

**VILLAGE OF BUCKNER
BUCKNER, ILLINOIS
ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED
APRIL 30, 2022**

**JOSEPH BARNABY
CERTIFIED PUBLIC ACCOUNTANT**

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CERTIFIED PUBLIC ACCOUNTANT

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Trustees of
The Village of Buckner, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Buckner, Illinois as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the Village of Buckner, Illinois' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Buckner, Illinois, as of April 30, 2022, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

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

Emphasis of Matter – Basis of Accounting

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair

presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Buckner, Illinois' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village of Buckner, Illinois' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Buckner, Illinois' ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Management is responsible for the supplementary information included in the annual report. The supplementary information comprises the Budgetary Comparison Schedules and Notes to the Budgetary Comparison Schedules, but does not include the basic financial statements and our

auditor's report thereon. Our opinions on the basic financial statements do not cover the supplementary information, and we do not express an opinion or any form of assurance thereon.

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

Joseph Barnaby, CPA

Marion, Illinois
April 15, 2026

BASIC FINANCIAL STATEMENTS

VILLAGE OF BUCKNER, ILLINOIS
STATEMENT OF NET POSITION-MODIFIED CASH BASIS
APRIL 30, 2022

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Current Assets			
Cash	\$ 119,192	\$ 23,299	\$ 142,491
Restricted Cash	54,974	18,672	73,646
Investments	-	-	-
Internal Balances	(246,497)	246,497	-
Total Current Assets	<u>(72,331)</u>	<u>288,468</u>	<u>216,137</u>
Non-Current Assets			
Capital Assets:			-
Non-depreciable			-
Land	-	-	-
Depreciable, net of accumulated depreciation			
Buildings & Improvements	406,346	752,202	1,158,548
Equipment & Machinery	56,633	-	56,633
Vehicles & Automobiles	-	-	-
Total Non-Current Assets	<u>462,979</u>	<u>752,202</u>	<u>1,215,181</u>
TOTAL ASSETS	<u>\$ 390,648</u>	<u>\$ 1,040,670</u>	<u>\$ 1,431,318</u>
LIABILITIES			
Current Liabilities			
Payroll liabilities	\$ -	\$ -	\$ -
Bond payable, current portion	-	12,000	12,000
Notes payable, current portion	-	11,989	11,989
Total Current Liabilities	<u>-</u>	<u>23,989</u>	<u>23,989</u>
Non-Current Liabilities			
Bond payable, non-current portion	-	256,000	256,000
Notes payable, non-current portion	-	42,426	42,426
Total Non-Current Liabilities	<u>-</u>	<u>298,426</u>	<u>298,426</u>
TOTAL LIABILITIES	<u>-</u>	<u>322,415</u>	<u>322,415</u>
NET POSITION			
Net investment in capital assets	462,979	429,787	892,766
Restricted for:			
Water & Sewer Improvements	-	18,672	18,672
Streets & Alleys	54,974	-	54,974
Unrestricted	(127,305)	269,796	142,491
TOTAL NET POSITION	<u>\$ 390,648</u>	<u>\$ 718,255</u>	<u>\$ 1,108,903</u>

