



VILLAGE OF BROOKLYN

**AUDITED FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT**

For the Year Ended December 31, 2021

VILLAGE OF BROOKLYN
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INDEPENDENT AUDITOR'S REPORT

To the Village Board
Village of Brooklyn
Brooklyn, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Brooklyn, Wisconsin, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Village of Brooklyn, Wisconsin's 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 financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Brooklyn, Wisconsin, as of December 31, 2021, 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.

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 Brooklyn, Wisconsin, 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, 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 Brooklyn, Wisconsin's 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 Brooklyn, Wisconsin's 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 Brooklyn, Wisconsin's 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, Wisconsin Retirement System schedules, Local Retiree Life Insurance Fund schedules, and Group Health Insurance Plan schedules be presented to supplement the basic financial statements. Such information is the responsibility of management and 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Brooklyn, Wisconsin's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relates 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
May 9, 2022

VILLAGE OF BROOKLYN MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Village of Brooklyn, we offer readers of the Village of Brooklyn's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended December 31, 2021. We encourage the reader to consider the information presented here in conjunction with the Independent Auditor's Report at the front of this report and the Village's financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS

When revenues exceed expenses, the result is an increase in net position. When expenses exceed revenues, the result is a decrease in net position. You can think of this relationship between revenues and expenses as the Village's operating results. You can think of the Village's net position, as measured in the Statement of Net Position, as one way to measure the Village's financial health, or financial position. Over time, increases or decreases in the Village's net position, as measured in the Statement of Activities, are one indicator of whether its financial health is improving or deteriorating. However, the Village's goal is to provide services that improve the quality of life for our residents, not to generate profits as companies do. For this reason, you will need to consider many other non-financial factors, such as the condition of our roads, in assessing the overall health of our Village.

- The assets of the Village of Brooklyn exceeded its liabilities as of December 31, 2021 by \$8,799,541 (net position).
- The Village of Brooklyn's total net position increased by \$928,657.
- As of December 31, 2021, the Village of Brooklyn's governmental funds reported combined ending fund balances of \$806,636. This includes a total unassigned fund balance of \$21,558.
- As of December 31, 2021, the unassigned fund balance for the general fund was \$353,442, or approximately 32 percent of total general fund expenditures.
- The Village of Brooklyn's total debt increased by \$877,511 during 2021. This includes both governmental and business-type debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Village of Brooklyn's basic financial statements. These 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 the *Statement of Net Position* and *Statement of Activities*. These statements present an aggregate view of the Village's finances in a manner similar to private-sector business. The government-wide financial statements can be found on pages 1 - 3 of this report.

- The *Statement of Net Position* presents information on all of the Village of Brooklyn's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Brooklyn is improving or deteriorating.
- The *Statement of Activities* presents information showing how the government'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 (e. g., uncollected taxes and earned but unused vacation and sick leave).

VILLAGE OF BROOKLYN MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Both of the government-wide financial statements distinguish functions of the Village of Brooklyn 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 of Brooklyn include general government, public safety, public works, health and human services, culture, recreation and education, and conservation and development. The business-type activities of the Village of Brooklyn include the Brooklyn Water Utility and the Brooklyn Sewer Utility.

The government-wide financial statements include only the activities of the Village of Brooklyn.

Fund financial statements. The Village also produces 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. The Village, like other state and local governments, uses fund accounting to demonstrate compliance with finance related legal requirements. Fund statements generally report operations in more detail than the Village government-wide statements and provide information that may be useful in evaluating a Village's short-term financing requirements.

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, fund statements focus on short-term inflows and outflows of spendable resources and their impact on fund balance.

Because the focus of governmental funds is narrower than that of the 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 Brooklyn maintains four (4) major governmental funds. Information is presented separately in the governmental funds Balance Sheet and in the Statement of Revenues, Expenditures, and Changes in Fund Balances for the governmental funds. In addition, the following non-major funds are present: Cemetery Fund, and TIF #1 Fund.

The Village of Brooklyn adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 4 through 7 of this report.

Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. 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 utility and the sewer utility, which are considered to be major funds of the Village of Brooklyn. The basic proprietary fund financial statements can be found on pages 8 through 12 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 15 through 55 of this report.

VILLAGE OF BROOKLYN MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Other information. The combining statements referred to earlier in connection with non-major governmental funds and other information related to the individual funds are presented immediately following the required supplementary information. Individual fund statements and schedules can be found on pages 61 through 66 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. The Village's net position increased by approximately \$929,000 from a year ago. The table below provides a summary of the Village's assets for the year ended December 31, 2021.

Village of Brooklyn's Net Position						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Current and Other Assets	\$ 3,089,944	\$ 1,728,099	\$ 527,829	\$ 494,005	\$ 3,617,773	\$ 2,222,104
Restricted Assets	111,028	63,288	604,329	521,626	715,357	584,914
Capital Assets	4,424,042	3,942,007	7,707,346	7,740,535	12,131,388	11,682,542
Total Assets	7,625,014	5,733,394	8,839,504	8,756,166	16,464,518	14,489,560
Deferred Outflows	200,810	166,392	117,084	57,910	317,894	224,302
Long-Term Liabilities	3,769,501	2,594,554	2,374,027	2,662,338	6,143,528	5,256,892
Other Liabilities	281,531	175,172	51,364	45,934	332,895	221,106
Deferred Inflows	1,347,845	1,292,503	158,603	72,477	1,506,448	1,364,980
Total Liabilities and Deferred Inflows	5,398,877	4,062,229	2,583,994	2,780,749	7,982,871	6,842,978
Net Position:						
Net Investment in Capital Assets	1,732,184	2,540,552	5,333,319	5,078,197	7,065,503	7,618,749
Restricted	358,115	130,554	604,329	497,425	962,444	627,979
Unrestricted (Deficit)	336,648	(833,549)	434,946	457,705	771,594	(375,844)
Total Net Position	\$ 2,426,947	\$ 1,837,557	\$ 6,372,594	\$ 6,033,327	\$ 8,799,541	\$ 7,870,884

The largest portion of the Village's net position, 80%, reflects *its investment in capital assets*, (e.g. land, buildings, machinery and equipment, infrastructure, etc.); 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 investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. *Restricted net position* of \$962,444 represents resources that are subject to external restrictions on how they may be used. The Village is reporting an unrestricted net position of \$771,594.

The next table provides a summary of the Village's operating results and their impact on net position for the year ended December 31, 2021. In 2021, the Village relied primarily on property taxes, 36%, charges for services, 35%, and capital grants and contributions, 19%, to fund its operations. Combined, these account for 90% of all revenues or \$2,774,707. Operating grants and contributions accounted for \$88,185 (3%) of the total revenues of \$3.09 million.

**VILLAGE OF BROOKLYN
MANAGEMENT'S DISCUSSION AND ANALYSIS**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Village of Brooklyn's Change in Net Position						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services and fees, fines and costs	\$ 203,723	\$ 134,276	\$ 887,614	\$ 886,474	\$ 1,091,337	\$ 1,020,750
Operating grants and contributions	88,185	102,814	-	-	88,185	102,814
Capital grants and contributions	335,077	450,383	251,240	1,048	586,317	451,431
General revenues:						
Taxes	1,097,053	940,470	-	-	1,097,053	940,470
Intergovernmental revenues not restricted to specific programs	187,743	174,551	-	-	187,743	174,551
Unrestricted Interest and Investment Earnings	1,475	9,334	948	8,263	2,423	17,597
Miscellaneous	11,388	80,621	5,912	-	17,300	80,621
Other-Gain (Loss) on Sale of Capital Assets	16,003	-	-	-	16,003	-
Total Revenues	1,940,647	1,892,449	1,145,714	895,785	3,086,361	2,788,234
Expenses:						
General Government	281,545	239,792	-	-	281,545	239,792
Public Safety	481,358	494,891	-	-	481,358	494,891
Public Works	419,080	379,403	-	-	419,080	379,403
Health Welfare & Sanitation	7,202	8,794	-	-	7,202	8,794
Culture and Recreation	65,212	81,277	-	-	65,212	81,277
Conservation & Development	46,245	19,137	-	-	46,245	19,137
Interest on long-term debt	107,980	68,362	-	-	107,980	68,362
Water & Sewer	-	-	749,082	785,547	749,082	785,547
Total Expenses:	1,408,622	1,291,656	749,082	785,547	2,157,704	2,077,203
Increase (decrease) in net position before transfers	532,025	600,793	396,632	110,238	928,657	711,031
Transfers	57,365	(340,017)	(57,365)	340,017	-	-
Increase (decrease) in net position	589,390	260,776	339,267	450,255	928,657	711,031
Net Position – January 1	1,837,557	1,638,810	6,033,327	5,583,072	7,870,884	7,221,882
Restatement	-	(62,029)	-	-	-	(62,029)
Net Position – December 31	\$ 2,426,947	\$ 1,837,557	\$ 6,372,594	\$ 6,033,327	\$ 8,799,541	\$ 7,870,884

Governmental Activities: Governmental activities increased the Village's net position by \$589,390.

Business-Type Activities: Net position of the business-type activities increased by \$339,267.

VILLAGE OF BROOKLYN MANAGEMENT'S DISCUSSION AND ANALYSIS

FINANCIAL ANALYSIS OF THE VILLAGE OF BROOKLYN'S FUNDS

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

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

As of December 31, 2021, the Village's governmental funds reported combined ending fund balance of \$806,636, an increase of \$228,020 from the prior year.

The general fund is the chief operating fund of the Village. At the end of the current year, unassigned fund balance of the general fund was \$353,442. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 32% of total general fund expenditures.

During the current year, the Village's general fund balance increased by \$67,348. Key factors in this are as follows:

- Revenues collected were \$21,804 higher than budgeted. This included approximately \$17,000 more of License and Permit revenues than the budget.
- Expenditures incurred were \$10,902 less than budgeted amounts.

Proprietary funds. The Village of Brooklyn's proprietary funds provide the same type of information found in the Village's government-wide financial statements, but in more detail. At December 31, 2021, the Village's proprietary funds reported combined net position of \$6,372,594.

The Village's water and sewer revenues were comparable to prior year and expenses (including interest and tax equivalent) decreased 5%. Key factors in this are as follows:

- Fewer utility projects – repairs and maintenance costs
- Less interest expense

VILLAGE OF BROOKLYN MANAGEMENT'S DISCUSSION AND ANALYSIS

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. Village of Brooklyn's investment in capital assets for its governmental and business-type activities as of December 31, 2021 amounts to \$12,131,388 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment and utility infrastructure. The Village's total investment in capital assets as of December 31, 2021 increased \$448,846. Governmental activities increased \$482,035 or 12% and business activities decreased \$33,189 or -0.5%.

Village of Brooklyn's Capital Assets						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Land	\$ 638,461	\$ 595,461	\$ 173,103	\$ 173,103	\$ 811,564	\$ 768,564
Right of Ways	470,085	470,085	-	-	470,085	470,085
Construction Work in Progress	-	-	-	-	-	-
Land, Right of Ways, and Construction Work in Progress	1,108,546	1,065,546	173,103	173,103	1,281,649	1,238,649
Land Improvements	104,292	104,292	-	-	104,292	104,292
Buildings	969,713	737,650	-	-	969,713	737,650
Machinery & Equipment	468,474	488,428	-	-	468,474	488,428
Infrastructure	2,993,960	2,663,521	-	-	2,993,960	2,663,521
Utility Plant	-	-	10,842,822	10,589,986	10,842,822	10,589,986
Other Capital Assets	4,536,439	3,993,891	10,842,822	10,589,986	15,379,261	14,583,877
Accumulated Depreciation	(1,220,943)	(1,117,430)	(3,308,579)	(3,022,554)	(4,529,522)	(4,139,984)
Other Capital Assets, net of depreciation	3,315,496	2,876,461	7,534,243	7,567,432	10,849,739	10,443,893
Total Capital Assets	\$ 4,424,042	\$ 3,942,007	\$ 7,707,346	\$ 7,740,535	\$ 12,131,388	\$ 11,682,542

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

Governmental Activities

- Purchase of Village Hall \$239,405.
- Village Hall Roof Project \$35,658.
- Douglas Drive/Elizabeth Circle project developer contributed capital \$330,439.

Business Activities

- Douglas Drive/Elizabeth Circle project developer contributed capital \$246,000.

Additional information on the Village of Brooklyn's capital assets can be found in Note 3 on pages 29-31 of this report.

VILLAGE OF BROOKLYN MANAGEMENT'S DISCUSSION AND ANALYSIS

CAPITAL ASSET AND DEBT ADMINISTRATION (Continued)

Long-term debt. At the end of the current fiscal year, Village of Brooklyn had total debt outstanding of \$6,134,403, which included \$4,273,669 of general obligation debt. During the fiscal year the Village paid off \$543,897 on existing debt and issued \$1,421,408 in new debt, that resulted in a net increase in debt outstanding of \$877,511.

Village of Brooklyn's Outstanding Debt						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
General Obligation Debt	\$ 3,760,376	\$ 2,594,554	\$ 513,293	\$ 569,766	\$ 4,273,669	\$ 3,164,320
Revenue Bonds	-	-	1,860,734	2,092,572	1,860,734	2,092,572
Total Debt Outstanding	\$ 3,760,376	\$ 2,594,554	\$ 2,374,027	\$ 2,662,338	\$ 6,134,403	\$ 5,256,892

The Village is not rated by Moody's Investors Service or any other rating agency for its general obligation debt.

Additional information on the Village's long-term debt can be found in Note 5 on pages 32-36 of this report.

Currently Known Facts and Economic Conditions

All currently known facts and economic conditions were considered in preparing the 2021 Village budget. None of these conditions are anticipated to change the overall financial position of the Village.

