

# BRIGHTON PARK NEIGHBORHOOD COUNCIL

Independent Auditor’s Report and Financial Statements  
December 31, 2024 and 2023

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## AUDIT REPORT



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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
Brighton Park Neighborhood Council

**Report on the Audit of the Financial Statements*****Opinion***

We have audited the accompanying financial statements of Brighton Park Neighborhood Council (a nonprofit organization, "the Organization"), which comprise of the statement of financial position as of December 31, 2024, and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Brighton Park Neighborhood Council as of December 31, 2024, and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Organization 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 Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

***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 opinion. 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 and *Government 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 and *Government 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 Organization'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 Organization'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.

#### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Additionally, the accompanying Illinois Grant Accountability and Transparency Consolidated Year-End Financial Report, are also presented for the purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 mentioned above is fairly stated, in all material respects, in relation to the financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 29, 2025, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

**Lopez & Co. CPAs Ltd**

Chicago, IL

September 29, 2025

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
STATEMENT OF FINANCIAL POSITION  
AS OF DECEMBER 31, 2024 AND 2023**

	<u><b>2024</b></u>	<u><b>2023</b></u>
<b>ASSETS:</b>		
Cash and Cash Equivalents	\$ 2,710,416	\$ 2,666,933
Accounts and Grants Receivable, Net	2,270,918	1,841,980
Other Current Assets	16,500	30,015
Property and Equipment, Net	<u>2,042,643</u>	<u>903,010</u>
<b>Total Assets</b>	<u><b>7,040,476</b></u>	<u><b>5,441,938</b></u>
 <b>LIABILITIES AND NET ASSETS:</b>		
Accounts Payable	83,975	96,685
Accrued Expenses	28,109	145,538
Payroll Liabilities	293,058	117,594
Mortgage Payable	1,563	23,878
Deferred Revenue	171,781	45,828
Other Current Liabilities	426,325	164,457
Long Term Liabilities	<u>712,291</u>	<u>-</u>
<b>Total Liabilities</b>	<u><b>1,717,102</b></u>	<u><b>593,980</b></u>
 <u><b>Net Assets</b></u>		
Without Donor Restrictions	5,119,390	3,811,976
With Donor Restrictions	<u>203,982</u>	<u>1,035,982</u>
<b>Total Net Assets</b>	<u><b>5,323,372</b></u>	<u><b>4,847,958</b></u>
 <b>Total Liabilities and Net Assets</b>	 <u><b>\$ 7,040,476</b></u>	 <u><b>\$ 5,441,938</b></u>

The accompanying notes are an integral part of these financial statements

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2024**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>PUBLIC SUPPORT:</b>			
Government Grants and Contracts	\$ 8,312,704	\$ -	\$ 8,312,704
Foundation and Corporation Contributions	2,245,325	205,000	2,450,325
Other Grants and Contracts	50,487	-	50,487
Released from Restrictions	<u>1,037,000</u>	<u>(1,037,000)</u>	<u>-</u>
<b>Total Public Support</b>	<u>11,645,516</u>	<u>(832,000)</u>	<u>10,813,516</u>
 <b>REVENUE:</b>			
Interest Income	48,614	-	48,614
Special Events	45,255	-	45,255
Other Income	<u>1,351,643</u>	<u>-</u>	<u>1,351,643</u>
<b>Total Revenue</b>	<u>1,445,512</u>	<u>-</u>	<u>1,445,512</u>
<b>Total Public Support and Revenue</b>	<u>13,091,027</u>	<u>(832,000)</u>	<u>12,259,028</u>
 <b>EXPENSES:</b>			
Program Services	10,355,069	-	10,355,069
Management and General	1,202,574	-	1,202,574
Fundraising	<u>225,969</u>	<u>-</u>	<u>225,969</u>
<b>Total Expenses</b>	<u>11,783,613</u>	<u>-</u>	<u>11,783,613</u>
<b>CHANGE IN NET ASSETS:</b>	1,307,414	(832,000)	475,414
 <b>TOTAL NET ASSETS:</b>			
Net Assets, Beginning of Year	<u>3,811,976</u>	<u>1,035,982</u>	<u>4,847,958</u>
Net Assets, End of Year	<u>\$ 5,119,390</u>	<u>\$ 203,982</u>	<u>\$ 5,323,372</u>

The accompanying notes are an integral part of these financial statements

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED DECEMBER 31, 2023**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>PUBLIC SUPPORT:</b>			
Government Grants and Contracts	\$ 7,189,845	\$ -	\$ 7,189,845
Foundation and Corporation Contributions	975,060	1,940,499	2,915,559
Other Grants and Contracts	145,874	-	145,874
Released from Restrictions	<u>1,687,895</u>	<u>(1,687,895)</u>	<u>-</u>
<b>Total Public Support</b>	<u>9,998,674</u>	<u>252,604</u>	<u>10,251,278</u>
 <b>REVENUE:</b>			
Interest Income	68,629	-	68,629
Special Events	16,030	-	16,030
Other Income	<u>1,706,133</u>	<u>-</u>	<u>1,706,133</u>
<b>Total Revenue</b>	<u>1,790,792</u>	<u>-</u>	<u>1,790,792</u>
<b>Total Public Support and Revenue</b>	<u>11,789,466</u>	<u>252,604</u>	<u>12,042,070</u>
 <b>EXPENSES:</b>			
Program Services	9,562,224	-	9,562,224
Management and General	918,924	-	918,924
Fundraising	<u>208,633</u>	<u>-</u>	<u>208,633</u>
<b>Total Expenses</b>	<u>10,689,781</u>	<u>-</u>	<u>10,689,782</u>
<b>CHANGE IN NET ASSETS:</b>	1,099,685	252,604	1,352,289
 <b>TOTAL NET ASSETS:</b>			
Net Assets, Beginning of Year	<u>2,712,292</u>	<u>783,378</u>	<u>3,495,670</u>
Net Assets, End of Year	<u>\$ 3,811,977</u>	<u>\$ 1,035,982</u>	<u>\$ 4,847,958</u>

