actual expenditures, or approximately \$4,000,000. Through the end of 2018, the Village had

committed \$1.7 million—due to financial constraints beginning in 2014, the Village has not contributed any additional funds nor has the Village budgeted for any additions in the 2019 year budget. It is hoped that once the Village’s Assessed Valuation begins to increase in value, and with an increase in the CPI, more revenues will be available to increase this reserve.

Major Initiatives

The Village continues to actively seek new sources of funding for various infrastructure projects. With the help of the Village engineer, IDOT grants are continuously sought and awarded which help to defray the cost of road improvements and the related engineering fees. The Village has also had success in procuring CDBG Grants through the Cook County Department of Development. Over the last two years, over \$400,000 has been awarded to the Village for Road Program costs.

The Village is looking to obtain additional grant funding the rehabilitation of the Congress Park Train Station. Due to rescheduling of its BNSF line by Metra, this station has become more utilized by commuters. The station is in disrepair and is in need of upgrades.

The Village is addressing flood control issues throughout the Village—the Village completed construction of the \$2,000,000 flood water retainage project; the Metropolitan Water Reclamation District awarded a 50% grant up to \$1,000,000 to help cover the costs of this project for which the Village has received all reimbursements allowed under the grant.

The Village of Brookfield also received a grant for \$231,000 to help make much-needed improvements to the downtown Brookfield Metra station. The West Suburban Mass Transit District awarded the grant, which will cover about two-thirds of the cost of the \$345,000 project. Improvements include a new concrete landing to remove tripping hazards, ADA-compliant ramps, station tuck pointing, wayfinding signage, and the installation of new planters, recycling receptacles, and bicycle parking. The Brookfield station, one of three local Metra stops, is located in the heart of the Village at Prairie Avenue along the BNSF train route. It is the most-used station in Brookfield, with an average of 607 weekday boarding, according to 2014 Metra data. Additionally, 70 percent of Metra riders in Brookfield walk to the train, the highest percentage among suburbs along the BNSF route.

Future initiatives include the possibility of establishing a Downtown TIF. This TIF District would encompass the Grand Blvd., Prairie Ave. business district. It is hoped that should this TIF be approved, development in the Downtown area will be enhanced.

Awards

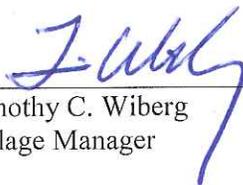
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village for the fiscal year ended 2017. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must also satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our report meets the requirements of the Certificate of Achievement Program and, once again, are submitting it to the GFOA to determine its eligibility for a certificate. It is our hope that the Village’s Finance Department staff will continually meet the level of excellence required to be granted this award for many years in the future.

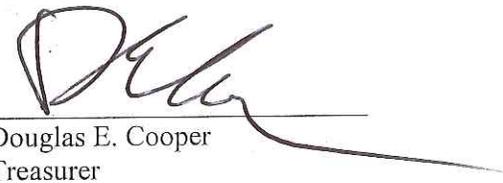
Acknowledgments

The preparation of this report could not have been accomplished without the dedicated services of the Finance Department staff. We also express our appreciation to all the Village departments that helped to compile historical trend information. Finally, we would like to thank Lauterbach & Amen, LLP for their technical advice in preparing the comprehensive annual financial report this year. Recognition and appreciation are extended to the Village President, Kit P. Ketchmark, and the Board of Trustees for their interest and support of staff recommendations in regards to improvements to the Village's financial condition and reporting process.

Respectfully submitted,



Timothy C. Wiberg
Village Manager



Douglas E. Cooper
Treasurer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Brookfield
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2017

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules
- Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Village of Brookfield's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

June 20, 2019

The Honorable Village President
Members of the Board of Trustees
Village of Brookfield, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Brookfield, Illinois, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Brookfield, Illinois, as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis as listed in the table of contents and budgetary information reported in the required supplementary information as 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 of Brookfield, Illinois' basic financial statements. The introductory section, combining and individual fund financial statements and budgetary comparison schedules, supplemental schedules, and statistical section 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 budgetary comparison schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and budgetary comparison schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have 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 them.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

As management of the Village of Brookfield, we offer readers of the financial statements this narrative overview and analysis of the financial activities of the Village of Brookfield for the twelve months ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal which can be found in the introductory section of this report.

Financial Highlights

The total assets/deferred outflows of the Village of Brookfield exceeded its liabilities/deferred inflows at the close of the most recent fiscal year by \$12,609,241 (net position).

During 2018, the Village's total net position decreased by (\$592,644). Net position attributable to Governmental Activities decreased by (\$631,676), while net position from Business-type activities (water and garbage) increased by \$39,032.

The decrease in net position for the governmental activities is a combination of additional costs related to the new WC3 E-911 call center, increased legal fees related to staffing changes, and an increase in overtime wages due to public safety staff shortages. The Village has operated on a very tight budget over the past several years, and any unexpected increase in costs will cause a decrease in overall position.

The Village's business-type activities net position increased slightly, by \$39,032. This was a result of increased water usage charges offset by increased spending on leak detection throughout the Village. The Village instituted a rate increase for the water/sewer charges to meet the costs incurred for normal operations - rates were increased by the Brookfield North Riverside Water Commission, the supplier of water to Brookfield.

Total Village expenses increased by \$1,403,140 over the previous year (5.1% increase). As described previously, the increase is due to WC3 expenditures, additional legal fees and added overtime costs. Engineering fees also increased in connection with the 2018 road program.

As of the close of the current fiscal year the Village's governmental funds reported combined ending fund balances of \$7,069,039, an increase of \$1,734,499 from the previous year's ending fund balance. This is attributed to the issuance of the 2018 General Obligation Bonds related to the Village's road program. This increase was offset by the actual road construction costs in the infrastructure fund, as well as the deficit spending in the General Fund. All other funds were showed moderate increases/(decreases) in revenues over expenditures.

The Village's General Fund reported an excess of expenditures over revenues before transfers and other financing sources of (\$935,843), and a net change in fund balance after transfers and other sources of (\$761,943) as compared to the final budgeted amount of (\$700,467).

At the end of the current fiscal year, the fund balance for the General Fund was \$1,770,989 or 10.00% of total General Fund expenditures.

VILLAGE OF BROOKFIELD

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Scheduled debt service payments were made in a timely manner resulting in a total decrease in debt of \$3,437,411 including Village, Special Service Area, Installment Contract/Bank Note and Water and Sewer Debt. Total interest paid on this debt amounted to \$489,280, for a total Village Debt Service of \$3,926,691.

The Village is in the fourth year of its road program funded through an authorized \$22 million-dollar referendum bond issue. The first portion of \$9 million in bond proceeds was expended at the end of 2017. In 2018 the Village issued an additional \$7 million to continue funding the road program. It is expected that the Village will go out for additional funding in 2020 for the remaining \$6 million of authorized debt.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village of Brookfield's basic financial statements. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements - The government-wide financial statements are designed to provide readers with a broad overview of the Village of Brookfield's finances, in a manner similar to a private sector business.

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

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 periods.

Both of the 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 their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, highways and streets, and culture and recreation. The business-type activities of the Village include water and sewer operations and residential waste hauling and recycling.

The government-wide financial statements include not only the Village of Brookfield itself (known as the primary government), but also a legally separate public library district for which the Village is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

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The government-wide financial statements can be found on pages 27 - 30 of this report.

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 state and 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 - are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, 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 of Brookfield maintains eleven individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Debt Service Fund, and the Infrastructure Capital Project Fund, all of which are considered to be major funds. Data from the other eight 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 adopts an annual appropriations ordinance for its governmental funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate compliance with this ordinance. The basic governmental fund financial statements can be found on pages 31- 36 of this report.

Proprietary funds - used by the Village are of the enterprise type. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sewer operations and residential waste hauling operation.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund and the Garbage Fund, of which the Water & Sewer Fund is considered to be a major fund of the Village. The basic proprietary fund financial statements can be found on pages 37 -40 of this report.

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Fiduciary funds - are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 41 - 42 of this report.

Notes to the financial statements - The notes provide additional information that is essential to 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 43- 96 of this report.

Other information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's I.M.R.F., retiree benefits plan, and police and firefighters' employee pension obligations, as well as budgetary comparison information for the General Fund. Required supplementary information can be found on pages 97 - 109 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 110 - 159 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 Brookfield, assets/deferred outflows exceeded liabilities/deferred inflows by \$12,609,241 December 31, 2018.

The largest portion of the Village of Brookfield's net position - \$46,341,874 reflects its investment in capital assets (land, buildings, infrastructure and equipment) less any related debt used to acquire those assets that is still 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 investments 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. The Village has utilized alternate revenue sources to fund its debt service in place of any property taxes.

The remaining balance of net position is composed of both restricted and unrestricted net position. The restricted net position amounts to \$1,315,340 and represents assets legally restricted to future support of debt service, fire services, tourist, road, and TIF development projects. The unrestricted net position of (\$35,047,973) may be used to meet the Village's ongoing obligations to citizens and creditors.

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

Below is a schedule of the Village's Net position for both its Governmental and Business-type Activities as of December 31, 2018:

	Village of Brookfield Net Position					
	Governmental activities		Business-type activities		Totals	
	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017
Current assets	\$ 19,433,902	\$ 16,503,646	\$ 671,085	\$ 1,818,638	\$ 20,104,987	\$ 18,322,284
Capital assets, net	41,137,955	38,153,773	23,647,544	23,457,219	64,785,499	61,610,992
Total assets	\$ 60,571,857	\$ 54,657,419	\$ 24,318,629	\$ 25,275,857	\$ 84,890,486	\$ 79,933,276
Deferred outflows of resources	\$ 6,168,846	\$ 4,113,222	\$ 511,586	\$ 125,320	\$ 6,680,432	\$ 4,238,542
Total assets/ deferred outflows	\$ 66,740,703	\$ 58,770,641	\$ 24,830,215	\$ 25,401,177	\$ 91,570,918	\$ 84,171,818
Current liabilities	\$ 5,048,233	\$ 3,948,652	\$ 1,451,399	\$ 1,800,400	\$ 6,499,632	\$ 5,749,052
Long-term liabilities	55,006,441	47,560,316	2,309,957	2,205,626	57,316,398	49,765,942
Total liabilities	\$ 60,054,674	\$ 51,508,968	\$ 3,761,356	\$ 4,006,026	\$ 63,816,030	\$ 55,514,994
Deferred Inflows of Resources	\$ 15,045,022	\$ 14,988,990	\$ 100,625	\$ 465,949	\$ 15,145,647	\$ 15,454,939
Total liabilities/ deferred inflows	\$ 75,099,696	\$ 66,497,958	\$ 3,861,981	\$ 4,471,975	\$ 78,961,677	\$ 70,969,933
Net position:						
Net invested in capital assets	\$ 24,589,330	\$ 25,560,813	\$ 21,752,544	\$ 20,970,528	\$ 46,341,874	\$ 46,531,341
Restricted	1,315,340	1,239,257	-	-	1,315,340	1,239,257
Unrestricted	(34,263,663)	(34,527,387)	(784,310)	(41,326)	(35,047,973)	(34,568,713)
Total net position	\$ (8,358,993)	\$ (7,727,317)	\$ 20,968,234	\$ 20,929,202	\$ 12,609,241	\$ 13,201,885

The Village's net position decreased by (\$592,644) during the current fiscal year. A major component of this decrease results from the expense level of both the General Government and Public Safety departments. The Police Department has had an extremely difficult circumstance with attracting and keeping sworn officers. Because of this labor shortage, the police have had to supplement shifts with overtime. These costs, although budgeted for, have weighed heavily on the financial resources of the Village. Also, legal fees related to various employee issues have been higher than anticipated. It is hoped that these costs will decrease in the year 2019. And finally, the new dispatch center, WC3, accounted for an overage of unanticipated operating costs—because it was the first year of operations, it was difficult to establish a working budget.

During 2018, the Village's overall revenue stream remained consistent with the prior years. There were reductions in several line items which were offset by increases in others. In general, local revenue streams exceeded budget amounts while state distributions were below budgeted amounts.

Within the business-type activities, the Village has been able to properly price the enterprise fund service rates to fund both debt service and general operations but funding for additional flood control projects is starting to become scarce. Due to expanding spending on sewer improvement projects, the reserves in the water/sewer fund have been eroded to the point where it is becoming difficult to finance a long-term water/sewer infrastructure replacement program. Staff is working with its engineering firm to review current pricing to adequately fund its reserves. A water fee study has already been discussed with the Board of Trustees and has been budgeted for in the 2019 calendar year as part of the 2020 budget process.

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

Finally, the Village Board continues to actively pursue grants at the federal, state and local levels to provide funding for various capital projects. The following table shows the revenues and expenses and resulting change in net position of the Village's activities:

Village of Brookfield Changes in Net Position

	Governmental activities		Business-type activities		Totals	
	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017
Revenues:						
Program revenues:						
Charges for services	\$ 2,511,665	\$ 2,441,367	\$ 9,255,721	\$ 8,722,247	\$ 11,767,386	\$ 11,163,614
Operating grants & contributions	584,392	431,185	-	-	584,392	431,185
Capital grants & contributions	-	-	-	407,816	-	407,816
General revenues						
Property taxes	9,459,821	8,866,125	-	-	9,459,821	8,866,125
State shared taxes	5,247,540	5,351,640	-	-	5,247,540	5,351,640
Other taxes	752,390	711,423	-	-	752,390	711,423
Other revenues	632,735	338,239	4,287	1,841	637,022	340,080
Total revenues	<u>\$ 19,188,543</u>	<u>\$ 18,139,979</u>	<u>\$ 9,260,008</u>	<u>\$ 9,131,904</u>	<u>\$ 28,448,551</u>	<u>\$ 27,271,883</u>
Expenses:						
General government	\$ 4,061,107	\$ 3,902,059	\$ -	\$ -	\$ 4,061,107	\$ 3,902,059
Public safety	12,864,578	12,303,771	-	-	12,864,578	12,303,771
Highways & streets	2,937,130	2,732,567	-	-	2,937,130	2,732,567
Culture & recreation	374,118	419,312	-	-	374,118	419,312
Interest on long-term debt	443,286	361,956	-	-	443,286	361,956
Water & sewer	-	-	6,079,309	5,428,405	6,079,309	5,428,405
Garbage	-	-	2,281,667	2,489,985	2,281,667	2,489,985
Total expenses	<u>\$ 20,680,219</u>	<u>\$ 19,719,665</u>	<u>\$ 8,360,976</u>	<u>\$ 7,918,390</u>	<u>\$ 29,041,195</u>	<u>\$ 27,638,055</u>
Increase (decrease) in net position before transfers	\$ (1,491,676)	\$ (1,579,686)	\$ 899,032	\$ 1,213,514	\$ (592,644)	\$ (366,172)
Transfers	860,000	973,987	(860,000)	(973,987)	-	-
Increase (decrease) in net position	(631,676)	(605,699)	39,032	239,527	(592,644)	(366,172)
Net position - beginning as restated	(7,727,317)	(2,608,367)	20,929,202	20,933,037	13,201,885	18,324,670
Net position - end	<u>\$ (8,358,993)</u>	<u>\$ (3,214,066)</u>	<u>\$ 20,968,234</u>	<u>\$ 21,172,564</u>	<u>\$ 12,609,241</u>	<u>\$ 17,958,498</u>

Governmental activities

Governmental activities decreased the Village's net position by (\$631,676) after transfers, in the current fiscal year. Significant components of the fiscal year's activities included the following:

Total revenues increased by 5.8% percent, or \$1,048,564. The largest component of this increase was related to property tax collections. Under the Property Tax Extension Limitation Law, property tax levies were limited to 2.1% increase for non-referendum debt. The total property tax levy increase amounted to \$408,632 of which debt service and pension levies increased by \$284,178, and the village levies increased by \$124,454.

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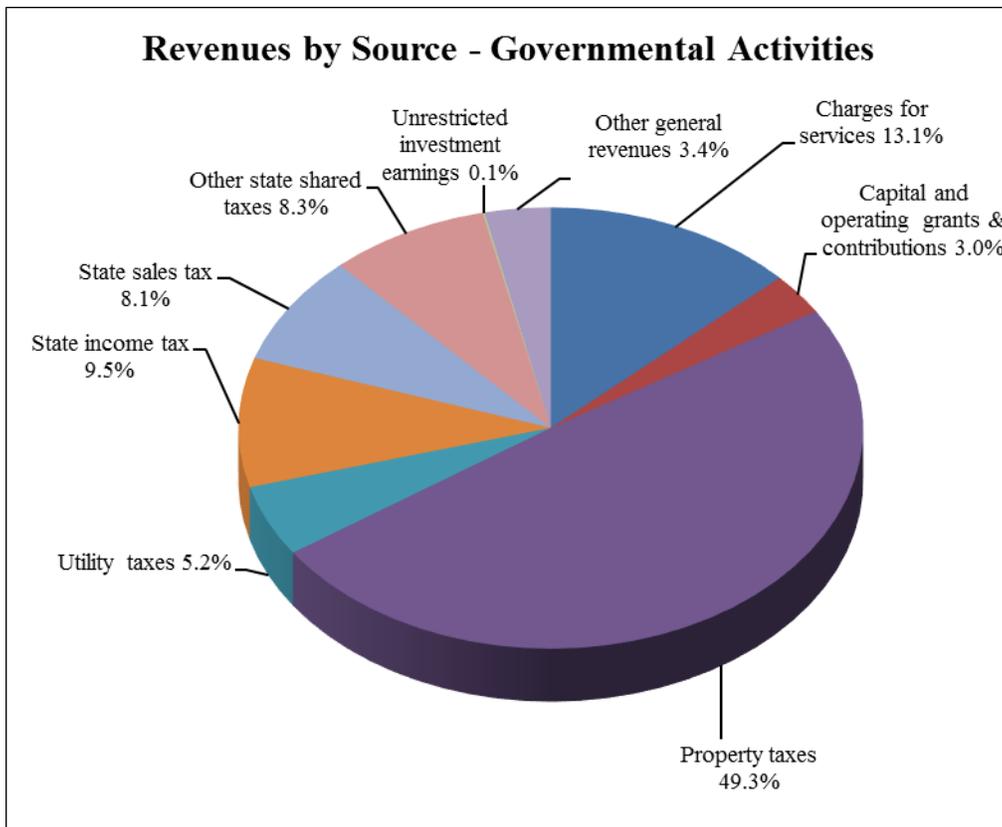
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The beginning net position in the governmental activities was restated in the current fiscal year by (\$4,513,251); the Village implemented GASB Statement # 75, reporting of postemployment benefits other than pensions-this accounts for the liability arising out of retiree insurance offered by the Village. Although the retirees still pay for the entire premium (there is no cost to the Village for retiree insurance), the liability arises out of the incremental cost to the Village's health insurance plan by individuals on the program who may have more serious health issues.

State Shared Taxes saw a decrease over the previous year of (\$104,100). This revenue component consists of various State of Illinois distributions including sales and income taxes. Even though the decrease is minimal between the two years, the main source of the decrease, Income Tax Revenue, needs to be monitored, as this line item makes up 12% of revenues for Governmental Activities.

During 2018, the Village of Brookfield Community and Economic Development Department (CEDD) reviewed the entire permit fee structure and recommended a fee increase of 17% for building permit fees. After reviewing staff's recommendation, the Board of Trustees approved the revised fee structure. The increases were implemented in the summer of 2018 and resulted in a slight increase in the charges for services revenue line item.

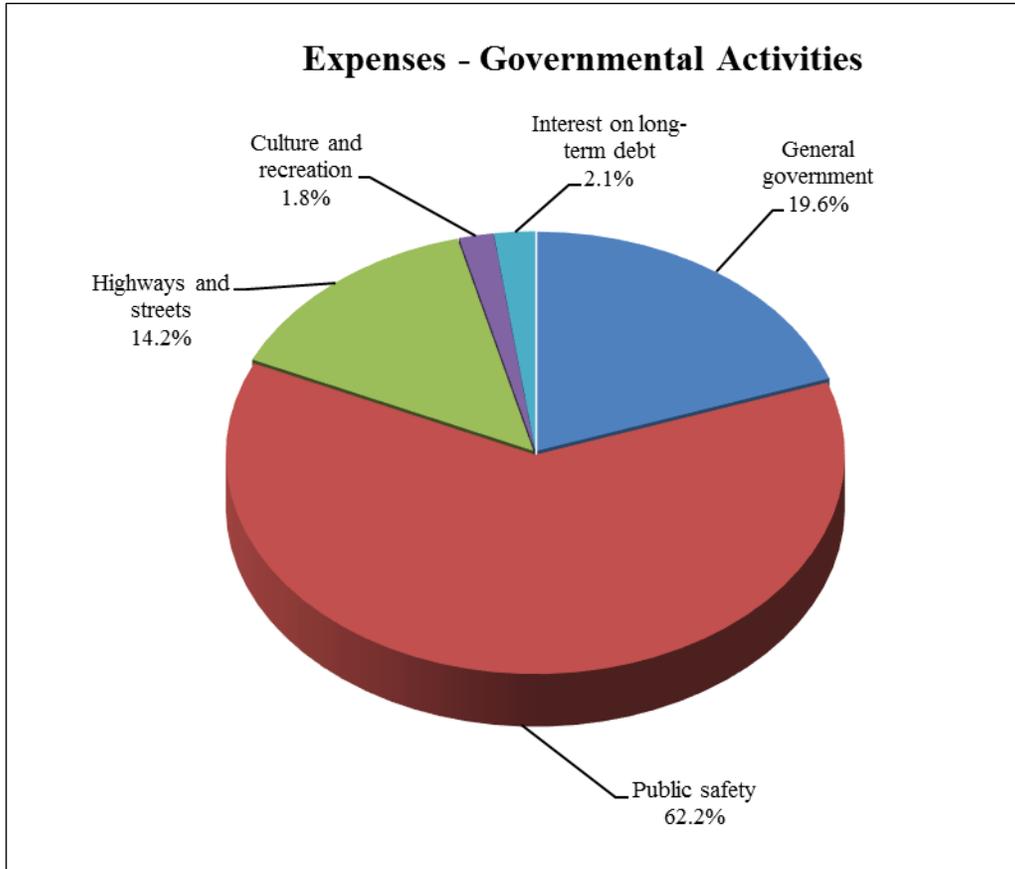
The following charts highlight revenues and expenses by source and function for the Village's Governmental Activities:



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Management's Discussion and Analysis December 31, 2018

The chart below shows graphically the breakdown of Governmental Expenses by Function:



Total expenses for Governmental Activities increased by \$960,554 over the previous year. Much of the expense increase is in public safety for several reasons. The Village is a charter member of WC3—a new E-911 dispatch center. Full time operations began in the Spring of 2018. The operations of WC3 are funded through surcharges on phone lines, as well as member contributions, of which Brookfield is one of three. These startup costs were higher in 2018 than in 2017 due to major equipment purchases. Public safety personnel costs were also higher than in 2017 due mainly to overtime and other benefits. In other departmental expense areas, salaries for all reporting departments increased - salary increases for all employee groups were 2.50% for the year 2018.

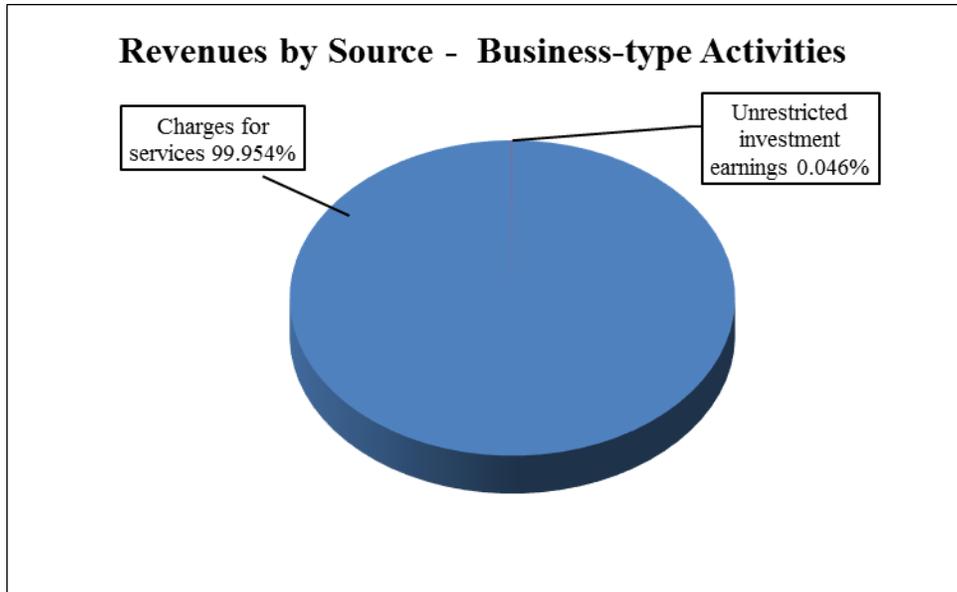
As the Village moves into 2019, it continues to seek ways to solidify its reserves. With the expectation that the revenues will remain stable, the Village continues looking for additional ways to reduce expenses through a review of current vendor contracts, increased economic development, and other cost containment measures that will help the bottom line. The Village will also begin a review of its fee structure. The Staff has already initiated a review of departmental fees in order to determine where there could be some flexibility and room to possibly increase fees to meet departmental costs.

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

Business-type activities

Business-type activities increased the Village's net position by \$39,032 after transfers. The Village's Water and Sewer Fund showed a net income after transfers of \$115,197, while the Garbage Fund showed a net loss of (\$76,165).



The majority of costs associated with the Business-type Activities statement are service provider costs—water supply from the City of Chicago through the Brookfield North Riverside Water Commission, and the waste hauling services by a provider chosen by the Village. Both service providers increased billing rates to the Village, and the Village passed those increases onto its service base. Each year, the Village Board reviews the financial status of these funds to determine the appropriate rate increase—in 2018, the Village Board increased its water rates at an equal percentage of the actual increase to the Village.