Contacting the Village's Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Village Office, 210 Commercial Street, P.O. Box 189, Brooklyn, WI 53521 or email the Village Office at clerk@brooklynwi.gov.

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Statement of Net Position
For the Year Ended December 31, 2021

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 1,586,522	\$ 450,525	\$ 2,037,047
Receivables:			
Taxes	428,360	-	428,360
Net Accounts Receivable	11,437	77,304	88,741
Special Assessments	12,735	-	12,735
Total Current Assets	<u>2,039,054</u>	<u>527,829</u>	<u>2,566,883</u>
Noncurrent Assets			
Restricted Assets			
Cash and Investments	-	531,881	531,881
Net Pension Asset	111,028	72,448	183,476
Land Held for Resale	1,050,890	-	1,050,890
Capital Assets			
Land, Improvements, and Construction in Progress	1,108,546	173,103	1,281,649
Other Capital Assets, net of Depreciation	3,315,496	7,534,243	10,849,739
Total Capital Assets	<u>4,424,042</u>	<u>7,707,346</u>	<u>12,131,388</u>
Total Noncurrent Assets	<u>5,585,960</u>	<u>8,311,675</u>	<u>13,897,635</u>
Total Assets	<u>7,625,014</u>	<u>8,839,504</u>	<u>16,464,518</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Outflows	179,433	117,084	296,517
Deferred OPEB Outflows - Local Retiree Life Insurance Plan	14,281	-	14,281
Deferred OPEB Outflows - Group Health Insurance Plan	7,096	-	7,096
Total Deferred Outflows of Resources	<u>200,810</u>	<u>117,084</u>	<u>317,894</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 7,825,824</u>	<u>\$ 8,956,588</u>	<u>\$ 16,782,412</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin
Statement of Net Position
For the Year Ended December 31, 2021

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 40,139	\$ 5,081	\$ 45,220
Accrued Liabilities	19,010	5,568	24,578
Accrued Interest Payable	30,484	12,859	43,343
Unearned Revenue	65,311	-	65,311
Current Portion of Compensated Absences	3,036	2,622	5,658
Current Portion on Long-Term Debt	278,831	294,853	573,684
Total Current Liabilities	<u>436,811</u>	<u>320,983</u>	<u>757,794</u>
Noncurrent Liabilities:			
Long-Term Debt Due in More Than One Year	3,490,670	2,079,174	5,569,844
Compensated Absences	22,405	25,234	47,639
OPEB - Local Retiree Life Insurance Plan	34,990	-	34,990
OPEB - Health Insurance Plan	66,156	-	66,156
Total Noncurrent Liabilities	<u>3,614,221</u>	<u>2,104,408</u>	<u>5,718,629</u>
Total Liabilities	<u>4,051,032</u>	<u>2,425,391</u>	<u>6,476,423</u>
DEFERRED INFLOWS OF RESOURCES			
Tax Levy	1,095,223	-	1,095,223
Deferred Pension Inflows	243,064	158,603	401,667
OPEB - Local Retiree Life Insurance Plan Inflows	9,558	-	9,558
Total Deferred Inflows of Resources	<u>1,347,845</u>	<u>158,603</u>	<u>1,506,448</u>
NET POSITION			
Net Investment in Capital Assets	1,732,184	5,333,319	7,065,503
Restricted			
Debt Service	43,662	-	43,662
Cemetery	57,839	-	57,839
TIF #1	92,508	-	92,508
General Capital Projects	53,078	-	53,078
Sewer Replacement	-	522,567	522,567
Sewer Redemption	-	3,670	3,670
Water Impact Fees	-	5,644	5,644
Net Pension Asset	111,028	72,448	183,476
Unrestricted	336,648	434,946	771,594
Total Net Position	<u>2,426,947</u>	<u>6,372,594</u>	<u>8,799,541</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 7,825,824</u>	<u>\$ 8,956,588</u>	<u>\$ 16,782,412</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Statement of Activities
For the Year Ended December 31, 2021

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Governmental Activities							
General Government	\$ 281,545	\$ 60,466	\$ -	\$ -	\$ (221,079)		\$ (221,079)
Public Safety	481,358	28,594	5,840	-	(446,924)		(446,924)
Public Works	419,080	85,826	82,345	335,077	84,168		84,168
Health, Welfare and Sanitation	7,202	21,002	-	-	13,800		13,800
Culture and Recreation	65,212	835	-	-	(64,377)		(64,377)
Conservation and Development	46,245	7,000	-	-	(39,245)		(39,245)
Interest on Long-term Debt	107,980	-	-	-	(107,980)		(107,980)
Total Governmental Activities	1,408,622	203,723	88,185	335,077	(781,637)		(781,637)
Business-type Activities							
Water	260,231	312,431	-	152,624	-	\$ 204,824	204,824
Sewer	488,851	575,183	-	98,616	-	184,948	184,948
Total Business-type Activities	749,082	887,614	-	251,240	-	389,772	389,772
Total Primary Government	\$ 2,157,704	\$ 1,091,337	\$ 88,185	\$ 586,317	(781,637)	389,772	(391,865)
General Revenues:							
Taxes:							
Property Taxes, levied for general purposes					654,948	-	654,948
Property Taxes, levied for debt service					316,970	-	316,970
TIF Tax Increment					121,118	-	121,118
Other Taxes					4,017	-	4,017
Grants and Contributions not restricted to specific programs					187,743	-	187,743
Unrestricted Investment Earnings					1,475	948	2,423
Miscellaneous					11,388	5,912	17,300
Special item - gain (loss) on disposal of assets					16,003	-	16,003
Transfers					57,365	(57,365)	-
Total General Revenues, Special Items and Transfers					1,371,027	(50,505)	1,320,522
Change in Net Position					589,390	339,267	928,657
Net Position - Beginning					1,837,557	6,033,327	7,870,884
Net position - Ending					\$ 2,426,947	\$ 6,372,594	\$ 8,799,541

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Balance Sheet
Governmental Funds
For the Year Ended December 31, 2021

	<u>General Fund</u>	<u>Debt Service</u>	<u>General Capital Projects</u>	<u>TIF #2</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and Cash Equivalents	\$ 984,921	\$ 239,724	\$ 115,642	\$ 55,847	\$ 190,388	\$ 1,586,522
Receivables:						
Taxes	255,146	126,693	-	21,032	25,489	428,360
Special Assessments	-	12,735	-	-	-	12,735
Net Accounts Receivable	8,690	-	2,747	-	-	11,437
Advances Receivable	352,110	-	-	-	-	352,110
Total Assets	<u>\$ 1,600,867</u>	<u>\$ 379,152</u>	<u>\$ 118,389</u>	<u>\$ 76,879</u>	<u>\$ 215,877</u>	<u>\$ 2,391,164</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 37,136	\$ -	\$ -	\$ 2,793	\$ 210	\$ 40,139
Accrued Liabilities	18,964	-	-	-	46	19,010
Advances Payable	-	-	-	352,110	-	352,110
Unearned Revenue	-	-	65,311	-	-	65,311
Total Liabilities	<u>56,100</u>	<u>-</u>	<u>65,311</u>	<u>354,903</u>	<u>256</u>	<u>476,570</u>
Deferred Inflows of Resources:						
Tax Levy	653,334	322,755	-	53,860	65,274	1,095,223
Special Assessments	-	12,735	-	-	-	12,735
Total Deferred Inflows of Resources	<u>653,334</u>	<u>335,490</u>	<u>-</u>	<u>53,860</u>	<u>65,274</u>	<u>1,107,958</u>
Fund Balances (Deficit):						
Nonspendable	352,110	-	-	-	-	352,110
Restricted	-	43,662	53,078	-	150,347	247,087
Assigned	185,881	-	-	-	-	185,881
Unassigned (Deficit)	353,442	-	-	(331,884)	-	21,558
Total Fund Balances (Deficit)	<u>891,433</u>	<u>43,662</u>	<u>53,078</u>	<u>(331,884)</u>	<u>150,347</u>	<u>806,636</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	<u>\$ 1,600,867</u>	<u>\$ 379,152</u>	<u>\$ 118,389</u>	<u>\$ 76,879</u>	<u>\$ 215,877</u>	<u>\$ 2,391,164</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
For the Year Ended December 31, 2021

Total fund balance, governmental funds	\$ 806,636
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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 this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.	4,424,042
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Special assessments set up for installment are reported as revenue in the Statement of Net Position when earned, but they are recorded as deferred inflows in the fund financial statements.	12,735
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The net pension asset is not a current financial resource and is, therefore, not reported in the fund statements.	111,028
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The net OPEB liabilities are not due and payable in the current period and, therefore, are either deferred or not reported in the funds.	(101,146)
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Pension and OPEB deferred outflows of resources and deferred inflows of resources are actuarially determined by the defined benefit pension plan and group life insurance plan. These items are reflected in the Statement of Net Position and are being amortized with pension expense and life insurance expense in the Statement of Activities. The deferred outflows of resources and deferred inflows of resources are not financial resources or uses and, therefore, not reported in the fund statements.

Deferred outflows of resources	200,810
Deferred inflows of resources	(252,622)

Some liabilities, (such as General Obligation Debt and Accrued Interest), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.

Accrued interest	(30,484)
Long term debt - Current portion	(278,831)
Long term debt	(3,490,670)
Compensated Absences - Current	(3,036)
Compensated Absences - Long-Term	(22,405)
Total	(3,825,426)

Net Position of Governmental Activities in the Statement of Net Position	\$ <u>2,426,947</u>
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VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2021

	General Fund	Debt Service	General Capital Projects	TIF #2	Non-Major Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 653,080	\$ 316,970	\$ -	\$ 42,073	\$ 84,927	\$ 1,097,050
Special Assessment Revenue	-	6,902	-	-	-	6,902
Intergovernmental	264,447	-	15,155	123	-	279,725
License and Permits	44,842	-	-	-	-	44,842
Fines, Forfeits and Penalties	1,924	-	-	-	-	1,924
Public Charges for Services	98,816	-	-	-	21,002	119,818
Interest Income	1,342	135	-	-	-	1,477
Miscellaneous Income	34,581	-	10,999	2,948	-	48,528
Total Revenues	<u>1,099,032</u>	<u>324,007</u>	<u>26,154</u>	<u>45,144</u>	<u>105,929</u>	<u>1,600,266</u>
EXPENDITURES						
Current:						
General Government	232,618	-	40,320	495	-	273,433
Public Safety	481,299	-	-	-	-	481,299
Public Works	313,281	-	-	-	-	313,281
Health and Human Services	-	-	-	-	7,347	7,347
Culture, Recreation and Education	56,616	-	-	-	-	56,616
Conservation and Development	26,147	-	-	11,921	915	38,983
Capital Outlay	9,846	-	286,587	1,055,949	-	1,352,382
Debt Service:						
Principal Repayment	361	255,586	-	-	-	255,947
Interest Expense	258	70,210	-	32,640	-	103,108
Total Expenditures	<u>1,120,426</u>	<u>325,796</u>	<u>326,907</u>	<u>1,101,005</u>	<u>8,262</u>	<u>2,882,396</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(21,394)</u>	<u>(1,789)</u>	<u>(300,753)</u>	<u>(1,055,861)</u>	<u>97,667</u>	<u>(1,282,130)</u>
OTHER FINANCING SOURCES (USES)						
Proceeds from Sale of Capital Assets	21,891	-	-	-	-	21,891
Proceeds from Long-Term Debt	9,486	-	321,408	1,100,000	-	1,430,894
Transfers In	57,365	-	-	-	-	57,365
Total Other Financing Sources and Uses	<u>88,742</u>	<u>-</u>	<u>321,408</u>	<u>1,100,000</u>	<u>-</u>	<u>1,510,150</u>
Net Change in Fund Balances	67,348	(1,789)	20,655	44,139	97,667	228,020
Fund Balances (Deficit) - Beginning	824,085	45,451	32,423	(376,023)	52,680	578,616
Fund Balances (Deficit) - Ending	<u>\$ 891,433</u>	<u>\$ 43,662</u>	<u>\$ 53,078</u>	<u>\$ (331,884)</u>	<u>\$ 150,347</u>	<u>\$ 806,636</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2021**

Net change in fund balances - total governmental funds: \$ 228,020

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

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.

This is the amount of capital outlays (\$614,988) net of depreciation (\$127,065) in the current period. 487,923

This is the amount of land held for resale purchased in the current period. 1,050,890

The Statement of Activities reports gains (losses) arising from the disposal of existing capital assets. Gains (losses) on disposal of capital assets do not appear in the governmental funds. Thus, the change in net position differs from the change in fund balance. (5,888)

Governmental funds record special assessment revenues when available and collectible. In contrast, such revenues are reported in the Statement of Activities when earned. (6,060)

Governmental funds report debt proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of principal as an expenditure. In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities.

Debt proceeds	(1,421,408)
Debt repayment	255,586
Capital Lease Proceeds	(9,486)
Capital Lease Principal	361

Some expenses reported in the Statement of Activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Increase in accrued interest not reflected on governmental funds	(4,872)
Compensated absences not reflected on governmental funds	(5,562)

Pension expense reported in the governmental funds represents current year required contributions into the defined benefit pension plans.

Pension expense in the Statement of Activities is actuarially determined by the defined benefit pension plan as the difference between the net pension asset from the prior year to the current year, with some adjustments:

Amount of current year required contributions into the defined benefit pension plan	20,840
Actuarially determined change in net pension asset between years, with adjustments	1,366

Governmental funds report OPEB expenses when amounts are paid. The Statement of Activities reports values of benefits earned during the year.