The accompanying notes are an integral part of these financial statements

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**STATEMENT OF CASH FLOWS**  
**YEARS ENDED DECEMBER 31, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ 475,414	\$ 1,352,288
Adjustments to Reconcile Change in Net Assets to Cash Provided (Used) by Operating Activities:		
(Increase) Decrease in Accounts and Grants Receivable	(428,938)	(217,574)
(Increase) Decrease in Other Current Assets	13,516	(26,151)
Increase (Decrease) in Accounts Payable	(12,710)	(7,281)
Increase (Decrease) in Accrued Expenses	(117,429)	(478)
Increase (Decrease) in Payroll Liabilities	175,465	-
Increase (Decrease) in Other Current Liabilities	261,869	129,611
Increase (Decrease) in Deferred Revenue	125,953	(25,707)
Increase (Decrease) in Long Term Liabilities	712,291	-
Net Cash Provided (Used) by Operating Activities	<u>1,205,431</u>	<u>1,204,708</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Investment in Property and Equipment	<u>(1,139,633)</u>	<u>(267,064)</u>
Net Cash Provided (Used) by Investing Activities	<u>(1,139,633)</u>	<u>(267,064)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Paydown in Mortgage Payable	<u>(22,315)</u>	<u>(10,710)</u>
Net Cash Provided (Used) by Financing Activities	<u>(22,315)</u>	<u>(10,710)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	43,483	926,934
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>2,666,933</u>	<u>1,739,999</u>
CASH AND CASH EQUIVALENTS - End of Year	<u>\$ 2,710,416</u>	<u>\$ 2,666,933</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION</b>		
Cash Paid for Interest	<u>\$ 10,043</u>	<u>\$ 2,644</u>

The accompanying notes are an integral part of these financial statements

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED DECEMBER 31, 2024**

	<u>Program Services</u>				Total Programs	Mgmt and General	Fundraising	Total
	<u>Organizing</u>	<u>Economic Stability</u>	<u>FSCS / Education</u>	<u>Other Programs</u>				
Salary and Wages	1,032,568	1,222,872	4,637,522	-	6,892,961	616,362	161,282	7,670,605
Program Expenses	376,191	140,020	419,368	-	935,579	20,610	12,330	968,519
Independent Contractors	153,872	11,880	445,949	93,759	705,460	58,957	1,687	766,104
Payroll Taxes	89,509	105,877	401,521	-	596,908	55,769	13,942	666,619
Employee Benefits	64,963	76,936	291,765	-	433,664	47,757	10,147	491,568
Supplies	110,813	5,293	222,773	-	338,879	11,998	745	351,622
Office expense	17,442	20,556	74,334	-	112,332	103,031	588	215,951
Accrued Vacation Expense	-	-	-	-	-	140,118	-	140,118
Telecommunications	13,804	16,348	61,995	-	92,146	8,727	2,053	102,926
Payroll Fees	-	-	-	-	-	85,517	-	85,517
Travel	32,405	1,703	37,855	-	71,962	6,086	4,122	82,170
Repairs and Maintenance	7,704	9,124	34,602	-	51,431	4,810	1,207	57,448
Professional Fees	1,913	785	8,892	-	11,590	33,824	8,733	54,147
Occupancy	4,762	5,639	21,386	-	31,787	1,922	1,797	35,506
Insurance	3,340	3,955	14,999	-	22,293	2,470	138	24,901
Conferences and Meetings	8,181	1,480	5,494	-	15,155	3,017	5,418	23,591
Other Expenses	-	-	-	22,411	22,411	-	-	22,411
Dues and Publications	-	-	12,376	-	12,376	-	-	12,376
Printing and Reproduction	1,096	1,298	4,923	-	7,318	670	186	8,174
Marketing	-	-	-	-	-	-	1,500	1,500
Bad Debt Expense	-	-	-	-	-	928	-	928
Postage and Delivery	122	145	549	-	815	-	95	911
<b>Total Expenses</b>	<b>\$ 1,918,685</b>	<b>\$ 1,623,910</b>	<b>\$ 6,696,304</b>	<b>\$ 116,170</b>	<b>\$ 10,355,069</b>	<b>\$ 1,202,574</b>	<b>\$ 225,969</b>	<b>\$ 11,783,613</b>

