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**GRAYSLAKE COMMUNITY PARK DISTRICT
LAKE COUNTY, ILLINOIS**

ANNUAL FINANCIAL REPORT

MAY 31, 2019

eder, casella & co.

GRAYSLAKE COMMUNITY PARK DISTRICT
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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Grayslake Community Park District
Grayslake, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of

GRAYSLAKE COMMUNITY PARK DISTRICT

as of and for the year ended May 31, 2019, and the related notes to the financial statements, which collectively comprise the Park District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Park District, as of May 31, 2019, and the respective

changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Park District's basic financial statements. The supplemental 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 combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Eder, Casella & Co.
EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
September 19, 2019

REQUIRED SUPPLEMENTARY INFORMATION

Grayslake Community Park District
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Grayslake Community Park District (Park District), we offer readers of the Park District's statements this narrative overview and analysis of the financial activities of the Park District for the fiscal year ended May 31, 2019.

FINANCIAL HIGHLIGHTS

- The net position of the Park District was \$21,934,580 at May 31, 2019.
- The Park District's total net position increased by \$1,308,709.
- At May 31, 2019, the Park District's governmental funds reported combined ending fund balances of \$2,179,405, a decrease of \$61,772 from the prior year.
- The Park District's total fixed assets increased by \$1,221,450 during the year ended May 31, 2019. The key factor in this increase was acquiring land along with other capital additions.
- The Park District's total long-term debt decreased by \$280,500 during the year ended May 31, 2019. The key factor in this decrease was payments made according to the payment schedules.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Park District's basic financial statements. The Park District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information in addition to the basic financial statements themselves.

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

The Statement of Net Position presents information on all of the Park District's assets and deferred outflows of resources, less its liabilities and deferred inflows of resources, with the difference 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 Park District is improving or deteriorating.

The Statement of Activities presents information showing how the Park District'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).

Both of the government-wide financial statements distinguish functions of the Park District 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 Park District include general government, providing and maintaining open space, and culture and recreation. The Park District does not conduct any business-type activities.

The government-wide financial statements can be found on pages 10 and 11 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Park District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Park District are governmental funds.

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

Because the focus of governmental funds is narrower than that of 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 Park District'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 Park District maintains eleven individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Recreation Fund, Special Recreation Fund, Debt Service Fund, and Capital Projects Fund, which are considered to be the Park District's only major funds. Data from the other six governmental funds are combined into a single, aggregated presentation.

The basic governmental fund financial statements can be found on pages 12 through 15 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 16 through 33 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Park District's progress in meeting its obligation to provide as fully adequate as possible services to its residents.

The Park District adopts an annual budget and appropriation ordinance for all funds. A budgetary comparison statement, which is required supplementary information, has been provided for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

The appropriation comparison statements and related notes can be found on pages 38 through 45 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Park District, net position was \$21,934,580 at May 31, 2019. The following table presents a summary of the Park District's net position for the years ended May 31, 2019 and May 31, 2018:

Grayslake Community Park District's Statement of Net Position

| | Governmental Activities | |
|-----------------------------------|-------------------------|----------------------|
| | 5/31/2019 | 5/31/2018 |
| Assets | | |
| Current and Other Assets | \$ 5,627,717 | \$ 5,527,538 |
| Capital Assets | 25,293,553 | 24,072,103 |
| Total Assets | \$ 30,921,270 | \$ 29,599,641 |
| Deferred Outflows of Resources | \$ 851,374 | \$ 363,535 |
| Liabilities | | |
| Long-Term Liabilities Outstanding | \$ 6,270,855 | \$ 5,925,143 |
| Other Liabilities | 613,978 | 536,401 |
| Total Liabilities | \$ 6,884,833 | \$ 6,461,544 |
| Deferred Inflows of Resources | \$ 2,953,231 | \$ 2,875,761 |
| Net Position | | |
| Net Investment in Capital Assets | \$ 19,022,698 | \$ 18,814,547 |
| Restricted | 1,207,905 | 1,084,789 |
| Unrestricted | 1,703,977 | 726,535 |
| Total Net Position | \$ 21,934,580 | \$ 20,625,871 |

One portion of the Park District's net position (87 percent) reflects its investment in capital assets (e.g., land, buildings, equipment, etc.), less any related debt used to acquire those assets that is still outstanding. The Park District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Park District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Park District's net position (6 percent) represents resources that are subject to external restrictions on how they may be used.