Change in OPEB - group life insurance plan liability and related deferred outflows and inflows of resources	(2,890)
Change in OPEB - group health insurance plan liability and related deferred outflows of resources	570

Change in net position of governmental activities	\$ 589,390
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See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Statement of Net Position
Proprietary Funds
For the Year Ended December 31, 2021

	Enterprise Funds		
	Water	Sewer	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 368,341	\$ 82,184	\$ 450,525
Receivables:			
Accounts	16,897	60,407	77,304
Total Current Assets	<u>385,238</u>	<u>142,591</u>	<u>527,829</u>
Restricted Assets:			
Restricted Cash and Cash Equivalents	5,644	526,237	531,881
Net Pension Asset	35,523	36,925	72,448
Total Restricted Assets	<u>41,167</u>	<u>563,162</u>	<u>604,329</u>
Capital Assets:			
Land and Improvements	33,432	139,671	173,103
Other Capital Assets	3,354,463	7,488,359	10,842,822
Less: Accumulated Depreciation	<u>(931,847)</u>	<u>(2,376,732)</u>	<u>(3,308,579)</u>
Net Capital Assets	<u>2,456,048</u>	<u>5,251,298</u>	<u>7,707,346</u>
Total Assets	<u>2,882,453</u>	<u>5,957,051</u>	<u>8,839,504</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Outflows	<u>57,409</u>	<u>59,675</u>	<u>117,084</u>
Total Deferred Outflows of Resources	<u>57,409</u>	<u>59,675</u>	<u>117,084</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 2,939,862</u>	<u>\$ 6,016,726</u>	<u>\$ 8,956,588</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Statement of Net Position
Proprietary Funds
For the Year Ended December 31, 2021

	Enterprise Funds		
	Water	Sewer	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 1,372	\$ 3,709	\$ 5,081
Accrued Liabilities	2,819	2,749	5,568
Accrued Interest Payable	2,881	9,978	12,859
Current Portion of Compensated Absences	1,302	1,320	2,622
Current Portion of Bonds and Loans Payable	49,519	245,334	294,853
Total Current Liabilities	<u>57,893</u>	<u>263,090</u>	<u>320,983</u>
Non-Current Liabilities:			
Long-Term Debt:			
G.O. and Revenue Bonds Payable	275,000	1,804,174	2,079,174
Total Long-Term Debt	<u>275,000</u>	<u>1,804,174</u>	<u>2,079,174</u>
Other Liabilities:			
Compensated Absences	12,572	12,662	25,234
Total Other Liabilities	<u>12,572</u>	<u>12,662</u>	<u>25,234</u>
Total Non-Current Liabilities	<u>287,572</u>	<u>1,816,836</u>	<u>2,104,408</u>
Total Liabilities	<u>345,465</u>	<u>2,079,926</u>	<u>2,425,391</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension Inflows	77,767	80,836	158,603
Total Deferred Inflows of Resources	<u>77,767</u>	<u>80,836</u>	<u>158,603</u>
NET POSITION			
Net Investment in Capital Assets	2,131,529	3,201,790	5,333,319
Restricted:			
Replacement	-	522,567	522,567
Impact Fees	5,644	-	5,644
Redemption	-	3,670	3,670
Net Pension Asset	35,523	36,925	72,448
Unrestricted	343,934	91,012	434,946
Total Net Position	<u>2,516,630</u>	<u>3,855,964</u>	<u>6,372,594</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$2,939,862</u>	<u>\$6,016,726</u>	<u>\$8,956,588</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2021

	Enterprise Funds		
	Water	Sewer	Total
OPERATING REVENUES			
Charges for Services	\$ 278,133	\$ 566,240	\$ 844,373
Other Operating Revenues	34,298	8,943	43,241
Total Operating Revenues	<u>312,431</u>	<u>575,183</u>	<u>887,614</u>
OPERATING EXPENSES			
Operation and Maintenance	186,049	204,636	390,685
Depreciation	63,718	226,683	290,401
Total Operating Expenses	<u>249,767</u>	<u>431,319</u>	<u>681,086</u>
Operating Income (Loss)	<u>62,664</u>	<u>143,864</u>	<u>206,528</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest and Investment Revenue	286	662	948
Miscellaneous Non-Operating Revenue	5,912	-	5,912
Interest Expense	(10,464)	(57,532)	(67,996)
Total Non-Operating Revenues (Expenses)	<u>(4,266)</u>	<u>(56,870)</u>	<u>(61,136)</u>
Income (Loss) Before Transfers and Special Items	<u>58,398</u>	<u>86,994</u>	<u>145,392</u>
Capital Contributions - Developers	147,384	98,616	246,000
Capital Contributions - Impact Fees	5,240	-	5,240
Transfers In	-	20,000	20,000
Transfers Out	<u>(77,365)</u>	<u>-</u>	<u>(77,365)</u>
Change in Net Position	133,657	205,610	339,267
Net Position - Beginning	<u>2,382,973</u>	<u>3,650,354</u>	<u>6,033,327</u>
Net Position - Ending	<u><u>\$ 2,516,630</u></u>	<u><u>\$ 3,855,964</u></u>	<u><u>\$ 6,372,594</u></u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Cash Flows from Operating Activities:</u>			
Receipts from customers	\$ 313,500	\$ 581,434	\$ 894,934
Payments to suppliers	(102,520)	(86,966)	(189,486)
Payments to employees	(97,350)	(101,347)	(198,697)
Taxes paid	(62,716)	(5,562)	(68,278)
	<u>50,914</u>	<u>387,559</u>	<u>438,473</u>
Net cash provided (used) by operating activities			
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and construction of plant assets	(11,211)	-	(11,211)
Impact fees	5,240	-	5,240
Principal payments on long-term debt	(49,092)	(239,219)	(288,311)
Interest paid	(10,906)	(58,633)	(69,539)
	<u>(65,969)</u>	<u>(297,852)</u>	<u>(363,821)</u>
Net cash provided (used) by capital and related financing activities			
<u>Cash Flows from Investing Activities:</u>			
Interest income	286	662	948
	<u>286</u>	<u>662</u>	<u>948</u>
Net cash provided (used) by investing activities			
Net increase (decrease) in cash and equivalents	(14,769)	90,369	75,600
<u>Cash and Equivalents, Beginning of year</u>	<u>388,754</u>	<u>518,052</u>	<u>906,806</u>
<u>Cash and Equivalents, End of year</u>	<u>\$ 373,985</u>	<u>\$ 608,421</u>	<u>\$ 982,406</u>
<u>Reconciliation to Balance Sheet</u>			
Cash and cash equivalents	\$ 368,341	\$ 82,184	\$ 450,525
Restricted cash	5,644	526,237	531,881
Total	<u>\$ 373,985</u>	<u>\$ 608,421</u>	<u>\$ 982,406</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating Income (loss)	\$ 62,664	\$ 143,864	\$ 206,528
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Tax equivalent transfer	(57,365)	-	(57,365)
Joint meter allocation	3,511	(3,511)	-
Operating transfer	(20,000)	20,000	-
Miscellaneous non-operating revenues (expenses)	5,912	-	5,912
Depreciation	63,718	226,683	290,401
Pension expenses	(10,617)	(10,678)	(21,295)
Changes in Assets and Liabilities:			
Customer accounts receivable	1,244	6,251	7,495
Other accounts receivable	(175)	-	(175)
Accounts payable	(583)	2,036	1,453
Accrued liabilities	(242)	28	(214)
Compensated absences	2,847	2,886	5,733
Net cash provided (used) by operating activities	<u>\$ 50,914</u>	<u>\$ 387,559</u>	<u>\$ 438,473</u>
 Noncash Capital and Related Financing			
Capital Contributions - Plant financed by Developers	\$ 147,384	\$ 98,616	\$ 246,000
Total Noncash Capital and Related Financing	<u>\$ 147,384</u>	<u>\$ 98,616</u>	<u>\$ 246,000</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Statement of Net Position
Fiduciary Funds
For the Year Ended December 31, 2021

	<u>Custodial Fund</u>
	<u>Tax Collection Fund</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,173,510
Taxes Receivable	752,347
Total Assets	<u>\$ 1,925,857</u>
LIABILITIES	
Due to Other Governments	\$ 1,925,857
Total Liabilities	<u>\$ 1,925,857</u>

See accompanying notes to the basic financial statements

VILLAGE OF BROOKLYN

**Brooklyn, Wisconsin
Statement of Changes in F Net Position
Fiduciary Funds
For the Year Ended December 31, 2021**

	Custodial Fund
	Tax Collection Fund
ADDITIONS	
Property tax collections for other governments	\$ 1,510,977
Total Additions	1,510,977
DEDUCTIONS	
Payments of taxes to other governments	1,510,977
Total Deductions	1,510,977
Net increase (decrease) in fiduciary net position	-
Net position - Beginning	-
Net position - Ending	\$ -

See accompanying notes to the basic financial statements

**VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021**

1. Summary of Significant Accounting Policies

The accounting policies of the Village of Brooklyn, Wisconsin conform to U.S. generally accepted accounting principles as applicable to governmental units.

A. Reporting Entity

The Village of Brooklyn, Wisconsin is a municipal corporation governed by an elected seven-member board. The financial reporting entity consists of: (a) the primary government; (b) organizations for which the primary government is financially accountable; and (c) other organizations for which the nature and significance of their relationship with the primary government resource that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government. This report does not contain any component units.

B. Government-Wide and Fund Financial Statements

The "government-wide" financial statements are basic financial statements required for all governmental units. The Statement of Net Position and the Statement of Activities are the two required statements. Both statements are prepared on the full accrual basis. The modified accrual basis of accounting continues to be the appropriate basis of accounting for governmental activity fund financial statements.

In addition, all funds in the government-wide financial statements are reported as business-type activities, governmental activities or fiduciary funds. The definitions for these types of activities are discussed in other portions of Note 1.

Finally, all non-fiduciary funds are further classified as major or non-major funds. In reporting financial condition and results of operations for governmental units, the accounting standards concentrate on major funds versus non-major funds.

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

- 1. Summary of Significant Accounting Policies (Continued)**
- B. Government-Wide and Fund Financial Statements (Continued)**

Government-Wide Financial Statements

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Village does not allocate indirect expenses to functions in the Statement of Activities. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or engagement. Taxes and other items not included among program revenues are reported instead as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows, liabilities, deferred inflows, net position/fund equity, revenues, and expenditure/expenses.

Funds are identified as major funds or non-major funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the government or meets the following criteria:

- 1. Total assets and deferred outflows, liabilities and deferred inflows, revenues, or expenditure/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category, and
- 2. Total assets and deferred outflows, liabilities and 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.
- 3. In addition, any other governmental or proprietary fund that the Village believes is particularly important to financial statement users may be reported as a major fund.

The Village reports the following major governmental funds:

Major Governmental Funds

General Fund – accounts for the Village’s primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund – accounts for resources accumulated and payments made for principal and interest on long-term debt other than TIF District or enterprise debt.

General Capital Projects Fund – accounts for financial resources to be used for the acquisition or construction of equipment and/or major capital facilities.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
B. Government-Wide and Fund Financial Statements (Continued)

TIF #2 – used to account for the Village’s expenditures outlined in the TIF project plan and related revenues and proceeds from long-term borrowing. The TIF was certified as of January 1, 2013.

Major Enterprise Funds

Enterprise funds are used to account for operations a) that are financed and operated in a manner similar to private business enterprise – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or b) where the governing body has decided that periodic determination of revenues earned, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The following enterprise funds are included in these statements:

Water Utility – accounts for the operations of the water system.

Sewer Utility – accounts for the operations of the sewer system.

Fiduciary Funds

Fiduciary funds consist of pension (and other employee benefit) trust funds, private-purpose trust funds, investment trust funds, and custodial funds. Fiduciary funds should be used only to report resources held for individuals, private organizations, or other governments. A fund is presented as a fiduciary fund when all of the following criteria are met: a) The government *controls* the assets that finance the activity, b) Assets are *not* generated from the *government's own-source revenues* or from government-mandated or voluntary nonexchange transactions, c) Assets are administered through a *qualifying trust* or the government does *not* have *administrative involvement* and the assets are *not* generated from the *government's delivery of goods or services* to the beneficiaries, *or* the assets are for the benefit of *entities that are not part of the government's reporting entity*.

The Village reports the following fiduciary funds:

Custodial Funds - used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. The Village accounts for tax collections payable to overlying taxing jurisdictions in a custodial fund.

Non-Major Funds

The Village reports the following non-major funds:

TIF #1 – used to account for the Village’s expenditures outlined in the TIF project plan and related revenues and proceeds from long-term borrowing.

Cemetery Fund – a special revenue fund used to account for proceeds that are restricted to expenditures that are for a specified purpose.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Government-Wide Financial Statements

The government-wide Statement of Net Position and Statement of Activities are reported using the economic resources measurement focus and 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. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue when earned.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Village's water and sewer utilities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled to the resources and the amounts are available. Amounts owed to the Village, which are not available, are recorded as receivables and deferred inflows. Amounts received prior to the entitlement period are also recorded as deferred inflows.

Special assessments are recognized as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and deferred inflows. Delinquent special assessments being held for collection by the county are reported as receivables and nonspendable fund balance in the general fund.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

- 1. Summary of Significant Accounting Policies (Continued)**
- C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)**

Fund Financial Statements (Continued)

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments, and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The Village reports deferred inflows on its governmental funds balance sheet. Deferred inflows arise from taxes levied in the current year, which are for subsequent year's operations. For governmental fund financial statements, deferred inflows arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred inflows also arise when resources are received before the Village has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Village has a legal claim to the resources, the deferred inflow is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting, as described previously in this note. The 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 funds' principal ongoing operations. The principal operating revenues of the water and sewer utilities are charges to customers for sales and services. Operating expenses for proprietary 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 non-operating revenues and expenses.