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

VILLAGE OF BUCKNER, ILLINOIS
STATEMENT OF ACTIVITIES-MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

FUNCTION/PROGRAMS	PROGRAM REVENUES				NET (EXPENSES) REVENUE AND CHANGES IN NET ASSETS		
	Expenses	Charges for Services	Operating Grants And Contributions	Capital Grants And Contributions	Business-Type		Total
					Governmental Activities	Activities	
Primary Government							
Governmental Activities							
General government	\$ 154,093	\$ 34,080	\$ 37,134	\$ -	\$ (82,879)	\$ -	\$ (82,879)
Public Safety	14,850	246	-	-	(14,604)	-	(14,604)
Streets and alleys	15,057	-	-	-	(15,057)	-	(15,057)
Refuse	31,980	-	-	-	(31,980)	-	(31,980)
Park & recreation	-	-	-	-	-	-	-
Total Government Activities	215,980	34,326	37,134	-	(144,520)	-	(144,520)
Business-Type Activities							
Water	82,663	93,969	-	-	-	11,306	11,306
Sewer	53,159	58,172	-	-	-	5,013	5,013
Interest on long-term debt	14,844	-	-	-	-	(14,844)	(14,844)
Total Business-Type Activities	150,666	152,141	-	-	-	1,475	1,475
Total Primary Government	\$ 366,646	\$ 186,467	\$ 37,134	\$ -	(144,520)	1,475	(143,045)
GENERAL REVENUES							
Taxes							
Property					11,160	-	11,160
Sales & use tax					45,560	-	45,560
Income					63,250	-	63,250
Replacement					4,362	-	4,362
Video game tax					12,115	-	12,115
Franchise tax					33,318	-	33,318
Telecommunications tax					1,653	-	1,653
Motor fuel tax					28,538	-	28,538
Investment income					25	3	28
Miscellaneous					2,391	-	2,391
Gain on sale of asset					24,432	-	24,432
Transfer in (out)					(15,828)	15,828	-
TOTAL GENERAL REVENUES					210,976	15,831	226,807
Change in Net Position					66,456	17,306	83,762
NET POSITION - BEGINNING OF YEAR					1,460,824	310,349	1,771,173
Prior Period Adjustment					(1,136,632)	390,600	(746,032)
NET POSITION - END OF YEAR					\$ 390,648	\$ 718,255	\$ 1,108,903

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

VILLAGE OF BUCKNER, ILLINOIS
BALANCE SHEET-MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	MAJOR FUNDS		TOTAL
	General	Motor Fuel Tax Fund	GOVERNMENTAL FUNDS
ASSETS			
Current Assets			
Cash	\$ 119,192	\$ -	\$ 119,192
Restricted cash	-	54,974	54,974
Investments	-	-	-
Due from other funds	-	39,503	39,503
TOTAL ASSETS	<u>\$ 119,192</u>	<u>\$ 94,477</u>	<u>\$ 213,669</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Due to other funds	\$ 286,000	\$ -	\$ 286,000
TOTAL LIABILITIES	<u>286,000</u>	<u>-</u>	<u>286,000</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	94,477	94,477
Assigned	-	-	-
Unassigned	(166,808)	-	(166,808)
TOTAL FUND BALANCES	<u>(166,808)</u>	<u>94,477</u>	<u>(72,331)</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 119,192</u>	<u>\$ 94,477</u>	<u>\$ 213,669</u>

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

VILLAGE OF BUCKNER, ILLINOIS
RECONCILIATION OF FUND BALANCE OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION-MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

Total Fund Balance, Governmental Funds \$ (72,331)

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

Capital assets used in governmental activities are
not current financial resources and, therefore, are not
reported in the fund financial statement, but are reported in the
governmental activities of the statement of net position 462,979

Long-term liabilities, including bonds and notes
payable are not due and payable in the current
period and therefore, are not reported in the
governmental funds. -

Deferred inflows and outflow of resources are not current financial
resources and therefore are not reported in the fund financial
statements, but are reported in the Statement of Net Position -

Accrued interest payable in not due in the current period and
therefore is not included in the government funds. However,
it is recorded in the Statement of Activities when incurred. -

Net Position of Governmental Activities in the Statement of Net Position \$ 390,648

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

VILLAGE OF BUCKNER, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES-MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED APRIL 30, 2022

	MAJOR FUNDS		TOTAL
	General	Motor Fuel	GOVERNMENTAL
	Fund	Tax Fund	FUNDS
Revenues			
Property tax	\$ 11,160	\$ -	\$ 11,160
Sales tax	28,038	-	28,038
Income tax	63,250	-	63,250
Property replacement	4,362	-	4,362
Franchise tax	33,318	-	33,318
Telecommunications tax	1,653	-	1,653
Video gaming tax	12,115	-	12,115
Use tax	17,522	-	17,522
Motor fuel tax	-	28,538	28,538
Charges for services	31,780	-	31,780
Licenses and permits	2,300	-	2,300
Fines and fees	246	-	246
Grant revenue	29,939	-	29,939
Donations & contributions	7,195	-	7,195
Interest	15	10	25
Miscellaneous	2,391	-	2,391
Total Revenues	245,284	28,548	273,832
Expenditures			
<i>Current</i>			
General government	141,864	-	141,864
Public Safety	4,498	-	4,498
Streets and alleys	627	14,430	15,057
Refuse	31,980	-	31,980
Parks & Recreation	-	-	-
<i>Capital Outlay</i>			
General government	-	-	-
Streets, alleys, and cemeteries	-	-	-
Park and library	-	-	-
<i>Debt Service - Principal</i>	-	-	-
Total Expenditures	178,969	14,430	193,399
Excess (deficiency) of revenue over expenditures	66,315	14,118	80,433
Other Financing Sources (Uses)			
Gain on the sale of assets	24,432	-	24,432
Transfers in (out)	(18,429)	2,601	(15,828)
Total Other Financing Sources (Uses)	6,003	2,601	8,604
Net Change in Fund Balances	72,318	16,719	89,037
FUND BALANCE, BEGINNING OF YEAR	(239,126)	77,758	(161,368)
FUND BALANCE, END OF YEAR	\$ (166,808)	\$ 94,477	\$ (72,331)