The accompanying notes are an integral part of these financial statements

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED DECEMBER 31, 2023**

	<b>Program Services</b>			<b>Other Programs</b>	<b>Total Programs</b>	<b>Mgmt and General</b>	<b>Fundraising</b>	<b>Total</b>
	<b>Organizing</b>	<b>Economic Stability</b>	<b>FSCS / Education</b>					
Salary and Wages	\$ 1,290,207	\$ 434,318	\$ 4,160,931	\$ -	\$ 5,885,455	\$ 355,621	\$ 159,772	\$ 6,400,849
Program Expenses	633,946	126,097	589,154	44,969	1,394,167	27,040	12,148	1,433,355
Independent Contractors	164,203	3,333	312,168	374,327	854,032	43,404	-	897,436
Payroll Taxes	112,853	37,999	363,880	-	514,732	31,244	14,037	560,012
Bad Debt Expense	-	-	-	-	-	409,157	-	409,157
Employee Benefits	62,715	21,117	202,218	-	286,051	17,363	7,801	311,214
Office expense	23,007	7,747	74,183	-	104,937	6,370	2,862	114,168
Payroll Fees	19,683	6,627	63,465	-	89,775	5,449	2,274	97,498
Professional Fees	11,051	3,721	60,631	7,500	82,903	3,059	1,375	87,336
Travel	41,110	1,294	23,839	-	66,242	832	374	67,449
Telecommunications	35,204	3,578	18,276	-	57,057	3,960	1,779	62,797
Repairs and Maintenance	12,548	4,225	40,459	-	57,232	3,474	1,561	62,266
Insurance	8,475	2,853	27,326	-	38,654	2,346	1,054	42,054
Conferences and Meetings	12,539	8,602	14,968	-	36,110	3,089	1,388	40,587
Occupancy	7,483	2,520	24,128	-	34,130	2,072	931	37,133
Dues and Publications	10,213	2,108	17,354	-	29,675	2,230	1,002	32,907
Other Expenses	2,803	944	9,039	365	13,151	1,125	-	14,275
Supplies	2,220	747	7,158	-	10,125	615	276	11,016
Printing and Reproduction	1,596	538	5,147	-	7,281	442	-	7,723
Postage and Delivery	114	38	366	-	518	31	-	550
<b>Total Expenses</b>	<b>\$ 2,451,969</b>	<b>\$ 668,406</b>	<b>\$ 6,014,689</b>	<b>\$ 427,161</b>	<b>\$ 9,562,224</b>	<b>\$ 918,924</b>	<b>\$ 208,633</b>	<b>\$ 10,689,782</b>

The accompanying notes are an integral part of these financial statements

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023**

**(1) History and Nature of Organization**

The Brighton Park Neighborhood Council (“the Organization”) is a community-based, nonprofit organization serving a low-income working class neighborhood on Chicago’s southwest side. The Organization’s mission is to create safer communities, improve the learning environment at public schools, preserve affordable housing, provide a voice for youth, protect immigrants’ rights, promote gender equality, and fight all forms of violence. Founded in 1997, the Organization unites individuals and neighborhood institutions to develop organizing campaigns aimed at winning essential resources for one of Chicago’s most underserved communities, improving public policy and addressing the root causes of poverty and inequality.

**(2) Summary of Significant Accounting Policies**

**Basis of Presentation and Financial Statement Presentation**

The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles, generally accepted in the United States of America. The financial statements presentation follows the recommendation of the Financial Accounting Standards Board in its Accounting Standards Update (ASU) No. 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities (Topic 958)*. The Organization is required to report information regarding its financial position according to two classes of net assets:

Net Assets with Donor Restrictions: Net assets subject to donor-imposed conditions that may or will be met by overcoming necessary barriers or restrictions of time. The Organization held \$203,982 and \$1,035,982 of donor restricted net assets as of December 31, 2024, and 2023, respectively.

Net Assets without Donor Restrictions: Net assets available for use in general operations and not subject to donor imposed restrictions.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of restrictions on net assets are reported as reclassifications between applicable classes of assets.

**Grants, Contributions, and Contracts**

The Organization has adopted FASB ASC 958-605, “Not-for Profit Entities, Revenue Recognition”. Per FASB ASC 958-605, contributions, including unconditional promises-to-give, are recognized as revenue in the period received. All contributions are considered available for the Organization’s general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor are reported as restricted support and increase net assets with donor restrictions. Contributions received with donor-imposed conditions and restrictions that are met in the same reporting period are reported as support without donor restrictions and increase net assets without donor restrictions. Investment income that is limited to specific uses by donor restrictions is reported as increases in net assets without donor restrictions if the restrictions are met in the same reporting period as the income is recognized.

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023**

**Deferred Revenue and Accounts Receivable**

Conditional promises to give are not recognized as revenue until the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions from unconditional promises to give that are to be received after one year are discounted at an appropriate discount rate based on an average Federal Funds rate.

Granting agencies at their discretion may require the Organization to pay back funds as a result of not meeting statistical service expectations and requirements, or if the Organization engaged in activities that resulted in noncompliance with grants and contracts.

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts when applicable. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of agencies and others to meet their obligations. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. At December 31, 2024, and 2023, accounts receivable are considered by management to be fully collectible within a year.

**Use of Estimates**

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

**Cash and Cash Equivalents**

The Organization considers cash on deposit at banks and highly liquid investments with maturities of three months or less at the date of purchase to be cash and cash equivalents.

**Liquidity and Availability of Financial Assets**

The Organization has \$4,981,334 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures. The financial assets consist of \$2,710,416 of cash and cash equivalents and \$2,270,918 in accounts receivable. \$203,982 of the financial assets are subject to donor or other contractual restrictions, but the remaining financial assets are available for general expenditure within one year of the balance sheet date. The accounts receivable is subject to implied time restrictions but are expected to be collected within three to six months. The Organization has a goal to maintain financial assets on hand to meet 90 days of normal operating expenses, which are, on average, approximately \$981,968 per month. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, as part of their liquidity management, the Organization transfers cash in excess of monthly requirements to an interest bearing money market account.

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023**

**Fixed Assets and Depreciation Expense**

Property and equipment are recorded at historical cost. The Organization capitalizes fixed asset additions over \$1,000. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

Software	3 years
Equipment	5 years
Furniture & Fixtures	7 years
Building	39 years

Maintenance and repairs, which neither materially add to the value of the property nor appreciably prolong its life, are charged to expense as incurred. Depreciation amounted to \$0 at December 31, 2024.

**Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated to specific program services based on direct benefit obtained. All remaining costs are considered general support to all programs and the Organization in general. The supporting costs are allocated based on estimates of time, effort, and usage.

**Income Taxes**

The Organization is recognized as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes on related income. The Organization had no unrelated business income during fiscal year 2024 and therefore, no provision for federal or state income taxes has been made in the accompanying financial statements. The Organization is no longer subject to U.S. federal, state and local income tax examination by tax authorities for the years before the tax year ended December 31, 2021. In addition, the Organization has been determined by the Internal Revenue Service not to be a “private foundation” within the meaning of Section 509(a) of the Internal Revenue Code.

**New Accounting Pronouncements**

Credit Losses

In June 2016, the FASB issued guidance (FASB ASC 326) which significantly changed how entities will measure credit losses for most financial assets and certain other instruments that aren’t measured at fair value through net income. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity’s exposure to credit risk and the measurement of credit losses. Financial assets held by the company that are subject to the guidance in FASB ASC 326 were trade accounts receivable.

The Organization adopted the standard effective January 1, 2024. The impact of the adoption was considered material to the financial statements and primarily resulted in new/enhanced disclosures only.

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023**

**(3) Certain Vulnerabilities and Concentrations**

The Organization maintained certain bank accounts insured by the Federal Deposit Insurance Corporation up to an aggregate amount of \$250,000 for each depositor in a single institution. At December 31, 2024, one depository institution had an aggregate balance exceeding insured amounts. The institution had \$2,322,628 on deposit, which exceeded the aggregate limit by \$2,072,628 leaving that amount at risk.

The Organization's total revenue for the year ended December 31, 2024, amounted to \$12,259,028. Of this amount, \$8,312,704 was attributed to grants from the government, amounting to 68% of total revenue. The Organization's total receivables for the year ended December 31, 2024, amounted to \$2,270,918. Of this amount, \$408,042 was attributed to grants from the government, amounting to 18% of total receivables. Any negative change in the economy could have an impact on contributions, fundraising efforts, as well as government grants.

**(4) Accounts/Grants Receivable**

As of December 31, 2024, accounts and grants receivable consisted of:

	<u>2024</u>	<u>2023</u>
Accounts Receivable	\$ 1,862,876	\$ 1,719,369
Grants Receivable	408,042	408,042
Total	<u>\$ 2,270,918</u>	<u>\$ 2,127,411</u>

**(5) Property and Equipment**

Property and equipment at December 31, 2024, consists of the following:

	<u>2024</u>	<u>2023</u>
Building	\$ 158,169	\$ 158,169
Building Improvements	115,016	115,016
Furniture and Equipment	172,850	171,144
Vehicle	6,200	6,200
Construction in Progress	<u>1,867,140</u>	<u>729,214</u>
	2,319,376	1,179,743
Accumulated Depreciation	<u>(276,733)</u>	<u>(276,733)</u>
Total	<u>\$ 2,042,643</u>	<u>\$ 903,010</u>

**(6) Mortgage Payable and Long Term Liabilities**

The Organization refinanced its mortgage on October 29, 2009. The mortgage was refinanced into a note payable of 5.9% interest per annum. The note is secured by the underlying real estate. The monthly payments in the amount of \$1,572 in principal and interest began February 1, 2010. As of the date of this report, the mortgage liability has been paid in full.

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023**

The Organization has a loan agreement with the Illinois Facility Fund (IFF) to borrow a maximum of up to \$6,500,000 for purpose of building a bridge to support a three-story community center; this agreement was commenced as of July 19, 2023. The loan is collateralized by IFF with a mortgage, and ownership of rents and leases. Interest will be required to be paid only during the first twenty-four months of the loan at a fixed rate of 6.625% and for the first five years after the interest-only period. The rate will be adjusted every five years based on the yield of United States Treasury obligations with the same maturity as the Loan plus 3%; the interest rate will never be lower than 5%.

After the interest-only period, the loan will be paid back on a term basis of twenty years after the completion of the interest-only period. The Organization is required to pay down at least \$1,115,000 prior to the expiration of the interest-only period.

As of December 31, 2024, the Organization has used and borrowed \$712,291 of the principal amount balance to facilitate the construction of the bridge.

Future maturities are as follows as of December 31, 2024:

<u>Year Ending December 31</u>	<u>Amount</u>
2025	1,563
2026	22,565
2027	56,753
2028	60,629
2029	64,770
Thereafter	507,561
Total	<u>\$ 713,841</u>

**(7) Fair Value of Financial Instruments**

Financial Accounting Standards Board (FASB) Accounting Standards Code (ASC) 820-10 “Fair Value Measurements and Disclosures” requires disclosure of an estimate of fair value of certain financial instruments. The Organization's significant financial instruments are cash, accounts receivable, marketable equity securities, and other short-term assets and liabilities. For these financial instruments, carrying values approximate fair value.

**(8) Net Assets**

**With Donor Restrictions**

Net assets with donor restrictions consisted of the following at December 31, 2024:

<u>Restriction</u>	<u>Restricted Balance</u>
Purpose	<u>\$ 205,000</u>
	<u>\$ 205,000</u>

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2024 AND 2023**

**Released from Restrictions**

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes, by occurrence of the passage of time, or other events specified by donors. Restrictions were released as follows on December 31, 2024:

<u>Restriction</u>	<u>Released</u>
Purpose	\$ 1,037,000
	<u>\$ 1,037,000</u>

**(9) Subsequent Events**

The Organization has evaluated subsequent events through September 29, 2025 the date the financial statements were available to be issued. The Organization is not aware of any subsequent events that would require recognition or disclosure in the financial statements.