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

1) Deposits and Investments

The Village is required to invest its funds in accordance with Section 66.04(2) of the Wisconsin Statutes. Such statute authorizes the Village to invest any of its funds not immediately needed in:

- (1) Deposits in any credit union, bank, savings bank, trust company or savings and loan association which is authorized to transact business in this State;
- (2) Bonds or securities issued or guaranteed by the federal government;
- (3) Bonds or securities of any county, city, village, town, drainage district, VTAE district, or school district of this State. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district or by the University of Wisconsin Hospitals, Clinics Authority and the Wisconsin Aerospace Authority;
- (4) Any security which matures or which may be tendered for purchase at the option of the holder within not more than seven years of the date on which it is acquired, if that security has a rating which is the highest or second highest rating category assigned by Standard & Poor's Corporation, Moody's investor service or other similar nationally recognized rating agency or if that security is senior to, or on a parity with, a security of the same issuer which has such a rating;
- (5) Bonds or securities issued under the authority of the municipality;
- (6) The local government pooled-investment fund as established under Section 25.50 of the Wisconsin Statutes;
- (7) Agreements in which a public depository agrees to repay funds advanced to it by the Village, plus interest, if the agreement is secured by bonds or securities issued or guaranteed as to principal and interest by the federal government.

Also, funds held in a deferred compensation plan, cemetery perpetual care funds or endowment funds, including gifts, where the principal is to be kept intact may be invested under provisions of Section 881.01 of the Wisconsin Statutes (prudent person rule).

The Village has adopted an investment policy. That policy follows the state statute for allowable investments. The policy does not address custodial credit risk, credit risk, or interest rate risk.

Investments of the Village are stated at fair value.

No significant violation for these restrictions occurred during the year.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (Continued)

2) Cash and Cash Equivalents/Investments

The Village has pooled the cash resources of its funds in order to maximize investment opportunities. Each fund's portion of total cash and investments is reported as cash and cash equivalents/investments by the Village's individual major funds, and in the aggregate for non-major and agency funds.

All deposits of the Village are made in board designated official depositories. The Village may designate, as an official depository, any bank or savings association. Also, the Village may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

Investments with remaining maturities at the time of purchase of one year or less are stated at amortized cost which approximates fair value. Investments with a maturity of more than one year at acquisition and nonmoney market investments are carried at fair value as determined by quoted market prices. All other investments are stated at fair value.

See Footnote 2 for additional information.

For purposes of the proprietary fund Statement of Cash Flows, the Village considers all highly liquid investments, with a maturity of less than three months, when purchased, to be cash equivalents. This consists of current cash and investments. Cash and cash equivalents for the water and sewer funds are \$373,985 and \$608,421, respectively.

3) Taxes Receivable

Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach as an enforceable lien as of January 1. The Village's portion of taxes not received as of December 31, 2021 is recorded as a receivable and deferred inflows in the governmental funds. In addition to the property taxes for the Village, taxes are collected for and remitted to the state and county governments as well as the local school district and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units in the accompanying custodial fund balance sheet. Taxes are levied in December on the assessed value as of the prior January 1.

Property tax calendar – 2021 tax roll

Lien date and levy date	December, 2021
Tax Bills mailed	December, 2021
Payment in full, or	January 31, 2022
First installment due	January 31, 2022
Second installment due	July 31, 2022
Personal property taxes in full	January 31, 2022
Tax sale – 2021 delinquent real estate taxes	October, 2024

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (Continued)

4) Allowance for Uncollectible Accounts

Accounts receivable have been shown net of an allowance for uncollectible accounts of \$3,350. Delinquent real estate taxes and special charges as of July 31 are paid in full by Green County, which assumes the collection thereof. Dane County does not pay a settlement for special charges or delinquent utilities. No provision for uncollectible accounts receivable has been made for delinquent water and sewer billings because the utilities have the right by law to place delinquent bills on the tax roll.

5) Special Assessments

Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are placed on tax rolls on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are placed on tax rolls. Special assessments of enterprise funds are recorded as non-operating revenue at the time of assessment, if subject to collection. Special assessments, those not subject to collection, are recorded as a deferred inflow until such time they are subject to collection.

Uncollected installments placed on prior year tax rolls are held for collection by the County and are remitted to the Village upon collection by the County. These delinquent installments are financed by the general fund.

6) Inventories and Prepaid Items

Inventories of proprietary funds are generally used for construction and/or for operation and maintenance work. They are not for resale. They are valued at cost using the weighted average method and are charged to construction and/or operation and maintenance expense when used. Governmental fund inventory items are recorded at cost based on the average cost method using the consumption method of accounting.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

7) Restricted Assets

The use of certain cash and investment accounts is restricted by loan agreements and ordinances. The restricted accounts are as follows at December 31, 2021:

	<u>Water Utility</u>	<u>Sewer Utility</u>
Redemption Account	\$ -	\$ 3,670
Impact Fees	5,644	-
Replacement Account	-	522,567
Total	<u>\$ 5,644</u>	<u>\$ 526,237</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (Continued)

8) Capital Assets

Government-Wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 for general capital assets and \$10,000 for infrastructure assets, and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated fixed assets are recorded at their estimated acquisition value at the date of donation.

Prior to January 2004, infrastructure assets of governmental funds were not capitalized. Upon implementing GASB 34, governmental units are required to account for all capital assets, including infrastructure, in the government-wide statements prospectively from the date of implementation. For the year ended December 31, 2021, the Village has not retroactively reported all infrastructure acquired by its governmental fund types.

General Fixed Assets - Fixed assets acquired or constructed for general governmental services are recorded as expenditures in the fund from which the disbursements are made. Generally accepted accounting principles require that these fixed assets be capitalized at cost in the government-wide financial statements. Contributed fixed assets are to be recorded in the government-wide financial statements at fair market value at the time received.

Depreciation on governmental fixed assets is calculated straight-line based on the estimated useful life of assets. The estimated useful life of assets is determined by industry standards as recommended by GASB.

Proprietary Fund Fixed Assets - Assets in the enterprise fund are capitalized at cost or fair value at date of contribution or acquisition. Normal repairs and maintenance that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining lives of the related assets. Net interest costs incurred for long-term debt issued for construction purposes is capitalized during the period of construction. Net interest cost consists of interest expense on long-term debt proceeds. No interest was capitalized in 2021.

Depreciation is charged over the estimated service life of the assets using the straight-line method. Annual depreciation charges are determined using the average utility plant in service and rates ranging from 1.0% to 26.70% for the water utility and from 1.0% to 20.0% for the sewer utility, depending on the various classes of property, in the respective utilities.

9) Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense (revenue), information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (Continued)

10) Other Post-Employment Benefits (OPEB)

Group Life Insurance Plan

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense (revenue), and information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIFs fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of member contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Group Health Insurance Plan

The Village has their health insurance through the Employee Trust Fund (ETF). The ETF health plan allows all retirees who are eligible for the WRS to choose to self-pay the full (100%) amount of premiums to remain on the Village's group health insurance plan indefinitely, provided they continue to pay all required premiums. The Village's group health insurance plan OPEB liability is based upon the actuarial assumptions and projections. The Village's annual liability for retiree medical benefits is on a pay-as-you-go basis. See Note 8 for additional information.

11) Compensated Absences

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick pay is accrued when incurred in the government-wide and proprietary fund 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, and are payable with expendable resources.

Upon retirement, an employee shall be entitled to payment, at the employee's current wage rate, of their accumulated sick leave hours for the sole purpose of paying employee's full premium of Village-offered health insurance after retirement. Upon the termination of an employee's employment with the Village, other than retirement, employee shall forfeit all accrued sick leave. An employee may accrue no more than 960 hours of sick leave. Employee can also carry over up to forty hours of vacation time to next calendar year. The vacation time carried over not used by June 30 of the following year will be forfeited by the employee as time off but will be paid out on the first pay period in July. Upon separation of employment, any accrued vacation will be paid to the employee on their last paycheck barring any reason that such payment should be withheld as determined by the Village Board.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

- 1. Summary of Significant Accounting Policies (Continued)**
D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (Continued)

12) Long-Term Obligations

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bond payable, and accrued compensated absences. All short-term and long-term obligations expected to be financed from proprietary fund type operations are accounted for as those fund liabilities.

Proceeds of long-term debt issues not recorded as fund liabilities are reflected as “Other Financing Sources” in the operating statement of the recipient fund. Retirement of these issues is reported as an expenditure of the debt service fund in the year in which the debt matures or is repaid, whichever is earlier.

13) Deferred Outflows and Inflows of Resources

Deferred outflow of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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

14) Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a. 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.
- b. Restricted net position – Consists of net position with constraints placed on their 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 legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets”.

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

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

- 1. Summary of Significant Accounting Policies (Continued)**
- D. Assets, Liabilities, and Net Position or Equity (Continued)**

14) Equity Classifications (Continued)

Fund Financial Statements

Government fund equity is classified as fund balance.

In the fund financial statements, governmental fund balance is presented in five possible categories:

Nonspendable – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

Restricted – resources with 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 – resources which are subject to limitation the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner.

Assigned – resources neither restricted nor committed for which a government has a stated intended use as established by the Village Board or a body or official to which the Village Board has delegated the authority to assign amounts for specific purposes.

Unassigned – resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

When restricted and other fund balance resources are available for use, it is the Village's policy to use restricted resources first, followed by committed, assigned, and unassigned amounts, respectively. The Village also adopted a policy to maintain an unassigned General Fund balance at a minimum of 25% of the ensuing year's budgeted general fund expenditures. An amount in excess of 30% is to be considered for reservation to accumulate funding for capital projects and equipment, or to reduce the tax levy requirements.

15) Land Held for Resale

The government-wide financial statements include land held for resale. This represents the original cost of land purchased by the Village's TIF #2 and held for resale in the future.

16) Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. There were no significant claims or judgments at year-end requiring accrual.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
E. Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of December 31, 2021, the following individual fund held a deficit balance:

Fund	Amount	Reason
TIF #2	\$ (331,884)	Expenditures in excess of Revenue

The TIF #2 deficit is anticipated to be replenished with future tax increments.

F. Utility Rates – Enterprise Funds

The Village of Brooklyn Sewer Utility operates under service rules which are established by the Village Board. The Water Utility operates under service rules which are established by the Public Service Commission of Wisconsin. Water rate charges are regulated by the Public Service Commission. Billings are made to customers on a monthly basis for water and sewer service.

G. Income Taxes

The Village of Brooklyn Water and Sewer Utilities are municipal utilities. Municipal utilities are exempt from income taxes and therefore no income tax liability is recorded.

H. Budgetary Information

The Village's budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. Budgetary expenditure control is exercised at the individual account level.

Budget amounts include appropriations authorized in the original budget, any board approved amendments, appropriations of restricted resources received for funding specific expenditures and assigned portions of the beginning balance of the general fund's equity expected to finance expenditures of the current fiscal year. Unused appropriations lapse at year-end unless specifically carried over for financing subsequent year expenditures.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

1. Summary of Significant Accounting Policies (Continued)
I. Inter-fund Transactions

The following inter-fund transactions were incurred:

The water utility is charged a tax equivalent due to the general fund. Charges for the tax equivalent are recorded as operating transfers in the general fund and water utility. In 2021, the transfer was \$55,337.

In 2021, the water utility also made an annual operating transfer to the sewer fund of \$20,000.

The sewer utility pays an annual meter use charge to the water utility in accordance with requirements of the Public Service Commission. The annual charge is recorded as an operating expense of the sewer utility and as a reduction of various operating expenses and as operating revenue of the water utility based on the components of the charge.

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

J. Limitations on the Village's Tax Levy

The State has passed current legislation that limits the Village's future tax levies. Generally, the Village is limited to its prior tax levy dollar amount (excluding TIF districts), increased by the greater of the percentage change in the Village's equalized value due to new construction, or 0% for the 2021-2022 tax year. Changes in debt service from one year to the next are generally exempt from this limit.

2. Cash and Cash Equivalents/Investments

Cash for all Village funds is pooled for investment purposes. At December 31, 2021, the cash and investments consist of the following:

Deposits with Financial Institutions	\$ 3,742,438
Total Cash and Investments	<u>\$ 3,742,438</u>

Cash and investments as of December 31, 2021 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and Investments	\$ 2,037,047
Restricted Cash and Investments	531,881
Fiduciary Funds:	
Cash and Investments	<u>1,173,510</u>
Total Cash and Investments	<u>\$ 3,742,438</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

2. Cash and Cash Equivalents/Investments (Continued)

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Village would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the Village would not be able to recover the value of its investment of collateral securities that are in the possession of another party. The Village does not have an investment policy for custodial credit risk.

Deposits in banks are insured by the FDIC in the amount of \$250,000 for demand accounts and \$250,000 for time accounts. Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. Due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may not be significant to individual municipalities.