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

VILLAGE OF BUCKNER, ILLINOIS
RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES
EXPENDITURES AND CHANGES IN FUND BALANCE TO THE GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION-MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

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

Net Change in Fund Balances - Total Governmental Funds \$ 89,037

Governmental funds report capital outlay as expenditures. However, in the
statement of activities the cost of those assets are allocated over their estimated
useful lives and reported as depreciation expense. This is the amount by which
capital outlay exceeded depreciation expense in the current period:

Capital outlay, including sale of assets	\$	-
Depreciation expense		(22,581)
		(22,581)

Revenues in the statement of activities that do not provide current financial resources
are not reported as revenue in the funds:

Change in revenue in fund statements previously recognized in the		
Statement of Activities		-
Donations of capital assets		-

The issuance of long-term debt and other obligations provide current financial resources
to governmental funds, while the repayment of the principal of long-term debt consumes
the current financial resources of governmental funds. Neither transaction, however has
any effect on change in net position. Also, governmental funds report the effect of issuance
costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts
are deferred and amortized in the statement of activities. These differences in the treatment of
long-term debt and related items consist of:

Principal retirement of debt		-
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Some expenses reported in the Statement of Activities do not require the use of current financial
resources and, therefore, are not reported as expenditures in governmental funds:

Accrued interest payable		
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Change in Net Position of Governmental Activities \$ 66,456

VILLAGE OF BUCKNER, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF NET POSITION-MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

	WATER DEPARTMENT	SEWER DEPARTMENT	TOTAL
ASSETS			
Current Assets			
Cash	\$ 21,842	\$ 1,457	\$ 23,299
Restricted cash	-	18,672	18,672
Investments	-	-	-
Due from other funds	91,847	154,650	246,497
Total Current Assets	<u>113,689</u>	<u>174,779</u>	<u>288,468</u>
Non-Current Assets			
Capital assets, non-depreciable	-	-	-
Capital assets, net of accumulated depreciation	515,562	236,640	752,202
Total Non-Current Assets	<u>515,562</u>	<u>236,640</u>	<u>752,202</u>
TOTAL ASSETS	<u>\$ 629,251</u>	<u>\$ 411,419</u>	<u>\$ 1,040,670</u>
LIABILITIES			
Current Liabilities			
Due to other funds	\$ -	\$ -	\$ -
Loan payable, current portion	11,989	-	11,989
Bond payable, current portion	-	12,000	12,000
Total Current Liabilities	<u>11,989</u>	<u>12,000</u>	<u>23,989</u>
Non-Current Liabilities			
Loan payable, Non-current portion	42,426	-	42,426
Bond payable, Non-current portion	-	256,000	256,000
Total Non-Current Liabilities	<u>42,426</u>	<u>256,000</u>	<u>298,426</u>
TOTAL LIABILITIES	<u>54,415</u>	<u>268,000</u>	<u>322,415</u>
NET POSITION			
Invested in capital assets	515,562	(31,360)	484,202
Restricted	-	18,672	18,672
Unrestricted	59,274	156,107	215,381
TOTAL NET POSITION	<u>\$ 574,836</u>	<u>\$ 143,419</u>	<u>\$ 718,255</u>

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

VILLAGE OF BUCKNER, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES,
AND CHANGE IN FUND NET POSITION-MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