**SUPPLEMENTARY INFORMATION**

## Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

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Close

Add a Program

Mark Complete

Comment

	CSFA #	Program Name	State	Federal	Match	Total
<a href="#">View</a>	444-80-1411	Teen REACH (Responsibility, Education, Achievement, Caring and Hope)	265,726.89	67,824.00		333,550.89
<a href="#">View</a>	444-80-1493	Welcoming Center	738,023.22	0.00		738,023.22
<a href="#">View</a>	444-80-3007	Chicago Youth Development & Intervention Services (CYDIS)	1,014.98	118,648.82		119,663.80
<a href="#">View</a>	444-80-3224	Office of Community and Positive Youth Development Named Appropriation-After School Programming for Youth	187,354.96	0.00		187,354.96
<a href="#">View</a>	444-80-3416	RPSA Youth Development Services	38,176.39	0.00		38,176.39
<a href="#">View</a>	546-00-2940	American Rescue Plan Act SFY23	0.00	264,990.30		264,990.30
<a href="#">View</a>	586-18-2591	Federal Programs: ARP - Community Partnership Grant	0.00	187,776.00		187,776.00
<a href="#">View</a>	586-18-2801	Federal Programs: CURES - After School Programs	0.00	84,085.00		84,085.00
<a href="#">View</a>	586-46-0423	Title IV - 21st Century Comm Learning Centers: 21st CCLC	0.00	627,751.94		627,751.94
<a href="#">View</a>	586-84-2069	State Programs: After School Programs - Non-school Districts	80,000.00	0.00		80,000.00
<a href="#">Edit</a>		All other federal expenditures		663,340.12		663,340.12
Totals:			1,310,296.44	2,014,416.18	0.00	3,324,712.62

**Please note the following:**

- The CYEFR is pre-populated with programs based on existing State-issued awards in the CSFA. These programs cannot be removed. If no spending occurred in a program, leave the amounts at zero.
- If a program is missing, please click the "Add a Program" button and select the State agency and State program from the dropdown list provided.
- Any items in red must be fixed before the CYEFR can be marked complete.

- When finished updating the CYEFR, click the "Mark Complete" button and continue to the next step.

## Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

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Agency	Department Of Human Services (444)
Program	Teen REACH (Responsibility, Education, Achievement, Caring and Hope) (444-80-1411) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input style="width: 100px;" type="text" value="265726.89"/>
Federal Amount Expended	\$ <input style="width: 100px;" type="text" value="67824.00"/>

Expended Amount	Category
<input style="width: 100px;" type="text" value="257173.74"/>	Personal Services (Salaries and Wages)
<input style="width: 100px;" type="text" value="38631.44"/>	Fringe Benefits
<input style="width: 100px;" type="text" value="0.00"/>	Travel
<input style="width: 100px;" type="text" value="0.00"/>	Equipment
<input style="width: 100px;" type="text" value="4801.96"/>	Supplies
<input style="width: 100px;" type="text" value="0.00"/>	Contractual Services
<input style="width: 100px;" type="text" value="0.00"/>	Consultant (Professional Services)
<input style="width: 100px;" type="text" value="0.00"/>	Construction
<input style="width: 100px;" type="text" value="0.00"/>	Occupancy - Rent and Utilities
<input style="width: 100px;" type="text" value="0.00"/>	Research and Development
<input style="width: 100px;" type="text" value="0.00"/>	Telecommunications
<input style="width: 100px;" type="text" value="0.00"/>	Training and Education
<input style="width: 100px;" type="text" value="32392.00"/>	Direct Administrative Costs
<input style="width: 100px;" type="text" value="551.75"/>	Miscellaneous Costs
<input style="width: 100px;" type="text" value="0.00"/>	Depreciation
<b>333,550.89</b>	<b>Total Direct Expended</b>
<input style="width: 100px;" type="text" value="0.00"/>	Indirect Costs
<b>333,550.89</b>	<b>Total Amount Expended</b>

Cancel

Save

## Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

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Agency	Department Of Human Services (444)
Program	Welcoming Center (444-80-1493) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input style="width: 150px;" type="text" value="738023.22"/>
Federal Amount Expended	\$ <input style="width: 150px;" type="text" value="0.00"/>

Expended Amount	Category
<input style="width: 100px;" type="text" value="433605.45"/>	Personal Services (Salaries and Wages)
<input style="width: 100px;" type="text" value="102246.17"/>	Fringe Benefits
<input style="width: 100px;" type="text" value="7364.70"/>	Travel
<input style="width: 100px;" type="text" value="0.00"/>	Equipment
<input style="width: 100px;" type="text" value="4866.25"/>	Supplies
<input style="width: 100px;" type="text" value="0.00"/>	Contractual Services
<input style="width: 100px;" type="text" value="0.00"/>	Consultant (Professional Services)
<input style="width: 100px;" type="text" value="0.00"/>	Construction
<input style="width: 100px;" type="text" value="3103.73"/>	Occupancy - Rent and Utilities
<input style="width: 100px;" type="text" value="0.00"/>	Research and Development
<input style="width: 100px;" type="text" value="3521.19"/>	Telecommunications
<input style="width: 100px;" type="text" value="0.00"/>	Training and Education
<input style="width: 100px;" type="text" value="14610.00"/>	Direct Administrative Costs
<input style="width: 100px;" type="text" value="101650.79"/>	Miscellaneous Costs
<b>670,968.28</b>	<b>Total Direct Expended</b>
<input style="width: 100px;" type="text" value="67,054.94"/>	Indirect Costs
<b>738,023.22</b>	<b>Total Amount Expended</b>