As of December 31, 2021, the Village had no deposits with financial institutions that were in excess of federal and state deposit insurance or collateral agreements. The Villages deposits with financial institutions were as follows:

Insured by Federal Deposit Insurance Corporation	\$ 531,600
Collateralized Held by Pledging Financial Institution in the Village's Name	514,587
Covered by Irrevocable Letter of Credit	1,962,399
Total Deposits with Financial Institutions	<u>\$ 3,008,586</u>

3. Capital Assets

Capital asset activity in the governmental activities for the year ended December 31, 2021 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital Assets not being depreciated				
Land and land rights	\$ 595,461	\$ 43,000	\$ -	\$ 638,461
Right of Ways	470,085	-	-	470,085
Total	<u>1,065,546</u>	<u>43,000</u>	<u>-</u>	<u>1,108,546</u>
Capital assets being depreciated				
Land improvements	104,292	-	-	104,292
Buildings	737,650	232,063	-	969,713
Machinery and equipment	488,428	9,486	29,440	468,474
Streets	1,935,017	252,239	-	2,187,256
Storm sewers	728,504	78,200	-	806,704
Total	<u>3,993,891</u>	<u>571,988</u>	<u>29,440</u>	<u>4,536,439</u>
Less: Accumulated depreciation	<u>(1,117,430)</u>	<u>(127,065)</u>	<u>(23,552)</u>	<u>(1,220,943)</u>
Net Capital Assets Being Depreciated	<u>2,876,461</u>	<u>444,923</u>	<u>5,888</u>	<u>3,315,496</u>
Total Capital Assets	<u>\$ 3,942,007</u>	<u>\$ 487,923</u>	<u>\$ 5,888</u>	<u>\$ 4,424,042</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. Capital Assets (Continued)

Depreciation expense was charged to functions as follows:

Governmental Activities	
General government	\$ 10,018
Public safety	6,754
Public works, including depreciation of infrastructure	98,043
Culture, recreation and education	10,046
Conservation and development	2,204
Total	<u>\$ 127,065</u>

Capital asset activity in the business-type activities for the year ended December 31, 2021 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Water				
Capital Assets not being depreciated				
Land and land rights	\$ 33,432	\$ -	\$ -	\$ 33,432
Total	<u>33,432</u>	<u>-</u>	<u>-</u>	<u>33,432</u>
Capital assets being depreciated				
Source of supply	184,842	-	-	184,842
Pumping	230,193	-	-	230,193
Water treatment	3,072	-	-	3,072
Transmission and distribution	2,550,037	158,595	4,375	2,704,257
General	232,099	-	-	232,099
Total	<u>3,200,243</u>	<u>158,595</u>	<u>4,375</u>	<u>3,354,463</u>
Less: Accumulated depreciation	<u>(868,993)</u>	<u>(67,229)</u>	<u>4,375</u>	<u>(931,847)</u>
Net Capital Assets Being Depreciated	<u>2,331,250</u>	<u>91,366</u>	<u>-</u>	<u>2,422,616</u>
Total Capital Assets	<u>\$ 2,364,682</u>	<u>\$ 91,366</u>	<u>\$ -</u>	<u>\$ 2,456,048</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

3. Capital Assets (Continued)

Sewer	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
Capital Assets not being depreciated				
Land and land rights	\$ 139,671	\$ -	\$ -	\$ 139,671
Total	<u>139,671</u>	<u>-</u>	<u>-</u>	<u>139,671</u>
Capital assets being depreciated				
Collection	1,514,139	98,616	-	1,612,755
Collection system pumping	223,541	-	-	223,541
Treatment and disposal	4,729,645	-	-	4,729,645
General	922,418	-	-	922,418
Total	<u>7,389,743</u>	<u>98,616</u>	<u>-</u>	<u>7,488,359</u>
Less: Accumulated depreciation	<u>(2,153,561)</u>	<u>(223,172)</u>	<u>-</u>	<u>(2,376,732)</u>
Net Capital Assets Being Depreciated	<u>5,236,182</u>	<u>(124,556)</u>	<u>-</u>	<u>5,111,627</u>
Total Capital Assets	<u>\$ 5,375,853</u>	<u>\$ (124,556)</u>	<u>\$ -</u>	<u>\$ 5,251,298</u>

Depreciation expense was charged to functions as follows:

Business-type Activities

Water	\$ 63,718
Sewer	226,683
Total	<u>\$ 290,401</u>

Depreciation expense does not agree to the increases in accumulated depreciation due to joint metering, salvage and costs of removal.

4. Inter-fund Advances and Transfers

The schedule of inter-fund advances as of December 31, 2021 was as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	TIF #2	\$ 352,110	Cash Shortfall
Sub-Total - Fund Financial Statements		352,110	
Less: Fund eliminations		<u>(352,110)</u>	
Total - Government-Wide Statement of Activities		<u>\$ -</u>	

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

4. Inter-fund Advances and Transfers (Continued)

Advance repayment schedule excluding interest is as follows:

Year	General Fund Advance to TIF #2
2022	\$ 31,386
2023	32,180
2024	32,994
2025	33,829
2026	34,684
2027-2031	187,037
Total	<u>\$ 352,110</u>

The schedule of inter-fund transfers for the year ended December 31, 2021 was as follows:

Transferred To	Transferred From	Amount	Purpose
General Fund	Water Utility	\$ 57,365	Tax Equivalent Operations
Sewer Utility	Water Utility	<u>20,000</u>	
Sub-Total - Fund Financial Statements		77,365	
Less: Fund eliminations		<u>(20,000)</u>	
Total Transfers- Government-Wide Statement of Activities		<u>\$ 57,365</u>	

For the Statement of Activities, inter-fund transfers within the governmental activities or business-type activities are netted and eliminated.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

5. Long-Term Obligations

Long-term obligations for the year ended December 31, 2021 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
GOVERNMENTAL ACTIVITIES					
Bonds and Notes Payable:					
General Obligation Bonds and Notes	\$ 615,000	\$ 1,100,000	\$ 20,000	\$ 1,695,000	\$ 20,000
Notes from Direct Borrowing	1,979,554	321,408	235,586	2,065,376	257,284
Capital Lease	-	9,486	361	9,125	1,547
Sub-total	2,594,554	1,430,894	255,947	3,769,501	278,831
Compensated Absences	19,879	5,562	-	25,441	3,036
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 2,614,433</u>	<u>\$ 1,436,456</u>	<u>\$ 255,947</u>	<u>\$ 3,794,942</u>	<u>\$ 281,867</u>
BUSINESS-TYPE ACTIVITIES					
Bonds and Notes Payable:					
General Obligation Bonds and Notes	\$ 475,000	\$ -	\$ 10,000	\$ 465,000	\$ 10,000
General Obligation Notes from					
Direct Borrowing	94,766	-	46,473	48,293	46,947
Revenue Debt Notes from					
Direct Borrowing	2,092,572	-	231,838	1,860,734	237,906
Sub-total	2,662,338	-	288,311	2,374,027	294,853
Compensated Absences	22,123	5,733	-	27,856	2,622
Total Business-Type Activities					
Long-Term Liabilities	<u>\$ 2,684,461</u>	<u>\$ 5,733</u>	<u>\$ 288,311</u>	<u>\$ 2,401,883</u>	<u>\$ 297,475</u>

All general obligation notes and bonds payable are backed by the full faith and credit of the Village. Notes and bonds will be retired by future property tax levies accumulated by the debt service fund.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the Village may not exceed five percent of the equalized value of taxable property within the Village's jurisdiction. The debt limit as of December 31, 2021 was \$6,664,675. Total general obligation debt outstanding at year end was \$4,273,716.

The governmental activities' compensated absences are expected to be paid by general fund. The business-type activities' compensated absences are expected to be paid by water and sewer funds.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

5. Long-Term Obligations (Continued)

The 2019 GO Bonds issued July 24, 2019 were through the Department of Administration and are being used to finance the wastewater treatment plant upgrades. The Village takes draws against the loan as project costs are incurred. Loan draws to date in 2022 totaled \$1,061,528. Grant funds totaling \$628,804 have also been received to date in 2022 related to this project.

Governmental Activities General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/2021
2012 GO Notes	2/1/2012	8/1/2022	0.95%	\$ 207,500	\$ 21,637
2012 GO Bonds	4/25/2012	5/1/2031	3.00%	449,775	267,853
2013 GO Notes	2/1/2013	2/1/2023	1.95%	190,000	30,741
2016 GO Notes	4/27/2016	3/15/2035	3.50%	392,000	311,010
2018 GO Bonds	5/30/2018	4/1/2038	3.0 - 4.0%	635,000	595,000
2018 GO Notes	12/11/2018	12/15/2023	2.90%	183,870	52,094
2019 GO Bonds	7/24/2019	5/1/2039	1.83%	1,055,120	992,563
2019 GO Notes	12/3/2019	3/15/2022	3.25%	145,318	74,476
2021 GO Notes	4/14/2021	1/3/2031	3.03-4.00%	315,000	315,000
2021 GO Bonds	12/29/2021	4/1/2033	1.40-2.20%	1,100,000	1,100,000
Total Governmental Activities - General Obligation Debt					<u><u>\$ 3,760,376</u></u>

Business-Type Activities General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/2021
<u>Water Utility</u>					
2012 GO Notes	2/1/2012	8/1/2022	0.950%	\$ 651,286	\$ 44,519
2018 GO Bonds	5/30/2018	4/1/2038	3.0-4.0%	295,000	280,000
<u>Sewer Utility</u>					
2013 GO Notes	2/1/2013	2/1/2023	1.950%	22,500	3,774
2018 GO Bonds	5/30/2018	4/1/2038	3.0-4.0%	200,000	185,000
Total Business-Type Activities - General Obligation Debt					<u><u>\$ 513,293</u></u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

5. Long-Term Obligations (Continued)

Debt service requirements to maturity are as follows:

Governmental Activities						
Year	Bonds and Notes		Direct Borrowings			
	General Obligation Debt		General Obligation Debt			
	Principal	Interest	Principal	Interest		
2022	\$ 20,000	\$ 35,763	\$ 257,284	\$ 49,886		
2023	30,000	39,588	125,065	46,550		
2024	30,000	38,388	103,964	43,598		
2025	80,000	36,837	106,722	40,822		
2026	145,000	34,632	109,594	37,929		
2027-2031	815,000	127,409	776,928	133,571		
2032-2036	480,000	43,090	397,157	40,094		
2037-2039	95,000	3,423	188,661	5,209		
	<u>\$ 1,695,000</u>	<u>\$ 359,130</u>	<u>\$ 2,065,376</u>	<u>\$ 397,660</u>		

Business - Type Activities						
Year	Bonds and Notes		Direct Borrowings		Direct Borrowings	
	General Obligation Debt		General Obligation Debt		Revenue Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 10,000	\$ 16,298	\$ 46,947	\$ 535	\$ 237,906	\$ 46,401
2023	20,000	15,698	1,346	60	244,134	40,090
2024	25,000	14,798	-	-	210,133	34,167
2025	25,000	13,798	-	-	215,585	28,644
2026	25,000	12,923	-	-	221,180	22,975
2027-2031	135,000	52,650	-	-	731,796	40,750
2032-2036	170,000	25,101	-	-	-	-
2037-2039	55,000	1,943	-	-	-	-
	<u>\$ 465,000</u>	<u>\$ 153,206</u>	<u>\$ 48,293</u>	<u>\$ 595</u>	<u>\$ 1,860,734</u>	<u>\$ 213,027</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

5. Long-Term Obligations (Continued)

Revenue Debt

Business-type activities revenue bonds are payable only from revenue derived from the operations of the water and sewer utilities.

Business-Type Activities Revenue Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/2021
<u>Sewer Utility</u>					
2003 Revenue Bonds	9/24/2003	5/1/2023	2.750%	\$ 610,802	\$ 77,574
2008 Revenue Bonds	9/10/2008	5/1/2028	2.365%	2,287,305	962,718
2012 Revenue Bonds	4/25/2012	5/1/2031	3.000%	1,377,675	820,442
Total Business-Type Activities - Revenue Debt					<u>\$ 1,860,734</u>

The Village issued revenue bonds that require restrictive provisions and covenants. The more major provisions require that reserves be maintained and that the net revenues for each fiscal year provide debt coverage at least equal to 110% in the sewer utility.

The following is the bond reserves of the sewer utility and the calculation of the coverage as of December 31, 2021:

	<u>Sewer</u>
<u>Bond Reserves</u>	
Replacement Account	<u>\$ 522,567</u>
Total	<u>\$ 522,567</u>
 <u>Coverage Covenant Calculation</u>	
Gross Revenues	\$ 595,845
Operation and Maintenance Expenses - (Excluding Depreciation)	<u>(204,636)</u>
Net Revenues	<u>\$ 391,209</u>
Maximum annual debt service	<u>\$ 322,084</u>
Percent Coverage	121%
Percent Coverage Required	110%

As of December 31, 2021, net revenues were sufficient to meet the coverage ratio requirement.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

5. Long-Term Obligations (Continued)

Operating Lease Commitment

On February 17, 2012, the Village entered into an operating lease for office space. The term of the lease began on April 16, 2012 and expired on April 15, 2017. Rent payments of \$500 per month were due one month in advance. The lease automatically renewed in 2017 for an additional five-year term. The new rental rate is \$800 per month for the first 3 years of the new five-year term and will be \$1,000 for the last 2 years. The lease was terminated in April of 2021 when the Village purchased the Village Hall.

Rent expense in 2021 was \$4,000.

On April 14, 2021 the Village, as lessor, entered into an agreement to rent the facility attached to Village Hall. The lease calls for an initial term of two years commencing on April 14, 2021 to and including April 30, 2023. The tenant shall pay a monthly base rent of \$2,000 during the term of the lease.

Capital Lease

The city entered into a five-year lease agreement, effective October 5, 2021. The Village, as lessee agrees to monthly payments for the right to use a copier. Per the agreement, the Village will obtain ownership of the equipment present on the lease upon the satisfactory completion of the contract. Future minimum lease payments for the capital lease are as follows:

Year	Governmental Activities		
	Principal	Interest	Total
2022	\$ 1,547	\$ 930	\$ 2,477
2023	1,726	751	2,477
2024	1,927	550	2,477
2025	2,150	327	2,477
2026	1,775	83	1,858
Total	<u>\$ 9,125</u>	<u>\$ 2,641</u>	<u>\$ 11,766</u>

Rent expense for the above referenced lease was \$361 for the year ended December 31, 2021.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

6. Defined Benefit Pension Plan

Plan Description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

Vesting. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits Provided. Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

6. Defined Benefit Pension Plan (Continued)

Post-Retirement Adjustments. The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2011	(1.2)	11.0
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for General category employees, including Teachers, and Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$34,439 in contributions from the employer.