	Water Department	Sewer Department	TOTAL BUSINESS-TYPE ACTIVITIES
Operating Revenues			
Charges for services and fees	\$ 93,969	\$ 58,172	\$ 152,141
Miscellaneous	-	-	-
Total Operating Revenues	<u>93,969</u>	<u>58,172</u>	<u>152,141</u>
Operating Expenses			
Administrative and general	22,530	18,427	40,957
Materials and supplies	1,477	4,726	6,203
Contractual Services	1,982	1,667	3,649
Utilities	-	5,282	5,282
Insurance	8,450	3,791	12,241
Water Purchase	28,433	-	28,433
Water & Lab Testing	688	7,115	7,803
Maintenance operations	6,328	3,916	10,244
Miscellaneous	719	75	794
Depreciation	12,056	8,160	20,216
Total Operating Expenses	<u>82,663</u>	<u>53,159</u>	<u>135,822</u>
Operating Income (Loss)	<u>11,306</u>	<u>5,013</u>	<u>16,319</u>
Non Operating Revenues (Expenses)			
Interest income	3	-	3
Interest Expense	(2,514)	(12,330)	(14,844)
Net Non-Operating Revenue (Expenses)	<u>(2,511)</u>	<u>(12,330)</u>	<u>(14,841)</u>
Income (Loss) Before Contributions And Transfer	8,795	(7,317)	1,478
Insurance Proceeds	-	-	-
Transfers in/(out) to other funds	10,293	5,535	15,828
Change In Net Position	19,088	(1,782)	17,306
NET POSITION, BEGINNING OF YEAR	<u>409,948</u>	<u>(99,599)</u>	<u>310,349</u>
Prior Period Adjustment	145,800	244,800	390,600
NET POSITION, END OF YEAR	<u>\$ 574,836</u>	<u>\$ 143,419</u>	<u>\$ 718,255</u>

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

VILLAGE OF BUCKNER, ILLINOIS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS-MODIFIED CASH BASIS
FOR THE YEAR ENDED APRIL 30, 2022

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>TOTAL</u>
Cash Flows From Operating Activities			
Receipts from customers	\$ 93,969	\$ 58,172	\$ 152,141
Payments to suppliers of goods and services	(48,077)	(26,572)	(74,649)
Payments to employees for payroll	(22,530)	(18,427)	(40,957)
Net Cash Provided (Used) By Operating Activities	<u>23,362</u>	<u>13,173</u>	<u>36,535</u>
Cash Flows From Non-Capital Financing Activities			
Transfers (to) from other funds	7,779	(6,735)	1,044
Net Cash Provided (Used) By Non-Capital Financial Activities	<u>7,779</u>	<u>(6,735)</u>	<u>1,044</u>
Cash Flows From Capital and Related Financing Activities			
Retirement of debt	(11,978)	(12,000)	(23,978)
Purchase of capital assets	-	-	-
Net Cash Provided (Used) By Capital and Related Financing Activities	<u>(11,978)</u>	<u>(12,000)</u>	<u>(23,978)</u>
Cash Flows From Investing Activities			
Interest on investments	3	-	3
Net Cash Provided (Used) By Investing Activities	<u>3</u>	<u>-</u>	<u>3</u>
Increase (Decrease) in Cash and Cash Equivalents	19,166	(5,562)	13,604
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>2,677</u>	<u>25,751</u>	<u>28,428</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 21,842</u>	<u>\$ 20,189</u>	<u>\$ 42,031</u>
Reconciliation Of Operating Income (Loss) To Net Cash Provided (Used) By Operating Activities:			
Operating income	\$ 11,306	\$ 5,013	\$ 16,319
Adjustment to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation/Amortization	12,056	8,160	20,216
Total adjustments	<u>12,056</u>	<u>8,160</u>	<u>20,216</u>
Net Cash Provided (Used) By Operating Activities	<u>\$ 23,362</u>	<u>\$ 13,173</u>	<u>\$ 36,535</u>

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

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Buckner (the Village), Illinois is a municipal corporation governed by an elected Mayor and Board of Trustees.

The basic financial statements of the Village have been presented on a modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The more significant of the Village's accounting policies are described below.

REPORTING ENTITY

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are no fiduciary component units that are required to be included in the financial statements of the Village as pension trust funds and there are no discretely component units to include in the reporting entity.

BASIS OF PRESENTATION

Government-Wide 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 public safety, highways and streets, and general administrative services are classified as governmental activities. The Village's water and sewer services are classified as business-type activities.