The Village has been heavily investing in its storm water system over the past three years. In 2017, the Village completed construction of the \$2,000,000 pump station and as part of the road program, portions of the storm water sewer system have been rehabbed as the roads are being rebuilt. Both programs have put a strain on the available resources in the fund. As part of the solution, staff recommended, and the Board approved, a switch from a quarterly billing cycle to a bi-monthly cycle. This change was implemented in July 2018 and has helped eliminate some of the cash flow issues. Collections have also been increased because of the change—staff has a quicker turnaround on collection efforts, and in certain instances, residents are able to handle the lower payments.

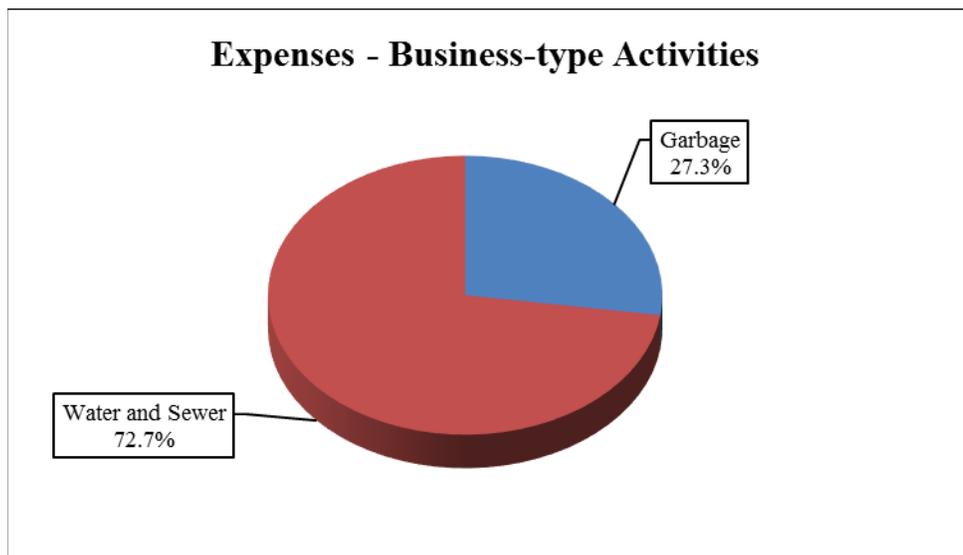
In the upcoming year, the Board will decide if the Village should perform a rate review to make sure there are enough dollars in the Water and Sewer Funds to ensure that the water main and sewer systems can be properly maintained and replaced where necessary. Continued replacement of water and sewer mains as part of the Village's infrastructure rehabilitation program (as noted in the capital assets discussion below) are expected to provide a service benefit to water system customers through reduced main breaks and better fire flows in areas where main sizes were increased.

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

The Village also performed a leak survey for the Village in 2018 and discovered a number of leaks in the system. The Village spent over \$60,000 in water main repairs and saw its unbilled consumption drop from 30% down to 17%. The Village intends to do another full Village leak survey in 2019 to ensure that all mains are in good shape.

The Chart below shows a breakdown of total business-type activities by type—Water/Sewer and Garbage Service.



Financial Analysis of the Government's Funds

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

Governmental funds - The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$7,069,039, an increase of 1,734,499 from the prior year. Part of the increase is due to the issuance of \$7,000,000 in bonds to finance the continuation of the Village's road program begun in 2016. In 2016 the Village issued \$9,000,000 in GO Bonds (out of a referendum authorized \$22,000,000) to fund an ongoing anticipated eight-year road program. By 2018, the funds had been spent down and the Village issued an additional \$7,000,000 in General Obligation Bonds to cover the road program costs for 2018 and 2019.

As the 2019 budget year approaches, Village management will continue to stress the need for fiscal conservatism by its department heads to maintain the economic viability of the Village. At the end of the current fiscal year, the General Fund fund balance was \$1,770,989. The total fund balance represents 10.0% of total General Fund expenditures.

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Total 2018 debt service expenditures from the Village's governmental funds amounted to \$2,405,986. The General Fund provides a partial funding source for the Village's alternate revenue debt service, transferring \$430,000 in 2018 to support debt service obligations. The General Obligation Bonds Series 2016 and 2018, and the Special Service Area debt are financed directly by property taxes assessed to the affected homeowners. All 2018 debt service payments were made on a timely basis.

Motor fuel tax distributions from the State of Illinois decreased by \$1,691 from 2017 to 2018. The Village transferred \$600,000 from the MFT Fund to help cover costs of street maintenance during 2018.

Two of the Village's TIF Funds showed increased property tax receipts as the assessed value in the Village has begun to turn around. This trend should continue into 2018 and beyond as the value of the property within the TIF continues to exceed the frozen EAV.

The Infrastructure Project Fund is designated to account for the costs of the Village's long-term infrastructure and street rehabilitation program. In 2015, the Fund showed an ending fund balance of (\$1,205,773). In reviewing the future of the road fund, the Village realized that funding from other funds for future road programs was not going to be available in the near future. In March 2016, the Village asked voters to support a \$22 million-dollar bond referendum to fund a viable road program over the next eight to nine years. The voters approved the referendum, and the Village sold \$9 million of the authorized issue in August 2016. Construction began in the late summer of 2016 and the first phase was completed by the end of the year. By the end of 2017, the Village had expended these proceeds and moved forward on selling the second installment of debt in the amount of \$7,000,000 in the summer of 2018.

Prior to receiving the proceeds from the 2018 debt issuance, the Village needed to pay the vendor on the road construction program \$1.2 million. The Village entered into a line of credit (LOC) with a local bank to fund the payment until the proceeds were received. Once the bond sale was finalized, the LOC was paid in full. Towards the end of the calendar year 2018, the Village needed to draw again on the LOC to fund operations. The total drawdown on the LOC through December 31, amounted to \$600,000. The \$600,000 was paid back in the spring of 2019.

Proprietary funds - The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the Water & Sewer Fund at the end of the current fiscal year amounted to (\$958,288) and for the Garbage Fund amounted to \$173,978. The increase in net position for the Water & Sewer Fund was \$115,197 and for the Garbage Fund was (\$76,165). The Village will continue to review expenses of both funds in order to establish an appropriate fee structure during the annual budget cycle.

The Village is considering the option of having an outside firm perform a comprehensive rate study to determine if the current rate structure can support the debt service and the capital components of the fund, along with the general operating costs of the system. The Village also changed from a quarterly billing cycle to a bi-monthly billing cycle to improve cash flow. Finally, in early 2018, the Village performed a leak detection survey on its water system and discovered several major leaks. The unbilled consumption decreased from 30% to about 17%.

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

General Fund Budgetary Highlights

Total actual revenues for the General Fund of \$16,766,648 were \$518,906 below the budgeted amount of \$17,285,554. Total General Fund actual expenditures of \$17,702,491 were \$436,118 less than the amended budgeted expenditures of \$18,138,609. The total net change in fund balance amounted to (\$761,943).

On January 25, 2010, the Village Board adopted Resolution R-2010-781 establishing a General Fund Reserve Policy. The goal of the policy is to increase reserves in the General Fund to 25% of budgeted expenditures. The Village was able to establish this reserve with \$200,000 in 2010. The total balance in the reserve account at December 31, 2018 amounted to \$1,740,286. The Village will not make a transfer to the reserve fund in 2018. The last transfer to the reserve fund was made in 2015 based on the results of the 2014 audit--\$300,000 was transferred. The current balance of the cash reserve fund is \$1,740,286.

VILLAGE OF BROOKFIELD
GENERAL FUND BUDGETARY HIGHLIGHTS
AS OF DEC. 31, 2018

	Final Budget	Actual	Variance
Revenues:			
Taxes	\$ 9,171,853	8,863,165	(308,688)
Licenses and Permits	1,427,101	1,326,353	(100,748)
Intergovernmental	5,489,000	4,996,178	(492,822)
Charges for Services	636,000	710,925	74,925
Fines and Forfeitures	383,100	474,387	91,287
Interest Income	6,500	12,524	6,024
Miscellaneous	172,000	383,116	211,116
Total Revenues	<u>17,285,554</u>	<u>16,766,648</u>	<u>(518,906)</u>
Expenditures:			
General Government	4,253,480	4,273,154	(19,674)
Public Safety	12,025,878	11,977,302	48,576
Highways & Streets	781,150	616,658	164,492
Culture & Recreation	403,101	341,309	61,792
Capital Outlay	675,000	492,135	182,865
Debt Service	-	1,933	(1,933)
Total Expenditures	<u>18,138,609</u>	<u>17,702,491</u>	<u>436,118</u>
Transfers and Other Sources	<u>152,588</u>	<u>173,900</u>	<u>21,312</u>
Change in Fund Balance	<u>(700,467)</u>	<u>(761,943)</u>	<u>(61,476)</u>

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

Capital Asset and Debt Administration

Capital assets - The Village of Brookfield's investment in capital assets for its governmental and business-type activities as of December 31, 2018, amounts to \$64,785,499 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, systems, machinery and equipment, park facilities, streets and bridges. During 2018, the Village's capital expenditures were mainly for infrastructure improvements, including the addition of road and sewer system reconstruction related to the 2018 local road program. The Village also improved the Prairie Avenue Train Station area, including new signage, amenities, and landscaping.

Village of Brookfield Capital Assets (net of depreciation)

	Governmental activities		Business-type activities		Totals	
	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017
Land	\$ 4,350,400	\$ 4,350,400	\$ 54,000	\$ 54,000	\$ 4,404,400	\$ 4,404,400
Land improvements	3,544,962	3,328,895	-	-	3,544,962	3,328,895
Buildings	1,965,199	2,061,011	-	-	1,965,199	2,061,011
Water & sewer system	-	-	23,405,624	23,007,288	23,405,624	23,007,288
Vehicles & equipment	2,140,700	2,296,639	187,920	219,240	2,328,620	2,515,879
Infrastructure	29,136,694	25,370,455	-	-	29,136,694	25,370,455
Total	\$ 41,137,955	\$ 37,407,400	\$ 23,647,544	\$ 23,280,528	\$ 64,785,499	\$ 60,687,928

Additional information on the Village's capital assets can be found in the note 3 to the financial statements of this report.

Long-term debt - At the end of the current fiscal year, the Village of Brookfield had total outstanding bonded debt of \$21,553,932. This entire amount is comprised of debt backed by the full faith and credit of the Village.

Village of Brookfield Outstanding Debt

Line of Credit	Governmental activities		Business-type activities		Totals	
	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017	Dec. 31, 2018	Dec. 31, 2017
Line of Credit	\$ 600,000	\$ -	\$ -	\$ -	\$ 600,000	\$ -
General obligation bonds	18,624,277	13,261,910	1,895,000	2,310,000	20,519,277	15,571,910
Installment notes	434,655	783,433	-	-	434,655	783,433
Total	\$ 19,658,932	\$ 14,045,343	\$ 1,895,000	\$ 2,310,000	\$ 21,553,932	\$ 16,355,343

The Village's paid down its total debt by \$3,437,411 during the current fiscal year. Of the current year's debt service payments, approximately ninety-five percent is funded through alternate revenue funds and not property taxes. The remaining debt service is the 2016 G. O. Bonds, 2018 G.O. Bonds and Special Service Area debt financed through a property tax assessed only to those residents directly benefiting from these Special Service Areas. Total interest paid on Village debt, both Governmental and Proprietary, amounted to \$489,280 for the year. The Village budgets debt service based on the issuing ordinances or the financing agreements and has made all 2018 debt payments on a timely basis.

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

As part of the 2018 debt issuance, the Village was required to obtain a debt rating. The Village worked with Moody's, who maintained the Village's debt rating at A2. The rating agency noted the following strengths and challenges as factors in determining this rating:

STRENGTHS

- Close economic ties with larger Chicago metro region
- Above average resident wealth indices

CHALLENGES

- Lack of home rule authority reduces financial flexibility
- Narrow operating fund liquidity due to interfund borrowing
- Elevated leverage and fixed costs
- Exposure to acceleration provisions within private placement with local bank

RATING OUTLOOK

- Outlooks are generally not assigned to local government credits with this amount of debt.

FACTORS THAT COULD LEAD TO AN UPGRADE

- Sustained tax base appreciation that supports growth in property tax revenue
- Growth in available reserves and liquidity
- Reduced leverage and fixed costs related to long-term debt and pension liabilities

FACTORS THAT COULD LEAD TO A DOWNGRADE

- Contraction of the tax base or local economy
- Narrowed reserves or liquidity
- Weakened pension funding practices or increased leverage

State statutes limit the amount of general obligation debt a governmental entity may issue to 8.625% of its total equalized assessed valuation. The current debt limitation for the Village of Brookfield is \$35,250,334 which is in excess of the Village's outstanding general obligation debt.

Additional information on the Village's long-term debt can be found in the notes to the financial statements of this report.

Economic Factors

The Village receives approximately 31% of its Governmental Revenues through State Distributions. Beginning in mid to late 2008 and continuing into 2009 and 2010, the failing economy began to effect these distributions and the Village realized a noticeable drop in its income tax distributions as well as its sales tax distributions. As a result, the Village took specific steps to address this loss of revenue by eliminating and reducing certain operating expenditures through the reduction in staff and service levels, including the reduction of office hours, and other labor saving initiatives. Over the last few years, revenue streams related to the economy, such as income and sales taxes, have stabilized, and are actually beginning to increase. While the trends continue to look good, the Village will still maintain a conservative approach in its annual budgeting process. These financial constraints have also increased the Village Board's willingness to continue to review its fee structures to ensure that the costs of providing certain services are adequately compensated.

VILLAGE OF BROOKFIELD

Management's Discussion and Analysis December 31, 2018

The Village's Community and Economic Development Department is continuing to solicit new businesses which would begin operations in the Village in order to continue to strengthen its economic base and provide employment to residents. Staff will also continue to develop alternate means of revenues including grants and reimbursements from outside sources.

Requests for Information

This financial report is designed to provide a general overview of the Village of Brookfield's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village Manager, Village of Brookfield, 8820 Brookfield Avenue, Brookfield, Illinois 60513.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Net Position
December 31, 2018**

See Following Page

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Net Position
December 31, 2018**

	Primary Government			Component
	Governmental Activities	Business- Type Activities	Totals	Unit Public Library
ASSETS				
Current Assets				
Cash and Investments	\$ 5,044,997	331,021	5,376,018	7,537,818
Receivables - Net of Allowances	11,251,433	112,913	11,364,346	2,418,131
Internal Balances	1,127,633	(1,127,633)	-	-
Due from Other Governments	549,519	1,132,217	1,681,736	23,722
Land Held for Resale	421,188	-	421,188	-
Prepays/Inventories	1,039,132	222,567	1,261,699	29,318
Total Current Assets	19,433,902	671,085	20,104,987	10,008,989
Noncurrent Assets				
Capital Assets				
Land	4,350,400	54,000	4,404,400	596,448
Construction in Progress	-	-	-	721,931
Land Improvements	5,248,513	-	5,248,513	-
Buildings and Improvements	4,722,341	-	4,722,341	1,763,985
Equipment and Vehicles	8,329,355	1,081,900	9,411,255	672,304
Infrastructure	58,216,077	-	58,216,077	-
Water and Sewer System	-	37,453,049	37,453,049	-
	80,866,686	38,588,949	119,455,635	3,754,668
Accumulated Depreciation	(39,728,731)	(14,941,405)	(54,670,136)	(1,858,335)
	41,137,955	23,647,544	64,785,499	1,896,333
Total Assets	60,571,857	24,318,629	84,890,486	11,905,322
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	1,514,870	511,586	2,026,456	203,407
Deferred Items - Police Pension	2,788,194	-	2,788,194	-
Deferred Items - Firefighters' Pension	1,865,782	-	1,865,782	-
Total Deferred Outflows of Resources	6,168,846	511,586	6,680,432	203,407
Total Assets and Deferred Outflows of Resources	66,740,703	24,830,215	91,570,918	12,108,729

The notes to the financial statements are an integral part of this statement.

	Primary Government			Component
	Governmental Activities	Business- Type Activities	Totals	Unit Public Library
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 950,513	380,396	1,330,909	18,054
Accrued Payroll	239,649	25,687	265,336	22,265
Deposits Payable	227,210	383,227	610,437	-
Interest Payable	51,138	4,765	55,903	-
Due to Other Governments	12,332	-	12,332	17,189
Other Payables	-	220,011	220,011	-
Current Portion of Long-Term Debt	3,567,391	437,313	4,004,704	10,969
Total Current Liabilities	5,048,233	1,451,399	6,499,632	68,477
Noncurrent Liabilities				
Compensated Absences Payable	1,186,894	69,254	1,256,148	43,877
Net Pension Liability - IMRF	1,590,776	537,219	2,127,995	213,599
Net Pension Liability - Police Pension	20,098,413	-	20,098,413	-
Net Pension Liability - Firefighters' Pension	9,794,616	-	9,794,616	-
Total OPEB Liability - RBP	5,185,192	228,484	5,413,676	-
Installment Contracts Payable	84,493	-	84,493	-
General Obligation Bonds Payable - Net	17,066,057	1,475,000	18,541,057	-
Total Noncurrent Liabilities	55,006,441	2,309,957	57,316,398	257,476
Total Liabilities	60,054,674	3,761,356	63,816,030	325,953
DEFERRED INFLOWS OF RESOURCES				
Deferred Items - IMRF	234,286	79,121	313,407	31,459
Deferred Items - Police Pension	2,321,698	-	2,321,698	-
Deferred Items - Firefighters' Pension	1,665,859	-	1,665,859	-
Deferred Items - RBP	488,020	21,504	509,524	-
Property Taxes	10,335,159	-	10,335,159	2,405,800
Total Deferred Inflows of Resources	15,045,022	100,625	15,145,647	2,437,259
Total Liabilities and Deferred Inflows of Resources	75,099,696	3,861,981	78,961,677	2,763,212
NET POSITION				
Net Investment in Capital Assets	24,589,330	21,752,544	46,341,874	1,896,333
Restricted				
Police Seizures	138,412	-	138,412	-
Asset Forfeiture	22,886	-	22,886	-
Property Tax Levies	261,461	-	261,461	229,305
Motor Fuel Tax	765,374	-	765,374	-
Hotel/Motel Tax	100,307	-	100,307	-
Foreign Fire Tax	26,900	-	26,900	-
Unrestricted (Deficit)	(34,263,663)	(784,310)	(35,047,973)	7,219,879
Total Net Position	(8,358,993)	20,968,234	12,609,241	9,345,517

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Activities
For the Fiscal Year Ended December 31, 2018**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/Contributions	Capital Grants/Contributions
Governmental Activities				
General Government	\$ 4,061,107	557,894	258,437	-
Public Safety	12,864,578	898,759	-	-
Highways and Streets	2,937,130	607,705	325,955	-
Culture and Recreation	374,118	447,307	-	-
Interest on Long-Term Debt	443,286	-	-	-
Total Governmental Activities	<u>20,680,219</u>	<u>2,511,665</u>	<u>584,392</u>	<u>-</u>
Business-Type Activities				
Water and Sewer	6,079,309	7,054,250	-	-
Garbage	2,281,667	2,201,471	-	-
Total Business-Type Activities	<u>8,360,976</u>	<u>9,255,721</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>29,041,195</u>	<u>11,767,386</u>	<u>584,392</u>	<u>-</u>
Component Unit - Public Library	<u>2,725,338</u>	<u>9,148</u>	<u>1,056,591</u>	<u>1,000,000</u>

General Revenues
Taxes
 Property Taxes
 Utility Taxes
 Hotel/Motel Taxes
Intergovernmental - Unrestricted
 State Income Taxes
 State Sales Taxes
 Personal Property Replacement Tax
 Telecommunications Tax
 Other State Taxes
Interest Income
Miscellaneous
Transfers - Internal Activity

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

The notes to the financial statements are an integral part of this statement.

Net (Expenses)/Revenues			
Governmental Activities	Primary Government		Component Unit
	Business-Type Activities	Totals	Public Library
(3,244,776)	-	(3,244,776)	-
(11,965,819)	-	(11,965,819)	-
(2,003,470)	-	(2,003,470)	-
73,189	-	73,189	-
(443,286)	-	(443,286)	-
(17,584,162)	-	(17,584,162)	-
-	974,941	974,941	-
-	(80,196)	(80,196)	-
-	894,745	894,745	-
(17,584,162)	894,745	(16,689,417)	-
-	-	-	(659,599)
9,459,821	-	9,459,821	2,194,941
736,740	-	736,740	-
15,650	-	15,650	-
2,374,936	-	2,374,936	-
1,546,103	-	1,546,103	-
64,358	-	64,358	12,332
324,622	-	324,622	-
937,521	-	937,521	-
68,222	4,287	72,509	82,659
564,513	-	564,513	451
860,000	(860,000)	-	-
16,952,486	(855,713)	16,096,773	2,290,383
(631,676)	39,032	(592,644)	1,630,784
(7,727,317)	20,929,202	13,201,885	7,714,733
(8,358,993)	20,968,234	12,609,241	9,345,517

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Balance Sheet - Governmental Funds
December 31, 2018**

	<u>General</u>
ASSETS	
Cash and Investments	\$ 708,019
Receivables - Net of Allowances	
Property Taxes	8,597,797
Other Taxes	754,739
Accounts	161,536
Due from Other Governments	17,189
Due from Other Funds	1,127,633
Land Held for Resale	-
Prepays/Inventories	669,720
Total Assets	<u><u>12,036,633</u></u>
LIABILITIES	
Accounts Payable	309,655
Accrued Payroll	239,649
Deposits Payable	226,210
Due to Other Funds	280,000
Due to Other Governments	12,332
Current Portion of Long-Term Debt	600,000
Total Liabilities	<u>1,667,846</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	8,597,798
Total Liabilities and Deferred Inflows of Resources	<u>10,265,644</u>
Fund Balances	
Nonspendable	669,720
Restricted	161,298
Committed	1,740,286
Assigned	-
Unassigned	(800,315)
Total Fund Balances	<u>1,770,989</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>12,036,633</u></u>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Project Infrastructure Project	Nonmajor	Totals
23,927	3,477,786	835,265	5,044,997
1,737,361	-	-	10,335,158
-	-	-	754,739
-	-	-	161,536
-	491,110	41,220	549,519
-	-	280,000	1,407,633
-	-	421,188	421,188
-	-	369,412	1,039,132
1,761,288	3,968,896	1,947,085	19,713,902
15,126	616,438	9,294	950,513
-	-	-	239,649
-	1,000	-	227,210
-	-	-	280,000
-	-	-	12,332
-	-	-	600,000
15,126	617,438	9,294	2,309,704
1,737,361	-	-	10,335,159
1,752,487	617,438	9,294	12,644,863
-	-	790,600	1,460,320
8,801	-	1,154,042	1,324,141
-	-	-	1,740,286
-	3,351,458	20,606	3,372,064
-	-	(27,457)	(827,772)
8,801	3,351,458	1,937,791	7,069,039
1,761,288	3,968,896	1,947,085	19,713,902

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position - Governmental Activities**

December 31, 2018

Total Governmental Fund Balances \$ 7,069,039

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. 41,137,955

Deferred outflows (inflows) of resources related to the pensions not reported
in the funds.

Deferred Items - IMRF	1,280,584
Deferred Items - Police Pension	466,496
Deferred Items - Firefighters' Pension	199,923
Deferred Items - RBP	(488,020)

Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.

Net Pension Liability - IMRF	(1,590,776)
Net Pension Liability - Police Pension	(20,098,413)
Net Pension Liability - Firefighters' Pension	(9,794,616)
Total OPEB Liability - RBP	(5,185,192)
Compensated Absences Payable	(1,483,617)
General Obligation Bonds Payable - Net	(19,386,563)
Installment Contracts Payable	(434,655)
Accrued Interest Payable	(51,138)

Net Position of Governmental Activities (8,358,993)

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2018**

See Following Page

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2018**

	<u>General</u>
Revenues	
Taxes	\$ 8,863,165
Licenses and Permits	1,326,353
Intergovernmental	4,996,178
Charges for Services	710,925
Fines and Forfeitures	474,387
Interest Income	12,524
Miscellaneous	383,116
Total Revenues	<u>16,766,648</u>
Expenditures	
Current	
General Government	4,273,154
Public Safety	11,977,302
Highways and Streets	616,658
Culture and Recreation	341,309
Capital Outlay	492,135
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	1,933
Total Expenditures	<u>17,702,491</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(935,843)</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	3,900
Debt Issuance	-
Premium on Debt Issuance	-
Transfers In	600,000
Transfers Out	(430,000)
	<u>173,900</u>
Net Change in Fund Balances	(761,943)
Fund Balances - Beginning	<u>2,532,932</u>
Fund Balances - Ending	<u><u>1,770,989</u></u>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Project Infrastructure Project	Nonmajor	Totals
1,078,482	-	270,564	10,212,211
-	-	-	1,326,353
-	325,955	509,799	5,831,932
-	-	-	710,925
-	-	-	474,387
4,300	51,262	136	68,222
-	181,397	-	564,513
1,082,782	558,614	780,499	19,188,543
-	-	-	4,273,154
-	-	20,174	11,997,476
-	1,158,414	49,502	1,824,574
-	-	-	341,309
-	4,745,596	-	5,237,731
1,986,411	-	-	1,986,411
417,642	-	-	419,575
2,404,053	5,904,010	69,676	26,080,230
(1,321,271)	(5,345,396)	710,823	(6,891,687)
-	-	-	3,900
-	7,000,000	-	7,000,000
-	762,286	-	762,286
1,290,000	-	-	1,890,000
-	-	(600,000)	(1,030,000)
1,290,000	7,762,286	(600,000)	8,626,186
(31,271)	2,416,890	110,823	1,734,499
40,072	934,568	1,826,968	5,334,540
8,801	3,351,458	1,937,791	7,069,039

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities**

For the Fiscal Year Ended December 31, 2018

Net Change in Fund Balances - Total Governmental Funds **\$ 1,734,499**

Amounts reported for governmental activities in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	5,138,507
Depreciation Expense	(1,407,952)
Disposals - Cost	(67,731)
Disposals - Accumulated Depreciation	67,731

The net effect of deferred outflows (inflows) of resources related
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	2,719,475
Change in Deferred Items - Police Pension	689,615
Change in Deferred Items - Firefighters' Pension	(135,094)
Change in Deferred Items - RBP	(488,020)

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Additions to Net Pension Liability - IMRF	(2,337,149)
Additions to Net Pension Liability - Police Pension	(962,309)
Additions to Net Pension Liability - Firefighters' Pension	(210,088)
Deductions to Total OPEB Liability - RBP	337,629
Deductions to Compensated Absences Payable	88,797
Retirement of Debt	1,986,411
Issuance of Debt	(7,000,000)
Unamortized Debt Premium	(762,286)

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

(23,711)

Changes in Net Position of Governmental Activities

(631,676)

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2018**

See Following Page

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Net Position - Proprietary Funds
December 31, 2018**

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ -	331,021	331,021
Receivables - Net of Allowances Accounts	(6,497)	119,410	112,913
Due from Other Governments	1,132,217	-	1,132,217
Prepays	168,683	53,884	222,567
Total Current Assets	<u>1,294,403</u>	<u>504,315</u>	<u>1,798,718</u>
Noncurrent Assets			
Capital Assets			
Land	54,000	-	54,000
Equipment and Vehicles	1,081,900	-	1,081,900
Water and Sewer System	37,453,049	-	37,453,049
Accumulated Depreciation	(14,941,405)	-	(14,941,405)
Total Noncurrent Assets	<u>23,647,544</u>	<u>-</u>	<u>23,647,544</u>
Total Assets	24,941,947	504,315	25,446,262
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	<u>324,730</u>	<u>186,856</u>	<u>511,586</u>
Total Assets and Deferred Outflows of Resources	<u>25,266,677</u>	<u>691,171</u>	<u>25,957,848</u>

The notes to the financial statements are an integral part of this statement.