Contribution rates as of December 31, 2021 are:

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.75%	6.75%
Protective with Social Security	6.75%	11.75%
Protective without Social Security	6.75%	16.35%

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

6. Defined Benefit Pension Plan (Continued)

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

At December 31, 2021, the Village reported an asset of \$183,476 for its proportionate share of the net pension asset. The net pension liability (asset) was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2019 rolled forward to December 31, 2020. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net pension liability (asset) was based on the Village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2020, the Village's proportion was 0.00293885%, which was an increase of 0.00022555% from its proportion measured as of December 31, 2019.

For the year ended December 31, 2021, the Village recognized pension income of \$19,169.

At December 31, 2021, 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
Differences between expected and actual experience	\$ 265,546	\$ (57,198)
Net differences between projected and actual earnings on pension plan investments	-	(344,462)
Changes in assumptions	4,161	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	2,424	(7)
Employer contributions subsequent to the measurement date	24,386	-
Total	\$ 296,517	\$ (401,667)

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

6. Defined Benefit Pension Plan (Continued)

\$24,386 reported as deferred outflows related to pension resulting from the Village's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense (revenue) as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2022	\$ (33,124)
2023	(8,404)
2024	(61,776)
2025	(26,232)
2026	-
Total	<u>\$ (129,536)</u>

Actuarial Assumptions. The total pension liability in the December 31, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2019
Measurement Date of Net Pension Liability (Asset):	December 31, 2020
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	7.0%
Discount Rate:	7.0%
Salary Increases:	
Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table
Post-Retirement Adjustments	1.9%*

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.9% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. The Total Pension Liability for December 31, 2020 is based upon a roll-forward of the liability calculated from the December 31, 2019 actuarial valuation.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

6. Defined Benefit Pension Plan (Continued)

Long-term Expected Return on Plan Assets. 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 by the target asset allocation percentage and by 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:

Asset Allocation Targets and Expected Returns
As of December 31, 2020

<u>Core Fund Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %</u>
Global Equities	51	7.2	4.7
Fixed Income	25	3.2	0.8
Inflation Sensitive Assets	16	2.0	(0.4)
Real Estate	8	5.6	3.1
Private Equity/Debt	11	10.2	7.6
Multi-Asset	4	5.8	3.3
Total Core Fund	115	6.6	4.1
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	6.6	4.1
International Equities	30	7.4	4.9
Total Variable Fund	100	7.1	4.6

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.4%

Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

6. Defined Benefit Pension Plan (Continued)

Single Discount Rate. A single discount rate of 7.00% was used to measure the Total Pension Liability for the current and prior year. This single discount rate is based on the expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.00% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2020. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 7.00% expected rate of return implies that a dividend of approximately 1.9% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Village's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the Village's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.00 percent, as well as what the Village's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease to Discount Rate (6.00%)	Current Discount Rate (7.00%)	1% Increase to Discount Rate (8.00%)
Village's proportionate share of the net pension liability (asset)	\$ 174,644	\$ (183,476)	\$ (446,513)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

7. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan

Plan Description. The Local Retiree Life Insurance Fund (LRLIF) is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible members.

OPEB Plan Fiduciary Net Position. ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

Benefits Provided. The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired employees and pre-65 retirees who pay for their coverage.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

7. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Contributions. The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member's working lifetime funds a post-retirement benefit.

Employers are required to pay the following contributions based on employee contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the employee premiums until age 65 in order to be eligible for the benefit after age 65.

Contribution rates as of December 31, 2021 are:

<u>Coverage Type</u>	<u>Employer Contribution</u>
25% Post Retirement Coverage	20% of Member Contribution

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2020 are as listed below:

Life Insurance Employee Contribution Rates* For the year ended December 31, 2020		
<u>Attained Age</u>	<u>Basic</u>	<u>Supplemental</u>
Under 30	\$0.05	\$0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57

*Disabled members under age 70 receive a waiver-of-premium benefit.

During the reporting period, the LRLIF recognized \$126 in contributions from the employer.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

7. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

OPEB Liabilities, OPEB Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At December 31, 2021, the Village reported a liability of \$34,990 for its proportionate share of the net OPEB liability. The net OPEB liability (asset) was measured as of December 31, 2020, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2020 rolled forward to December 31, 2020. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net OPEB liability (asset) was based on the Village's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2020, the Village's proportion was 0.00636100%, which was a decrease of 0.000067% from its proportion measured as of December 31, 2019.

For the year ended December 31, 2021, the Village recognized OPEB expense of \$3,048.

At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (1,670)
Net differences between projected and actual earnings on plan investments	509	-
Changes in actuarial assumptions	13,612	(2,401)
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	(5,487)
Employer contributions subsequent to the measurement date	160	-
Totals	<u>\$ 14,281</u>	<u>\$ (9,558)</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

7. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

\$160 reported as deferred outflows related to OPEB resulting from the Village's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (asset) in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2022	\$ 648
2023	593
2024	536
2025	600
2026	1,346
Thereafter	840
Total	<u>\$ 4,563</u>

Actuarial Assumptions. The total OPEB liability in the January 1, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2020
Measurement Date of Net OPEB Liability (Asset)	December 31, 2020
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield:	2.12%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	2.25%
Salary Increases	
Inflation:	3.00%
Seniority/Merit:	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table

Actuarial assumptions are based upon an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. The Total OPEB Liability for December 31, 2020 is based upon a roll-forward of the liability calculated from the January 1, 2020 actuarial valuation.

Long-term Expected Return on Plan Assets. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A- Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

7. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2020

Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return
US Credit Bonds	Barclays Credit	50%	1.47%
US Mortgages	Barclays MBS	50%	0.82%
Inflation			2.20%
Long-Term Expected Rate of Return			4.25%

The long-term expected rate of return and expected inflation rate remained unchanged from the prior year at 4.25% and 2.20% respectively. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

Single Discount Rate. A single discount rate of 2.25% was used to measure the Total OPEB Liability for the current year, as opposed to a discount rate of 2.87% for the prior year. The significant change in the discount rate was primarily caused by the decrease in the municipal bond rate from 2.74% as of December 31, 2019 to 2.12% as of December 31, 2020. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

Sensitivity of the Village's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the Village's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 2.25 percent, as well as what the Village's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (1.25 percent) or 1-percentage-point higher (3.25 percent) than the current rate:

	1% Decrease to Discount Rate (1.25%)	Current Discount Rate (2.25%)	1% Increase to Discount Rate (3.25%)
Village's proportionate share of the net OPEB liability (asset)	\$ 47,597	\$ 34,990	\$ 25,456

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

8. Other Postemployment Benefits – Group Health Insurance Plan

Plan Description. The Village has their health insurance through the Employee Trust Fund (ETF). The ETF health plan allows all retirees who are eligible for WRS to choose to self-pay the full (100%) amount of premiums to remain on the Village's group health insurance plan indefinitely, provided they continue to pay all required premiums.

Funding Policy. The Village funds the policy on a pay-as-you-go basis.

Benefits Provided. The Group Health Insurance plan was provided to all employees who are eligible for WRS upon their retirement.

Employee Covered by Benefit Terms. At December 31, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	1
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	8
	9
	9

Total OPEB Liability. The Village's total group health insurance plan OPEB liability, reported as of December 31, 2021, of \$66,156 was measured at December 31, 2020, as was determined by an actuarial valuation as of December 31, 2019.

Actuarial Assumptions and Other Inputs. The total group health insurance plan OPEB liability in the December 31, 2020, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless other specified:

Actuarial Valuation Date:	December 31, 2019
Measurement Date	December 31, 2020
Actuarial Cost Method:	Entry Age Normal (level percent of salary)
Medical Care Trend	6.50% decreasing by 0.10% per year down to 5.00%, and level thereafter
Discount Rate *	2.25%
Inflation	2.00%
Asset Valuation Method	Market Value
Average of Expected Remaining Service Lives	7 years
Mortality Assumptions	Wisconsin 2018 Mortality Table adjusted for future mortality improvements using the MP-2018 fully generated improvement scale (multiplied 60%)

**The discount rate was based upon all years of projected payments discounted at a municipal bond rate of 2.25%. Implicit in this rate is an assumed rate of inflation of 2.00%.*

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

8. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at 12/31/2019	\$ 63,840
Changes for the year:	
Service cost	3,239
Interest	1,742
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	1,545
Benefit payments	(4,210)
Net Changes	2,316
Balance at 12/31/2020	\$ 66,156

There were no changes of benefit terms.

The discount rate was updated based on the Bond Buyer GO 20-Year AA Bond Index published by the Federal Reserve as of the week of the measurement date (2.25%) in compliance with GASB 75. All other assumptions and methods remained unchanged from the actuarial valuation performed as of December 31, 2019.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total group health insurance OPEB liability of the Village, as well as what the Village's total group health insurance OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.25 percent) or 1-percentage-point higher (3.25 percent) than the current discount rate:

	1% Decrease 1.25%	Current Discount Rate 2.25%	1% Increase 3.25%
Total OPEB Liability	\$ 69,362	\$ 66,156	\$ 63,109

Sensitivity of the Total OPEB Liability to Changes in Healthcare Cost Trend Rates. The following represents the total group health insurance OPEB liability of the Village, as well as what the Village's total group health insurance OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.5 percent decreasing to 4.0 percent) or 1-percentage-point higher (7.5 percent decreasing to 6.0 percent) than the current healthcare cost trend rates:

	1% Decrease (5.5% decreasing to 4.0%)	Healthcare Cost Trend Rates (6.5% decreasing to 5.0%)	1% Increase (7.5% decreasing to 6.0%)
Total OPEB Liability	\$ 62,695	\$ 66,156	\$ 69,954

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

8. Other Postemployment Benefits – Group Health Insurance Plan (Continued)

OPEB Expense and Deferred Outflows and Inflows of Resources Related to OPEB. For the year ended December 31, 2021, the Village recognized an OPEB expense of \$5,202. At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Gain / Loss	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ -	\$ -
Changes of assumptions or other inputs	1,324	-
Village contributions subsequent to the measurement date	5,772	-
Total	<u>\$ 7,096</u>	<u>\$ -</u>

\$5,772 reported as deferred outflows related to OPEB resulting from the Village contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB group health insurance plan that will be recognized in the OPEB expense as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2022	\$ 221
2023	221
2024	221
2025	221
2026	221
Thereafter	219
	<u>\$ 1,324</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

9. Net Position / Fund Balance

Governmental Activities

Governmental net position reported on the government wide Statement of Net Position at December 31, 2021 includes the following:

Capital Assets Net of Depreciation	\$ 4,424,042
Less: Total Long-Term Debt Outstanding	(3,769,501)
Plus: Non Capital or Utility Capital Debt	<u>1,077,643</u>
Total Net Investment in Capital Assets	<u>1,732,184</u>
Restricted	
Debt Payments	43,662
Cemetery	57,839
TIF #1	92,508
General Capital Projects	53,078
Employee Pension Plan	<u>111,028</u>
Total Restricted	<u>358,115</u>
Unrestricted	<u>336,648</u>
Total Governmental Activities Net Position	<u><u>\$ 2,426,947</u></u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

9. Net Position / Fund Balance (Continued)

Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2021 include the following:

Major Funds	<u>Nonspendable</u>	<u>Restricted</u>	<u>Assigned</u>	<u>Unassigned (Deficit)</u>
<u>General Fund</u>				
Nonspendable				
Advances	\$ 352,110	\$ -	\$ -	\$ -
Assigned				
Parks	-	-	2,790	-
Police	-	-	17,997	-
Public works	-	-	6,407	-
Clerk's office	-	-	2,954	-
Sick Leave	-	-	10,000	-
Village Hall	-	-	21,900	-
Miscellaneous Village	-	-	18,133	-
Future capital projects and equipment	-	-	105,700	-
Unassigned	-	-	-	353,442
Total General Fund	<u>352,110</u>	<u>-</u>	<u>185,881</u>	<u>353,442</u>
<u>Debt Service Fund</u>				
Restricted	-	43,662	-	-
<u>General Capital Projects</u>				
Restricted	-	53,078	-	-
<u>TIF #2</u>				
Unassigned (Deficit)	-	-	-	(331,884)
Non-Major Funds				
Cemetery	-	57,839	-	-
TIF #1	-	92,508	-	-
Total	-	150,347	-	-
Totals	<u>\$ 352,110</u>	<u>\$ 247,087</u>	<u>\$ 185,881</u>	<u>\$ 21,558</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

9. Net Position / Fund Balance (Continued)

Business – Type Activities

Capital Assets Net of Depreciation	\$ 7,707,346
Less: related long-term debt outstanding	<u>(2,374,027)</u>
Total Net Investment in Capital Assets	<u>5,333,319</u>
Restricted	
Replacement	522,567
Impact Fees	5,644
Redemption	3,670
Employee Pension Plan	<u>72,448</u>
Total Restricted	<u>604,329</u>
Unrestricted	<u>434,946</u>
Total Business-Type Activities Net Position	<u><u>\$ 6,372,594</u></u>

10. Tax Incremental Financing Districts

The Village has two active tax incremental financing districts. Tax Incremental District #1 was created in 2008. Future improvements are intended to encourage and attract mixed-use development and growth in the Village. Tax Incremental District #2 was created in January 2013. The primary purpose of this tax increment district is to encourage development in the Village's business park. Projects expected to be completed in TIF Districts are as follows:

<u>Project Plan Estimated Costs</u>	<u>TIF #2</u>	<u>TIF #1</u>
Infrastructure	\$ 1,178,250	\$ 4,738,500
Site Development Costs	180,000	200,000
Land Acquisition & Assembly	126,000	300,000
Development Incentives	145,000	300,000
Professional Services	25,000	35,000
Discretionary Payments	10,000	55,000
Administration Costs	58,000	20,000
Organizational Costs	8,750	15,000
Inflation	95,006	-
Interest and Fiscal Charges	<u>543,053</u>	<u>-</u>
Total TID Expenditures per plan	<u><u>\$ 2,369,059</u></u>	<u><u>\$ 5,663,500</u></u>
Revenues through 12/31/2021	\$ 786,156	\$ 125,645
Expenditures through 12/31/2021	<u>2,218,040</u>	<u>33,137</u>
Net cost to be recovered 12/31/2021	<u><u>\$ (1,431,884)</u></u>	<u><u>\$ 92,508</u></u>
Debt Proceeds	1,562,150	-
Repayment of Principal	<u>(462,150)</u>	<u>-</u>
Fund Balance (Deficit) 12/31/2021	<u><u>\$ (331,884)</u></u>	<u><u>\$ 92,508</u></u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

11. Joint Ventures

Fire District and EMS Protection District

The Village of Brooklyn and the Towns of Brooklyn, Oregon, Rutland, and Union expanded the local fire district to include Emergency Medical Services (EMS) in July 1997. The communities jointly operate the local fire and EMS district which is called the Brooklyn Fire and EMS Protection District (the District) and provides fire protection and EMS services.