In the government-wide Statement of Net Position, both governmental and business type activities column are: (a) presented on a consolidated basis by column, and (b) reported on a modified cash, economic resource basis, which recognizes some long-term assets and receivables as well as long-term debt 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, public safety, highways and streets, etc.) The functions are supported by general government revenues (property tax, sales tax, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, public safety, highways and streets, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION -Continued

Government-Wide Statements - Continued

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

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

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, liabilities, 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.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, 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 have debt outstanding or a specific or 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, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

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

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.

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES -Continued

BASIS OF PRESENTATION -Continued

Governmental Funds - Continued

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 one major special revenue fund. The Motor Fuel Tax Fund is used to account for motor fuel tax allocations from the State of Illinois and expenditures related to the Village's annual road rehabilitation and construction program.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles 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 Fund is used to account for the revenues and expenses relative to the operation of the water utility. The Sewer Fund is used to account for the revenues and expenses relative to the operation of the sewer utility.

Major and Non-Major Funds

The funds are further classified as major or non-major as follows;

<u>Fund</u>	<u>Brief Description</u>
<i>Major Governmental:</i>	
General Fund	Accounts for financial resources devoted to financing the general services that are not required to be recorded separately.
Motor Fuel Tax	Receipts and disbursements from motor fuel tax used for improving roads and infrastructure.
<i>Major Proprietary:</i>	
Water Fund	Accounts for activities related to providing water service to the citizens of the Village.
Sewer Operation & Maintenance Fund	Accounts for activities related to providing sewer service to the citizen of the Village

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

Revenues, Expenditures, and Expenses

Program Revenues

Amounts reported as program revenues in the Statement of Activities include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally designated resources are reported as general revenues rather than as program revenues.

Expenses/Expenditures

In the government-wide Statement of Activities, expenses are generally reported by function or program. Direct expenses – those that are specifically associated with a function or program – are reported on the line for that function or program. Indirect expenses – those that are not directly linked to an identifiable function or program – are allocated based on a percentage of total expenses.

GASB distinguishes between functions and programs in the following manner:

Functions: Groups related activities that are aimed at accomplishing a major service or regulatory responsibility.

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, within the limitations of the modified cash basis of accounting 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 and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary 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. Some assets, liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary funds equity is classified as net position.

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

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 modified cash basis of accounting. This basis recognized revenue when cash is received and expenditures are recorded when payment is made. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. These financial statements are modified from the cash basis method because the Village records capital assets, depreciation, and long-term debt.

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, LIABILITIES, AND FUND BALANCE/NET POSITION

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and 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. The Village has no investments at year-end.

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. Internal service fund services provided and used are not eliminated in the process of consolidation. 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 BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS, LIABILITIES, AND FUND BALANCE/NET POSITION - Continued

Capital Assets

Capital assets 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. 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 cost.

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

The Village does not maintain a formal capital asset policy, and capitalization thresholds and estimated useful lives are not available. The Village does not record depreciation on its capital assets, except for the water system.

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.

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.

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS, LIABILITIES, AND FUND BALANCE/NET POSITION - Continued

Net Position - Continued

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

Use of Estimates

The preparation of financial statements requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2- STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The Village prepares an annual budget for its funds to support operational planning and financial management. The budget is developed and approved by the Board of Trustees and serves as a tool for monitoring and controlling financial activity throughout the year.

The budget for the Village is prepared on a basis consistent with generally accepted accounting principles. Budgetary control is maintained through internal review and monitoring procedures, and management evaluates performance against budgeted amounts on an ongoing basis.

A formal process is in place for amending the budget. Proposed changes are submitted by management and reviewed for operational and financial impact. Amendments are subject to approval by the Board of Trustees, and are incorporated into the revised budget once approved. This process ensures that the budget remains aligned with current priorities and available resources. During the year, no supplementary appropriations were necessary.

DEFICIT FUND BALANCE/NET POSITION

The following funds had deficit fund balance/net position as of the date of this report:

Fund	Deficit
General	\$ (166,808)

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. 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.

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

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.

Deposits. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$216,137 and the bank balances totaled \$221,184.

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 does not have an investment policy which specifically addresses interest rate risk.

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 does not have an investment policy which further addresses credit risk.

Custodial Credit Risk - Deposits. 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 does not have an investment policy which specifically addresses custodial credit risk for deposits. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Custodial Credit Risk - Investments. 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 does not have an investment policy which specifically addresses custodial credit risk for investments.

Concentration Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village does not have an investment policy which specifically addresses 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).