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Agency	Department Of Human Services (444)
Program	Chicago Youth Development & Intervention Services (CYDIS) (444-80-3007) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input style="width: 100px;" type="text" value="1014.98"/>
Federal Amount Expended	\$ <input style="width: 100px;" type="text" value="118648.82"/>

Expended Amount	Category
<input style="width: 100px;" type="text" value="93073.25"/>	Personal Services (Salaries and Wages)
<input style="width: 100px;" type="text" value="12867.54"/>	Fringe Benefits
<input style="width: 100px;" type="text" value="121.14"/>	Travel
<input style="width: 100px;" type="text" value="0.00"/>	Equipment
<input style="width: 100px;" type="text" value="1728.26"/>	Supplies
<input style="width: 100px;" type="text" value="0.00"/>	Contractual Services
<input style="width: 100px;" type="text" value="0.00"/>	Consultant (Professional Services)
<input style="width: 100px;" type="text" value="0.00"/>	Occupancy - Rent and Utilities
<input style="width: 100px;" type="text" value="0.00"/>	Telecommunications
<input style="width: 100px;" type="text" value="0.00"/>	Training and Education
<input style="width: 100px;" type="text" value="3921.54"/>	Direct Administrative Costs
<input style="width: 100px;" type="text" value="0.00"/>	Miscellaneous Costs
<b>111,711.73</b>	<b>Total Direct Expended</b>
<input style="width: 100px;" type="text" value="7,952.07"/>	Indirect Costs
<b>119,663.80</b>	<b>Total Amount Expended</b>

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Agency	Department Of Human Services (444)
Program	Office of Community and Positive Youth Development Named Appropriation-After School Programming for Youth (444-80-3224) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input style="width: 100px;" type="text" value="187354.96"/>
Federal Amount Expended	\$ <input style="width: 100px;" type="text" value="0.00"/>

Expended Amount	Category
<input style="width: 100px;" type="text" value="126776.62"/>	Personal Services (Salaries and Wages)
<input style="width: 100px;" type="text" value="23865.39"/>	Fringe Benefits
<input style="width: 100px;" type="text" value="0.00"/>	Travel
<input style="width: 100px;" type="text" value="0.00"/>	Equipment
<input style="width: 100px;" type="text" value="1229.79"/>	Supplies
<input style="width: 100px;" type="text" value="0.00"/>	Contractual Services
<input style="width: 100px;" type="text" value="0.00"/>	Consultant (Professional Services)
<input style="width: 100px;" type="text" value="0.00"/>	Construction
<input style="width: 100px;" type="text" value="2400.00"/>	Occupancy - Rent and Utilities
<input style="width: 100px;" type="text" value="0.00"/>	Research and Development
<input style="width: 100px;" type="text" value="0.00"/>	Telecommunications
<input style="width: 100px;" type="text" value="0.00"/>	Training and Education
<input style="width: 100px;" type="text" value="14051.04"/>	Direct Administrative Costs
<input style="width: 100px;" type="text" value="1999.98"/>	Miscellaneous Costs
<input style="width: 100px;" type="text" value="0.00"/>	Grant Exclusive Line Items
<b>170,322.82</b>	<b>Total Direct Expended</b>
<input style="width: 100px;" type="text" value="17,032.14"/>	Indirect Costs
<b>187,354.96</b>	<b>Total Amount Expended</b>

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Agency	Department Of Human Services (444)
Program	RPSA Youth Development Services (444-80-3416) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input type="text" value="38176.39"/>
Federal Amount Expended	\$ <input type="text" value="0.00"/>

## Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

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Agency	Illinois Criminal Justice Information Authority (546)
Program	American Rescue Plan Act SFY23 (546-00-2940) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input type="text" value="0.00"/>
Federal Amount Expended	\$ <input type="text" value="264990.30"/>

Expended Amount	Category
<input type="text" value="187106.23"/>	Personal Services (Salaries and Wages)
<input type="text" value="23575.38"/>	Fringe Benefits
<input type="text" value="0.00"/>	Travel
<input type="text" value="0.00"/>	Equipment
<input type="text" value="13116.04"/>	Supplies
<input type="text" value="0.00"/>	Contractual Services
<input type="text" value="0.00"/>	Consultant (Professional Services)
<input type="text" value="0.00"/>	Construction
<input type="text" value="0.00"/>	Occupancy - Rent and Utilities
<input type="text" value="0.00"/>	Research and Development
<input type="text" value="0.00"/>	Telecommunications
<input type="text" value="0.00"/>	Training and Education
<input type="text" value="17129.89"/>	Direct Administrative Costs
<input type="text" value="0.00"/>	Miscellaneous Costs
<b>240,927.54</b>	<b>Total Direct Expended</b>
<input type="text" value="24,062.76"/>	Indirect Costs
<b>264,990.30</b>	<b>Total Amount Expended</b>

## Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

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Agency	State Board Of Education (586)
Program	Federal Programs: ARP - Community Partnership Grant (586-18-2591) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input type="text" value="0.00"/>
Federal Amount Expended	\$ <input type="text" value="187776.00"/>