The governing body is made up of citizens from each community. Local representatives are appointed by the Village president with approval from the Village Board. The governing body has authority to adopt its own budget and control the financial affairs of the District. The Village made an operating payment totaling \$146,219 to the District for 2021. The Village believes that the District will continue to provide services in the future at similar rates.

Financial information of the District as of December 31, 2021 is available directly from the District's office. The Village does not have an equity interest in the Brooklyn Fire and EMS Protection District.

12. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; error and omissions; workers compensation; and health care of its employees. All risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years.

13. Commitments and Contingencies

From time to time, the Village is party to other pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the Village's legal counsel 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.

14. Purchase Commitments

The Village was entered into an agreement with a contractor for annual water tower maintenance. The agreement automatically renews for successive one-year terms unless terminated by the Village. The future contract payments are as follows:

2022	\$ 38,213
2023	38,213
2024	38,213
2025	14,081
2026	14,580
2027-2031	80,747
2032-2036	93,887
2037-2039	63,366
Total	<u>\$ 381,300</u>

VILLAGE OF BROOKLYN
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

14. Purchase Commitments (Continued)

In November 2021, the Village entered into two options to purchase 2 pieces of land in the amount of \$471,600 and \$1,201,500, respectively. The two options are valid till December 31, 2026 and December 31, 2031. These options were not accrued in the government-wide financial statements as these options have not yet been exercised.

15. Tax Increment Guarantee

The Village has development agreements with several developers regarding development contributions the Village made. The developers have guaranteed development sufficient to pay any shortfalls in TIF tax increment revenues.

16. American Rescue Plan Act (ARPA)

The Coronavirus State and Local Fiscal Recovery Funds (SLFRF), a part of the American Rescue Plan, delivers \$350 billion to state, local, and Tribal governments across the country to support their response to and recovery from the COVID-19 public health emergency. Municipalities can spend the fund into the following four eligible use categories: replace lost public-sector revenue; support the COVID-19 public health and economic response; provide premium pay for eligible workers performing essential work; and invest in water, sewer, and broadband infrastructure.

In June 2021, the Village received \$76,670 in Local Fiscal Recovery Funds from the American Rescue Plan Act. As of December 31, 2021, the Village had spent \$11,359 of the fund. The rest of the funds, in the amount of \$65,311 was reported as a refundable advance in these financial statements.

17. Effect of New Accounting Standards on Current Period Financial Statements

GASB has adopted GASB Statement No. 87, Leases. When this becomes effective, application of this standard may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (with Variances)
General Fund
For the Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 649,388	\$ 649,388	\$ 653,080	\$ 3,692
Intergovernmental	263,233	263,233	264,447	1,214
License and Permits	27,765	27,765	44,842	17,077
Fines, Forfeits and Penalties	2,000	2,000	1,924	(76)
Public Charges for Services	87,942	87,942	98,816	10,874
Interest Income	15,000	15,000	1,329	(13,671)
Miscellaneous Income	28,000	28,000	31,782	3,782
Total Revenues	<u>1,073,328</u>	<u>1,073,328</u>	<u>1,096,220</u>	<u>22,892</u>
EXPENDITURES				
Current:				
General Government	206,118	216,118	232,618	(16,500)
Public Safety	523,900	513,900	481,299	32,601
Public Works	313,963	313,963	313,281	682
Culture, Recreation and Education	65,509	65,509	56,566	8,943
Conservation and Development	20,838	20,838	26,147	(5,309)
Capital Outlay	-	-	9,846	(9,846)
Debt Service				
Principal Repayment	-	-	361	(361)
Interest Expense	-	-	258	(258)
Total Expenditures	<u>1,130,328</u>	<u>1,130,328</u>	<u>1,120,376</u>	<u>9,952</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(57,000)</u>	<u>(57,000)</u>	<u>(24,156)</u>	<u>32,844</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets	-	-	21,891	21,891
Proceeds from Long-Term Debt	-	-	9,486	9,486
Transfers In	57,000	57,000	57,365	365
Total Other Financing Sources and Uses	<u>57,000</u>	<u>57,000</u>	<u>88,742</u>	<u>31,742</u>
Net Change in Fund Balances	-	-	64,586	64,586
Fund Balances - Beginning	779,588	779,588	779,588	-
Fund Balances - Ending	<u>\$ 779,588</u>	<u>\$ 779,588</u>	<u>\$ 844,174</u>	<u>\$ 64,586</u>
Reconciliation of Fund Balance:				
Budgetary Fund Balance			\$ 844,174	
Perspective Differences:				
Revenues not included in budgetary basis, but included in Statement of Revenues, Expenditures, and Changes in Fund Balances		2,812		
Expenditures not included in budgetary basis, but included in Statement of Revenues, Expenditures, and Changes in Fund Balances		(50)		
Beginning fund balance of funds not included in budgetary basis, but included in Statement of Revenues, Expenditures, and Changes in Fund Balances		<u>44,497</u>		
			<u>47,259</u>	
Fund Balance per Statement of Revenues, Expenditures, and Changes in Fund Balances			<u>\$ 891,433</u>	

See accompanying notes to the required supplementary information

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Wisconsin Retirement System
December 31, 2021

Schedule of Proportionate Share of the Net Pension Liability (Asset)
As of the Measurement Date
Last 10 Fiscal Years

Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered- employee payroll	Collective net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
2020	-0.00293885%	\$ (183,476)	\$ 421,795	(43.50%)	105.26%
2019	-0.00271330%	(87,489)	402,464	(21.74%)	102.96%
2018	0.00251391%	89,437	376,484	23.76%	96.45%
2017	-0.00231961%	(68,871)	324,537	(21.22%)	102.93%
2016	0.00229156%	18,888	318,862	5.92%	99.12%
2015	0.00227118%	36,906	298,924	12.35%	98.20%
2014	-0.00226489%	(55,617)	301,622	(18.44%)	102.74%

Schedule of Village's Contributions
For the Year Ended
Last 10 Fiscal Years

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered- employee payroll
2021	\$ 24,386	\$ (24,386)	\$ -	\$ 339,172	7.19%
2020	34,549	(34,549)	-	421,795	8.19%
2019	31,117	(31,117)	-	402,464	7.73%
2018	29,058	(29,058)	-	376,484	7.72%
2017	24,085	(24,085)	-	324,537	7.42%
2016	22,387	(22,387)	-	318,862	7.02%
2015	21,598	(21,598)	-	298,924	7.23%

See accompanying notes to the required supplementary information

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Local Retiree Life Insurance Fund Schedules
December 31, 2021

Schedule of Proportionate Share of the Net OPEB Liability (Asset)
As of the Measurement Date
Last 10 Fiscal Years

Year ended December 31,	Proportion of the net OPEB liability (asset)	Proportionate share of the net OPEB liability (asset)	Covered- employee payroll	Collective net OPEB liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability (asset)
2020	0.00636100%	\$ 34,990	\$ 294,000	11.90%	31.36%
2019	0.00642800%	27,372	282,000	9.71%	37.58%
2018	0.00792100%	20,439	325,000	6.29%	48.69%
2017	0.00813800%	24,484	342,226	7.15%	44.81%

See accompanying notes to the required supplementary information

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Schedule of Changes in the Village's Total Group Health Insurance Plan OPEB Liability and Related Ratios
For the Year Ended December 31, 2021
As of the Measurement Date

	<u>2020</u>	<u>2019</u>
Total OPEB Liability		
Service costs	\$ 3,239	\$ 3,239
Interest	1,742	1,707
Changes in benefit terms		-
Difference between expected and actual experience		-
Changes in assumptions or other inputs	1,545	-
Benefit payments	(4,210)	(3,135)
Net change in total OPEB	2,316	1,811
Total Retiree Health Insurance Plan OPEB Liability-Beginning	63,840	62,029
Total Retiree Health Insurance Plan OPEB Liability-Ending	66,156	63,840
Covered Employee Payroll	\$ 431,786	\$ 431,786
Total OPEB Liability as a percentage of covered-employee payroll	15.32%	14.79%

Data presented as of the measurement date.

VILLAGE OF BROOKLYN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2021

1. Budgetary Comparison Schedule

A. Basis of Accounting

The General Fund budgetary comparison schedule has been presented on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United States of America. See Note 1(H) in the notes to the financial statements for more information on the Village's budgetary information.

B. Excess Expenditures over Appropriations

The Village controls expenditures at the department level. Some individual line items experienced expenditures which exceeded appropriations. The detail of those items can be found in the Village's year-end budget to actual report. The following expenditure functions had an excess of actual expenditures over budget for the year ended December 31, 2021:

	Excess Expenditures
General Government	\$ 16,500
Conservation and Development	5,309
Debt Service	
Principal Repayment	361
Interest Expense	258

Revenues and other financing sources were sufficient to cover the excess expenditures.

2. Wisconsin Retirement System Schedules

Governmental Accounting Standards Board Statement No. 68 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 3 preceding years.

Changes of benefit terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of assumptions. No significant changes in assumptions were noted from the prior year.

VILLAGE OF BROOKLYN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2021

3. Local Retiree Life Insurance Schedules

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 6 preceding years.

Changes of benefit terms. There were no changes of benefit terms for any participating employer in LRLIF.

Changes of assumptions. The Single Discount Rate assumption used to develop Total OPEB Liability changed from the prior year. Please refer to the Actuarial Assumptions section in Note 7 to the financial statements for additional details.

4. Group Health Insurance Plan Schedules

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 9 preceding years.

Changes of benefit terms. There were no changes of benefit terms for any participating employer in Group Health Insurance Plan.

Changes of assumptions. The discount rate was updated based on the Bond Buyer GO 20-Year AA Bond Index published by the Federal Reserve as of the week of the measurement date (2.25%) in compliance with GASB 75. All other assumptions and methods remained unchanged from the actuarial valuation performed as of December 31, 2019.

SUPPLEMENTARY INFORMATION

VILLAGE OF BROOKLYN

Brooklyn, Wisconsin

**Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (with Variances)**

General Fund

For the Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
TAXES				
Property taxes	\$ 645,988	\$ 645,988	\$ 649,063	\$ 3,075
Payments in lieu of taxes	3,400	3,400	4,017	617
TOTALS	649,388	649,388	653,080	3,692
INTERGOVERNMENTAL REVENUES				
State shared revenues	174,104	174,104	172,104	(2,000)
State aid - fire insurance	4,000	4,000	4,613	613
State aid - highways	78,902	78,902	78,798	(104)
State aid - recycling	3,500	3,500	3,547	47
State aid - exempt computer	599	599	599	-
State aid - personal property aid	673	673	673	-
Other state grants	1,455	1,455	4,113	2,658
TOTALS	263,233	263,233	264,447	1,214
LICENSES AND PERMITS				
Cable TV franchise fee	13,045	13,045	11,053	(1,992)
Liquor and malt beverage licenses	1,180	1,180	1,510	330
Cigarette licenses	400	400	995	595
Dog and cat licenses	1,000	1,000	1,564	564
Other licenses	140	140	160	20
Building permits	8,000	8,000	26,670	18,670
Zoning permits and fees	4,000	4,000	2,890	(1,110)
TOTALS	27,765	27,765	44,842	17,077
FINES, FORFEITURES AND PENALTIES				
Court penalties and costs	2,000	2,000	1,924	(76)
TOTALS	2,000	2,000	1,924	(76)
PUBLIC CHARGES FOR SERVICES				
Clerk fees	1,000	1,000	3,635	2,635
Park Shelter Rental	400	400	675	275
Refuse and garbage collection	82,992	82,992	85,826	2,834
Community Building Rent	2,500	2,500	1,300	(1,200)
Other fees	1,050	1,050	380	(670)
TOTALS	87,942	87,942	98,816	10,874

VILLAGE OF BROOKLYN**Brooklyn, Wisconsin****Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (with Variances)****General Fund****For the Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Original	Final		
INVESTMENT INCOME				
Interest on investments	15,000	15,000	1,329	(13,671)
TOTALS	15,000	15,000	1,329	(13,671)
MISCELLANEOUS				
Rent of municipal property	19,000	19,000	19,140	140
Miscellaneous	9,000	9,000	11,642	2,642
TOTALS	28,000	28,000	31,782	3,782
TOTAL REVENUES	1,073,328	1,073,328	1,096,220	22,892