	Bank Balance	Carrying Amount
Category 1	\$ 221,184	\$ 216,137
Category 2	-	-
Category 3	-	-
	<u>\$ 221,184</u>	<u>\$ 216,137</u>

Category 1: These are deposits covered by FDIC insurance or collateral held by the Village in the Village's name.

Category 2: Deposits backed by specific assets (collateral) provided by an independent third-party or by the financial institutions trust department in the Village's name.

Category 3: Deposits that are not secured by specific assets or for which the collateral is held by the financial institution's trust department, but not in the Village's name.

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

PROPERTY TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, 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 July 1 and September 1. The County collects such taxes and remits them periodically.

INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
Motor Fuel Tax	General	\$ 39,503
Water	General	91,847
Sewer	General	154,650
		286,000
		286,000

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the fiscal year was as follows:

	April 30, 2021	Additions	Disposals	April 30, 2022
<u>Governmental Activities:</u>				
<i>Capital assets being depreciated:</i>				
Buildings and improvements	\$ 869,150	\$ -	\$ -	\$ 869,150
Equipment & Machinery	93,000	-	-	93,000
Vehicles & Automobiles	2,344,300	-	-	2,344,300
<i>Total Capital Assets being depreciated</i>	\$ 3,306,450	\$ -	\$ -	\$ 3,306,450
<i>Less accumulated depreciation:</i>				
Buildings and improvements	\$ 443,490	\$ 19,314	\$ -	\$ 462,804
Equipment & Machinery	33,100	3,267	-	36,367
Vehicles & Automobiles	2,344,300	-	-	2,344,300
<i>Total accumulated depreciation</i>	\$ 2,820,890	\$ 22,581	\$ -	\$ 2,843,471
<i><u>Total capital assets being depreciated, net</u></i>	\$ 485,560	\$ (22,581)	\$ -	\$ 462,979

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 3-DETAIL NOTES ON ALL FUNDS-Continued

CAPITAL ASSETS- Continued

Depreciation expense of \$22,581 was charged to the General Fund.

Business-Type Activities

	<u>April 30, 2021</u>	<u>Additions</u>	<u>Disposals</u>	<u>April 30, 2022</u>
<u>Governmental Activities:</u>				
<i>Capital assets being depreciated:</i>				
Buildings and improvements	\$ 1,010,779	\$ 28,000	-	\$ 1,038,779
Equipment & Machinery	-	-	-	-
Vehicles & Automobiles	-	-	-	-
<i>Total Capital Assets being depreciated</i>	<u>\$ 1,010,779</u>	<u>\$ 28,000</u>	<u>\$ -</u>	<u>\$ 1,038,779</u>
<i>Less accumulated depreciation:</i>				
Buildings and improvements	\$ 75,161	\$ 12,056	-	\$ 87,217
Equipment & Machinery	-	-	-	-
Vehicles & Automobiles	-	-	-	-
<i>Total accumulated depreciation</i>	<u>\$ 75,161</u>	<u>\$ 12,056</u>	<u>\$ -</u>	<u>\$ 87,217</u>
<i>Total capital assets being depreciated, net</i>	<u>\$ 935,618</u>	<u>\$ 15,944</u>	<u>\$ -</u>	<u>\$ 951,562</u>

Depreciation expense of \$12,056 was charged to the Water Fund.

LONG-TERM OBLIGATIONS

Loans Payable

The Village enters into loans payable to provide funds for acquisition of capital equipment. Loans payable have been issued for business-type activities. Loans payable currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Loan Payable: Peoples National Bank, due in monthly installments of \$1,299 including interest through August 25, 2021.	\$ 66,394		11,978	54,416

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

Revenue Bonds Payable

The Village issues revenue bonds payable for the operation and maintenance of the sewerage system. Revenue bonds currently outstanding are as follows:

	Beg Bal	End Iss	Retirements	Balances
\$288,000 Sewerage System Revenue Bonds, due in annual installments plus interest at 4.50% through May 1, 2038.	\$ 280,000		12,000	268,000

Long-Term Liabilities Activity

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

Type of Liability	Beginning Balances	Ending Additions	Deductions	Balances
		Amounts Due Within One Year		
Business-Type Activities				
Loans Payable	\$ 66,394	11,978	54,416	11,989
Revenue Bonds Payable	280,000	12,000	268,000	12,000
	346,394	23,978	322,416	23,989

For business-type activities, payments on the loans payable are being made by the Water Fund and payments on the revenue bonds payable are being made by the Sewer Fund. The balance listed for the loan payable last fiscal year was \$71,764, however the actual balance was \$66,394. We have reflected the difference in a prior period adjustment.