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 347,345	33,051	380,396
Accrued Payroll	19,693	5,994	25,687
Deposits Payable	383,227	-	383,227
Accrued Interest Payable	4,765	-	4,765
Other Payables	-	220,011	220,011
Due to Other Funds	1,127,633	-	1,127,633
Compensated Absences Payable	17,313	-	17,313
General Obligation Bonds Payable	420,000	-	420,000
Total Current Liabilities	2,319,976	259,056	2,579,032
Noncurrent Liabilities			
Compensated Absences Payable	69,254	-	69,254
Net Pension Liability - IMRF	341,001	196,218	537,219
Total OPEB Liability - RBP	198,304	30,180	228,484
General Obligation Bonds Payable	1,475,000	-	1,475,000
Total Noncurrent Liabilities	2,083,559	226,398	2,309,957
Total Liabilities	4,403,535	485,454	4,888,989
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	50,222	28,899	79,121
Deferred Items - RBP	18,664	2,840	21,504
Total Deferred Items	68,886	31,739	100,625
Total Liabilities and Deferred Inflows of Resources	4,472,421	517,193	4,989,614
NET POSITION			
Net Investment in Capital Assets	21,752,544	-	21,752,544
Unrestricted	(958,288)	173,978	(784,310)
Total Net Position	20,794,256	173,978	20,968,234

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended December 31, 2018**

	Business-Type Activities - Enterprise		
	Water and Sewer	Garbage	Totals
Operating Revenues			
Charges for Services	\$ 6,842,279	2,185,711	9,027,990
Fines and Forfeitures	138,355	-	138,355
Miscellaneous	56,225	15,760	71,985
Total Operating Revenues	<u>7,036,859</u>	<u>2,201,471</u>	<u>9,238,330</u>
Operating Expenses			
Operations	5,407,579	2,281,667	7,689,246
Depreciation	602,025	-	602,025
Total Operating Expenses	<u>6,009,604</u>	<u>2,281,667</u>	<u>8,291,271</u>
Operating Income (Loss)	<u>1,027,255</u>	<u>(80,196)</u>	<u>947,059</u>
Nonoperating Revenues (Expenses)			
Interest Income	256	4,031	4,287
Connection Fees	17,391	-	17,391
Interest Expense and Fiscal Charges	(69,705)	-	(69,705)
	<u>(52,058)</u>	<u>4,031</u>	<u>(48,027)</u>
Income Before and Transfers	975,197	(76,165)	899,032
Transfers Out	<u>(860,000)</u>	<u>-</u>	<u>(860,000)</u>
Change in Net Position	115,197	(76,165)	39,032
Net Position - Beginning as Restated	<u>20,679,059</u>	<u>250,143</u>	<u>20,929,202</u>
Net Position - Ending	<u><u>20,794,256</u></u>	<u><u>173,978</u></u>	<u><u>20,968,234</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended December 31, 2018**

	Business-Type Activities - Enterprise Funds		
	Water and Sewer	Garbage	Totals
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 7,441,619	2,243,453	9,685,072
Payments to Employees	(492,918)	(281,627)	(774,545)
Payments to Suppliers	(4,635,211)	(2,278,450)	(6,913,661)
	<u>2,313,490</u>	<u>(316,624)</u>	<u>1,996,866</u>
Cash Flows from Noncapital Financing Activities			
Transfers Out	(860,000)	-	(860,000)
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(969,041)	-	(969,041)
Interest on Capital Debt	(69,705)	-	(69,705)
Principal on Capital Debt	(415,000)	-	(415,000)
	<u>(1,453,746)</u>	<u>-</u>	<u>(1,453,746)</u>
Cash Flows from Investing Activities			
Interest Received	256	4,031	4,287
Net Change in Cash and Cash Equivalents	-	(312,593)	(312,593)
Cash and Cash Equivalents - Beginning	-	643,614	643,614
Cash and Cash Equivalents - Ending	<u>-</u>	<u>331,021</u>	<u>331,021</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income	<u>1,027,255</u>	<u>(80,196)</u>	<u>947,059</u>
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation and Amortization Expense	602,025	-	602,025
Other Income	17,391	-	17,391
Other Income/(Expense) - IMRF and OPEB	31,261	(83,818)	(52,557)
(Increase) Decrease in Current Assets	387,369	41,982	429,351
Increase (Decrease) in Current Liabilities	248,189	(194,592)	53,597
Net Cash Provided by Operating Activities	<u>2,313,490</u>	<u>(316,624)</u>	<u>1,996,866</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Fiduciary Net Position
December 31, 2018**

	Pension Trust	Agency
ASSETS		
Cash and Cash Equivalents	\$ 608,945	227,951
Investments		
U.S. Government Obligations	1,314,551	-
U.S. Agency Obligations	8,933,457	-
Corporate Bonds	3,165,013	-
Municipal Bonds	793,303	-
Equities	18,163,782	-
Common Stock	1,215,998	-
Receivables		
Accrued Interest	123,036	-
Other	440	16,133
Prepays	<u>11,354</u>	<u>-</u>
Total Assets	<u>34,329,879</u>	<u>244,084</u>
LIABILITIES		
Due to Bondholders	-	244,084
Accounts Payable	<u>27,757</u>	<u>-</u>
Total Liabilities	<u>27,757</u>	<u>244,084</u>
NET POSITION		
Net Position Restricted for Pensions	<u>34,302,122</u>	

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2018**

	Pension Trust
Additions	
Contributions - Employer	\$ 2,910,546
Contributions - Plan Members	<u>602,784</u>
Total Contributions	<u>3,513,330</u>
Investment Income	
Interest Income	1,585,149
Net Change in Fair Value	<u>(3,030,400)</u>
	(1,445,251)
Less Investment Expenses	<u>(129,251)</u>
Net Investment Income	<u>(1,574,502)</u>
Total Additions	<u>1,938,828</u>
Deductions	
Administration	72,759
Benefits and Refunds	<u>2,866,311</u>
Total Deductions	<u>2,939,070</u>
Change in Fiduciary Net Position	(1,000,242)
Net Position Restricted for Pensions	
Beginning	<u>35,302,364</u>
Ending	<u><u>34,302,122</u></u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Brookfield (Village), Illinois is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police and fire safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, recreational programming, water and sewer services, garbage services and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Brookfield
Discretely Presented Component Unit:	Brookfield Public Library

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and N. 34," and includes all component units that have a significant operational or financial relationship with the Village.

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

REPORTING ENTITY – Continued

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board, with two members appointed by the Village President, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn firefighters. The FPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

Discretely Presented Component Unit

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending.

Brookfield Public Library

The Brookfield Public Library (Library) operates and maintains the Village's public library facilities. The Library's Board is elected by the voters of the Village. The Library may not issue bonded debt, and its annual appropriation budget and property tax levy are subject to the Village Board's approval, as well as the potential financial burden relationship existing. Separate audited financial statements as of December 31, 2018 are available from the Library's administrative office at 3609 Grand Boulevard, Brookfield, Illinois 60513.

BASIS OF PRESENTATION

Government-Wide Financial Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's police and fire safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water, sewer and garbage services are classified as business-type activities.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Financial Statements – Continued

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Village's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, highways and streets, public works, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which 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 contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, sales taxes, income taxes, interest income, etc.).

The Village allocates indirect costs to other funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid for through the General Fund.

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

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village maintains six non-major special revenue funds, the Motor Fuel Tax Fund, the Odgen Avenue TIF Fund, the Hotel/Motel Tax Fund, the Congress Park TIF Fund, the 8 Corners TIF Fund and the Foreign Fire Insurance Fund.

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and accumulates monies for the payment of general obligation debt, with financing provided by the annual tax levy, utility taxes, sales taxes, and general revenues.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains one major capital projects fund, the Infrastructure Project Fund and two non-major capital projects funds, the Equipment Replacement and the Parks Project Funds. The Infrastructure Project Fund is a major fund used to account for the purchase and construction of various public capital improvement projects including public infrastructure rehabilitation and replacement. Projects are typically sourced through a combination of long-term debt, special assessment debt, special purpose grants and non-recurring transfers.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

Enterprise Funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains two major enterprise funds: the Water and Sewer Fund and Garbage Fund. The Water and Sewer Fund is used to account for the operations of the Village's water distribution system and its storm and sanitary sewer systems. The Village does not operate its own water pumping or sewage treatment facilities and instead relies upon other governmental bodies to provide these services. The Garbage Fund is used to account for the activities of residential solid waste and yard waste disposal and consumer product recycling.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Fiduciary Funds – Continued

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

Agency Funds are used to account for assets held by the Village in a purely custodial capacity. The Special Assessments Fund accumulates monies for the payment of special assessment bonds and vouchers of various amounts, which are due upon call for payment, with financing provided by an annual assessment upon the benefiting property owners.

The Village's fiduciary funds are presented in the fiduciary fund financial statements by type (pension trust and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, income taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary, pension trust and agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds are charges to customers for sales and services.

The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. 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; Level 3 inputs are significant unobservable inputs.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Prepays/Inventories – Land Held for Resale

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepays/inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepays in both the government-wide and fund financial statements.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, income taxes, and grants. Business-type activities report utility charges as their major receivables.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more (depending on asset class) and a useful life of more than one year, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	10 - 50 Years
Buildings	20 - 50 Years
Equipment and Vehicles	5 - 10 Years
Water and Sewer System	60 Years
Infrastructure	20 - 60 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types 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 type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Long-Term Obligations – Continued

In the fund financial statements, governmental fund types 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 debt service expenditures.

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for most funds. The Village does not budget for the Foreign Fire Insurance Fund, Equipment Replacement Fund and the Parks Project Fund. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

The Village Manager submits to the Board of Trustees a proposed appropriation ordinance for the fiscal year commencing the following January 1. The appropriation ordinance includes proposed expenditures and the means of financing them. Appropriation hearings are conducted. The appropriation is legally enacted through the passage of an ordinance. The appropriation ordinance may be amended by the vote of four members of the Board of Trustees. For consistency purposes, all financial statements utilize the term "Budget" to indicate estimated revenues or appropriations.

Management does not have the authority to alter appropriations without approval of the Board of Trustees. The appropriation ordinance was amended this year. The level of control (level at which the governing body must approve expenditures in excess of appropriations, or transfer appropriated amounts) is the fund. Appropriations lapse at year-end.

EXCESS OF ACTUAL EXPENDITURES/EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures/expenses, exclusive of depreciation, over budget for the fiscal year:

<u>Fund</u>	<u>Excess</u>
Motor Fuel	\$ 703
8 Corners TIF	8,755
Gabage	74,382
Police Pension	49,222
Firefighters' Pension	9,730

All expenditures/expenses in excess of budget were funded through available reserves.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Permitted Deposits and Investments – Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

The deposits and investments of the Pension Funds are held separately from those of other Village funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, Pension Funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Village’s deposits for governmental and business-type activities totaled \$2,255,311 and the bank balances totaled \$3,756,443.

Investments. The Village had the following investments at year-end:

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasuries	\$ 772,624	772,624	-	-	-
U.S. Agencies	2,306,109	2,306,109	-	-	-
Illinois Funds	41,974	41,974	-	-	-
	<u>3,120,707</u>	<u>3,120,707</u>	<u>-</u>	<u>-</u>	<u>-</u>

The Village has the following recurring fair value measurements as of December 31, 2018:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasuries	\$ 722,624	722,624	-	-
U.S. Agencies	2,306,109	-	2,306,109	-
Total Investments by Fair Value Level	3,028,733	<u>722,624</u>	<u>2,306,109</u>	<u>-</u>
Investments Measured at the Net Asset Value (NAV)				
Illinois Funds	<u>41,974</u>			
Total Investments Measured at Fair Value	<u>3,070,707</u>			

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy states that there is to be a maintenance of sufficient liquidity to meet operating requirements.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the Village's investment policy states that investments should be undertaken in a manner that seeks the preservation of capital and protection of investment principal. At year-end, the Village's investment in the Illinois Funds is rated AAAM by Standard & Poor's and the Village's investments in U.S. Government Agencies were not available.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy states that funds on deposit (checking accounts, certificates of deposit, money market, etc.) in excess of FDIC limits must be secured by collateral. At year-end, the entire bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy does not mitigate custodial credit risk for investments. At year-end, the Village's investment in the Illinois Funds is not subject to custodial credit risk.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy does not mitigate concentration risk. At year-end, the Village does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$338,414 and the bank balances totaled \$329,043.

Investments. The Fund has the following investment fair values and maturities:

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasuries	\$ 431,193	23,345	299,860	107,988	-
U.S. Agencies	3,181,719	31,334	2,000,784	1,090,059	59,542
Corporate Bonds	3,165,013	377,722	1,968,013	819,278	-
Municipal Bonds	694,214	584,652	56,830	52,732	-
	<u>7,472,139</u>	<u>1,017,053</u>	<u>4,325,487</u>	<u>2,070,057</u>	<u>59,542</u>

The Fund has the following recurring fair value measurements as of December 31, 2018:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasuries	\$ 431,193	431,193	-	-
U.S. Agencies	3,181,719	-	3,181,719	-
Corporate Bonds	3,165,013	-	3,165,013	-
Municipal Bonds	694,214	-	694,214	-
Equity Securities				
Equities	8,739,363	8,739,363	-	-
Common Stocks	1,215,998	1,215,998	-	-
Total Investments by Fair Value Level	<u>17,427,500</u>	<u>10,386,554</u>	<u>7,040,946</u>	<u>-</u>

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Interest Rate Risk. The Fund’s investment policy states that to the extent possible, investments shall be matched to actuarial assumptions. The Treasurer shall maintain sufficient liquidity in the portfolio to meet anticipated disbursements. In the case of callable securities, the final maturity date of the security shall not exceed ten years.

Credit Risk. Besides investing in investment instruments authorized under State Statute, the Fund’s investment policy does not further mitigate credit risk. At year-end, the Fund’s investments in the U.S. Agency securities, municipal bonds and corporate bonds rating are not disclosed.

Custodial Credit Risk. The Fund’s investment policy does not mitigate custodial credit risk for deposits, but does state that all purchased investments are to be held in third party safekeeping by a Federal Reserve member financial institution. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund’s investment in U.S. Treasury and Agency securities are categorized as insured, registered, or held by the Fund or its agent in the Fund’s name.

Concentration Risk. The Fund’s investment policy states that it is the intent of the Fund to diversify investments within its portfolio to avoid incurring unreasonable risks inherent in over-investing in specific instruments, individual financial institutions, corporations, or maturities. In addition to the securities and fair values listed above, the Fund also has \$8,739,363 invested in equities and \$1,215,998 invested in common stock. At year-end, the Fund does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

The Fund’s investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	40%	4.3% - 5.0%
Equities	60%	6.6% - 12.3%
Cash and Cash Equivalents	0%	0.0%

Illinois Compiled Statutes (ILCS) limit the Fund’s investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Concentration Risk – Continued. The long-term expected rate of return on the Fund’s investments was determined using an asset allocation study conducted by the Fund’s investment management consultant in January 2019 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund’s target asset allocation as of December 31, 2018 are listed in the table above.

Rate of Return

For the year ended December 31 2018, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 4.93%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Firefighters’ Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits. At year-end, the carrying amount of the Fund’s deposits totaled \$270,531 and the bank balances totaled \$252,790.

Investments. The Fund has the following investment fair values and maturities:

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasuries	\$ 883,358	247,797	535,092	100,469	-
U.S. Agencies	5,751,738	99,949	1,676,309	3,975,480	-
Municipal Bonds	972,907	99,088	370,991	452,655	50,173
	7,608,003	446,834	2,582,392	4,528,604	50,173

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Firefighters’ Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

The Fund has the following recurring fair value measurement as of December 31, 2018:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Treasuries	\$ 883,358	883,358	-	-
U.S. Agencies	5,751,738	-	5,751,738	-
Municipal Bonds	972,907	-	972,907	-
Equity Securities				
Equities	8,550,601	8,550,601	-	-
Total Investments by Fair Value Level	16,158,604	9,433,959	6,724,645	-

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices.

Interest Rate Risk. The Fund’s investment policy states assets shall be sufficiently liquid to meet the Fund’s disbursement requirements for the payment of operating expenses and benefits.

Credit Risk. The Fund’s investment policy helps limit its exposure to credit risk by investing in investment instruments authorized under State Statute. At year-end, the Fund’s investments in U.S. Agency securities were rated AA+ to Aaa by Standard & Poor’s and Moody’s or not rated. The Fund’s investments in municipal bonds were rated AAA to Aa3 by Standard & Poor’s and Moody’s or not rated.

Custodial Credit Risk. The Fund does not have a formal investment policy that mitigates custodial credit risk for deposits or investments. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund’s investment in U.S. Treasury and Agency securities are categorized as insured, registered, or held by the Fund or its agent in the Fund’s name.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Firefighters' Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Concentration Risk. The Fund does not have a formal investment policy that mitigates concentration risk. In addition to the securities and fair values listed above, the Fund also has \$8,550,601 invested in equities. At year-end, the Fund does not have any investments over 5 percent of net plan position available for retirement (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	45.0%	1.3%
Large Cap Domestic Equities	38.5%	6.5%
Small Cap Domestic Equities	11.0%	8.4%
International Equity	5.5%	6.3%
Cash and Cash Equivalents	0.0%	0.0%

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in January 2019 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of December 31, 2018 are listed in the table above.

Rate of Return

For the year ended December 31, 2018, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 4.18%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 4,350,400	-	-	4,350,400
Depreciable Capital Assets				
Land Improvements	4,949,947	298,566	-	5,248,513
Buildings	4,713,411	8,930	-	4,722,341
Equipment and Vehicles	8,224,934	172,152	67,731	8,329,355
Infrastructure	53,557,218	4,658,859	-	58,216,077
	<u>71,445,510</u>	<u>5,138,507</u>	<u>67,731</u>	<u>76,516,286</u>
Less Accumulated Depreciation				
Land Improvements	1,621,052	82,499	-	1,703,551
Buildings	2,652,400	104,742	-	2,757,142
Equipment and Vehicles	5,928,295	328,091	67,731	6,188,655
Infrastructure	28,186,763	892,620	-	29,079,383
	<u>38,388,510</u>	<u>1,407,952</u>	<u>67,731</u>	<u>39,728,731</u>
Total Net Depreciable Capital Assets	<u>33,057,000</u>	<u>3,730,555</u>	<u>-</u>	<u>36,787,555</u>
Total Net Capital Assets	<u>37,407,400</u>	<u>3,730,555</u>	<u>-</u>	<u>41,137,955</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 108,685
Public Safety	249,226
Highways and Streets	1,017,232
Culture and Recreation	<u>32,809</u>
	<u><u>1,407,952</u></u>

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 54,000	-	-	54,000
Depreciable Capital Assets				
Water System	16,710,097	-	-	16,710,097
Reservoir	1,875,580	-	-	1,875,580
Sewer System	17,898,331	969,041	-	18,867,372
Equipment and Vehicles	1,081,900	-	-	1,081,900
	<u>37,565,908</u>	<u>969,041</u>	<u>-</u>	<u>38,534,949</u>
Less Accumulated Depreciation				
Water System	7,744,426	224,142	-	7,968,568
Reservoir	980,169	17,908	-	998,077
Sewer System	4,752,125	328,655	-	5,080,780
Equipment and Vehicles	862,660	31,320	-	893,980
	<u>14,339,380</u>	<u>602,025</u>	<u>-</u>	<u>14,941,405</u>
Total Other Capital Assets	<u>23,226,528</u>	<u>367,016</u>	<u>-</u>	<u>23,593,544</u>
Total Capital Assets	<u>23,280,528</u>	<u>367,016</u>	<u>-</u>	<u>23,647,544</u>

Depreciation expense was charged to business-type activities as follows:

Water and Sewer \$ 602,025

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Balances

Interfund balances are advances in anticipation of receipts. The composition of interfund balances as of the date of this report, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Water and Sewer	\$ 1,127,633
Nonmajor Governmental	General	<u>280,000</u>
		<u><u>1,407,633</u></u>

Interfund Transfers

Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
General	Nonmajor Governmental	\$ 600,000 (1)
Debt Service	General	430,000 (2)
Debt Service	Water and Sewer	<u>860,000 (2)</u>
		<u><u>1,890,000</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due.

PROPERTY TAXES

Property taxes for 2017 attach as an enforceable lien on January 1, 2018, 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 are payable in two installments, on or about March 1 and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 3% of the tax levy, to reflect actual collection experience.

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

SHORT-TERM DEBT

The Village issues a line of credit to due to ensure the ability to pay expenses in the event property taxes or State of Illinois tax reimbursements are delayed. The line of credit is a direct obligation and pledge the full faith and credit of the Village. The schedule below details the changes in short-term debt for the year-ended December 31, 2018:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$1,636,000 Line of Credit Payable, dated July 23, 2018 - Due when drawn upon at current interest rates.	General	\$ -	1,636,000	1,036,000	600,000

LONG-TERM DEBT

General Obligation Bonds

The Village issues general obligation and alternate revenue bonds to provide funds for the acquisition and construction of major capital facilities. General obligation and alternate revenue bonds are direct obligations and pledge the full faith and credit of the Village. General obligation and alternate revenue bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bonds of 2000A (Alternate Revenue Source) - Due in annual installments of \$7,869 to \$29,277 plus interest at 5.95% through December 1, 2019.	Debt Service	\$ 56,910	-	27,633	29,277
General Obligation Refunding Bonds of 2009 (Alternate Revenue Source) - Due in annual installments of \$55,000 to \$230,000 plus interest at 2.00% to 3.60% through December 1, 2019.	Water and Sewer	455,000	-	225,000	230,000
General Obligation Refunding Bonds of 2013 (Alternate Revenue Source) - Due in annual installments of \$425,000 to \$510,000 plus interest at 2.00% to 3.40% through December 1, 2022.	Debt Service	2,315,000	-	500,000	1,815,000

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2015A (Alternate Revenue Source) - Due in annual installments of \$180,000 to \$230,000 plus interest at 2.00% to 4.00% through December 1, 2026.	Water and Sewer	\$ 1,855,000	-	190,000	1,665,000
General Obligation Refunding Bonds of 2015B (Alternate Revenue Source) - Due in annual installments of \$235,000 to \$350,000 plus interest at 2.00% to 4.00% through December 1, 2026.	Debt Service	2,670,000	-	255,000	2,415,000
General Obligation Bonds of 2016 - Due in annual installments of \$780,000 to \$985,000 plus interest at 2.00% through December 1, 2026.	Debt Service	8,220,000	-	855,000	7,365,000
General Obligation Bonds of 2018 - Due in annual installments of \$585,000 to \$855,000 plus interest at 4.00% to 5.00% through December 1, 2028.	Debt Service	-	7,000,000	-	7,000,000
		<u>15,571,910</u>	<u>7,000,000</u>	<u>2,052,633</u>	<u>20,519,277</u>

Installment Contracts

The Village has established installment contracts payable as follows:

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$800,000 Installment Contract Payable, dated June 1, 2016 - Due in annual installments of \$266,567 to \$266,834, plus interest at 2.25% through June 1, 2019.	Debt Service	\$ 533,433	-	266,599	266,834

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts – Continued

Issue	Fund Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
\$250,000 Installment Contract Payable, dated December 12, 2017 - Due in annual installments of \$82,179 to \$84,493, plus interest at 2.75% through December 1, 2020.	Debt Service	\$ 250,000	-	82,179	167,821
		783,433	-	348,778	434,655

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Restated Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 1,572,414	88,797	177,594	1,483,617	296,723
Net Pension Liability - IMRF	(746,373)	2,337,149	-	1,590,776	-
Net Pension Liability - Police	19,136,104	962,309	-	20,098,413	-
Net Pension Liability - Firefighters'	9,584,528	210,088	-	9,794,616	-
Total OPEB Liability - RBP	5,522,821	-	337,629	5,185,192	-
General Obligation Bonds	13,261,910	7,000,000	1,637,633	18,624,277	2,244,277
Unamortized Debt Premium	-	762,286	-	762,286	76,229
Installment Contracts	783,433	-	348,778	434,655	350,162
	<u>49,114,837</u>	<u>11,360,629</u>	<u>2,501,634</u>	<u>57,973,832</u>	<u>2,967,391</u>
Business-Type Activities					
Compensated Absences	84,080	4,974	2,487	86,567	17,313
Net Pension Liability - IMRF	(176,691)	713,910	-	537,219	-
Total OPEB Liability - RBP	243,361	-	14,877	228,484	-
General Obligation Bonds	2,310,000	-	415,000	1,895,000	420,000
	<u>2,460,750</u>	<u>718,884</u>	<u>432,364</u>	<u>2,747,270</u>	<u>437,313</u>

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity – Continued

Payments on the net pension liabilities/(assets), the total OPEB liability and the compensated absences for governmental activities are liquidated by the General Fund. The Debt Service Fund and Water and Sewer Fund make payments on the general obligation bonds. Payments on the installment contracts are made by the Debt Service Fund. The net pension liabilities/(assets), the total OPEB liability, and the compensated absences for business-type activities are liquidated by the Water and Sewer Fund.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities				Business-Type Activities	
	General Obligation Bonds		Installment Contracts		General Obligation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 2,244,277	602,917	350,162	7,714	420,000	57,183
2020	2,170,000	538,799	84,493	2,362	190,000	44,152
2021	2,230,000	477,899	-	-	200,000	39,402
2022	2,295,000	414,472	-	-	210,000	34,402
2023	1,900,000	347,967	-	-	215,000	29,152
2024	1,965,000	288,190	-	-	210,000	23,670
2025	2,040,000	225,650	-	-	220,000	18,000
2026	2,110,000	155,950	-	-	230,000	9,200
2027	815,000	83,500	-	-	-	-
2028	855,000	42,750	-	-	-	-
Totals	18,624,277	3,178,094	434,655	10,076	1,895,000	255,161

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Non-Commitment Debt – Special Assessment Debt

Special assessment bonds were fully paid off at year end and nothing was considered outstanding. These bonds are not an obligation of the government and are secured by the levy of special assessments on the real property within the special assessment area. The government is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the assessments, and forwarding the collections to bondholders.