Expended Amount	Category
<input type="text" value="148964.99"/>	Personal Services (Salaries and Wages)
<input type="text" value="18827.11"/>	Fringe Benefits
<input type="text" value="0.00"/>	Travel
<input type="text" value="0.00"/>	Equipment
<input type="text" value="4640.03"/>	Supplies
<input type="text" value="0.00"/>	Contractual Services
<input type="text" value="0.00"/>	Consultant (Professional Services)
<input type="text" value="0.00"/>	Construction
<input type="text" value="0.00"/>	Occupancy - Rent and Utilities
<input type="text" value="0.00"/>	Research and Development
<input type="text" value="0.00"/>	Telecommunications
<input type="text" value="0.00"/>	Training and Education
<input type="text" value="0.00"/>	Direct Administrative Costs
<input type="text" value="0.00"/>	Miscellaneous Costs
<b>172,432.13</b>	<b>Total Direct Expended</b>
<input type="text" value="15,343.87"/>	Indirect Costs
<b>187,776.00</b>	<b>Total Amount Expended</b>

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Agency	State Board Of Education (586)
Program	Federal Programs: CURES - After School Programs (586-18-2801) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input style="width: 100px;" type="text" value="0.00"/>
Federal Amount Expended	\$ <input style="width: 100px;" type="text" value="84085.00"/>

Expended Amount	Category
<input style="width: 100px;" type="text" value="65588.00"/>	Personal Services (Salaries and Wages)
<input style="width: 100px;" type="text" value="7437.00"/>	Fringe Benefits
<input style="width: 100px;" type="text" value="0.00"/>	Travel
<input style="width: 100px;" type="text" value="0.00"/>	Equipment
<input style="width: 100px;" type="text" value="2450.00"/>	Supplies
<input style="width: 100px;" type="text" value="0.00"/>	Contractual Services
<input style="width: 100px;" type="text" value="0.00"/>	Consultant (Professional Services)
<input style="width: 100px;" type="text" value="0.00"/>	Construction
<input style="width: 100px;" type="text" value="0.00"/>	Occupancy - Rent and Utilities
<input style="width: 100px;" type="text" value="0.00"/>	Research and Development
<input style="width: 100px;" type="text" value="0.00"/>	Telecommunications
<input style="width: 100px;" type="text" value="0.00"/>	Training and Education
<input style="width: 100px;" type="text" value="2561.00"/>	Direct Administrative Costs
<input style="width: 100px;" type="text" value="0.00"/>	Miscellaneous Costs
<b>78,036.00</b>	<b>Total Direct Expended</b>
<input style="width: 100px;" type="text" value="6,049.00"/>	Indirect Costs
<b>84,085.00</b>	<b>Total Amount Expended</b>

## Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

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Agency	State Board Of Education (586)
Program	Title IV - 21st Century Comm Learning Centers: 21st CCLC (586-46-0423) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input style="width: 100px;" type="text" value="0.00"/>
Federal Amount Expended	\$ <input style="width: 100px;" type="text" value="627751.94"/>

Expended Amount	Category
<input style="width: 100px;" type="text" value="589557.94"/>	Expenditure-Grant Projects during the Audit Period
<input style="width: 100px;" type="text" value="0.00"/>	Prior year project lapse expends in CY
<b>589,557.94</b>	<b>Total Direct Expended</b>
<input style="width: 100px;" type="text" value="38,194.00"/>	Indirect Costs
<b>627,751.94</b>	<b>Total Amount Expended</b>

## Illinois Grant Accountability and Transparency Act Grantee Portal - Audit Consolidated Year-End Financial Report

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Agency	State Board Of Education (586)
Program	State Programs: After School Programs - Non-school Districts (586-84-2069) <i>This program as added due to awards found in the CSFA. It cannot be removed.</i>
State Amount Expended	\$ <input style="width: 100px;" type="text" value="80000.00"/>
Federal Amount Expended	\$ <input style="width: 100px;" type="text" value="0.00"/>

Expended Amount	Category
<input style="width: 100px;" type="text" value="36599.00"/>	Expenditure-Grant Projects during the Audit Period
<input style="width: 100px;" type="text" value="36129.00"/>	Prior year project lapse expends in CY
<b>72,728.00</b>	<b>Total Direct Expended</b>
<input style="width: 100px;" type="text" value="7,272.00"/>	Indirect Costs
<b>80,000.00</b>	<b>Total Amount Expended</b>

Enter the total of all other federal expenditures, either direct or pass-through, that were not included in any of the state programs.

Expenditures: \$  (numbers only)

Cancel

OK

Enter the total of all other federal expenditures, either direct or pass-through, that were not included in any of the state programs.

Expenditures: \$ (numbers only)

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

To the Board of Directors of  
Brighton Park Neighborhood Council

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Brighton Park Neighborhood Council (a nonprofit organization, "the Organization"), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 29, 2025.

**Report on Internal Control over Financial Reporting**

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

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

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

**Report on Compliance and Other Matters**

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

## **Purpose of This Report**

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

Lopez & Co. CPAs Ltd

Chicago, IL

September 29, 2025

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors of  
Brighton Park Neighborhood Council

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Brighton Park Neighborhood Council's (a nonprofit organization, "the Organization") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2024. Brighton Park Neighborhood Council's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Brighton Park Neighborhood Council and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Lopez & Co. CPAs Ltd*