Revenue Bond Compliance

The bond ordinance for the revenue bonds provides restrictions on the use of cash and investments of the enterprise funds. Accounts must be maintained and used exclusively for (1) the payment of expenses for the operation and maintenance of the system, (2) the payment of bond principal and interest, and (3) the cost of repairs and replacements to the system. At April 30, 2022, the Village has not met the requirements for cash in restricted bank accounts.

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

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 - 2021	\$ 2,863,339
Legal Debt Limit- 8.625% of Assessed Value	246,963
Amount of Debt Applicable to Limit	<u> </u>
Legal Debt Margin	<u>246,963</u>

NOTE 3-DETAIL NOTES ON ALL FUNDS-Continued

LONG-TERM OBLIGATIONS - Continued

Debt Service Requirements to Maturity

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

Fiscal Year	Business-Type Activities					
	Revenue			Loans		
	Bonds Payable			Payable		
	Principal	Interest	Total	Principal	Interest	Total
2023	12,000	11,790	23,790	11,989	1,954	13,943
2024	12,000	11,250	23,250	12,462	1,481	13,943
2025	12,000	10,710	22,710	12,961	982	13,943
2026	12,000	10,170	22,170	13,476	467	13,943
2027	12,000	9,630	21,630	3,527	38	3,565
2028-2032	76,000	38,610	114,610	-	-	-
2033-2037	92,000	19,890	111,890	-	-	-
2038-2039	40,000	1,800	41,800	-	-	-
Total	<u>268,000</u>	<u>113,850</u>	<u>381,850</u>	<u>54,416</u>	<u>4,922</u>	<u>59,338</u>

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

FUND BALANCE CLASSIFICATIONS

In the governmental fund 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 Village's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

NOTE 3-DETAIL NOTES ON ALL FUNDS-Continued

FUND BALANCE CLASSIFICATIONS - Continued

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.

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

	General	Special Revenue Motor Fuel Tax	Totals
Fund Balances			
Restricted			
Motor Fuel Tax	\$	94,477	94,477
Unassigned	(166,808)		(166,808)
Total Fund Balances	(166,808)	94,477	(72,331)

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NET POSITION/FUND BALANCE RESTATEMENTS

Beginning net position/fund balances were restated to correct errors in the recording of accounts receivable, accounts payable, and capital assets. The following is a summary of the net position and fund balances as reported and as restated:

Net Position/Fund Balance	As Reported	As Restated	Increases (Decreases)
Governmental Activities	\$ 1,460,824	324,192	(1,136,632)
Business-Type Activities	310,349	700,949	390,600
General	-	-	-
Motor Fuel Tax	-	-	-
Water	409,948	555,748	145,800
Sewer	(99,599)	145,201	244,800

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 462,979
Less Capital Related Debt:	
Net Investment in Capital Assets	<u>462,979</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 752,202
Less Capital Related Debt:	
Loans Payable	<u>(322,415)</u>
Net Investment in Capital Assets	<u>429,787</u>

**VILLAGE OF BUCKNER
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2022**

NOTE 4 - OTHER INFORMATION

CONTINGENT LIABILITIES

Litigation

From time to time, the Village is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Village's financial position or results of operations.

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.

NOTE 4-OTHER INFORMATION -Continued

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. The Village has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenditures/expenses in appropriate funds. 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.

OTHER POST-EMPLOYMENT BENEFITS

The Village has evaluated its potential other post-employment benefits liability. Former employees are not eligible to retain their rights to health insurance through the Village. As the Village provides no explicit benefit and there is no allowed participation, there is no implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Therefore, the Village has not recorded a liability as of April 30, 2022.

RETIREMENT OBLIGATIONS

The Village does not participate in either the Illinois Municipal Retirement Fund or a deferred compensation plan. Instead, employees are covered by social security.