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

Assessed Valuation - 2017*	<u>\$ 408,699,522</u>
Bonded Debt Limit - 8.625% of Assessed Value	35,250,334
Amount of Debt Applicable to Limit	<u>14,799,655</u>
Legal Debt Margin	<u>20,450,679</u>

*2018 Currently Not Available

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE/NET POSITION

Net Position Classifications

Net investment in capital assets was comprised on the following as of December 31, 2018:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 41,137,955
Plus Unspent Bond Proceeds:	3,272,593
Less Capital Related Debt:	
General Obligation Bonds of 2000A (Alternate Revenue Source)	(29,277)
General Obligation Refunding Bonds of 2013 (Alternate Revenue Source)	(1,815,000)
General Obligation Refunding Bonds of 2015B (Alternate Revenue Source)	(2,415,000)
General Obligation Bonds of 2016	(7,365,000)
General Obligation Bonds of 2018 - Net	(7,762,286)
Installment Contract of 2016	(266,834)
Installment Contract of 2017	<u>(167,821)</u>
Net Investment in Capital Assets	<u>24,589,330</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	23,647,544
Less Capital Related Debt:	
General Obligation Refunding Bonds of 2009 (Alternate Revenue Source)	(230,000)
General Obligation Refunding Bonds of 2015A (Alternate Revenue Source)	<u>(1,665,000)</u>
Net Investment in Capital Assets	<u>21,752,544</u>

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE/NET POSITION – Continued

Fund Balance Classifications

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Debt Service	Capital Projects Infrastructure Project	Nonmajor	Totals
Fund Balances					
Nonspendable					
Land Held for Resale	\$ -	-	-	421,188	421,188
Prepays	669,720	-	-	-	669,720
Inventories	-	-	-	369,412	369,412
	<u>669,720</u>	<u>-</u>	<u>-</u>	<u>790,600</u>	<u>1,460,320</u>
Restricted					
Police Seizures	138,412	-	-	-	138,412
Asset Forfeiture	22,886	-	-	-	22,886
Property Tax Levies	-	-	-	261,461	261,461
Motor Fuel Tax	-	-	-	765,374	765,374
Hotel/Motel Tax	-	-	-	100,307	100,307
Foreign Fire Tax	-	-	-	26,900	26,900
Debt Service	-	8,801	-	-	8,801
	<u>161,298</u>	<u>8,801</u>	<u>-</u>	<u>1,154,042</u>	<u>1,324,141</u>
Committed					
Financial Reserve to Mitigate the Effects of Unanticipated Expenditures and Revenue Shortfalls	1,740,286	-	-	-	1,740,286
Assigned					
Capital Projects	-	-	3,351,458	20,606	3,372,064
Unassigned	<u>(800,315)</u>	<u>-</u>	<u>-</u>	<u>(27,457)</u>	<u>(827,772)</u>
Total Fund Balances	<u>1,770,989</u>	<u>8,801</u>	<u>3,351,458</u>	<u>1,937,791</u>	<u>7,069,039</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE/NET POSITON – Continued

Fund Balance Classifications – Continued

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Villages' highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. It is the goal of the Village to achieve and thereafter maintain a General Fund reserve balance equal to 25% of its annual expenditures. It is the interim policy of the Village to fund the General Fund reserve balance in upcoming budget cycles in such amounts as deemed prudent under then-existing economic conditions towards a goal of achieving a General Fund reserve balance equal to 25% of its annual expenditures within the next five fiscal years.

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE/NET POSITON – Continued

Net Position Restatement

Beginning net position was restated due to implementation of GASB Statement No. 75. The following is a summary of the fund balance as originally reported and as restated:

Net Position	As Reported	As Restated	Increase/ (Decrease)
Governmental Activities	\$ (3,214,066)	(7,727,317)	(4,513,251)
Business-Type Activities	21,172,564	20,929,202	(243,362)
Water & Sewerage	20,890,275	20,679,059	(211,216)
Garbage	282,289	250,143	(32,146)

NOTE 4 – OTHER INFORMATION

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; natural disasters; and injuries to the Village’s employees. These risks are provided for through insurance from private insurance companies. The Village currently reports all its risk management activities in the General Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

Intergovernmental Risk Management Agency (IRMA)

The Village also participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers’ compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village’s payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about that level.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Intergovernmental Risk Management Agency (IRMA) – Continued

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

JOINT VENTURE

West Central Consolidated Communications (WC3)

The Village participates in the West Central Consolidated Communications (WC3) which consists of the Villages of Brookfield, McCook, North Riverside, and Riverside. WC3 is a consolidated emergency services dispatching system, with revenues derived primarily from service charges. The WC3 Board consists of one representative from each participating member. The annual operating budget must be unanimously approved by all the members of the Board of Directors. Each member is responsible for a pro-rata share of WC3's operating budget and expenses based on a cost-sharing formula established by the members and approved annually by a vote of the Board of Directors.

Separate financial statements are available for WC3 by contacting West Central Consolidated Communications at 2359 N. DesPlaines Avenue, North Riverside, IL 60546. Summary financial information for WC3 as of and for the year ended December 31, 2018 is as follows:

Total Assets	\$ 2,415,646	Total Revenues	2,368,946
Total Deferred Outflows of Resources	<u>372,920</u>	Total Expenses	<u>1,551,510</u>
Total Assets/Deferred Outflows of Resources	<u>2,788,566</u>	Operating Income	817,436
Total Liabilities	812,533	Nonoperating Revenues	817
Total Fund Balance	<u>1,976,033</u>	Capital Grants/Contributions	<u>1,157,780</u>
Total Liabilities and Fund Balance	<u>2,788,566</u>	Change in Net Position	1,976,033
		Net Position - Beginning	<u>-</u>
		Net Position - Ending	<u>1,976,033</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

CONTINGENT LIABILITIES

Deferred Compensation Plan

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan are held in trust on behalf of the employees. Accordingly, the assets are not reported in these financial statements.

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

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 which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and, the Firefighters' Pension Plan, which is also a single-employer pension plan. Separate reports are not issued for the Police and Firefighters' Pension Plans. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained on-line at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

The aggregate amount of pension expense recognized for the three pension plans is:

IMRF		
Village	\$	109,072
Library		10,049
Police Pension		2,113,397
Firefighters' Pension		1,415,025
		<u>3,647,543</u>

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees (other than those covered by the Police and Firefighters' Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. 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.

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

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

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

Plan Membership. As of December 31, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	98
Inactive Plan Members Entitled to but not yet Receiving Benefits	51
Active Plan Members	<u>46</u>
Total	<u><u>195</u></u>

A detailed breakdown of IMRF membership for inactive members for the Village and Library is unavailable. The above numbers include all inactive members.

Contributions. As set by statute, the Village’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2018, the Village’s contribution was 18.53% of covered payroll.

Net Pension Liability. The Village’s net pension liability was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.39% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

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 tables 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.

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

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.00%
Domestic Equities	37.00%	6.85%
International Equities	18.00%	6.75%
Real Estate	9.00%	5.75%
Blended	7.00%	2.65% - 7.35%
Cash and Cash Equivalents	1.00%	2.25%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the prior valuation was 7.50%. 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 Library contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

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 pension liability/(asset) of the Village calculated using the discount rate as well as what the Village’s net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)			
Village	\$ 4,906,670	2,127,995	(157,242)
Library	492,511	213,599	(15,783)
Totals	5,399,181	2,341,594	(173,025)

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Village	Library	Totals
Total Pension Liability			
Service Cost	\$ 251,659	25,260	276,919
Interest	1,562,482	157,806	1,720,288
Differences Between Expected and Actual Experience	444,737	44,641	489,378
Change of Assumptions	614,132	61,644	675,776
Benefit Payments, Including Refunds of Member Contributions	(1,278,132)	(128,294)	(1,406,426)
Net Change in Total Pension Liability	1,594,878	161,057	1,755,935
Total Pension Liability - Beginning	19,554,574	3,947,349	23,501,923
Total Pension Liability - Ending	<u>21,149,452</u>	<u>4,108,406</u>	<u>25,257,858</u>
Plan Fiduciary Net Position			
Contributions - Employer	553,001	55,508	608,509
Contributions - Members	137,471	13,799	151,270
Net Investment Income	(1,339,209)	(134,424)	(1,473,633)
Benefit Payments, Including Refunds of Member Contributions	(1,278,132)	(128,294)	(1,406,426)
Other (Net Transfer)	470,688	47,246	517,934
Net Change in Plan Fiduciary Net Position	(1,456,181)	(146,165)	(1,602,346)
Plan Net Position - Beginning	20,477,638	4,040,972	24,518,610
Plan Net Position - Ending	<u>19,021,457</u>	<u>3,894,807</u>	<u>22,916,264</u>
Employer's Net Pension Liability	<u>2,127,995</u>	<u>213,599</u>	<u>2,341,594</u>

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2018, the Village recognized pension expense of \$109,072, the Library recognized pension expense of \$10,049, and in total pension expense is \$119,121. At December 31, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Village		Library		Totals
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	
Difference Between Expected and Actual Experience	\$ 255,318	(87,378)	25,628	(8,771)	184,797
Change in Assumptions	352,566	(226,029)	35,389	(22,688)	139,238
Net Difference Between Projected and Actual	1,418,572	-	142,390	-	1,560,962
Total Deferred Amounts Related to IMRF	<u>2,026,456</u>	<u>(313,407)</u>	<u>203,407</u>	<u>(31,459)</u>	<u>1,884,997</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources		
	Village	Library	Totals
2019	\$ 602,593	60,486	663,079
2020	341,232	34,251	375,483
2021	168,029	16,864	184,893
2022	601,195	60,347	661,542
2023	-	-	-
Thereafter	-	-	-
Totals	<u>1,713,049</u>	<u>171,948</u>	<u>1,884,997</u>

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At December 31, 2018, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	24
Inactive Plan Members Entitled to but not yet Receiving Benefits	0
Active Plan Members	<u>29</u>
Total	<u><u>53</u></u>

Benefits Provided. The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2018, the Village's contribution was 66.32% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	3.49% - 13.17%
Cost of Living Adjustments	2.50%
Inflation	2.50%

Mortality rates were based on the independent actuary assumption study for police 2016. These rates are experience weighted with raw rates as developed in the RP-2014 study, with blue collar adjustment and improved generationally using MP-2016 improvement rates.

Discount Rate

The discount rate used to measure the total pension liability was 7.00% and the prior valuation used a discount rate of 6.75%. 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 Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate as well as what the Village’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity – Continued

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 25,684,667	20,098,413	15,574,971

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2017	\$ 37,388,913	18,252,809	19,136,104
Changes for the Year:			
Service Cost	703,770	-	703,770
Interest on the Total Pension Liability	2,464,214	-	2,464,214
Difference Between Expected and Actual Experience of the Total Pension Liability	420,927	-	420,927
Changes of Assumptions	(1,285,618)	-	(1,285,618)
Contributions - Employer	-	1,840,703	(1,840,703)
Contributions - Employees	-	390,824	(390,824)
Net Investment Income	-	(857,068)	857,068
Benefit Payments, including Refunds of Employee Contributions	(1,764,021)	(1,764,021)	-
Administrative Expense	-	(33,475)	33,475
Net Changes	539,272	(423,037)	962,309
Balances at December 31, 2018	37,928,185	17,829,772	20,098,413

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2018, the Village recognized pension expense of \$2,113,397. At December 31, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 409,114	(696,937)	(287,823)
Change in Assumptions	1,091,597	(1,624,761)	(533,164)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,287,483	-	1,287,483
Total Deferred Amounts Related to Police Pension	<u>2,788,194</u>	<u>(2,321,698)</u>	<u>466,496</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2019	\$ 549,471
2020	315,213
2021	61,790
2022	110,381
2023	(310,374)
Thereafter	<u>(259,985)</u>
Total	<u>466,496</u>

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan

Plan Descriptions – Continued

Plan Administration. The Firefighters’ Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At December 31, 2018, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	23
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>24</u>
Total	<u><u>50</u></u>

Benefits Provided. The following is a summary of the Firefighters’ Pension Plan as provided for in Illinois State Statutes.

The Firefighters’ Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters' Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended December 31, 2018, the Village's contribution was 47.72% of covered payroll.

Concentrations. At year end, the Pension Plan does not have any investments over 5 percent of net plan position available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	6.75%
Salary Increases	3.48% - 13.13%
Cost of Living Adjustments	2.50%
Inflation	2.50%

Mortality rates were based on the independent actuary assumption study for firefighters 2016. These rates are experience weighted with raw rates as developed in the RP-2014 study, with blue collar adjustment and improved generationally using MP-2016 improvement rates.

Discount Rate

The discount rate used to measure the total pension liability was 6.75%, the same as the prior valuation. 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 Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate as well as what the Village’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 13,745,293	9,794,616	6,600,182

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2017	\$ 26,634,083	17,049,555	9,584,528
Changes for the Year:			
Service Cost	564,709	-	564,709
Interest on the Total Pension Liability	1,760,597	-	1,760,597
Difference Between Expected and Actual Experience of the Total Pension Liability	(681,408)	-	(681,408)
Changes of Assumptions	(908,725)	-	(908,725)
Contributions - Employer	-	1,069,843	(1,069,843)
Contributions - Employees	-	211,960	(211,960)
Net Investment Income	-	(717,434)	717,434
Benefit Payments, including Refunds of Employee Contributions	(1,102,290)	(1,102,290)	-
Administrative Expense	-	(39,284)	39,284
Net Changes	(367,117)	(577,205)	210,088
Balances at December 31, 2018	26,266,966	16,472,350	9,794,616

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2018, the Village recognized pension expense of \$1,415,025. At December 31, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	(881,959)	(881,959)
Change in Assumptions	679,067	(783,900)	(104,833)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,186,715	-	1,186,715
Total Deferred Amounts Related to Firefighters' Pension	<u>1,865,782</u>	<u>(1,665,859)</u>	<u>199,923</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2019	\$ 417,968
2020	148,245
2021	(12,891)
2022	157,254
2023	(228,108)
Thereafter	<u>(282,545)</u>
Total	<u>199,923</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The Village’s defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides healthcare, dental and vision for retirees and their dependents. The retiree pays 100% of the cost of coverage for dental and vision. For all IMRF, police and fire retirees, the retiree is responsible for the full cost of coverage. For PSEBA retirees, the benefit terms provide for payment of 100% percent of health insurance premiums for non-Medicare-eligible retirees. Coverage for all retirees becomes secondary once Medicare eligible.

Plan Membership. As of December 31, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	22
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>80</u>
Totals	<u><u>102</u></u>

Total OPEB Liability

The Village’s total OPEB liability was measured as of December 31, 2018, and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

VILLAGE OF BROOKFIELD, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Inflation	3.25%
Salary Increases	3.25%
Discount Rate	4.10%
Healthcare Cost Trend Rates	7.00% for 2018, decreasing to an ultimate rate of 5.00% for 2026 and later years
Retirees' Share of Benefit-Related Costs	100% of the Blended Cost of Coverage

The discount rate was based on The Bond Buyer 20-Bond Go Index.

Mortality rates were based on the independent actuary assumption study for Police and Firefighters 2016 and the IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012).

Change in the Total OPEB Liability

Balance at December 31, 2017	<u>\$ 5,766,182</u>
Changes for the Year:	
Service Cost	178,943
Interest on the Total Pension Liability	195,635
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	(568,840)
Benefit Payments	<u>(158,244)</u>
Net Changes	<u>(352,506)</u>
Balance at December 31, 2018	<u><u>5,413,676</u></u>

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, calculated using a Single Discount Rate of 4.10%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.10%)	Current Discount Rate (4.10%)	1% Increase (5.10%)
Total OPEB Liability	\$ 6,312,071	5,413,676	4,699,224

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 4,529,431	5,413,676	6,555,865

VILLAGE OF BROOKFIELD, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

For the year ended December 31, 2018, the Village recognized an OPEB expense of \$315,262. At December 31, 2018, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	-	-
Change in Assumptions	-	(509,524)	(509,524)
Net Difference Between Projected and Actual	-	-	-
Total Deferred Amounts Related to OPEB	-	(509,524)	(509,524)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2019	\$ (59,316)
2020	(59,316)
2021	(59,316)
2022	(59,316)
2023	(59,316)
Thereafter	(212,944)
Totals	(509,524)

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund

- Schedule of Changes in the Employer's Net Pension Liability
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund

- Schedule of Investment Returns
 - Police Pension Fund
 - Firefighters' Pension Fund

- Schedule of Changes in the Employer's Total OPEB Liability
 - Retiree Benefits Plan

- Budgetary Comparison Schedule
 - General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF BROOKFIELD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

December 31, 2018

Fiscal Year		Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	Totals	\$ 319,081	\$ 319,081	\$ -	\$ 3,165,490	10.08%
2016	Totals	569,955	569,955	-	3,205,595	17.78%
2017	Totals	570,743	571,684	941	3,176,089	18.00%
2018	Village	542,808	553,001	10,193	2,984,102	18.53%
	Library	54,485	55,508	1,023	299,532	18.53%
	Totals	597,293	608,509	11,216	3,283,634	18.53%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 Years
Asset Valuation Method	5-Year Smoothed Market; 20% Corridor
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012).

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF BROOKFIELD, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
December 31, 2018**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 1,233,623	\$ 1,247,056	\$ 13,433	\$ 2,499,877	49.88%
2015	1,276,919	1,413,762	136,843	2,611,849	54.13%
2016	1,541,307	1,591,846	50,539	2,758,344	57.71%
2017	1,835,960	1,751,761	(84,199)	2,847,990	61.51%
2018	1,970,669	1,840,703	(129,966)	2,775,612	66.32%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	17 Years
Asset Valuation Method	Market Value
Inflation	2.50%
Salary Increases	3.49% - 13.17%
Investment Rate of Return	6.75%
Retirement Age	See the Notes to the Financial Statements
Mortality	Independent Actuary 2016 Illinois Police Mortality Rates

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF BROOKFIELD, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
December 31, 2018**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 769,407	\$ 777,356	\$ 7,949	\$ 2,094,676	37.11%
2015	869,170	864,042	(5,128)	2,086,761	41.41%
2016	869,170	941,093	71,923	2,240,092	42.01%
2017	1,072,303	1,022,479	(49,824)	2,312,895	44.21%
2018	1,139,888	1,069,843	(70,045)	2,241,777	47.72%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	17 Years
Asset Valuation Method	Market Value
Inflation	2.50%
Salary Increases	3.48% - 13.13%
Investment Rate of Return	6.75%
Retirement Age	50-70
Mortality	Independent actuary 2016 Illinois Firefighters Mortality Rates

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF BROOKFIELD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability December 31, 2018

	<u>2015</u> <u>Totals</u>
Total Pension Liability	
Service Cost	\$ 332,156
Interest	1,660,215
Differences Between Expected and Actual Experience	(105,886)
Change of Assumptions	28,095
Benefit Payments, Including	
Refunds of Member Contributions	<u>(1,213,683)</u>
Net Change in Total Pension Liability	700,897
Total Pension Liability - Beginning	<u>22,576,964</u>
Total Pension Liability - Ending	<u><u>23,277,861</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 319,081
Contributions - Members	162,486
Net Investment Income	104,416
Benefit Payments, Including Refunds of Member Contributions	(1,213,683)
Other (Net Transfer)	<u>(235)</u>
Net Change in Plan Fiduciary Net Position	(627,935)
Plan Net Position - Beginning	<u>21,249,320</u>
Plan Net Position - Ending	<u><u>20,621,385</u></u>
Employer's Net Pension Liability	<u><u>\$ 2,656,476</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.59%
Covered Payroll	\$ 3,165,490
Employer's Net Pension Liability as a Percentage of Covered Payroll	83.92%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

2016	2017	2018		
Totals	Totals	Village	Library	Totals
350,342	348,333	251,659	25,260	276,919
1,708,794	1,744,692	1,562,482	157,806	1,720,288
(281,647)	(283,851)	444,737	44,641	489,378
(28,172)	(734,255)	614,132	61,644	675,776
(1,277,382)	(1,322,792)	(1,278,132)	(128,294)	(1,406,426)
471,935	(247,873)	1,594,878	161,057	1,755,935
23,277,861	23,749,796	19,554,574	3,947,349	23,501,923
23,749,796	23,501,923	21,149,452	4,108,406	25,257,858
569,955	571,684	553,001	55,508	608,509
144,251	143,356	137,471	13,799	151,270
1,399,933	3,964,093	(1,339,209)	(134,424)	(1,473,633)
(1,277,382)	(1,322,792)	(1,278,132)	(128,294)	(1,406,426)
143,657	(439,530)	470,688	47,246	517,934
980,414	2,916,811	(1,456,181)	(146,165)	(1,602,346)
20,621,385	21,601,799	20,477,638	4,040,972	24,518,610
21,601,799	24,518,610	19,021,457	3,894,807	22,916,264
2,147,997	(1,016,687)	2,127,995	213,599	2,341,594
90.96%	104.33%	89.94%	94.80%	90.73%
3,205,595	3,176,089	2,984,102	299,532	3,283,634
67.01%	(32.01%)	71.31%	71.31%	71.31%

VILLAGE OF BROOKFIELD, ILLINOIS

Police Pension Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability December 31, 2018

	<u>2014</u>
Total Pension Liability	
Service Cost	\$ 604,069
Interest	1,972,743
Differences Between Expected and Actual Experience	442,616
Change of Assumptions	2,144,751
Benefit Payments, Including	
Refunds of Member Contributions	<u>(1,858,808)</u>
Net Change in Total Pension Liability	3,305,371
Total Pension Liability - Beginning	<u>29,111,451</u>
Total Pension Liability - Ending	<u><u>32,416,822</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 1,247,056
Contributions - Members	254,046
Net Investment Income	666,722
Benefit Payments, Including Refunds of Member Contributions	(1,858,808)
Administrative Expense	<u>(19,047)</u>
Net Change in Plan Fiduciary Net Position	289,969
Plan Net Position - Beginning	<u>14,534,254</u>
Plan Net Position - Ending	<u><u>14,824,223</u></u>
Employer's Net Pension Liability	<u><u>\$ 17,592,599</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	45.73%
Covered Payroll	\$ 2,499,877
Employer's Net Pension Liability as a Percentage of Covered Payroll	703.74%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

2015	2016	2017	2018
671,938	667,731	712,803	703,770
2,208,798	2,387,726	2,367,921	2,464,214
(264,745)	(930,530)	55,705	420,927
2,869,013	(787,561)	-	(1,285,618)
(1,725,125)	(1,605,964)	(1,655,619)	(1,764,021)
3,759,879	(268,598)	1,480,810	539,272
32,416,822	36,176,701	35,908,103	37,388,913
36,176,701	35,908,103	37,388,913	37,928,185
1,413,762	1,591,846	1,751,761	1,840,703
273,003	276,134	289,360	390,824
(136,110)	823,129	2,233,153	(857,068)
(1,725,125)	(1,605,964)	(1,655,619)	(1,764,021)
(33,457)	(32,746)	(34,541)	(33,475)
(207,927)	1,052,399	2,584,114	(423,037)
14,824,223	14,616,296	15,668,695	18,252,809
14,616,296	15,668,695	18,252,809	17,829,772
21,560,405	20,239,408	19,136,104	20,098,413
40.40%	43.64%	48.82%	47.01%
2,611,849	2,758,344	2,847,990	2,775,612
825.48%	733.75%	671.92%	724.11%

VILLAGE OF BROOKFIELD, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
December 31, 2018**

	<u>2014</u>
Total Pension Liability	
Service Cost	\$ 551,384
Interest	1,328,409
Differences Between Expected and Actual Experience	368,693
Change of Assumptions	790,552
Benefit Payments, Including	
Refunds of Member Contributions	<u>(857,274)</u>
Net Change in Total Pension Liability	2,181,764
Total Pension Liability - Beginning	<u>19,405,915</u>
Total Pension Liability - Ending	<u><u>21,587,679</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 777,356
Contributions - Members	203,195
Net Investment Income	807,300
Benefit Payments, Including Refunds of Member Contributions	(857,274)
Administrative Expense	<u>(35,942)</u>
Net Change in Plan Fiduciary Net Position	894,635
Plan Net Position - Beginning	<u>12,676,317</u>
Plan Net Position - Ending	<u><u>13,570,952</u></u>
Employer's Net Pension Liability	<u><u>\$ 8,016,727</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.86%
Covered Payroll	\$ 2,094,676
Employer's Net Pension Liability as a Percentage of Covered Payroll	382.72%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

2015	2016	2017	2018
562,252	525,312	560,771	564,709
1,480,455	1,601,224	1,686,685	1,760,597
(444,979)	(177,095)	(93,234)	(681,408)
1,866,440	278,139	-	(908,725)
(876,632)	(906,764)	(1,016,170)	(1,102,290)
2,587,536	1,320,816	1,138,052	(367,117)
21,587,679	24,175,215	25,496,031	26,634,083
24,175,215	25,496,031	26,634,083	26,266,966
864,043	941,093	1,022,479	1,069,843
242,773	214,304	209,877	211,960
212,570	825,672	1,869,457	(717,434)
(876,632)	(906,764)	(1,016,170)	(1,102,290)
(33,889)	(47,094)	(43,116)	(39,284)
408,865	1,027,211	2,042,527	(577,205)
13,570,952	13,979,817	15,007,028	17,049,555
13,979,817	15,007,028	17,049,555	16,472,350
10,195,398	10,489,003	9,584,528	9,794,616
57.83%	58.86%	64.01%	62.71%
2,086,761	2,240,092	2,312,895	2,241,777
488.58%	468.24%	414.40%	436.91%

VILLAGE OF BROOKFIELD, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
December 31, 2018**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	4.60%
2015	(0.88%)
2016	5.51%
2017	13.90%
2018	4.93%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF BROOKFIELD, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Schedule of Investment Returns

December 31, 2018

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2014	7.15%
2015	1.32%
2016	5.84%
2017	12.30%
2018	4.18%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

VILLAGE OF BROOKFIELD, ILLINOIS

Retiree Benefits Plan

**Required Supplementary Information
Schedule of Changes in the Employer's Total OPEB Liability
December 31, 2018**

	<u>12/31/18</u>
Total OPEB Liability	
Service Cost	\$ 178,943
Interest	195,635
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions or Other Inputs	(568,840)
Benefit Payments	<u>(158,244)</u>
Net Change in Total OPEB Liability	(352,506)
Total OPEB Liability - Beginning	<u>5,766,182</u>
Total OPEB Liability - Ending	<u><u>5,413,676</u></u>
Covered Payroll	\$ 8,550,133
Total OPEB Liability as a Percentage of Covered Payroll	63.32%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Benefit Terms. There was no change in the retirees' share of health insurance premiums.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the trend rate each period. The following are the trend rates used in each period:

<u>Fiscal Year</u>	<u>Medical</u>
2019	7.00%
2020	6.50%
2021	6.50%
2022	6.00%
2023	6.00%
2024	5.50%
2025	5.50%
2026	5.00%
2027	5.00%
Ultimate	5.00%

In 2018, there was no change in the healthcare trend rates from the prior year.