Chicago, IL  
September 29, 2025

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2024**

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Federal Expenditures(\$)</i>
<b>Other Programs</b>			
Department of Homeland Security			
Emergency Food and Shelter National Board Program			
Emergency Food and Shelter National Board Program	97.024	United Way,237800	\$ 46,500
Total Emergency Food and Shelter National Board Program			<u>46,500</u>
<i>Total Department of Homeland Security</i>			46,500
Department of Education			
Twenty-First Century Community Learning Centers			
Twenty-First Century Community Learning Centers	84.287	Illinois State Board of Education Cohort 15,2024-4421	386,887
Twenty-First Century Community Learning Centers	84.287	Illinois State Board of Education Cohort 21,2024-4421	155,165
Twenty-First Century Community Learning Centers	84.287	Chicago Public Schools,N/A	<u>85,700</u>
Total Twenty-First Century Community Learning Centers			627,752
Education Stabilization Fund			
Education Stabilization Fund	84.425	Illinois State Board of Education,N/A	<u>187,776</u>
Total Education Stabilization Fund			<u>187,776</u>
<i>Total Department of Education</i>			815,528
Department of Health and Human Services			
Immunization Research, Demonstration, Public Information and Education Training and Clinical Skills Improvement Projects			
Immunization Research, Demonstration, Public Information and Education Training and Clinical Skills Improvement Projects	93.185	N/A	<u>59,840</u>
Total Immunization Research, Demonstration, Public Information and Education Training and Clinical Skills Improvement Projects			59,840
Low Income Household Water Assistance Program			
Low Income Household Water Assistance Program	93.499	The Community and Economic Development Association,22-701-007	<u>54,443</u>
Total Low Income Household Water Assistance Program			<u>54,443</u>
<i>Total Department of Health and Human Services</i>			114,283
Department of Housing and Urban Development			
Housing Counseling Assistance Program			
Housing Counseling Assistance Program	14.169	IL Housing Development Authority,52013	13,000
Housing Counseling Assistance Program	14.169	UnidosUS,N/A	53,655
Housing Counseling Assistance Program	14.169	UnidosUS,HC220011021	<u>42,000</u>
Total Housing Counseling Assistance Program			<u>108,655</u>
<i>Total Department of Housing and Urban Development</i>			108,655

**BRIGHTON PARK NEIGHBORHOOD COUNCIL**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED DECEMBER 31, 2024**

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Federal Expenditures(\$)</i>
Department of the Treasury			
Coronavirus Relief Fund			
Coronavirus Relief Fund	21.019	Cook County,1205-NT897-2	609,563
Total Coronavirus Relief Fund			609,563
Emergency Rental Assistance Program			
Emergency Rental Assistance Program	21.023	IL Housing Development Authority,52503	44,701
Total Emergency Rental Assistance Program			44,701
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS			
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	City of Chicago - Department of Family and Support Services,250599	622,017
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	City of Chicago - Department of Family and Support Services,227838	248,144
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Cook County,AD-TR011-75	86,921
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	IL Criminal Justice Information Authority,823023	264,990
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Illinois Department of Human Services,FCSCR04802	67,824
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Illinois Department of Human Services,FCSCX07270	118,649
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Illinois State Board of Education,2024-4998-AS	84,085
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Illinois State Board of Education - South West Organizing Project,N/A	82,853
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	SGA Youth and Family Services,N/A	10,000
Total CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS			1,585,483
<i>Total Department of the Treasury</i>			2,239,746
<b>Total Other Programs</b>			3,324,713
<b>Total Expenditures of Federal Awards</b>			<b>\$ 3,324,713</b>

Notes to the Schedule of Expenditures of Federal Awards:

1. This Schedule was prepared on the accrual basis of accounting
2. There were no federal non-cash awards, insurance or loan guarantees in the year under audit
3. There were no sub-recipients for this organization
4. Program tested as major program was CFDA number 21.027
5. Entity elected to use the 10% de minimis indirect cost rate

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2024**

**A. SUMMARY OF AUDITOR'S RESULTS**

Financial Statements

Type of report the auditor issued: Unmodified Opinion

Internal control over financial reporting:

- Material weakness identified? \_\_\_yes      Xno
- Significant deficiencies identified? \_\_\_yes      Xno

Noncompliance material to financial statements noted? \_\_\_yes      Xno

Federal Awards

Internal control over major federal programs:

- Material weakness identified? \_\_\_yes      Xno
- Significant deficiencies identified? \_\_\_yes      Xno

Type of auditor's report issued on compliance for major federal programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with Title 2 CFR 200.516(a)? \_\_\_yes      Xno

Identification of major federal program:

CFDA No(s).	Names of Federal Program
21.027	Coronavirus State and Local Recovery Funds

Dollar threshold used to distinguish between Type A and Type B Programs: \$750,000

Auditee qualified as low-risk auditee? \_\_\_yes      Xno

**B. FINDINGS RELATED TO FINANCIAL STATEMENTS**

YES

**C. FINDINGS AND QUESTIONED COSTS RELATED TO MAJOR FEDERAL AWARDS**

NONE

**BRIGHTON PARK NEIGHBORHOOD COUNCIL  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2024**

**D. PRIOR AUDIT FINDINGS**

<b>Reference Number</b>	<b>Summary of Finding</b>	<b>Status</b>
<b>Finding 2023-001</b>	<p><b>Monitoring Accounts Receivable</b> (Material Weakness)</p> <p><i>Condition:</i> The Organization’s subsidiary ledger is not routinely monitored or maintained.</p> <p><i>Context:</i> The accounts receivable subsidiary ledger contains numerous unapplied credits, making it difficult to determine the true outstanding invoices.</p>	<b>Resolved</b>
<b>Finding 2023-002</b>	<p><b>Internal Control over Financial Reporting</b> (Material Weakness)</p> <p><i>Condition:</i> The Schedule of Expenditures of Federal Awards was not complete and accurate.</p> <p><i>Context:</i> Management identified federal programs that were not included in the Schedule of Expenditures of Federal Awards after the issuance of the financial statement audit report.</p>	<b>Resolved</b>