VILLAGE OF BROOKLYN

Brooklyn, Wisconsin

**Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (with Variances)**

General Fund

For the Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
GENERAL GOVERNMENT				
Village board	18,150	18,150	20,569	(2,419)
Legal	5,000	15,000	21,643	(6,643)
Municipal court	4,000	4,000	4,474	(474)
Clerk	114,783	114,783	111,678	3,105
Board of review	350	350	229	121
Elections	7,860	7,860	2,708	5,152
Assessment of property	8,500	8,500	8,500	-
Accounting and auditing	9,315	9,315	9,310	5
Village hall	17,610	17,610	23,768	(6,158)
Property and liability insurance	20,550	20,550	25,298	(4,748)
Other general government	-	-	4,441	(4,441)
TOTALS	206,118	216,118	232,618	(16,500)
PUBLIC SAFETY				
Police	244,622	234,622	184,358	50,264
Public fire protection	186,082	186,082	191,462	(5,380)
Ambulance	85,696	85,696	85,696	-
Building inspection	7,500	7,500	19,783	(12,283)
TOTALS	523,900	513,900	481,299	32,601
PUBLIC WORKS				
Machinery operation and maintenance	5,000	5,000	3,980	1,020
Street maintenance	193,418	193,418	197,937	(4,519)
Tree and brush control	4,500	4,500	728	3,772
Street cleaning	4,950	4,950	4,935	15
Street lighting	20,000	20,000	18,903	1,097
Refuse and garbage collection	59,385	59,385	60,090	(705)
Recycling	26,710	26,710	26,708	2
TOTAL	313,963	313,963	313,281	682

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (with Variances)

General Fund

For the Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
	Original	Final		
CULTURE, RECREATION AND EDUCATION				
Oregon senior center	15,000	15,000	15,000	-
Oregon youth center	1,500	1,500	1,500	-
Parks	38,909	38,909	34,004	4,905
Recreation programs and events	10,100	10,100	6,062	4,038
TOTAL	65,509	65,509	56,566	8,943
CONSERVATION AND DEVELOPMENT				
Zoning	16,538	16,538	22,051	(5,513)
Other	4,300	4,300	4,096	204
TOTAL	20,838	20,838	26,147	(5,309)
CAPITAL OUTLAY				
Capital Outlay	-	-	9,846	(9,846)
DEBT SERVICE				
Principal Repayment	-	-	361	(361)
Interest Expense	-	-	258	(258)
TOTAL	-	-	619	(619)
TOTAL EXPENDITURES	1,130,328	1,130,328	1,120,376	9,952
Excess (Deficiency) of Revenues Over Expenditures	(57,000)	(57,000)	(24,156)	32,844
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets	-	-	21,891	(21,891)
Proceeds from Long-Term Debt	-	-	9,486	9,486
Transfers In (including tax equivalent)	57,000	57,000	57,365	365
Total Other Financing Sources and Uses	57,000	57,000	88,742	31,742
Net Change in Fund Balances	-	-	64,586	64,586
Fund Balances - Beginning	779,588	779,588	779,588	-
Fund Balances - Ending	\$ 779,588	\$ 779,588	\$ 844,174	\$ 64,586

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2021

	<u>Cemetery</u>	<u>TIF #1</u>	<u>Non-Major Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 61,624	\$ 128,764	\$ 190,388
Receivables:			
Taxes	2,261	23,228	25,489
Total Assets	<u>\$ 63,885</u>	<u>\$ 151,992</u>	<u>\$ 215,877</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 210	\$ -	\$ 210
Accrued Liabilities	46	-	46
Total Liabilities	<u>256</u>	<u>-</u>	<u>256</u>
Deferred Inflows of Resources:			
Tax Levy	\$ 5,790	\$ 59,484	\$ 65,274
Total Deferred Inflows of Resources	<u>5,790</u>	<u>59,484</u>	<u>65,274</u>
Fund Balance:			
Restricted	57,839	92,508	150,347
Total Fund Balance	<u>57,839</u>	<u>92,508</u>	<u>150,347</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 63,885</u>	<u>\$ 151,992</u>	<u>\$ 215,877</u>

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2021

	<u>Cemetery</u>	<u>TIF #1</u>	<u>Non-Major Governmental Funds</u>
REVENUES			
Property Taxes	\$ 5,884	\$ 79,043	\$ 84,927
Public Charges for Services	21,002	-	21,002
Total Revenues	<u>26,886</u>	<u>79,043</u>	<u>105,929</u>
EXPENDITURES			
Current:			
Health and Human Services	7,347	-	7,347
Conservation and Development	-	915	915
Total Expenditures	<u>7,347</u>	<u>915</u>	<u>8,262</u>
Net Change in Fund Balances	19,539	78,128	97,667
Fund Balances - Beginning	<u>38,300</u>	<u>14,380</u>	<u>52,680</u>
Fund Balances - Ending	<u><u>\$ 57,839</u></u>	<u><u>\$ 92,508</u></u>	<u><u>\$ 150,347</u></u>

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Schedule of Long-Term Debt Principal Payments
December 31, 2021

Year	Governmental Activities										
	General Obligation Debt										
	2012 Clean Water Fund Bonds (Village)	2012 General Obligation (Village)	2013 General Obligation (Village)	2016 Refinance Fire Loan (Village)	2018 General Obligation (Village)	2018 Truck Loan (Village)	2019 Clean Water Fund Loan (Village)	2019 Fire Engine Loan (Village)	2021A TIF #2 GO Bond (Village)	2021 Village Hall Loan (Village)	Total Governmental Principal
2022	\$ 23,365	\$ 21,637	\$ 20,502	\$ 17,598	\$ 20,000	\$ 38,575	\$ 47,073	\$ 74,476	\$ -	\$ 14,057	\$ 277,284
2023	24,066	-	10,240	18,214	30,000	13,519	47,933	-	-	11,093	155,065
2024	24,788	-	-	18,825	30,000	-	48,808	-	-	11,543	133,964
2025	25,532	-	-	19,511	30,000	-	49,699	-	50,000	11,980	186,722
2026	26,297	-	-	20,193	30,000	-	50,607	-	115,000	12,497	254,594
2027	27,086	-	-	20,900	30,000	-	51,531	-	135,000	9,946	274,463
2028	27,899	-	-	21,613	30,000	-	52,472	-	135,000	10,252	277,236
2029	28,736	-	-	22,388	30,000	-	53,430	-	135,000	10,547	280,101
2030	29,598	-	-	23,172	30,000	-	54,406	-	130,000	10,890	278,065
2031	30,486	-	-	23,983	30,000	-	55,399	-	130,000	212,195	482,063
2032	-	-	-	24,812	45,000	-	56,411	-	130,000		256,223
2033	-	-	-	25,691	40,000	-	57,441	-	140,000		263,131
2034	-	-	-	26,590	35,000	-	58,490	-	-		120,079
2035	-	-	-	27,520	35,000	-	59,558	-	-		122,078
2036	-	-	-	-	55,000	-	60,645	-	-		115,645
2037	-	-	-	-	50,000	-	61,753	-	-		111,753
2038	-	-	-	-	45,000	-	62,880	-	-		107,880
2039	-	-	-	-	-	-	64,028	-	-		64,028
	<u>\$ 267,853</u>	<u>\$ 21,637</u>	<u>\$ 30,741</u>	<u>\$ 311,010</u>	<u>\$ 595,000</u>	<u>\$ 52,094</u>	<u>\$ 992,563</u>	<u>\$ 74,476</u>	<u>\$ 1,100,000</u>	<u>\$ 315,000</u>	<u>\$ 3,760,376</u>

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Schedule of Long-Term Debt Principal Payments
December 31, 2021

Year	Business - Type Activities							
	Revenue Bonds				2013 General Obligation (Sewer)	2018 General Obligation (Water)	2018 General Obligation (Sewer)	Total Business-Type Principal
	2012 General Obligation (Water)	2003 Clean Water Fund Bonds (Sewer)	2008 Clean Water Fund Bonds (Sewer)	2012 Clean Water Fund Bonds (Sewer)				
2022	\$ 44,519	\$ 38,261	\$ 128,077	\$ 71,568	\$ 2,428	\$ 5,000	\$ 5,000	\$ 294,853
2023	-	39,313	131,106	73,715	1,346	15,000	5,000	265,480
2024	-	-	134,207	75,926	-	15,000	10,000	235,133
2025	-	-	137,381	78,204	-	15,000	10,000	240,585
2026	-	-	140,630	80,550	-	15,000	10,000	246,180
2027	-	-	143,956	82,966	-	15,000	10,000	251,922
2028	-	-	147,361	85,455	-	15,000	10,000	257,816
2029	-	-	-	88,019	-	15,000	10,000	113,019
2030	-	-	-	90,660	-	15,000	10,000	115,660
2031	-	-	-	93,379	-	20,000	15,000	128,379
2032	-	-	-	-	-	20,000	15,000	35,000
2033	-	-	-	-	-	20,000	15,000	35,000
2034	-	-	-	-	-	20,000	15,000	35,000
2035	-	-	-	-	-	20,000	15,000	35,000
2036	-	-	-	-	-	20,000	10,000	30,000
2037	-	-	-	-	-	20,000	10,000	30,000
2038	-	-	-	-	-	15,000	10,000	25,000
2039	-	-	-	-	-	-	-	-
	<u>\$ 44,519</u>	<u>\$ 77,574</u>	<u>\$ 962,718</u>	<u>\$ 820,442</u>	<u>\$ 3,774</u>	<u>\$ 280,000</u>	<u>\$ 185,000</u>	<u>\$ 2,374,027</u>

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Schedule of Long-Term Debt Interest Payments
December 31, 2021

Year	Governmental Activities										
	General Obligation Debt										Total Governmental Interest
	2012 Clean Water Fund Bonds (Village)	2012 General Obligation (Village)	2013 General Obligation (Village)	2016 Refinance Fire Loan (Village)	2018 General Obligation (Village)	2018 Truck Loan (Village)	2019 Clean Water Fund Loan (Village)	2019 Fire Engine Loan (Village)	2021A TIF #2 Loan (Village)	2021 General Obligation (Village)	
2022	\$ 7,685	\$ 208	\$ 503	\$ 10,885	\$ 20,850	\$ 1,249	\$ 17,695	\$ 2,420	\$ 14,913	\$ 9,240	\$ 85,649
2023	6,973	-	78	10,269	19,850	198	16,827	-	19,738	12,205	86,138
2024	6,241	-	-	9,658	18,650	-	15,944	-	19,738	11,755	81,986
2025	5,487	-	-	8,973	17,450	-	15,044	-	19,387	11,318	77,659
2026	4,709	-	-	8,290	16,400	-	14,129	-	18,232	10,801	72,561
2027	3,908	-	-	7,583	15,500	-	13,196	-	16,415	7,798	64,401
2028	3,083	-	-	6,871	14,578	-	12,247	-	14,323	7,492	58,593
2029	2,233	-	-	6,095	13,618	-	11,280	-	12,061	7,197	52,484
2030	1,358	-	-	5,312	12,605	-	10,295	-	9,645	6,853	46,068
2031	458	-	-	4,501	11,555	-	9,293	-	7,110	6,519	39,435
2032	-	-	-	3,671	10,243	-	8,272	-	4,445	-	26,631
2033	-	-	-	2,793	8,745	-	7,232	-	1,540	-	20,310
2034	-	-	-	1,894	7,414	-	6,174	-	-	-	15,481
2035	-	-	-	963	6,171	-	5,096	-	-	-	12,231
2036	-	-	-	-	4,533	-	3,999	-	-	-	8,531
2037	-	-	-	-	2,590	-	2,881	-	-	-	5,471
2038	-	-	-	-	833	-	1,743	-	-	-	2,576
2039	-	-	-	-	-	-	585	-	-	-	585
	<u>\$ 42,135</u>	<u>\$ 208</u>	<u>\$ 581</u>	<u>\$ 87,760</u>	<u>\$ 201,583</u>	<u>\$ 1,447</u>	<u>\$ 171,930</u>	<u>\$ 2,420</u>	<u>\$ 157,547</u>	<u>\$ 91,178</u>	<u>\$ 756,790</u>

VILLAGE OF BROOKLYN
Brooklyn, Wisconsin

Schedule of Long-Term Debt Interest Payments
December 31, 2021

Year	Business - Type Activities							
	Revenue Bonds				2013 General Obligation (Sewer)	2018 General Obligation (Water)	2018 General Obligation (Sewer)	Total Business-Type Interest
	2012 General Obligation (Water)	2003 Clean Water Fund Bonds (Sewer)	2008 Clean Water Fund Bonds (Sewer)	2012 Clean Water Fund Bonds (Sewer)				
2022	\$ 429	\$ 1,608	\$ 21,254	\$ 23,539	\$ 106	\$ 9,850	\$ 6,448	\$ 63,234
2023	-	541	18,189	21,360	60	9,450	6,248	55,847
2024	-	-	15,051	19,116	-	8,850	5,948	48,965
2025	-	-	11,840	16,804	-	8,250	5,548	42,442
2026	-	-	8,553	14,422	-	7,725	5,198	35,898
2027	-	-	5,188	11,970	-	7,275	4,898	29,331
2028	-	-	1,743	9,444	-	6,814	4,590	22,591
2029	-	-	-	6,842	-	6,334	4,270	17,446
2030	-	-	-	4,162	-	5,828	3,933	13,923
2031	-	-	-	1,401	-	5,215	3,495	10,111
2032	-	-	-	-	-	4,515	2,970	7,485
2033	-	-	-	-	-	3,810	2,441	6,251
2034	-	-	-	-	-	3,100	1,909	5,009
2035	-	-	-	-	-	2,390	1,376	3,766
2036	-	-	-	-	-	1,665	925	2,590
2037	-	-	-	-	-	925	555	1,480
2038	-	-	-	-	-	278	185	463
2039	-	-	-	-	-	-	-	-
	<u>\$ 429</u>	<u>\$ 2,149</u>	<u>\$ 81,818</u>	<u>\$ 129,060</u>	<u>\$ 166</u>	<u>\$ 92,273</u>	<u>\$ 60,934</u>	<u>\$ 366,828</u>