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 9,171,853	9,171,853	8,863,165
Licenses and Permits	1,427,101	1,427,101	1,326,353
Intergovernmental	5,489,000	5,489,000	4,996,178
Charges for Services	636,000	636,000	710,925
Fines and Forfeitures	383,100	383,100	474,387
Interest Income	6,500	6,500	12,524
Miscellaneous	172,000	172,000	383,116
Total Revenues	<u>17,285,554</u>	<u>17,285,554</u>	<u>16,766,648</u>
Expenditures			
Current			
General Government	3,957,480	4,253,480	4,273,154
Public Safety	11,745,878	12,025,878	11,977,302
Highways and Streets	781,150	781,150	616,658
Culture and Recreation	403,101	403,101	341,309
Capital Outlay	675,000	675,000	492,135
Debt Service			
Interest and Fiscal Charges	-	-	1,933
Total Expenditures	<u>17,562,609</u>	<u>18,138,609</u>	<u>17,702,491</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(277,055)</u>	<u>(853,055)</u>	<u>(935,843)</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	-	-	3,900
Transfers In	600,000	1,200,000	600,000
Transfers Out	(322,412)	(1,047,412)	(430,000)
	<u>277,588</u>	<u>152,588</u>	<u>173,900</u>
Net Change in Fund Balance	<u>533</u>	<u>(700,467)</u>	(761,943)
Fund Balance - Beginning			<u>2,532,932</u>
Fund Balance - Ending			<u>1,770,989</u>

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Enterprise Funds
- Combining Statements – Pension Trust Funds
- Budgetary Comparison Schedules – Pension Trust Funds
- Schedule of Changes in Assets and Liabilities – Agency Fund

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund, a nonmajor fund, accounts for state shared motor fuel tax revenues that are legally restricted to maintenance and construction of streets, sidewalks, alleys and traffic signals.

Ogden Avenue TIF Fund

The Ogden Avenue TIF Fund, a nonmajor fund, accounts for the incremental tax revenues and expenditures for approved projects of the Ogden Avenue TIF District.

Hotel/Motel Tax Fund

The Hotel/Motel Tax Fund, a non-major fund, accounts for proceeds from a 5% tax levied upon room occupancies of hotels located in Brookfield. Revenues from this tax are restricted in use to promote tourism in the Village.

Congress Park TIF Fund

The Congress Park TIF Fund, a nonmajor fund, accounts for the incremental tax revenues and expenditures for approved projects of the Congress Park TIF District.

8 Corners TIF Fund

The 8 Corners TIF Fund, a nonmajor fund, accounts for the incremental tax revenues and expenditures for approved projects of the 8 Corners TIF District.

Foreign Fire Insurance Fund

The Foreign Fire Insurance Fund, a nonmajor fund, accounts for the revenues derived from the Foreign Fire Insurance Tax and disbursement of these funds for the benefit, use and maintenance related to the Fire Department.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

DEBT SERVICE FUND

The Debt Service Fund, a major fund, accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUND

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

Infrastructure Project Fund

The Infrastructure Project Fund, a major fund, is used to account for the purchase and construction of various public capital improvement projects including public infrastructure rehabilitation and replacement. Projects are typically sourced through a combination of long-term debt, special purpose grants and non-recurring transfers.

Equipment Replacement Fund

The Equipment Replacement Fund, a nonmajor fund, is used to account for the accumulation of resources for the programmed replacement of high-cost, long-lived items of equipment.

Parks Project Fund

The Parks Project Fund, a nonmajor fund, is used to account for the purchase of land, property development and construction of park facilities throughout the Village.

ENTERPRISE FUNDS

The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose. The Village's enterprise funds are both major funds.

Water and Sewer Fund

The Water and Sewer Fund, a major fund, is used to account for the operations of the Village's water distribution system and its storm and sanitary sewer systems. The Village does not operate its own water pumping or sewage treatment facilities and instead relies upon other governmental bodies to provide these services.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

ENTERPRISE FUNDS – Continued

Garbage Fund

The Garbage Fund, a major fund, is used to account for the activities of residential solid waste and yard waste disposal and consumer product recycling.

TRUST AND AGENCY FUNDS

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the fire department at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

AGENCY FUNDS

Special Assessments Fund

The Special Assessments Fund is used to account for the collection and payment of special assessments for which the Village acts as the paying agent.

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Taxes			
Property Tax - Corporate Levies	\$ 8,391,853	8,391,853	8,094,535
Property Tax - Twp Road and Bridge	30,000	30,000	31,890
Utility Tax - Electric	480,000	480,000	476,684
Utility Tax - Natural Gas	270,000	270,000	260,056
	<u>9,171,853</u>	<u>9,171,853</u>	<u>8,863,165</u>
Licenses and Permits			
License - Solicitors	1,000	1,000	1,585
License - Contractors and Related Trades	40,000	40,000	56,185
License - Video Gaming Machine	2,000	2,000	25
License - Other Businesses	32,000	32,000	31,752
License - Alcoholic Liquor Class 1	5,500	5,500	5,400
License - Alcoholic Liquor Class 2	20,000	20,000	19,040
License - Alcoholic Liquor Class 3	12,000	12,000	17,163
License - Alcoholic Liquor Class 4	1,100	1,100	1,050
License - Alcoholic Liquor Class 5	2,000	2,000	1,680
License - Alcoholic Liquor Class 6	2,000	2,000	600
License - Alcoholic Liquor Class 7 and 7A	4,000	4,000	4,000
License - Alcoholic Liquor Class 13	3,000	3,000	600
License - Alcoholic Liquor Class S	2,500	2,500	4,525
License - Passenger Car	525,000	525,000	542,019
License - Liquor Class 10	-	-	1,600
License - Class 11	-	-	2,500
License - Class 12 BYOB	-	-	1,000
Permit - Building	380,000	380,000	277,081
Permit - Other Building	-	-	50
Permit - Commuter Parking	60,000	60,000	66,510
Permit - Dumpster	15,000	15,000	11,550
Permit - Picnic	5,000	5,000	6,320
Permit - RB Parking	1	1	1
Franchise Fee - Cable TV	315,000	315,000	274,117
	<u>1,427,101</u>	<u>1,427,101</u>	<u>1,326,353</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Intergovernmental			
Income Tax	\$ 1,900,000	1,900,000	1,817,448
Local Use Tax	500,000	500,000	557,488
Sales Tax	1,480,000	1,480,000	1,546,103
Personal Property Replacement Tax	50,000	50,000	64,358
Telecommunications Tax	390,000	390,000	324,622
Water Utility Tax	265,000	265,000	267,203
E-911 Local Telephone Surcharge	200,000	200,000	-
Other State Shared Taxes	-	-	2,229
Video Gaming Tax	156,000	156,000	158,290
Township Grants	20,000	20,000	28,084
Other Grants	528,000	528,000	227,218
State Grants	-	-	3,135
	<u>5,489,000</u>	<u>5,489,000</u>	<u>4,996,178</u>
Charges for Services			
Ambulance and EMS Fee	450,000	450,000	481,902
Police / Fire Program Registration Fee	1,000	1,000	1,212
Daily Parking Fees	40,000	40,000	51,204
Inspection Fee	7,000	7,000	14,482
Police / Fire Report Fee	1,000	1,000	2,085
Police Special Detail Fee	1,000	1,000	-
50/50 Tree Replacement Sales	-	-	8,060
Program Fees - Tots Prep 3's Rec House	6,000	6,000	4,372
Program Fees - Tots Prep 3's Water Twr	5,500	5,500	4,891
Program Fees - Tots Prep 4's Rec House	10,000	10,000	11,822
Program Fees - Tots Prep 4's Water Twr	10,000	10,000	8,767
Program Fees - Youth Art	2,000	2,000	1,625
Program Fees - Camp 3's and 4's Rec House	1,000	1,000	2,270
Program Fees - Camp 5's and 6's Rec House	10,000	10,000	11,168
Program Fees - Kamp Kiwanis	40,000	40,000	46,442
Program Fees - Men's Basketball	2,000	2,000	2,021
Program Fees - Volleyball	2,000	2,000	3,022

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Charges for Services - Continued			
Program Fees - La Grange Park	\$ 11,500	11,500	11,764
Program Fees - Contract	22,000	22,000	15,900
Event Sponsorship Sales	10,000	10,000	16,950
Program Fees - Other Recreation	4,000	4,000	2,669
Impound Fee	-	-	160
Rental Fee	-	-	8,137
	<u>636,000</u>	<u>636,000</u>	<u>710,925</u>
Fines and Forfeitures			
NSF Check Charge	100	100	175
Circuit Court Fines	35,000	35,000	26,998
Parking Ticket Fines	265,000	265,000	310,927
Police Forfeiture Income	8,000	8,000	58,135
Administrative Tow Fees	30,000	30,000	17,500
Building Code Violation Fines	45,000	45,000	60,652
	<u>383,100</u>	<u>383,100</u>	<u>474,387</u>
Interest			
Investment Income	6,500	6,500	12,524
Miscellaneous			
Antenna Site Lease	44,000	44,000	46,073
Expense Reimbursement	10,000	10,000	576
Insurance Reimbursement	50,000	50,000	149,285
Workers Compensation Reimbursement	-	-	54,739
Gas Tax Reimbursement	3,000	3,000	2,496
Donations	-	-	78,831
Other	65,000	65,000	51,116
	<u>172,000</u>	<u>172,000</u>	<u>383,116</u>
Total Revenues	<u><u>17,285,554</u></u>	<u><u>17,285,554</u></u>	<u><u>16,766,648</u></u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government			
President and Village Board	\$ 76,928	76,928	72,786
Conservation Commission	6,615	6,615	7,025
Fire and Police Commission	18,080	18,080	16,840
Plan Commission	-	-	733
Recreation Board	700	700	-
Special Events Committee	4,200	4,200	2,333
Village Manager/General Admin. Services	626,977	672,977	656,500
Legal Services	338,000	463,000	480,823
Finance Department	569,031	694,031	699,380
Information Services Department	323,000	323,000	320,328
Public Works Administrative	1,601,349	1,601,349	1,646,300
Building Maintenance	71,800	71,800	89,630
Commuter Rail Station Maintenance	56,800	56,800	66,368
Vehicle Maintenance	264,000	264,000	214,108
	<u>3,957,480</u>	<u>4,253,480</u>	<u>4,273,154</u>
Public Safety			
Building and Code Enforcement	688,211	688,211	642,760
Police Forfeiture Program	10,000	10,000	10,733
E-911 Program	400,000	680,000	685,688
Police Department	6,211,843	6,211,843	6,256,754
Fire Department	4,435,824	4,435,824	4,381,367
	<u>11,745,878</u>	<u>12,025,878</u>	<u>11,977,302</u>
Highways and Streets			
Forestry	226,650	226,650	227,242
Street Maintenance	554,500	554,500	389,416
	<u>781,150</u>	<u>781,150</u>	<u>616,658</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Culture and Recreation			
Park Maintenance	\$ 21,400	21,400	19,152
Parks and Recreation - Administrative	288,401	288,401	239,074
Youth Recreation Programs	1,500	1,500	599
Summer Camp Program	14,500	14,500	11,229
Co-Operative Recreation Programs	12,000	12,000	9,671
Contract Recreation Programs	30,000	30,000	19,334
Community Events	21,700	21,700	32,235
Fourth of July Event	13,600	13,600	10,015
	<u>403,101</u>	<u>403,101</u>	<u>341,309</u>
Capital Outlay	<u>675,000</u>	<u>675,000</u>	<u>492,135</u>
Debt Service			
Interest and Fiscal Charges	<u>-</u>	<u>-</u>	<u>1,933</u>
Total Expenditures	<u>17,562,609</u>	<u>18,138,609</u>	<u>17,702,491</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government			
President and Village Board			
Personal Services			
Salary - Elected and Appointed Officials	\$ 47,829	47,829	47,829
Employer FICA/Medicare	3,659	3,659	3,659
Employer IMRF	1,740	1,740	1,884
Contractual Services			
Advertising and Legal Publications	-	-	56
Intergovernmental Fees and Dues	18,400	18,400	18,006
Printing and Copying Services	3,500	3,500	-
Professional Associations	100	100	-
Commodities			
Postage	-	-	82
Stationery	100	100	-
Other Materials and Supplies	300	300	447
Travel			
Conference and Meeting Registration	1,000	1,000	755
Meals	300	300	68
	<u>76,928</u>	<u>76,928</u>	<u>72,786</u>
Conservation Commission			
Contractual Services			
Advertising and Legal Publishing	400	400	-
Intergovernmental Fees and Dues	15	15	-
Purchased Program Services	6,000	6,000	6,850
Commodities			
Landscaping and Planting Supplies	100	100	-
Program Supplies	100	100	175
	<u>6,615</u>	<u>6,615</u>	<u>7,025</u>
Fire and Police Commission			
Contractual Services			
Medical	-	-	2,600
Other Professional Services	15,000	15,000	14,240

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government - Continued			
Fire and Police Commission - Continued			
Contractual Services - Continued			
Training	\$ 500	500	-
Commodities			
Books and Publications	2,000	2,000	-
Concessions and Food	500	500	-
Program Supplies	30	30	-
Other Materials and Supplies	50	50	-
	<u>18,080</u>	<u>18,080</u>	<u>16,840</u>
Plan Commission			
Contractual Services			
Other Contractual	-	-	733
Recreation Board			
Commodities			
Program Supplies	100	100	-
Other Materials and Supplies	100	100	-
Travel			
Conference and Meeting Registration	500	500	-
	<u>700</u>	<u>700</u>	<u>-</u>
Beautification Commission			
Contractual Services			
Advertising and Legal Publishing	400	400	-
Forestry and Landscaping Services	500	500	-
Printing and Copying Services	300	300	-
Commodities			
Landscaping and Planting Supplies	-	-	195
Program Supplies	3,000	3,000	2,138
	<u>4,200</u>	<u>4,200</u>	<u>2,333</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government - Continued			
Village Manager/General Administrative Services			
Personal Services			
Wages - Full Time Salaried	\$ 293,163	293,163	309,409
Wages - Full Time Hourly	39,279	39,279	56,719
Wages - Part Time Hourly	10,300	10,300	2,382
Wages - Overtime 1.5X	-	-	2,394
Employer FICA/Medicare	26,498	26,498	26,204
Employer IMRF	59,839	59,839	80,208
Insurance - Group Life and AD&D	699	699	522
Insurance - Group Medical	53,966	53,966	26,201
Insurance - Group Dental	3,832	3,832	2,792
Insurance - Unemployment Comp	1,000	1,000	780
Contractual Services			
Medical	1,500	1,500	2,349
Other Professional Services	4,000	30,000	30,476
R & M - Data Processing Equipment	20,000	20,000	21,707
Advertising and Legal Publishing	500	500	390
Intergovernmental Fees and Dues	15,000	15,000	-
Ordinance Codification	8,000	8,000	6,587
Printing and Copying Services	22,000	22,000	28,107
Professional Associations	4,000	4,000	2,922
Purchased Program Services	1	20,001	19,414
Training	700	700	477
Books and Publications	1,000	1,000	99
Commodities			
Computer Supplies	-	-	351
Concessions and Food	5,000	5,000	4,314
Copier Supplies	3,000	3,000	1,474
Office Supplies	3,500	3,500	5,003
Postage	16,000	16,000	19,628
Program Supplies	1,000	1,000	1,558
Stationery	2,000	2,000	1,222

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government - Continued			
Village Manager/General Administrative Services - Continued			
Travel			
Conference and Meeting Registration	\$ 2,000	2,000	635
Local Mileage, Parking and Tolls	200	200	-
Lodging	1,500	1,500	541
Meals	500	500	612
Purchased Transportation	2,000	2,000	-
Contingency			
Contingencies	25,000	25,000	1,023
	<u>626,977</u>	<u>672,977</u>	<u>656,500</u>
Legal Services			
Contractual Services			
Legal - Prosecution and Adjudication	38,500	38,500	29,616
Legal - Litigation	49,500	49,500	91,073
Legal - Review	250,000	375,000	360,134
	<u>338,000</u>	<u>463,000</u>	<u>480,823</u>
Finance Department			
Personal Services			
Wages - Full Time Salaried	142,058	142,058	147,617
Wages - Full Time Hourly	-	-	417
Wages - Overtime 1.5X	2,000	2,000	33
Employer FICA/Medicare	12,533	12,533	10,636
Employer IMRF	26,204	26,204	1,756
Insurance - Group Life and AD&D	208	208	357
Insurance - Group Medical	27,965	27,965	51,172
Insurance - Group Dental	1,313	1,313	3,436
Insurance - Unemployment Comp	400	400	196
Other Benefits	-	-	(4,194)

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government - Continued			
Finance Department - Continued			
Contractual Services			
Audit	\$ 28,140	28,140	27,000
Consulting	10,000	10,000	12,925
Medical	100	100	-
Other Professional Services	1,000	1,000	-
Advertising and Legal Publishing	1,700	1,700	3,114
Bank Charges	5,000	5,000	22,086
Liability Insurance	300,000	425,000	417,000
Printing and Copying Services	150	150	-
Professional Associations	1,500	1,500	1,321
Purchased Program Services	1,000	1,000	62
Training	500	500	130
Other Contractual	500	500	435
R & M - Office Equipment	-	-	64
Commodities			
Books and Publications	100	100	119
Office Supplies	2,000	2,000	1,603
Postage	150	150	29
Other Materials and Supplies	100	100	185
Travel			
Conference and Meeting Registration	1,400	1,400	760
Local Mileage, Parking and Tolls	400	400	160
Lodging	2,000	2,000	647
Meals	110	110	12
Purchased Transportation	500	500	302
	<u>569,031</u>	<u>694,031</u>	<u>699,380</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government - Continued			
Information Services Department			
Contractual Services			
Consulting	\$ -	-	(2,571)
Data Processing	40,000	40,000	80,316
Other Professional Services	-	-	652
R & M - Data Processing Equipment	45,000	45,000	46,074
ISP's and Data Services	12,000	12,000	15,645
Purchased Program Services	60,000	60,000	43,514
Telephone - Local, LD, Wireless, Pager	165,000	165,000	105,461
Commodities			
Computer Supplies	1,000	1,000	31,237
	<u>323,000</u>	<u>323,000</u>	<u>320,328</u>
Public Works Administrative			
Personal Services			
Wages - Full Time Salaried	64,447	64,447	50,015
Wages - Full Time Hourly	845,398	845,398	842,333
Wages - Seasonal Hourly	19,950	19,950	31,676
Wages - Overtime 1.5X	39,631	39,631	73,375
Employer FICA/Medicare	74,161	74,161	71,027
Employer IMRF	241,000	241,000	192,623
Insurance - Group Life and AD&D	1,574	1,574	1,506
Insurance - Group Medical	220,093	220,093	270,736
Insurance - Group Dental	12,995	12,995	15,197
Insurance - Unemployment Comp	-	-	1,551
Contractual Services			
Engineering	10,000	10,000	1,312
Medical	4,200	4,200	5,581
Other Professional Services	2,000	2,000	2,266
R & M - Vehicles	-	-	3,981
R & M - Office Equipment	4,000	4,000	1,865
R & M - Other Equipment	-	-	523
Advertising and Legal Publishing	500	500	658
Contract Labor	-	-	21,980
Janitorial	10,000	10,000	12,329
Laundry Services	20,000	20,000	21,696

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government - Continued			
Public Works Administrative - Continued			
Contractual Services - Continued			
Printing and Copying Services	\$ 500	500	488
Professional Associations	500	500	1,509
Purchased Program Services	-	-	48
Training	4,000	4,000	2,801
Other Contractual	1,000	1,000	7,774
Commodities			
Concessions and Food	-	-	1,510
Copier Supplies	-	-	58
Office Supplies	1,000	1,000	1,535
Postage	300	300	54
Program Supplies	10,000	10,000	2,016
Protective Clothing and Equipment	10,000	10,000	4,382
Uniforms	-	-	38
Travel			
Conference and Meeting Registration	1,000	1,000	65
Local Mileage, Parking and Tolls	400	400	448
Lodging	2,000	2,000	1,094
Meals	500	500	250
Purchased Transportation	200	200	-
	<u>1,601,349</u>	<u>1,601,349</u>	<u>1,646,300</u>
Building Maintenance			
Contractual Services			
R & M - Buildings	60,000	60,000	73,641
R & M - Other Equipment	2,000	2,000	3,271
Janitorial	-	-	40
Advertising	-	-	308
Commodities			
Landscaping and Planting Supplies	-	-	225
Program Supplies	6,000	6,000	3,960
Small Tools	-	-	3,606
Utilities - Village Buildings	3,800	3,800	4,104
Service and Repair Parts	-	-	475
	<u>71,800</u>	<u>71,800</u>	<u>89,630</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
General Government - Continued			
Commuter Rail Station Maintenance			
Contractual Services			
Other Professional Services	\$ 50,000	50,000	59,928
Printing and Copying Services	2,600	2,600	2,414
Other Contractual	4,200	4,200	3,412
Commodities			
Program Supplies	-	-	614
	<u>56,800</u>	<u>56,800</u>	<u>66,368</u>
Vehicle Maintenance			
Contractual Services			
R & M - Public Works Equipment	8,000	8,000	1,821
R & M - Vehicles	5,000	5,000	235
R & M - Other Equipment	10,000	10,000	8,783
Contract Labor	50,000	50,000	39,615
Purchased Program Services	4,000	4,000	5,767
Training	1,000	1,000	100
Commodities			
Fuel	75,000	75,000	52,450
Lubricants and Fluids	12,500	12,500	3,585
Program Supplies	6,000	6,000	5,122
Protective Clothing and Equipment	1,000	1,000	1,009
Service and Repair Parts	90,000	90,000	93,721
Small Tools	1,000	1,000	1,900
Uniforms	500	500	-
	<u>264,000</u>	<u>264,000</u>	<u>214,108</u>
Total General Government	<u>3,957,480</u>	<u>4,253,480</u>	<u>4,273,154</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Public Safety			
Building and Code Enforcement			
Personal Services			
Wages - Full Time Salaried	\$ 164,800	164,800	139,372
Wages - Full Time Hourly	177,549	177,549	166,554
Wages - Part Time Hourly	53,421	53,421	51,089
Wages - Overtime 1.5X	16,000	16,000	17,150
Employer FICA/Medicare	31,840	31,840	27,511
Employer IMRF	65,992	65,992	72,261
Insurance - Group Life and AD&D	512	512	438
Insurance - Group Medical	80,000	80,000	66,233
Insurance - Group Dental	4,000	4,000	2,879
Insurance - Unemployment Comp	800	800	659
Tuition	-	-	4,107
Contractual Services			
Engineering	10,000	10,000	15,322
Medical	50	50	-
Other Professional Services	31,000	31,000	45,137
Advertising and Legal Publication	2,000	2,000	3,809
Printing and Copying Services	1,500	1,500	265
Professional Associations	1,997	1,997	2,714
Purchased Program Services	30,000	30,000	16,392
Training	5,490	5,490	1,025
Other Contractual	250	250	549
Commodities			
Books and Publications	300	300	58
Office Supplies	1,500	1,500	1,598
Postage	300	300	-
Program Supplies	1,500	1,500	2,893
Stationery	500	500	538
Travel			
Conference and Meeting Registration	4,290	4,290	660
Local Mileage, Parking and Tolls	350	350	305
Lodging	825	825	1,087
Meals	625	625	1,655
Purchased Transportation	820	820	500
	<u>688,211</u>	<u>688,211</u>	<u>642,760</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Forfeiture Program			
Contractual Services			
Purchased Program Services	\$ 10,000	10,000	-
Training	-	-	3,515
R & M - Communications Equipment	-	-	7,218
	<u>10,000</u>	<u>10,000</u>	<u>10,733</u>
E-911 Program			
Personal Services			
Wages - Full Time Hourly	-	-	118,442
Employer FICA/Medicare	-	-	8,752
Employer IMRF	-	-	34,920
Insurance - Group Life and AD&D	-	-	94
Insurance - Group Medical	-	-	22,702
Insurance - Group Dental	-	-	1,024
Insurance - Unemployment Comp	-	-	249
Contractual Services			
Purchased Program Services	400,000	680,000	499,505
	<u>400,000</u>	<u>680,000</u>	<u>685,688</u>
Police Department			
Personal Services			
Wages - Full Time Salaried	475,078	475,078	480,444
Wages - Full Time Hourly	2,547,248	2,547,248	2,495,469
Wages - Part Time Hourly	140,618	140,618	150,568
Wages - Overtime 1.5X	220,000	220,000	289,682
Pension - Regular	1,970,669	1,970,669	1,840,703
Other Compensation	-	-	4,516
Employer FICA/Medicare	57,934	57,934	60,853
Employer Police/Fire Pension	19,652	19,652	17,039
Insurance - Group Life and AD&D	2,788	2,788	2,900
Insurance - Group Medical	555,000	555,000	663,161
Insurance - Group Dental	29,056	29,056	40,797