SUPPLEMENTARY INFORMATION

VILLAGE OF BUCKNER, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES , AND CHANGES
IN FUND BALANCE- BUDGET AND ACTUAL
UNAUDITED
GENERAL FUND
FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary Basis	Final Budget Positive or (Negative)
REVENUES				
Property tax	\$ -	\$ -	\$ 11,160	\$ 11,160
Property replacement tax	-	-	4,362	4,362
State income tax	-	-	63,250	63,250
Sales tax	-	-	28,038	28,038
Use tax	-	-	17,522	17,522
Telecommunications tax	-	-	1,653	1,653
Video gaming tax	-	-	12,115	12,115
Franchise tax	-	-	33,318	33,318
Interest	-	-	15	15
Charges for service	-	-	31,780	31,780
Licenses and permits	-	-	2,300	2,300
Fines and fees	-	-	246	246
Grants and donations	-	-	37,134	37,134
Miscellaneous	-	-	2,391	2,391
Total Revenues	-	-	245,284	245,284
EXPENDITURES				
General government:				
Personal services	24,000	24,000	35,640	11,640
Contractual services	27,200	27,200	66,115	38,915
Commodities	4,200	4,200	4,999	799
Other expenses	36,000	36,000	3,436	(32,564)
Audit fund	40,000	40,000	1,667	(38,333)
Liability insurance	30,000	30,000	15,026	(14,974)
Social security	7,400	7,400	45,461	38,061
Park district	6,000	6,000	-	(6,000)
Scholarship fund	2,000	2,000	1,500	(500)
Street department	103,000	103,000	627	(102,373)
Fire department	17,500	17,500	4,498	(13,002)
Police department	-	-	-	-
Total Expenditures	\$ 297,300	\$ 297,300	178,969	\$ 118,331
Excess (deficiency) of revenue over expenditures			66,315	
Other Financing Sources (Uses)				
Gain on sale of assets			24,432	
Transfers in (out)			(18,429)	
NET CHANGE IN FUND BALANCE			72,318	
FUND BALANCE - BEGINNING OF YEAR			(239,126)	
FUND BALANCE - END OF YEAR			\$ (166,808)	

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

VILLAGE OF BUCKNER, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES , AND CHANGES
IN FUND BALANCE- BUDGET AND ACTUAL
UNAUDITED
MOTOR FUEL TAX FUND
FOR THE YEAR ENDED APRIL 30, 2022

	Budgeted Amounts		Actual	Variance With
	Original	Final	Budgetary Basis	Final Budget Positive or (Negative)
Revenues				
Motor Fuel Tax	\$ -	\$ -	\$ 28,538	\$ 28,538
Interest	-	-	10	10
Total Revenues	-	-	28,548	28,548
Expenditures				
Contractual Services	75,000	75,000	14,430	(60,570)
Total Expenditures	\$ 75,000	\$ 75,000	14,430	\$ (60,570)
Excess (deficiency) of revenue over expenditures			14,118	
Other Financing Sources (Uses)				
Transfers in (out)			2,601	
Total Other Financing Sources (Uses)			2,601	
NET CHANGE IN FUND BALANCE			16,719	
FUND BALANCE - BEGINNING OF YEAR			77,758	
FUND BALANCE - END OF YEAR			\$ 94,477	

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

VILLAGE OF BUCKNER
NOTES TO SUPPLEMENTARY INFORMATION
APRIL 30, 2022

NOTE 1. BUDGETARY BASIS OF ACCOUNTING

The Village prepares an Appropriation Ordinance in accordance with Illinois Statute for all of its governmental funds, except those dealing with grant monies. The appropriation ordinance is, in effect, the budget but the figures contained therein are not incorporated in to the books and records. The amounts designated in the appropriation ordinance have been included in the financial statements as budgetary data. The budget is prepared on cash basis.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

A. Budget adoption procedures:

1. In accordance with the Cutler Village's Code of Ordinances, prior to May 1, the Village's Supervisor submits to the Village Board a proposed operating budget for the fiscal year commencing April 30. The Village Board is required to adopt a budget prior to the beginning of the fiscal year to which it applies.
2. The budget is made available for public inspection for at least 10 days prior to passage.
3. At least one public hearing is conducted to obtain taxpayer comment.
4. The annual budget may be revised by a 2/3 vote of the members of the board.

B. The combined statements of revenues, expenditures, and changes in fund balance for the General Fund and Special Revenue Funds present comparisons of legally adopted budgets with actual data.

C. The budget amounts shown in the financial statements are the final authorized amounts for the year.

D. The final budget was adopted June 2, 2021.

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The following funds' expenditures exceeded the budget amount for such expenditures:

None