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Personal Services - Continued			
Insurance - Supplemental Vision	\$ 3,500	3,500	3,868
Insurance - Unemployment Comp	4,000	4,000	4,271
Contractual Services			
Medical	1,500	1,500	2,287
Other Professional Services	500	500	5,749
R & M - Communications Equipment	45,000	45,000	56,438
R & M - Police Equipment	5,000	5,000	6,720
R & M - Office Equipment	7,000	7,000	7,842
R & M - Vehicles	15,000	15,000	10,948
R & M - Other Equipment	500	500	1,144
Intergovernmental Fees and Dues	8,500	8,500	6,390
Laundry Services	500	500	441
Printing and Copying Services	5,000	5,000	2,962
Professional Associations	1,000	1,000	1,195
Purchased Program Services	27,500	27,500	36,215
Training	15,000	15,000	13,229
Commodities			
Ammunition and Range Supplies	10,000	10,000	9,645
Awards	500	500	150
Books and Publications	1,000	1,000	959
Concessions and Food	1,500	1,500	1,345
Fuel	500	500	1,016
Office Supplies	5,000	5,000	3,979
Police Supplies	5,000	5,000	7,263
Postage	-	-	10
Program Supplies	100	100	176
Uniforms	15,000	15,000	17,636
Other Materials and Supplies	5,000	5,000	4,922

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Travel			
Conference and Meeting Registration	\$ 2,000	2,000	(755)
Local Mileage, Parking and Tolls	700	700	26
Lodging	2,500	2,500	1,689
Meals	4,000	4,000	2,636
Purchased Transportation	1,500	1,500	226
	<u>6,211,843</u>	<u>6,211,843</u>	<u>6,256,754</u>
Fire Department			
Personal Services			
Wages - Full Time Salaried	121,345	121,345	183,868
Wages - Full Time Hourly	2,257,183	2,257,183	2,180,994
Wages - Overtime 1.5X	245,725	245,725	265,264
Tuition Reimbursement	1	1	-
Pension - Regular	1,139,888	1,139,888	1,069,843
Employer FICA/Medicare	38,052	38,052	34,934
Insurance - Group Life and AD&D	1,897	1,897	1,804
Insurance - Group Medical	462,174	462,174	460,103
Insurance - Group Dental	22,959	22,959	27,132
Insurance - Unemployment Comp	-	-	2,470
Other Benefits	24,000	24,000	26,429
Contractual Services			
Medical	10,000	10,000	9,699
R & M - Buildings	12,000	12,000	14,057
R & M - Communications Equipment	4,500	4,500	3,028
R & M - Fire and EMS Equipment	10,000	10,000	9,763
R & M - Office Equipment	5,000	5,000	2,976
R & M - Vehicles	500	500	250
R & M - Other Equipment	5,000	5,000	5,654

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Contractual Services - Continued			
Billing and Collection Service	\$ 5,000	5,000	6,822
Equipment Rental	100	100	-
Intergovernmental Fees and Dues	10,000	10,000	8,025
Janitorial	5,000	5,000	5,187
Professional Associations	700	700	240
Purchased Program Services	-	-	13,869
Training	500	500	903
Commodities			
Books and Publications	300	300	132
Computer Supplies	1,000	1,000	3,296
Concessions and Food	1,000	1,000	251
Copier Supplies	250	250	-
EMS Supplies	13,000	13,000	12,709
Firefighting Supplies	1,500	1,500	1,349
Office Supplies	500	500	1,015
Postage	50	50	103
Program Supplies	5,000	5,000	3,574
Service and Repair Parts	500	500	192
Small Tools	300	300	232
Training Supplies	500	500	-
Uniforms	25,000	25,000	22,749
Other Materials and Supplies	300	300	64
Printing and Copying Services	-	-	403
Travel			
Conference and Meeting Registration	1,500	1,500	625
Local Mileage, Parking and Tolls	500	500	-
Lodging	2,000	2,000	469
Meals	1,000	1,000	890
Purchased Transportation	100	100	-
	<u>4,435,824</u>	<u>4,435,824</u>	<u>4,381,367</u>
 Total Public Safety	 <u>11,745,878</u>	 <u>12,025,878</u>	 <u>11,977,302</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Highways and Streets			
Forestry			
Contractual Services			
Forestry and Landscaping Services	\$ 165,000	165,000	181,393
Professional Associations	650	650	1,020
Training	1,000	1,000	265
R & M - Public Works Equipment	-	-	1,244
Commodities			
Landscaping Supplies	50,000	50,000	33,385
Program Supplies	3,000	3,000	5,748
Protective Clothing and Equipment	1,000	1,000	678
Service and Repair Parts	3,000	3,000	1,525
Small Tools	3,000	3,000	1,984
	<u>226,650</u>	<u>226,650</u>	<u>227,242</u>
Street Maintenance			
Contractual Services			
R & M - Public Works Equipment	-	-	18
R & M - Streets and Alleys	100,000	100,000	1,912
R & M - Other Equipment	1,500	1,500	120
Equipment Rental	1,000	1,000	-
Purchased Program Services	35,000	35,000	36,236
Street Light and Traffic Signals	60,000	60,000	59,620
Training	2,000	2,000	25
Commodities			
Landscaping Supplies	3,500	3,500	-
Postage	-	-	4,119
Protective Clothing and Equipment	1,000	1,000	175
Service and Repair Parts	3,000	3,000	886
Small Tools	2,500	2,500	192
Street Materials - Aggregate	5,000	5,000	19,008
Street Materials - Bituminum	20,000	20,000	-

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Street Maintenance -Continued			
Commodities - Continued			
Street Materials - Salt and Sand	\$ 90,000	90,000	53,281
Street Materials - Signs and Barricades	30,000	30,000	6,610
Street Materials - Other	5,000	5,000	217
Utilities - Public Way	195,000	195,000	206,812
Lodging	-	-	185
	<u>554,500</u>	<u>554,500</u>	<u>389,416</u>
Total Highways and Streets	<u>781,150</u>	<u>781,150</u>	<u>616,658</u>
Culture and Recreation			
Parks Maintenance			
Contractual Services			
R & M - Buildings	2,500	2,500	608
R & M - Recreation Equipment	5,000	5,000	8,870
Equipment Rental	1,000	1,000	-
Forestry and Landscaping Services	3,000	3,000	4,619
Janitorial	4,000	4,000	2,108
Purchased Program Services	1,000	1,000	-
Commodities			
Program Supplies	3,000	3,000	2,665
Service and Repair Parts	1,500	1,500	23
Small Tools	400	400	259
	<u>21,400</u>	<u>21,400</u>	<u>19,152</u>
Parks and Recreation - Administrative			
Personal Services			
Wages - Full Time Hourly	71,406	71,406	56,408
Wages - Seasonal Hourly	85,191	85,191	89,404
Employer FICA/Medicare	11,980	11,980	10,971
Employer IMRF	21,233	21,233	10,894
Insurance - Group Life and AD&D	100	100	117
Insurance - Group Medical	15,058	15,058	29,199
Insurance - Group Dental	753	753	1,494
Insurance - Unemployment Comp	500	500	789

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Parks and Recreation - Administrative - Continued			
Contractual Services			
Medical	\$ 900	900	1,301
Other Professional Services	400	400	537
R & M - Office Equipment	5,000	5,000	4,003
R & M - Recreation Equipment	500	500	500
Advertising and Legal Publishing	300	300	260
Bank Service Charges	150	150	81
Printing and Copying Services	2,500	2,500	3,099
Professional Associations	1,000	1,000	684
Purchased Program Services	65,000	65,000	28,938
Training	300	300	-
Other Contractual	2,000	2,000	135
Commodities			
Concessions and Food	100	100	48
Office Supplies	100	100	175
Postage	2,500	2,500	-
Program Supplies	700	700	(293)
Uniforms	100	100	-
Travel			
Conference and Meeting Registration	500	500	290
Local Mileage, Parking and Tolls	50	50	-
Meals	40	40	40
Purchased Transportation	40	40	-
	<u>288,401</u>	<u>288,401</u>	<u>239,074</u>
Youth Recreation Programs			
Commodities			
Program Supplies	<u>1,500</u>	<u>1,500</u>	<u>599</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Summer Camp Program			
Contractual Services			
Purchased Program Services	\$ 12,000	12,000	8,982
Commodities			
Concessions and Food	-	-	287
Program Supplies	2,500	2,500	1,960
	<u>14,500</u>	<u>14,500</u>	<u>11,229</u>
Co-Operative Recreation Programs			
Contractual Services			
Purchased Program Services	12,000	12,000	9,671
Contract Recreation Programs			
Contractual Services			
Contract Labor	25,000	25,000	19,334
Facility Rental	5,000	5,000	-
	<u>30,000</u>	<u>30,000</u>	<u>19,334</u>
Community Events			
Contractual Services			
Advertising and Legal Publishing	1,000	1,000	1,472
Equipment Rental	3,000	3,000	108
Purchased Program Services	15,000	15,000	17,300
Commodities			
Concessions and Food	200	200	278
Program Supplies	2,500	2,500	4,716
Brookfield 125	-	-	8,361
	<u>21,700</u>	<u>21,700</u>	<u>32,235</u>

VILLAGE OF BROOKFIELD, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Fourth of July Event			
Contractual Services			
Equipment Rental	\$ 1,000	1,000	562
Purchased Program Services	12,000	12,000	8,920
Commodities			
Awards	500	500	533
Program Supplies	100	100	-
	<u>13,600</u>	<u>13,600</u>	<u>10,015</u>
Total Culture and Recreation	<u>403,101</u>	<u>403,101</u>	<u>341,309</u>
Capital Outlay			
Information Services Department			
Equipment - Data Processing	-	-	20,719
Equipment - Other	-	-	9,350
Building Maintenance			
Building Acquisition/Construction/Improvement	-	-	8,639
Commuter Rail Station Maintenance			
Building Acquisition/Construction/Improvement	630,000	630,000	261,959
Vehicle Maintenance			
Equipment - Other	-	-	53,281
Police Department			
Building Acquisition/Construction/Improvement	45,000	45,000	10,515
Equipment - K-9 Project	-	-	78,461
Equipment - Other	-	-	9,988
Equipment - Public Safety	-	-	19,666
Fire Department			
Equipment - Public Safety	-	-	19,557
Total Capital Outlay	<u>675,000</u>	<u>675,000</u>	<u>492,135</u>
Debt Service			
Interest and Fiscal Charges	-	-	1,933
Total Expenditures	<u>17,562,609</u>	<u>18,138,609</u>	<u>17,702,491</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,055,419	1,055,419	1,078,482
Interest Income	300	300	4,300
Total Revenues	<u>1,055,719</u>	<u>1,055,719</u>	<u>1,082,782</u>
Expenditures			
Debt Service			
Principal Retirement	1,986,411	1,986,411	1,986,411
Interest	330,866	415,870	415,937
Fiscal Charges	2,000	2,000	1,705
Total Expenditures	<u>2,319,277</u>	<u>2,404,281</u>	<u>2,404,053</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,263,558)	(1,348,562)	(1,321,271)
Other Financing Sources			
Transfers In	<u>1,182,412</u>	<u>2,367,412</u>	<u>1,290,000</u>
Net Change in Fund Balance	<u>(81,146)</u>	<u>1,018,850</u>	(31,271)
Fund Balance - Beginning			<u>40,072</u>
Fund Balance - Ending			<u>8,801</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Debt Service Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Debt Service			
Principal Retirement			
Series 2000A G.O. Bonds	\$ 27,633	27,633	27,633
Series 2013 G.O. Refunding Bonds	500,000	500,000	500,000
Series 2015B G.O. Refunding Bonds	255,000	255,000	255,000
2016 Fire Truck/Generator	266,599	266,599	266,599
Series 2016 G.O. Bonds	855,000	855,000	855,000
2017 Ambulance	82,179	82,179	82,179
	<u>1,986,411</u>	<u>1,986,411</u>	<u>1,986,411</u>
Interest			
Series 2000A G.O. Bonds	3,386	3,386	3,386
Series 2013 G.O. Refunding Bonds	69,382	69,382	69,382
Series 2015B G.O. Refunding Bonds	77,818	77,818	77,818
2016 Fire Truck/Generator	9,120	9,120	9,186
Series 2016 G.O. Bonds	164,400	164,400	164,400
Series 2018 G.O. Bonds	-	85,004	85,005
2017 Ambulance	6,760	6,760	6,760
	<u>330,866</u>	<u>415,870</u>	<u>415,937</u>
Fiscal Charges	<u>2,000</u>	<u>2,000</u>	<u>1,705</u>
Total Expenditures	<u>2,319,277</u>	<u>2,404,281</u>	<u>2,404,053</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Infrastructure Project - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Grants	\$ 200,000	200,000	325,955
Interest Income	5,000	5,000	51,262
Miscellaneous	20,000	20,000	181,397
Total Revenues	<u>225,000</u>	<u>225,000</u>	<u>558,614</u>
Expenditures			
Highways and Streets			
Contractual Services			
Engineering and Architectural	1,250,000	1,550,000	992,914
Other Professional Services	-	164,506	164,506
Advertising and Legal Publications	5,000	5,000	994
Capital Outlay			
Sidewalk Construction	55,000	55,000	86,737
Street System Construction/Improvements	4,000,000	5,000,000	4,658,859
Total Expenditures	<u>5,310,000</u>	<u>6,774,506</u>	<u>5,904,010</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,085,000)</u>	<u>(6,549,506)</u>	<u>(5,345,396)</u>
Other Financing Sources			
Debt Issuance	7,000,000	7,000,000	7,000,000
Premium on Debt Issuance	-	-	762,286
Transfers In	250,000	500,000	-
	<u>7,250,000</u>	<u>7,500,000</u>	<u>7,762,286</u>
Net Change in Fund Balance	<u>2,165,000</u>	<u>950,494</u>	2,416,890
Fund Balance - Beginning			<u>934,568</u>
Fund Balance - Ending			<u><u>3,351,458</u></u>

VILLAGE OF BROOKFIELD, ILLINOIS

Nonmajor Governmental Funds

**Combining Balance Sheet
December 31, 2018**

	Motor Fuel Tax	Hotel/Motel Tax	Special Ogden Ave TIF
ASSETS			
Cash and Investments	\$ 444,154	100,307	47,151
Due from Other Governments	41,220	-	-
Due from Other Funds	280,000	-	-
Land Held for Resale	-	-	136,188
Prepays/Inventories	-	-	87,745
Total Assets	765,374	100,307	271,084
LIABILITIES			
Accounts Payable	-	-	-
FUND BALANCES			
Nonspendable	-	-	223,933
Restricted	765,374	100,307	47,151
Assigned	-	-	-
Unassigned	-	-	-
Total Fund Balances	765,374	100,307	271,084
Total Liabilities and Fund Balances	765,374	100,307	271,084

Revenue			Capital Projects		Totals
Congress Park TIF	8 Corners TIF	Foreign Fire Insurance	Equipment Replacement	Parks Project	
(27,457)	223,604	26,900	11,391	9,215	835,265
-	-	-	-	-	41,220
-	-	-	-	-	280,000
285,000	-	-	-	-	421,188
281,667	-	-	-	-	369,412
<u>539,210</u>	<u>223,604</u>	<u>26,900</u>	<u>11,391</u>	<u>9,215</u>	<u>1,947,085</u>
-	9,294	-	-	-	9,294
566,667	-	-	-	-	790,600
-	214,310	26,900	-	-	1,154,042
-	-	-	11,391	9,215	20,606
(27,457)	-	-	-	-	(27,457)
<u>539,210</u>	<u>214,310</u>	<u>26,900</u>	<u>11,391</u>	<u>9,215</u>	<u>1,937,791</u>
<u>539,210</u>	<u>223,604</u>	<u>26,900</u>	<u>11,391</u>	<u>9,215</u>	<u>1,947,085</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Nonmajor Governmental Funds

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended December 31, 2018**

	Motor Fuel Tax	Hotel/Motel Tax	Special Ogden Ave TIF
Revenues			
Taxes	\$ -	15,650	49,341
Interest Income	-	-	-
Intergovernmental	485,755	-	-
Total Revenues	485,755	15,650	49,341
Expenditures			
Public Safety	-	-	-
Highways and Streets	953	7,148	4,856
Total Expenditures	953	7,148	4,856
Excess (Deficiency) of Revenues Over (Under) Expenditures	484,802	8,502	44,485
Other Financing Sources (Uses) Transfers Out	(600,000)	-	-
Net Change in Fund Balances	(115,198)	8,502	44,485
Fund Balances - Beginning	880,572	91,805	226,599
Fund Balances - Ending	765,374	100,307	271,084

Revenue			Capital Projects		Totals
Congress Park TIF	8 Corners TIF	Foreign Fire Insurance	Equipment Replacement	Parks Project	
-	205,573	-	-	-	270,564
-	136	-	-	-	136
-	-	24,044	-	-	509,799
-	205,709	24,044	-	-	780,499
-	-	20,174	-	-	20,174
22,790	13,755	-	-	-	49,502
22,790	13,755	20,174	-	-	69,676
(22,790)	191,954	3,870	-	-	710,823
-	-	-	-	-	(600,000)
(22,790)	191,954	3,870	-	-	110,823
562,000	22,356	23,030	11,391	9,215	1,826,968
539,210	214,310	26,900	11,391	9,215	1,937,791

VILLAGE OF BROOKFIELD, ILLINOIS

Motor Fuel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Motor Fuel Allotment	\$ 500,000	500,000	485,755
Expenditures			
Highways and Streets			
Contractual Services			
Other Contractual	250	250	953
Excess (Deficiency) of Revenues Over (Under) Expenditures	499,750	499,750	484,802
Other Financing (Uses)			
Transfers Out	(850,000)	(1,700,000)	(600,000)
Net Change in Fund Balance	<u>(350,250)</u>	<u>(1,200,250)</u>	(115,198)
Fund Balance - Beginning			<u>880,572</u>
Fund Balance - Ending			<u><u>765,374</u></u>

VILLAGE OF BROOKFIELD, ILLINOIS

Hotel/Motel Tax - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Hotel/Motel Tax	\$ 20,000	20,000	15,650
Expenditures			
Highways and Streets			
Contractual Services			
Advertising & Legal Publication	10,000	10,000	6,896
Printing & Copying Services	1,500	1,500	252
Total Expenditures	11,500	11,500	7,148
Net Change in Fund Balance	8,500	8,500	8,502
Fund Balance - Beginning			91,805
Fund Balance - Ending			100,307

VILLAGE OF BROOKFIELD, ILLINOIS

Ogden Avenue TIF - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ -	-	49,341
Expenditures			
Highways and Streets			
Contractual Services			
Professional Services	6,500	6,500	4,856
Net Change in Fund Balance	<u>(6,500)</u>	<u>(6,500)</u>	44,485
Fund Balance - Beginning			<u>226,599</u>
Fund Balance - Ending			<u>271,084</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Congress Park TIF - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Miscellaneous	\$ -	-	-
Expenditures			
Highways and Streets			
Contractual Services			
Professional Services	2,750	27,750	22,790
Net Change in Fund Balance	<u>(2,750)</u>	<u>(27,750)</u>	(22,790)
Fund Balance - Beginning			<u>562,000</u>
Fund Balance - Ending			<u>539,210</u>

VILLAGE OF BROOKFIELD, ILLINOIS

8 Corners TIF - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ -	-	205,573
Interest Income	-	-	136
Total Revenues	-	-	205,709
Expenditures			
Highways and Streets			
Contractual Services			
Professional Services	-	5,000	13,755
Net Change in Fund Balance	-	(5,000)	191,954
Fund Balance - Beginning			22,356
Fund Balance - Ending			214,310

VILLAGE OF BROOKFIELD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services	\$ 6,569,270	6,569,270	6,842,279
Fines and Forfeitures	120,500	120,500	138,355
Miscellaneous	-	-	56,225
Total Operating Revenues	<u>6,689,770</u>	<u>6,689,770</u>	<u>7,036,859</u>
Operating Expenses			
Operations			
Administration	735,125	735,125	836,157
Water Operations	4,168,301	4,398,301	4,366,612
Sewer Operations	180,000	280,000	204,810
Depreciation	-	-	602,025
Total Operating Expenses	<u>5,083,426</u>	<u>5,413,426</u>	<u>6,009,604</u>
Operating Income	<u>1,606,344</u>	<u>1,276,344</u>	<u>1,027,255</u>
Nonoperating Revenues (Expenses)			
Interest Income	1,000	2,200	256
Connection Fees	6,500	6,500	17,391
Interest and Fiscal Charges	(82,533)	(82,533)	(69,705)
	<u>(75,033)</u>	<u>(73,833)</u>	<u>(52,058)</u>
Income Before Transfers	1,531,311	1,202,511	975,197
Transfers Out	<u>(860,000)</u>	<u>(1,320,000)</u>	<u>(860,000)</u>
Change in Net Position	<u>671,311</u>	<u>(117,489)</u>	115,197
Net Position - Beginning as Restated			<u>20,679,059</u>
Net Position - Ending			<u>20,794,256</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Operating Revenues - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Charges for Services			
Water Sales	\$ 5,304,000	5,304,000	5,563,574
Water Meter Installation/Replacement	20,000	20,000	29,423
Sewer Charges	1,245,270	1,245,270	1,249,282
	<u>6,569,270</u>	<u>6,569,270</u>	<u>6,842,279</u>
Fines and Forfeitures			
NSF Check Charge	500	500	529
Late Payment Penalty	120,000	120,000	137,826
	<u>120,500</u>	<u>120,500</u>	<u>138,355</u>
Miscellaneous			
IRMA Surplus	-	-	38,231
Other	-	-	17,994
	<u>-</u>	<u>-</u>	<u>56,225</u>
Total Operating Revenues	<u>6,689,770</u>	<u>6,689,770</u>	<u>7,036,859</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Operations			
Administration			
Personal Services			
Wages - Full Time Salaried	\$ 79,381	79,381	74,238
Wages - Full Time Hourly	344,287	344,287	349,456
Wages - Overtime 1.5X	40,000	40,000	35,634
Employer FICA/Medicare	36,749	36,749	33,590
Employer IMRF	-	-	88,227
Insurance - Group Life and AD&D	625	625	525
Insurance - Group Medical	68,797	68,797	61,054
Insurance - Group Dental	3,286	3,286	3,130
Insurance - Unemployment Comp	-	-	608
IMRF - Pension Expense	-	-	25,509
OPEB - Pension Expense	-	-	5,752
Contractual Services			
Engineering	5,000	5,000	788
Liability Insurance	140,000	140,000	138,130
Printing and Copying Services	5,000	5,000	-
Purchased Program Services	-	-	3,615
Other Contractual	500	500	-
Commodities			
Postage	11,500	11,500	15,901
Total Administration	735,125	735,125	836,157
Water Operations			
Contractual Services			
Water Utility Tax	260,000	260,000	270,394
R & M - Water System Equipment	12,000	77,000	77,055
R & M - Other Equipment	30,000	30,000	54,771
Bank Service Charges	50,000	50,000	46,942
Contract Labor	1	1	-
Intergovernmental Fees and Dues	6,000	6,000	6,000

VILLAGE OF BROOKFIELD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Operations - Continued			
Water Operations - Continued			
Contractual Services - Continued			
Printing and Copying Services	\$ 300	300	40
Professional Associations	500	500	558
Training	500	500	240
Utilities Location Service	7,000	7,000	4,071
Bad Debt Expense	-	-	1,404
Commodities			
Fuel	60,000	60,000	58,405
Postage	1,500	1,500	-
Program Supplies	3,000	3,000	2,293
Protective Clothing and Equipment	1,000	1,000	358
Service and Repair Parts	-	-	477
Small Tools	10,000	10,000	4,504
Street Materials - Aggregate	1,500	1,500	6,227
Water Purchases	3,720,000	3,885,000	3,832,873
Water System Supplies	5,000	5,000	-
Total Water Operations	4,168,301	4,398,301	4,366,612
Sewer Operations			
Contractual Services			
Engineering	65,000	165,000	35,075
Other Professional Services	10,000	10,000	19,047
Purchased Program Services	55,000	55,000	117,136
Other Contractual	50,000	50,000	30,323
Commodities			
Service & Repair Parts	-	-	3,229
Total Sewer Operations	180,000	280,000	204,810

VILLAGE OF BROOKFIELD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Operations - Continued			
Water and Sewer Capital Improvements			
Sewer System Construction/Improvements	\$ 385,000	1,385,000	969,041
Less Nonoperating Items			
Capital Assets Capitalized	(385,000)	(1,385,000)	(969,041)
Total Water and Sewer Capital Improvements	-	-	-
Depreciation	-	-	602,025
Total Operating Expenses	5,083,426	5,413,426	6,009,604

VILLAGE OF BROOKFIELD, ILLINOIS

Garbage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Garbage Charges	\$ 2,114,000	2,114,000	2,185,711
Miscellaneous	-	-	15,760
Total Operating Revenues	<u>2,114,000</u>	<u>2,114,000</u>	<u>2,201,471</u>
Operating Expenses			
Operations			
Administration	377,285	377,285	386,594
Cost of Sales and Services	<u>1,830,000</u>	<u>1,830,000</u>	<u>1,895,073</u>
Total Operating Expenses	<u>2,207,285</u>	<u>2,207,285</u>	<u>2,281,667</u>
Operating Income (Loss)	(93,285)	(93,285)	(80,196)
Nonoperating Revenues			
Interest Income	<u>500</u>	<u>500</u>	<u>4,031</u>
Change in Net Position	<u>(92,785)</u>	<u>(92,785)</u>	(76,165)
Net Position - Beginning as Restated			<u>250,143</u>
Net Position - Ending			<u>173,978</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Garbage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Operations			
Administration			
Personal Services			
Wages - Full Time Salaried	\$ 68,639	68,639	65,902
Wages - Full Time Hourly	189,396	189,396	181,747
Wages - Overtime 1.5X	12,865	12,865	15,226
Employer FICA/Medicare	20,472	20,472	18,752
Employer IMRF	-	-	50,768
Insurance - Group Life and AD&D	132	132	94
Insurance - Group Medical	15,004	15,004	8,934
Insurance - Group Dental	777	777	820
Insurance - Unemployment Comp	-	-	359
IMRF - Pension Expense	-	-	(84,693)
OPEB - Pension Expense	-	-	875
Contractual Services			
Engineering	10,000	10,000	82,626
Legal-Review	-	-	11,754
R & M Streets and Alleys	10,000	10,000	-
Liability Insurance	50,000	50,000	34,153
Bad Debt Expense	-	-	(723)
Total Administration	377,285	377,285	386,594
Cost of Sales and Services			
Contractual Services			
Garbage and Recycling	1,830,000	1,830,000	1,895,073
Total Operating Expenses	2,207,285	2,207,285	2,281,667

VILLAGE OF BROOKFIELD, ILLINOIS

Pension Trust Funds

**Combining Statement of Fiduciary Net Position
December 31, 2018**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 338,414	270,531	608,945
Investments			
U.S. Government Obligations	431,193	883,358	1,314,551
U.S. Agency Obligations	3,181,719	5,751,738	8,933,457
Corporate Bonds	3,165,013	-	3,165,013
Municipal Bonds	694,214	972,907	1,667,121
Equities	8,739,363	8,550,601	17,289,964
Common Stocks	1,215,998	-	1,215,998
Receivables			
Accrued Interest	72,850	50,186	123,036
Other	-	440	440
Prepays	795	10,559	11,354
Total Assets	17,839,559	16,490,320	34,329,879
LIABILITIES			
Accounts Payable	9,787	17,970	27,757
NET POSITION			
Net Position Restricted for Pensions	17,829,772	16,472,350	34,302,122

VILLAGE OF BROOKFIELD, ILLINOIS

Pension Trust Funds

**Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended December 31, 2018**

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 1,840,703	1,069,843	2,910,546
Contributions - Plan Members	390,824	211,960	602,784
Total Contributions	<u>2,231,527</u>	<u>1,281,803</u>	<u>3,513,330</u>
Investment Income			
Interest Earned	859,083	726,066	1,585,149
Net Change in Fair Value	(1,657,375)	(1,373,025)	(3,030,400)
	<u>(798,292)</u>	<u>(646,959)</u>	<u>(1,445,251)</u>
Less Investment Expenses	(58,776)	(70,475)	(129,251)
Net Investment Income	<u>(857,068)</u>	<u>(717,434)</u>	<u>(1,574,502)</u>
Total Additions	<u>1,374,459</u>	<u>564,369</u>	<u>1,938,828</u>
Deductions			
Administration	33,475	39,284	72,759
Benefits and Refunds	1,764,021	1,102,290	2,866,311
Total Deductions	<u>1,797,496</u>	<u>1,141,574</u>	<u>2,939,070</u>
Change in Fiduciary Net Position	(423,037)	(577,205)	(1,000,242)
Net Position Restricted for Pensions			
Beginning	<u>18,252,809</u>	<u>17,049,555</u>	<u>35,302,364</u>
Ending	<u>17,829,772</u>	<u>16,472,350</u>	<u>34,302,122</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Police Pension - Pension Trust Fund

**Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,970,669	1,970,669	1,840,703
Contributions - Plan Members	299,110	299,110	390,824
Total Contributions	<u>2,269,779</u>	<u>2,269,779</u>	<u>2,231,527</u>
Investment Income			
Interest Income	500,000	500,000	859,083
Net Change in Fair Value	1,584,487	1,584,487	(1,657,375)
	<u>2,084,487</u>	<u>2,084,487</u>	<u>(798,292)</u>
Less Investment Expenses	(60,000)	(60,000)	(58,776)
Net Investment Income	<u>2,024,487</u>	<u>2,024,487</u>	<u>(857,068)</u>
Total Additions	<u>4,294,266</u>	<u>4,294,266</u>	<u>1,374,459</u>
Deductions			
Administration	33,400	33,400	33,475
Benefits and Refunds	1,714,874	1,714,874	1,764,021
Total Deductions	<u>1,748,274</u>	<u>1,748,274</u>	<u>1,797,496</u>
Change in Fiduciary Net Position	<u>2,545,992</u>	<u>2,545,992</u>	(423,037)
Net Position Restricted for Pensions			
Beginning			<u>18,252,809</u>
Ending			<u>17,829,772</u>

VILLAGE OF BROOKFIELD, ILLINOIS**Firefighters' Pension - Pension Trust Fund****Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,139,888	1,139,888	1,069,843
Contributions - Plan Members	205,385	205,385	211,960
Total Contributions	<u>1,345,273</u>	<u>1,345,273</u>	<u>1,281,803</u>
Investment Income			
Interest Income	400,000	400,000	726,066
Net Change in Fair Value	<u>1,000,000</u>	<u>1,000,000</u>	<u>(1,373,025)</u>
	1,400,000	1,400,000	(646,959)
Less Investment Expenses	<u>(60,000)</u>	<u>(60,000)</u>	<u>(70,475)</u>
Net Investment Income	<u>1,340,000</u>	<u>1,340,000</u>	<u>(717,434)</u>
Total Additions	<u>2,685,273</u>	<u>2,685,273</u>	<u>564,369</u>
Deductions			
Administration	78,100	78,100	39,284
Benefits and Refunds	<u>1,053,744</u>	<u>1,053,744</u>	<u>1,102,290</u>
Total Deductions	<u>1,131,844</u>	<u>1,131,844</u>	<u>1,141,574</u>
Change in Fiduciary Net Position	<u>1,553,429</u>	<u>1,553,429</u>	(577,205)
Net Position Restricted for Pensions			
Beginning			<u>17,049,555</u>
Ending			<u>16,472,350</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Special Assessments - Agency Fund

**Schedule of Changes in Assets and Liabilities
For the Fiscal Year Ended December 31, 2018**

	Beginning Balances	Additions	Deductions	Ending Balances
ASSETS				
Cash and Investments	\$ 240,327	-	12,376	227,951
Receivables - Net of Allowances Other	138,473	-	122,340	16,133
Total Assets	<u>378,800</u>	-	<u>134,716</u>	<u>244,084</u>
LIABILITIES				
Due to Bondholders	<u>378,800</u>	-	<u>134,716</u>	<u>244,084</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Consolidated Year-End Financial Report

December 31, 2018

CSFA #	Program Name	State	Federal	Other	Totals
444-261565	Tabacco Enforcement Program	\$ 650	-	-	650
494-00-1488	Motor Fuel Tax Program	600,953	-	-	600,953
494-42-0495	Local Surface Transportation Program	125,955	-	-	125,955
503-00-0885	Arts and Cultural Programs	2,530	-	-	2,530
	Other Grant Programs and Activities	-	200,000	255,302	455,302
	All Other Costs Not Allocated	-	-	30,581,142	30,581,142
	Totals	730,088	200,000	30,836,444	31,766,532



REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS

June 20, 2019

The Honorable Village President
Members of the Board of Trustees
Village of Brookfield, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Brookfield, Illinois, as of and for the year ended year-end, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated June 20, 2019.

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. According, 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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

SUPPLEMENTAL SCHEDULES

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2000A (Alternate Revenue Source)
Special Service Area Number 7 Improvements
December 31, 2018**

Date of Issue	October 15, 2000
Date of Maturity	December 1, 2019
Authorized Issue	\$345,000
Denomination of Bonds	\$5,000
Interest Rate	5.95%
Interest Date	December 1
Principal Maturity Date	December 1
Payable at	First National Bank of Brookfield

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	<u>\$ 29,277</u>	<u>1,742</u>	<u>31,019</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2009 (Alternate Revenue Source)
Water and Sewer System Improvements
December 31, 2018**

Date of Issue	October 14, 2009
Date of Maturity	December 1, 2019
Authorized Issue	\$1,885,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 3.60%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	\$ 230,000	8,280	238,280

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2013 (Alternate Revenue Source)
Street and Park Improvements
December 31, 2018**

Date of Issue	December 30, 2013
Date of Maturity	December 1, 2022
Authorized Issue	\$4,260,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 3.40%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	\$ 510,000	56,882	566,882
2020	425,000	41,582	466,582
2021	435,000	28,832	463,832
2022	445,000	15,130	460,130
	<u>1,815,000</u>	<u>142,426</u>	<u>1,957,426</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2015A (Alternate Revenue Source)
Water and Sewer System Improvements
December 31, 2018**

Date of Issue	October 28, 2015
Date of Maturity	December 1, 2026
Authorized Issue	\$2,220,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	\$ 190,000	48,903	238,903
2020	190,000	44,152	234,152
2021	200,000	39,402	239,402
2022	210,000	34,402	244,402
2023	215,000	29,152	244,152
2024	210,000	23,670	233,670
2025	220,000	18,000	238,000
2026	230,000	9,200	239,200
	<u>1,665,000</u>	<u>246,881</u>	<u>1,911,881</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Bonds of 2015B (Alternate Revenue Source)

Street Improvements

December 31, 2018

Date of Issue	October 28, 2015
Date of Maturity	December 1, 2026
Authorized Issue	\$3,145,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	\$ 255,000	71,443	326,443
2020	270,000	65,067	335,067
2021	285,000	58,317	343,317
2022	295,000	51,192	346,192
2023	305,000	43,817	348,817
2024	320,000	36,040	356,040
2025	335,000	27,400	362,400
2026	350,000	14,000	364,000
	<u>2,415,000</u>	<u>367,276</u>	<u>2,782,276</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

General Obligation Bonds of 2016

Street Improvements

December 31, 2018

Date of Issue	August 17, 2016
Date of Maturity	December 1, 2026
Authorized Issue	\$9,000,000
Denomination of Bonds	\$5,000
Interest Rates	2.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	\$ 865,000	147,300	1,012,300
2020	880,000	130,000	1,010,000
2021	890,000	112,400	1,002,400
2022	910,000	94,600	1,004,600
2023	925,000	76,400	1,001,400
2024	945,000	57,900	1,002,900
2025	965,000	39,000	1,004,000
2026	985,000	19,700	1,004,700
	<u>7,365,000</u>	<u>677,300</u>	<u>8,042,300</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2018
Street Improvements
December 31, 2018**

Date of Issue	August 27, 2018
Date of Maturity	December 1, 2028
Authorized Issue	\$7,000,000
Denomination of Bonds	\$5,000
Interest Rates	4.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	\$ 585,000	325,550	910,550
2020	595,000	302,150	897,150
2021	620,000	278,350	898,350
2022	645,000	253,550	898,550
2023	670,000	227,750	897,750
2024	700,000	194,250	894,250
2025	740,000	159,250	899,250
2026	775,000	122,250	897,250
2027	815,000	83,500	898,500
2028	855,000	42,750	897,750
	<u>7,000,000</u>	<u>1,989,350</u>	<u>8,989,350</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

**Installment Contract of 2016
Fire Truck/Generator
December 31, 2018**

Date of Contract	June 1, 2016
Date of Maturity	June 1, 2019
Original Amount of Contract	\$800,000
Interest Rate	2.25%
Interest Dates	June 1 and December 1
Principal Maturity Date	June 1
Payable to	First National Bank of Brookfield

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	<u>\$ 266,834</u>	<u>3,035</u>	<u>269,869</u>

VILLAGE OF BROOKFIELD, ILLINOIS

Long-Term Debt Requirements

Installment Contract of 2017

Ambulance

December 31, 2018

Date of Contract	December 12, 2017
Date of Maturity	December 1, 2020
Original Amount of Contract	\$250,000
Interest Rate	2.75%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable to	First National Bank of Brookfield

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2019	\$ 83,328	4,679	88,007
2020	84,493	2,362	86,855
	<u>167,821</u>	<u>7,041</u>	<u>174,862</u>

STATISTICAL SECTION

(Unaudited)

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF BROOKFIELD, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

See Following Page

VILLAGE OF BROOKFIELD, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

	<u>12/31/2009</u>	<u>12/31/2010</u>	<u>12/31/2011</u>
Governmental Activities			
Net Investment in Capital Assets	\$ 15,465,424	16,310,691	17,204,040
Restricted	-	677,232	1,450,597
Unrestricted	(1,569,832)	(2,051,091)	(1,576,671)
Total Governmental Activities Net Position	<u>13,895,592</u>	<u>14,936,832</u>	<u>17,077,966</u>
Business-Type Activities			
Net Investment in Capital Assets	11,704,503	11,473,386	11,464,598
Unrestricted	3,179,907	3,529,850	4,375,892
Total Business-Type Activities Net Position	<u>14,884,410</u>	<u>15,003,236</u>	<u>15,840,490</u>
Total Primary Government			
Net Investment in Capital Assets	27,169,927	27,784,077	28,668,638
Restricted	-	677,232	1,450,597
Unrestricted	1,610,075	1,478,759	2,799,221
Total Primary Government Net Position	<u>28,780,002</u>	<u>29,940,068</u>	<u>32,918,456</u>

Source: Village Records

Note: The Village implemented GASB Statement No. 68 during the December 31, 2015 fiscal year.

12/31/2012	12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
18,851,032	20,504,945	22,149,977	23,901,126	25,772,749	25,560,813	24,589,330
1,174,245	1,039,230	905,251	886,592	1,499,494	1,239,257	1,315,340
(1,387,142)	(310,683)	(1,111,624)	(27,254,513)	(29,527,642)	(30,014,136)	(34,263,663)
18,638,135	21,233,492	21,943,604	(2,466,795)	(2,255,399)	(3,214,066)	(8,358,993)
12,482,587	14,200,712	14,676,715	15,843,523	19,221,811	20,970,528	21,752,544
4,068,086	4,329,743	4,296,174	3,732,030	1,711,226	202,036	(784,310)
16,550,673	18,530,455	18,972,889	19,575,553	20,933,037	21,172,564	20,968,234
31,333,619	34,705,657	36,826,692	39,744,649	44,994,560	46,531,341	46,341,874
1,174,245	1,039,230	905,251	886,592	1,499,494	1,239,257	1,315,340
2,680,944	4,019,060	3,184,550	(23,522,483)	(27,816,416)	(29,812,100)	(35,047,973)
35,188,808	39,763,947	40,916,493	17,108,758	18,677,638	17,958,498	12,609,241

VILLAGE OF BROOKFIELD, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years
December 31, 2018 (Unaudited)

	12/31/2009	12/31/2010	12/31/2011	12/31/2012	12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
Expenses										
Governmental Activities										
General Government	\$ 3,195,797	3,486,755	3,388,073	4,077,128	3,855,202	4,351,809	5,407,551	4,694,871	3,902,059	4,061,107
Public Safety	8,371,127	9,474,509	9,333,366	9,277,387	9,974,336	10,337,211	13,923,491	12,343,129	12,303,771	12,864,578
Highways and Streets	1,782,234	1,728,070	754,565	1,784,622	1,741,026	1,915,477	1,666,033	1,957,771	2,732,567	2,937,130
Culture and Recreation	384,456	314,578	1,031,807	367,977	398,737	422,081	342,035	383,183	419,312	374,118
Interest on Long-Term Debt	577,910	486,277	433,038	423,765	450,561	280,075	237,992	391,652	361,956	443,286
	14,311,524	15,490,189	14,940,849	15,930,879	16,419,862	17,306,653	21,577,102	19,770,606	19,719,665	20,680,219
Business-Type Activities										
Water and Sewer	3,419,806	3,407,666	3,508,041	4,190,629	4,613,179	5,181,377	5,638,079	6,012,295	5,428,405	6,079,309
Garbage	1,548,292	1,690,755	1,784,812	1,788,408	1,902,872	1,895,930	1,937,124	1,996,931	2,489,985	2,281,667
	4,968,098	5,098,421	5,292,853	5,979,037	6,516,051	7,077,307	7,575,203	8,009,226	7,918,390	8,360,976
Total Primary Government Expenses	19,279,622	20,588,610	20,233,702	21,909,916	22,935,913	24,383,960	29,152,305	27,779,832	27,638,055	29,041,195
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	402,035	400,706	446,710	680,104	788,447	797,989	802,308	803,972	817,624	557,894
Public Safety	863,100	927,918	879,574	861,832	789,490	890,708	891,695	866,871	929,541	898,759
Highways And Streets	381,108	546,996	519,694	611,564	557,199	547,861	544,912	555,160	520,769	607,705
Culture And Recreation	135,343	151,588	141,849	134,415	127,844	129,414	145,824	149,369	173,433	447,307
Operating Grants / Contributions	179,263	103,663	396,986	189,140	286,632	78,665	46,405	221,262	431,185	584,392
Capital Grants / Contributions	-	-	393,463	606,537	1,591,980	295,000	-	1,595,280	-	-
	1,960,849	2,130,871	2,778,276	3,083,592	4,141,592	2,739,637	2,431,144	4,191,914	2,872,552	3,096,057
Business-Type Activities										
Charges for Services										
Water and Sewer	3,934,034	4,287,345	4,628,333	5,203,874	5,526,829	6,207,493	6,430,277	6,535,136	6,640,627	7,054,250
Garbage	1,305,765	1,625,732	2,077,301	1,961,386	1,995,543	2,043,231	2,061,366	2,071,492	2,081,620	2,201,471
Capital Grants / Contributions	-	-	-	-	1,449,102	-	-	1,856,918	407,816	-
	5,239,799	5,913,077	6,705,634	7,165,260	8,971,474	8,250,724	8,491,643	10,463,546	9,130,063	9,255,721
Total Primary Government Program Revenues	7,200,648	8,043,948	9,483,910	10,248,852	13,113,066	10,990,361	10,922,787	14,655,460	12,002,615	12,351,778

	12/31/2009	12/31/2010	12/31/2011	12/31/2012	12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
Net (Expenses)/Revenues										
Governmental Activities	\$ (12,350,675)	(13,359,318)	(12,162,573)	(12,847,287)	(12,278,270)	(14,567,016)	(19,145,958)	(15,578,692)	(16,847,113)	(17,584,162)
Business-Type Activities	271,701	814,656	1,412,781	1,186,223	2,455,423	1,173,417	916,440	2,454,320	1,211,673	894,745
Total Primary Government	(12,078,974)	(12,544,662)	(10,749,792)	(11,661,064)	(9,822,847)	(13,393,599)	(18,229,518)	(13,124,372)	(15,635,440)	(16,689,417)
General Revenues										
Governmental Activities										
Taxes										
Property Taxes	7,858,248	7,857,180	7,963,523	7,963,166	8,033,286	7,932,464	7,863,850	7,969,287	8,866,125	9,459,821
Utility Taxes	738,248	784,751	771,282	692,546	748,660	810,765	700,928	693,401	695,005	736,740
Hotel/Motel Taxes	-	2,431	11,157	13,683	12,715	12,065	13,318	14,610	16,418	15,650
State Income Tax	1,782,493	1,737,410	1,790,841	1,981,256	2,157,008	2,168,019	2,466,614	2,268,138	2,447,396	2,374,936
State Sales Tax	1,101,533	1,180,142	1,232,534	1,330,142	1,386,871	1,385,975	1,322,265	1,473,396	1,436,003	1,546,103
Other State Shared Taxes	1,298,982	1,460,884	1,574,910	1,649,948	1,730,248	1,796,732	1,624,898	1,646,526	1,468,241	1,326,501
Investment Earnings	14,283	11,863	10,739	10,002	3,696	3,763	4,418	551	48,259	68,222
Miscellaneous	429,413	645,818	365,208	287,254	322,083	433,401	348,064	624,793	289,980	564,513
Transfers	614,751	720,079	583,513	479,460	479,060	733,944	624,702	1,099,386	973,987	860,000
	13,837,951	14,400,558	14,303,707	14,407,457	14,873,627	15,277,128	14,969,057	15,790,088	16,241,414	16,952,486
Business-Type Activities										
Investment Earnings	55,601	24,249	7,986	3,420	3,419	2,961	3,130	2,550	1,841	4,287
Transfers	(614,751)	(720,079)	(583,513)	(479,460)	(479,060)	(733,944)	(624,702)	(1,099,386)	(973,987)	(860,000)
	(559,150)	(695,830)	(575,527)	(476,040)	(475,641)	(730,983)	(621,572)	(1,096,836)	(972,146)	(855,713)
Total Primary Government	13,278,801	13,704,728	13,728,180	13,931,417	14,397,986	14,546,145	14,347,485	14,693,252	15,269,268	16,096,773
Change in Net Position										
Governmental Activities	1,487,276	1,041,240	2,141,134	1,560,170	2,595,357	710,112	(4,176,901)	211,396	(605,699)	(631,676)
Business-Type Activities	(287,449)	118,826	837,254	710,183	1,979,782	442,434	294,868	1,357,484	239,527	39,032
Total Primary Government	1,199,827	1,160,066	2,978,388	2,270,353	4,575,139	1,152,546	(3,882,033)	1,568,880	(366,172)	(592,644)

Source: Village Records

VILLAGE OF BROOKFIELD, ILLINOIS

**Governmental Activities Tax Revenues by Source - Last Ten Fiscal Years
(Accrual Basis of Accounting)
December 31, 2018 (Unaudited)**

Fiscal Year	Property Taxes	Utility Taxes	Hotel/ Motel Taxes	State Income Tax
12/31/2009	\$ 7,858,248	738,248	-	1,551,238
12/31/2010	7,857,180	784,751	2,431	1,737,410
12/31/2011	7,963,523	771,282	11,157	1,790,841
12/31/2012	7,963,166	692,546	13,683	1,981,256
12/31/2013	8,033,286	748,660	12,715	2,157,008
12/31/2014	7,932,464	810,765	12,065	2,168,019
12/31/2015	7,863,850	700,928	13,318	2,466,614
12/31/2016	7,969,287	693,401	14,610	2,268,138
12/31/2017	8,866,125	695,005	16,418	2,447,396
12/31/2018	9,459,821	736,740	15,650	2,374,936

Source: Village Records

State Sales Tax	Motor Fuel Tax	State Use Tax	Personal Property Replacement Tax	Other State Shared Taxes	Totals
1,101,533	447,521	231,255	66,230	785,231	12,779,504
1,180,142	484,600	245,225	69,786	661,273	13,022,798
1,232,534	476,867	290,673	62,489	744,881	13,344,247
1,330,142	464,075	298,700	62,365	824,808	13,630,741
1,386,871	463,083	326,932	68,946	871,287	14,068,788
1,385,975	635,898	370,764	70,971	849,008	14,235,929
1,322,265	463,962	422,107	75,655	663,174	13,991,873
1,473,396	483,192	460,945	67,036	630,001	14,060,006
1,436,003	484,064	490,895	70,792	422,490	14,929,188
1,546,103	485,755	557,488	64,358	218,900	15,459,751

VILLAGE OF BROOKFIELD, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

	12/31/2009	12/31/2010	12/31/2011	12/31/2012
General Fund				
Reserved	\$ 89,052	81,444	-	-
Unreserved	773,892	1,132,706	-	-
Nonspendable	-	-	294,752	328,603
Restricted	-	-	-	-
Committed	-	-	504,508	806,816
Unassigned	-	-	863,504	883,727
Total General Fund	862,944	1,214,150	1,662,764	2,019,146
All Other Governmental Funds				
Reserved	-	44,239	-	-
Unreserved, Reported in				
Special Revenue Fund	292,665	679,663	-	-
Debt Service Funds	4,324	-	-	-
Capital Project Funds	245,600	319,753	-	-
Nonspendable	-	-	-	-
Restricted	-	-	1,489,492	1,227,366
Assigned	-	-	437,571	580,960
Unassigned	-	-	(30,002)	-
Total All Other Governmental Funds	542,589	1,043,655	1,897,061	1,808,326
Total Governmental Funds	1,405,533	2,257,805	3,559,825	3,827,472

The Village implemented GASB Statement No. 54 for fiscal year 2011.

Source: Village Records

12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
-	-	-	-	-	-
-	-	-	-	-	-
391,120	372,792	423,235	349,146	451,937	669,720
-	-	-	95,847	206,183	161,298
1,108,901	1,411,334	1,714,360	1,719,524	1,728,141	1,740,286
978,508	1,092,313	827,507	717,338	146,671	(800,315)
2,478,529	2,876,439	2,965,102	2,881,855	2,532,932	1,770,989
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
331,188	331,188	331,188	700,600	790,600	790,600
1,076,854	936,664	907,518	1,434,268	1,060,501	1,162,843
774,963	82,994	83,050	5,601,967	955,174	3,372,064
(5,625)	(61,023)	(1,207,569)	(3,804)	(4,667)	(27,457)
2,177,380	1,289,823	114,187	7,733,031	2,801,608	5,298,050
4,655,909	4,166,262	3,079,289	10,614,886	5,334,540	7,069,039

VILLAGE OF BROOKFIELD, ILLINOIS

**Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

	12/31/2009	12/31/2010	12/31/2011	12/31/2012
Revenues				
Taxes	\$ 8,596,496	8,644,362	8,745,962	8,669,395
Licenses and Permits	905,206	1,100,371	1,066,726	1,166,988
Intergovernmental	4,362,271	4,482,099	5,388,734	5,757,023
Charges for Services	514,722	607,987	562,458	627,159
Fines and Forfeitures	361,658	318,850	358,643	493,768
Interest	14,283	11,863	10,739	10,002
Miscellaneous	429,413	645,818	365,208	287,254
Total Revenues	15,184,049	15,811,350	16,498,470	17,011,589
Expenditures				
Current				
General Government	3,198,873	3,454,121	3,514,145	3,714,742
Public Safety	7,979,518	8,705,309	8,989,560	9,051,032
Highways and Streets	1,029,240	812,935	935,383	921,996
Culture and Recreation	358,770	303,031	344,529	348,639
Capital Outlay	1,058,325	815,036	1,111,429	1,648,125
Debt Service				
Principal	1,115,258	1,190,397	1,178,553	1,159,881
Interest and Fiscal Charges	554,773	488,921	447,490	409,539
Total Expenditures	15,294,757	15,769,750	16,521,089	17,253,954
Excess (Deficiency) of Revenues Over (Under) Expenditures	(110,708)	41,600	(22,619)	(242,365)
Other Financing Sources (Uses)				
Debt Issuance	127,851	82,343	739,051	-
Disposal of Capital Assets	9,135	8,250	2,075	30,552
Premium on Debt Issuance	-	-	-	-
Payment to Escrow Agent	-	-	-	-
Transfers In	2,843,671	2,280,246	2,023,101	2,427,792
Transfers Out	(2,228,920)	(1,560,167)	(1,439,588)	(1,948,332)
	751,737	810,672	1,324,639	510,012
Net Change in Fund Balances	641,029	852,272	1,302,020	267,647
Debt Service as a Percentage of Noncapital Expenditures	11.7%	10.8%	10.8%	10.0%

Source: Village Records

12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
8,794,661	8,755,294	8,578,096	8,677,298	9,577,548	10,212,211
1,219,950	1,215,230	1,201,087	1,256,496	1,209,403	1,326,353
5,560,759	5,724,391	5,460,182	5,612,622	5,782,825	5,831,932
628,676	649,235	729,682	674,860	655,873	710,925
414,354	501,507	453,970	444,016	576,091	474,387
3,696	3,763	4,418	551	48,259	68,222
322,083	433,401	348,064	624,793	289,980	564,513
16,944,179	17,282,821	16,775,499	17,290,636	18,139,979	19,188,543
3,852,474	4,053,201	3,976,952	3,848,255	3,833,357	4,273,154
9,818,356	9,900,510	10,217,133	11,027,744	11,522,707	11,997,476
868,742	974,567	984,926	1,534,461	1,584,606	1,824,574
380,249	399,211	320,365	371,254	388,891	341,309
591,126	1,855,354	1,774,234	2,496,898	4,769,387	5,237,731
938,931	1,062,014	956,785	998,742	1,827,648	1,986,411
438,690	286,286	206,608	507,383	365,150	419,575
16,888,568	18,531,143	18,437,003	20,784,737	24,291,746	26,080,230
55,611	(1,248,322)	(1,661,504)	(3,494,101)	(6,151,767)	(6,891,687)
4,485,334	-	3,145,000	9,800,000	250,000	7,000,000
15,800	24,731	1,700	4,886	402	3,900
-	-	22,682	125,426	-	762,286
(4,207,368)	-	(3,219,553)	-	-	-
1,589,573	2,366,467	2,050,086	1,525,997	1,812,817	1,890,000
(1,110,513)	(1,632,523)	(1,425,384)	(426,611)	(838,830)	(1,030,000)
772,826	758,675	574,531	11,029,698	1,224,389	8,626,186
828,437	(489,647)	(1,086,973)	7,535,597	(4,927,378)	1,734,499
9.3%	8.0%	7.0%	8.4%	11.1%	11.5%

VILLAGE OF BROOKFIELD, ILLINOIS

**Assessed Value and Estimated Actual Value of Taxable Property - Last Ten Tax Levy Years
(Amounts in Thousands)
December 31, 2018 (Unaudited)**

Tax Levy Year	Real Property Equalized Assessed Value		Less: Exemptions	Total Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Equalized Assessed Value as a Percentage of Actual Value
	Real Estate	Railroad					
2008	\$ 608,729	\$ 375	\$ 163,998	\$ 445,106	1.662	\$ 1,335,318	33%
2009	631,113	454	158,561	473,006	1.579	1,419,018	33%
2010	612,487	498	127,673	485,312	1.583	1,455,936	33%
2011	473,389	594	57,042	416,941	1.875	1,250,823	33%
2012	441,265	635	59,685	382,215	2.108	1,146,645	33%
2013	414,928	690	55,019	360,599	2.208	1,081,797	33%
2014	391,813	700	52,448	340,065	2.320	1,020,195	33%
2015	381,460	730	51,148	331,042	2.415	993,126	33%
2016	398,494	830	52,264	347,060	2.573	1,041,180	33%
2017	488,693	925	80,918	408,700	2.178	1,226,100	33%

Note: Illinois property taxes are levied and collected one year in arrears of the assessment year.

Source: Cook County Clerk

VILLAGE OF BROOKFIELD, ILLINOIS

**Property Tax Rates (Per \$100 of EAV) Direct and Overlapping Governments - Last Ten Tax Levy Years
December 31, 2018 (Unaudited)**

Taxing Body	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Direct Rates										
Village of Brookfield										
Corporate	0.364	0.244	0.265	0.370	0.422	0.436	0.438	0.438	0.397	0.262
Bond and Interest	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.263	0.461
Police Pension	0.178	0.212	0.215	0.248	0.305	0.352	0.424	0.488	0.519	0.253
Fire Pension	0.108	0.129	0.135	0.132	0.189	0.220	0.259	0.289	0.303	0.253
Fire Protection	0.465	0.497	0.484	0.562	0.596	0.600	0.600	0.600	0.546	0.475
Police Protection	0.547	0.497	0.484	0.562	0.596	0.600	0.600	0.600	0.546	0.475
Total Village Levy	1.662	1.579	1.583	1.875	2.108	2.208	2.320	2.415	2.573	2.178
Overlapping Governments										
Brookfield Public Library	0.431	0.408	0.410	0.486	0.547	0.590	0.637	0.660	0.631	0.549
Special Service Area #1	0.562	0.626	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Special Service Area #2	0.743	0.791	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Special Service Area #3	0.682	0.612	0.621	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Special Service Area #4	0.865	0.799	0.800	0.989	0.000	0.000	0.000	0.000	0.000	0.000
Special Service Area #6	0.586	0.617	0.574	0.640	0.814	0.846	0.927	0.823	0.823	0.000
Special Service Area #7	0.430	0.422	0.414	0.455	0.493	0.523	0.559	0.552	0.552	0.457
Cook Co. Consolidated Elections	0.000	0.000	0.000	0.025	0.000	0.031	0.000	0.034	0.000	0.031
Cook Co. Forest Preserve District	0.051	0.049	0.051	0.058	0.063	0.069	0.069	0.069	0.063	0.062
County of Cook	0.415	0.394	0.423	0.462	0.531	0.560	0.568	0.552	0.533	0.496
Total Cook County Levies	0.466	0.443	0.474	0.545	0.594	0.660	0.637	0.655	0.596	0.589
Metropolitan Water Reclamation										
District of Greater Chicago	0.252	0.261	0.274	0.320	0.370	0.417	0.430	0.426	0.406	0.402
Des Plaines Valley Mosquito										
Abatement District	0.012	0.011	0.011	0.014	0.015	0.016	0.016	0.017	0.017	0.015
Lyons Twp Genl Assistance	0.002	0.002	0.002	0.003	0.003	0.003	0.003	0.003	0.003	0.000
Lyons Twp Mental Health	0.074	0.076	0.078	0.095	0.103	0.112	0.112	0.115	0.110	0.090

Lyons Twp Road & Bridge Dist	0.032	0.033	0.033	0.041	0.044	0.048	0.048	0.049	0.047	0.040
Town of Lyons	0.046	0.047	0.048	0.059	0.063	0.068	0.068	0.070	0.067	0.063
Lyons Twp Special Police District	0.063	0.060	0.063	0.083	0.094	0.100	0.100	0.000	0.000	0.000
Total Lyons Twp Levies	0.217	0.218	0.224	0.281	0.307	0.331	0.331	0.237	0.227	0.193
Proviso Twp Genl Assistance	0.033	0.033	0.031	0.038	0.045	0.052	0.053	0.057	0.059	0.107
Proviso Twp Mental Health	0.113	0.113	0.117	0.145	0.150	0.150	0.150	0.150	0.144	0.130
Town of Proviso	0.057	0.057	0.062	0.081	0.095	0.110	0.106	0.115	0.119	0.107
Total Proviso Twp Levies	0.203	0.203	0.210	0.264	0.290	0.312	0.309	0.322	0.322	0.344
Riverside Twp Genl Assistance	0.005	0.006	0.007	0.009	0.010	0.011	0.012	0.013	0.013	0.012
Riverside Twp Mental Health	0.062	0.067	0.070	0.085	0.098	0.109	0.117	0.123	0.120	0.106
Town of Riverside	0.066	0.069	0.070	0.084	0.094	0.102	0.107	0.112	0.108	0.096
Total Riverside Twp Levies	0.133	0.142	0.147	0.178	0.202	0.222	0.236	0.248	0.241	0.214
School District #95	3.466	3.448	3.437	3.976	4.456	4.782	5.029	5.234	5.052	4.394
School District #96	3.109	3.303	3.374	4.071	4.594	4.872	5.228	5.453	5.275	4.647
School District #102	2.704	2.559	2.629	3.249	3.622	3.877	3.858	4.021	4.436	3.714
School District #103	3.263	3.287	3.377	4.367	4.856	5.293	5.418	5.924	5.796	5.062
Lyons Twp HS District #204	1.482	1.491	1.545	1.922	2.129	2.312	2.324	2.432	2.359	2.001
Riverside / Brookfield High										
School District #208	2.149	2.179	2.275	2.712	2.940	3.060	0.224	3.327	3.351	2.951
College of DuPage Dist #502	0.193	0.204	0.211	0.248	0.276	0.323	0.320	0.311	0.313	0.258
Triton College District #504	0.212	0.214	0.225	0.267	0.269	0.325	0.336	0.352	0.330	0.306
Total Rates										
Proviso Twp, SD #95, 208 & 504	8.853	8.746	8.899	10.459	11.589	11.578	12.938	13.408	13.831	11.836
Riverside Twp, SD #96, 208 & 504	8.426	8.540	8.773	10.468	11.639	11.780	13.064	13.553	13.840	11.959
Lyons Twp, SD #102, 204 & 502	7.419	7.174	7.361	8.857	9.724	10.128	10.773	11.174	11.889	10.464
Lyons Twp, SD #103, 204 & 502	7.978	7.902	8.109	9.975	10.895	11.229	12.333	13.077	13.515	11.355

Note: Cook County property taxes are levied and collected one year in arrears of the assessment year.

Source: Cook County Clerk

VILLAGE OF BROOKFIELD, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2018 (Unaudited)**

Tax Payer	Current Fiscal Year - 2018			Nine Fiscal Years Ago - 2009		
	Rank	Equalized Assessed Value	% of Village's EAV	Rank	Equalized Assessed Value	% of Village's EAV
Individual	1	\$ 2,659,251	0.65%	5	\$ 1,769,825	0.13%
CVS Pharmacy	2	2,240,664	0.55%	2	2,686,755	0.20%
POLIVKA TRUST	3	1,382,364	0.34%			
First National Bank of Brookfield	4	1,309,611	0.32%	6	1,466,264	0.11%
CITIGROUP	5	1,178,995	0.29%			
Facite Investments (Tischler Foods)	6	941,620	0.23%	8	932,788	0.07%
Stocker Hinge Mfg.	7	819,163	0.20%	4	1,852,298	0.14%
Sansom Property Group	8	618,452	0.15%			
Rezny Realty	9	584,565	0.14%	9	882,427	0.07%
Willow Farm	10	577,344	0.14%	3	2,004,039	0.15%
Spy Glass Industries				1	2,938,042	0.22%
CRS Tax Department				7	1,250,896	0.09%
Colony Motel				10	679,979	0.05%
		<u>12,312,029</u>	<u>3.01%</u>		<u>16,463,313</u>	<u>1.23%</u>

Source: Cook County Clerk

VILLAGE OF BROOKFIELD, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Levy Year	Total Extended Levy	Collected within the Fiscal Year of the Levy		Collections/ Refunds in Subsequent Years	Total Collections to Date	
		Amount	% of Levy		Amount	% of Levy
2008	\$ 7,399,896	\$ N/A	\$ N/A	\$ N/A	\$ 7,171,532	96.91%
2009	7,882,085	N/A	N/A	N/A	7,872,180	99.87%
2010	7,950,867	N/A	N/A	N/A	7,948,523	99.97%
2011	7,814,304	N/A	N/A	N/A	7,667,555	98.12%
2012	8,056,437	N/A	N/A	N/A	7,914,454	98.24%
2013	7,961,171	N/A	N/A	N/A	7,819,717	98.22%
2014	7,889,619	N/A	N/A	N/A	7,748,122	98.21%
2015	7,994,248	N/A	N/A	N/A	7,854,467	98.25%
2016	8,934,096	N/A	N/A	N/A	8,678,426	97.14%
2017	9,282,366	N/A	N/A	N/A	9,141,582	98.48%

N/A: Not Available

Note: Illinois property taxes are levied and collected one year in arrears of the assessment year.

Source: Cook County Clerk and Cook County Treasurer

VILLAGE OF BROOKFIELD, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year	Governmental Activities			Business-Type	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	General Obligation Certificates	Installment Contracts	General Obligation Bonds			
12/31/2009	\$ 5,573,848	\$ 5,840,000	\$ 777,718	\$ 4,970,000	\$ 17,161,566	3.10%	\$ 919
12/31/2010	4,981,445	5,440,000	662,066	4,785,000	15,868,511	2.82%	836
12/31/2011	4,443,006	5,030,000	1,171,004	4,470,000	15,114,010	2.69%	796
12/31/2012	4,023,470	4,610,000	850,659	4,145,000	13,629,129	2.46%	717
12/31/2013	8,057,772	-	792,760	3,810,000	12,660,532	2.11%	666
12/31/2014	7,335,842	-	452,676	3,465,000	11,253,518	1.65%	593
12/31/2015	6,592,608	-	229,125	3,100,000	9,921,733	1.67%	522
12/31/2016	14,822,991	-	800,000	2,710,000	18,332,991	2.87%	964
12/31/2017	13,261,910	-	783,433	2,310,000	16,355,343	2.63%	875
12/31/2018	19,386,563	-	434,655	1,895,000	21,716,218	3.49%	1,162

(1) See Schedule of Demographics and Economic Statistics for personal income and population data.

Source: Village Records

VILLAGE OF BROOKFIELD, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year	General Obligation Bonds	Less Amount Available	Total	Percentage of Equalized Assessed Value of Property (1)	Per Capita (2)
12/31/2009	\$ 16,383,848	\$ -	\$ 16,383,848	3.68%	\$ 877
12/31/2010	15,206,445	-	15,206,445	3.21%	801
12/31/2011	13,943,006	316,589	13,626,417	2.81%	718
12/31/2012	12,778,470	266,928	12,511,542	3.00%	659
12/31/2013	11,867,772	273,476	11,594,296	3.03%	610
12/31/2014	10,800,842	21,062	10,779,780	2.99%	568
12/31/2015	9,692,608	29,416	9,663,192	2.84%	508
12/31/2016	17,532,991	138,802	17,394,189	5.25%	914
12/31/2017	15,571,910	12,645	15,559,265	4.48%	832
12/31/2018	21,281,563	-	21,281,563	5.21%	1,138

(1) See Schedule of Assessed Value and Estimated Actual Value of Taxable Property for total equalized assessed value.

(2) See Schedule of Demographics and Economic Statistics for population data.

Source: Village Records

VILLAGE OF BROOKFIELD, ILLINOIS

**Direct and Overlapping Governmental Activities Debt
December 31, 2018 (Unaudited)**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Share of Overlapping Debt
Direct			
Village of Brookfield	\$ 19,821,218	100.00%	\$ 19,821,218
Village of Brookfield Public Library	-	100.00%	-
Total Direct	19,821,218		19,821,218
Overlapping			
County of Cook (Including Forest Preserve District)	3,208,916,750	0.25%	8,022,292
Metropolitan Water Reclamation District of Greater Chicago	2,599,522,000	0.25%	6,498,805
School District #95	24,820,000	81.82%	20,307,724
School District #96	4,325,000	6.63%	286,748
School District #102	29,502,684	9.43%	2,782,103
School District #103	6,922,073	18.87%	1,306,195
Lyons Township HS District #204	13,710,000	5.10%	699,210
Riverside/Brookfield HS District #208	39,790,000	27.26%	10,846,754
College of DuPage District #502	151,525,000	4.71%	7,136,828
Triton College District #504	49,957,912	0.00%	-
Total Overlapping Debt	6,128,991,419		57,886,658
Total Direct and Overlapping Debt	6,148,812,637		77,707,876

Source: Cook County Clerk

(1) Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

VILLAGE OF BROOKFIELD, ILLINOIS

**Legal Debt Margin Information - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit as a Percentage of Debt Limit
12/31/2009	\$ 38,390,451	\$ 10,543,848	\$ 27,846,603	27.5%
12/31/2010	40,796,796	6,102,066	34,694,730	15.0%
12/31/2011	41,858,192	6,201,004	35,657,188	14.8%
12/31/2012	41,912,439	4,023,470	37,888,969	9.6%
12/31/2013	32,966,028	5,052,760	27,913,268	15.3%
12/31/2014	31,101,683	4,227,676	26,874,007	13.6%
12/31/2015	29,330,626	229,125	29,101,501	0.8%
12/31/2016	28,552,364	9,800,000	18,752,364	34.3%
12/31/2017	29,933,995	9,003,433	20,930,562	30.1%
12/31/2018	35,250,334	14,799,655	20,450,679	42.0%

Legal Debt Margin Calculation for Fiscal Year 2018

Total Equalized Assessed Valuation - 2017	<u>\$ 408,699,522</u>
Debt Limit - 8.625% of total EAV	35,250,334
Debt Applicable to Limit:	
General Obligation Bonds	434,655
Installment Contracts	<u>14,365,000</u>
Legal Debt Margin	<u>20,450,679</u>

Source: Cook County Clerk
Village Records

VILLAGE OF BROOKFIELD, ILLINOIS

**Pledged Revenue Coverage - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Water & Sewer G.O. (Alternate Revenue Source) Bonds							
Fiscal Year	Gross Revenue	Operating Expenses	Net Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Totals	
12/31/2009	\$ 3,929,422	\$ 2,764,184	\$ 1,165,238	\$ 135,000	\$ 96,491	\$ 231,491	19.87%
12/31/2010	4,285,030	2,804,212	1,480,818	130,000	124,066	254,066	17.16%
12/31/2011	4,625,723	2,926,366	1,699,357	135,000	119,418	254,418	14.97%
12/31/2012	5,202,144	3,622,421	1,579,723	140,000	114,154	254,154	16.09%
12/31/2013	5,526,469	4,038,294	1,488,175	145,000	108,694	253,694	17.05%
12/31/2014	6,204,883	4,574,947	1,629,936	150,000	103,038	253,038	15.52%
12/31/2015	6,424,922	4,730,343	1,694,579	160,000	48,594	208,594	12.31%
12/31/2016	6,526,316	5,427,789	1,098,527	-	-	-	0.00%
12/31/2017	6,632,617	4,810,604	1,822,013	-	-	-	0.00%
12/31/2018	7,036,859	5,407,579	1,629,280	-	-	-	0.00%

Data Source: Village Records

VILLAGE OF BROOKFIELD, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year	Population	Per Capita Income	Total Personal Income	Median Age	School Enrollment
12/31/2009	18,678	\$ 29,638	\$ 553,578,564	38.0	4,773
12/31/2010	18,978	29,638	562,469,964	38.2	4,212
12/31/2011	18,978	29,638	562,469,964	38.2	4,212
12/31/2012	18,999	29,113	553,117,887	39.5	4,212
12/31/2013	18,999	31,651	601,337,349	39.5	4,212
12/31/2014	18,968	35,954	681,975,472	39.5	4,212
12/31/2015	19,022	31,273	594,875,006	36.6	4,212
12/31/2016	19,022	33,584	638,834,848	38.2	4,212
12/31/2017	18,694	33,270	621,949,380	39.0	4,911
12/31/2018	18,694	33,270	621,949,380	39.5	4,911

Fiscal Year	Adult Population with High School Diploma or Higher	Regional Unemployment Rate	Median Home Value	Percent Living in Owner Occupied Housing
12/31/2009	87.7%	10.8%	\$ 151,600	74.7%
12/31/2010	87.7%	12.1%	154,300	74.5%
12/31/2011	87.7%	12.1%	154,300	74.5%
12/31/2012	87.7%	9.5%	154,300	74.5%
12/31/2013	87.7%	7.4%	263,600	77.2%
12/31/2014	92.0%	5.8%	240,300	74.6%
12/31/2015	94.0%	4.7%	237,900	74.1%
12/31/2016	94.0%	4.8%	226,200	74.9%
12/31/2017	94.4%	4.1%	235,600	75.5%
12/31/2018	94.4%	4.3%	233,900	78.6%

Note: Information provided is predominately from 2000 and 2010 census.
Because of the Village's size, annually updated estimates are not available.

Source: U.S. Census Bureau
Illinois Department of Employment Security

VILLAGE OF BROOKFIELD, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2018 (Unaudited)**

Employer	Current Fiscal Year - 2018			Nine Fiscal Years Ago - 2009		
	Rank	Employees	% of Total Village Employment	Rank	Employees	% of Total Village Employment
Brookfield Zoo	1	414	14.67%	1	443	15.28%
Connors Transportation Co.	2	150	5.32%			
Village of Brookfield	3	91	3.20%	2	120	4.14%
School District No. 103	4	89	3.15%	5	86	2.97%
Tischler Foods	5	80	2.83%	6	80	2.76%
Wagner Mfg. Co. - Stocker Hinge Mfg.	6	80	2.83%			
School District No. 95	7	78	2.76%	3	111	3.83%
School District No. 102	8	68	2.41%	7	75	2.59%
Freeman Fence, Inc.	9	50	1.77%			
Sweetener Supply Corp.	10	45	1.59%	8	45	1.55%
Stocker Hinge Mfg.				4	110	3.79%
MD Orthotic & Prosthetic				9	35	1.21%
First National Bank of Brookfield				10	30	1.03%
		<u>1,145</u>	<u>40.53%</u>		<u>1,135</u>	<u>39.14%</u>

Source: Illinois Department of Employment Security (IDES)

VILLAGE OF BROOKFIELD, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Function	12/31/2009	12/31/2010	12/31/2011	12/31/2012
General Government	11	11	11	11
Public Safety				
Police - Sworn	32	32	32	32
Police - Unsworn	5	5	5	5
Fire - Sworn	25	25	25	25
Code Enforcement	4	4	4	4
Highway and Streets	12	12	12	12
Culture and Recreation	2	2	2	2
Water and Sewer	5	5	5	5
Totals	96	96	96	96

Note: Does not include crossing guards, paid-on-call firefighters and seasonal recreation staff.

Source: Village Records

12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
11	11	12	12	12	12
32	32	32	32	29	29
5	5	5	5	5	2
25	25	25	25	24	24
4	3	3	3	3	1
12	12	12	12	12	12
2	2	2	2	2	2
5	4	4	4	4	4
96	94	95	95	91	86

VILLAGE OF BROOKFIELD, ILLINOIS

**Operating Indicators by Function - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Function	12/31/2009	12/31/2010	12/31/2011	12/31/2012
Police				
Service Calls	8,476	8,476	7,987	8,147
Arrests	5,248	5,248	3,199	3,263
Parking Violations	8,581	8,581	6,189	6,313
Part I Investigations	218	218	314	320
Fire				
EMS Calls	1,414	1,443	1,504	1,534
Fire/Other Calls	516	550	610	622
Culture and Recreation				
Park Permits Issued	94	97	97	99
Programs Offered	241	413	413	421
Highways and Streets				
Potholes Repaired	14,001	14,001	12,500	12,750
Trees Planted	38	38	36	37
Trees Removed	178	178	163	166
Water Main Breaks	6	6	4	4

Source: Village Records

Note: Indicators not available for general government function.

12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
7,967	8,126	13,887	13,887	7,871	9,000
2,598	2,650	2,082	2,082	2,014	2,000
6,536	6,667	9,559	9,559	8,292	9,500
381	389	319	319	240	250
1,596	1,561	1,790	1,773	1,786	1,961
509	499	534	616	671	736
109	52	92	92	118	120
349	353	326	420	427	435
15,300	21,000	21,000	21,000	21,000	18,000
109	107	77	158	158	150
161	157	316	112	112	300
15	10	5	7	7	13

VILLAGE OF BROOKFIELD, ILLINOIS

**Capital Asset Statistics by Function - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Function	12/31/2009	12/31/2010	12/31/2011	12/31/2012
Public Safety				
Police				
Stations	1	1	1	1
Vehicles	16	16	16	19
Fire				
Stations	2	2	2	2
Engines	3	3	3	3
Ambulances	2	2	2	2
Highways and Streets				
Local Streets (Miles)	50	50	50	50
Alleys (Miles)	57	57	57	57
Sidewalks (Miles)	62	62	62	62
Bridges	2	2	2	2
Traffic Signals	7	7	7	7
Street Lights	286	286	286	286
Vehicles	36	36	36	36
Culture and Recreation				
Park Acreage	63	63	63	63
Parks	10	10	10	10
Water				
Water Mains (Miles)	70	70	70	70
Fire Hydrants	729	729	729	729
Service Connections	6,720	6,720	6,720	6,720
Storage Capacity (Gallons)	3.125M	3.125M	3.125M	3.125M
Sewer				
Combined Sewers (Miles)	92	92	92	92
Storm Sewers (Miles)	9	9	9	9
Catch Basins	1,796	1,796	1,796	1,796

Source: Village Records

12/31/2013	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
1	1	1	1	1	1
20	20	19	19	19	20
2	2	2	2	2	2
3	3	3	3	3	3
2	2	2	2	2	3
50	50	50	50	50	50
57	57	57	57	57	57
62	62	62	62	62	62
2	2	2	2	2	2
7	7	7	7	7	7
286	286	286	286	286	286
36	35	36	36	36	36
63	63	63	63	63	63
10	10	10	10	10	10
70	70	70	70	70	70
729	729	729	729	729	729
6,720	6,800	6,720	6,720	6,720	6,723
3.125M	3.125M	3.125M	3.125M	3.125M	3.12M
92	92	92	92	92	92
9	9	9	9	9	9
1,796	1,796	1,796	1,796	1,796	1,796