Governmental activities - The Park District's net position increased by \$1,308,709 during the year ended May 31, 2019.

Grayslake Community Park District's Change in Net Position

| | Governmental Activities | |
|---------------------------------------|-------------------------|---------------|
| | 5/31/2019 | 5/31/2018 |
| Revenues | | |
| Program Revenues | | |
| Charges for Services | \$ 1,274,816 | \$ 1,246,611 |
| Operating Grants and Contributions | 1,522,618 | 85,551 |
| Capital Grants and Contributions | 67,450 | - |
| General Revenues | | |
| Property Taxes | 2,836,203 | 2,759,932 |
| Other Taxes | 19,405 | 17,937 |
| Other | 90,226 | 63,280 |
| Gain/(Loss) on Sale of Capital Assets | (9,011) | (4,022) |
| Transfers | - | (5,319) |
| Total Revenues | \$ 5,801,707 | \$ 4,163,970 |
| Expenses | | |
| General Government | \$ 1,444,633 | \$ 1,312,008 |
| Park Maintenance | 1,042,741 | 851,205 |
| Culture and Recreation | 1,093,268 | 943,738 |
| Interest and Fees | 194,946 | 201,617 |
| Depreciation | 717,410 | 726,952 |
| Total Expenses | \$ 4,492,998 | \$ 4,035,520 |
| Increase/(Decrease) in Net Position | \$ 1,308,709 | \$ 128,450 |
| Net Position - Beginning of Year | 20,625,871 | 20,613,246 |
| Net Position Adjustment | - | (115,825) |
| Net Position - End of Year | \$ 21,934,580 | \$ 20,625,871 |

- Operating grants and contributions increased by \$1,437,067 (1680 percent) during the year ended May 31, 2019 due to a land donation worth \$1,504,000.
- Expenses increased \$457,478 (11 percent) over the previous year. The increase was primarily due to expenses related to pension expenses and small equipment and maintenance expensed during the current year.

FINANCIAL ANALYSIS OF THE PARK DISTRICT'S FUNDS

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

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

At May 31, 2019, the Park District's governmental funds reported combined ending fund balances of \$2,179,405, a decrease of \$61,772, in comparison with the prior year. \$404,401 of this fund balance is unassigned and available for spending at the Park District's discretion.

The General Fund is the chief operating fund of the Park District. At May 31, 2019, unassigned fund balance of the General Fund was \$449,843. The fund balance of the Park District's General Fund decreased by \$147,739 during the year ended May 31, 2019. The decrease is due to a transfer out of the general fund.

The Recreation Fund is a special revenue fund used to track revenues and expenditures related to recreation services. At May 31, 2019, total fund balance of the Recreation Fund was \$470,001. The

fund balance of the Recreation Fund decreased by \$106,594, during the year ended May 31, 2019. The decrease is due to a transfer out of the recreation fund.

The Special Recreation Fund is a special revenue fund used to track revenues and expenditures related to special recreation services. At May 31, 2019, total fund balance of the Special Recreation Fund was \$350,665. The fund balance of the Special Recreation Fund decreased by \$58,809 during the year ended May 31, 2019. This decrease is very close to the expected decrease in the budget.

The Debt Service Fund is a special revenue fund used to track revenues and expenditures related to debt. At May 31, 2019, total fund balance of the Debt Service Fund was \$129,960. The fund balance of the Debt Service Fund decreased by \$6,721 during the year ended May 31, 2019. This decrease is very close to the expected decrease in the budget.

The Capital Projects Fund is used to track the financial resources to be used for the acquisition or construction of capital projects. At May 31, 2019, total fund balance of the Capital Projects Fund was \$462,456. The fund balance of the Capital Projects Fund increased by \$311,506, during the year ended May 31, 2019. The Capital Projects Fund's increase was primarily due to a transfer in from the general and recreation funds.

The remaining funds did not have activity during the year that resulted in a significant change in the respective fund balances.

General Fund Budgetary Highlights

Significant differences between budget and actual revenues and expenditures are summarized as follows:

- The difference between estimated revenues and actual revenues was \$58,150 (favorable). This is primarily due to higher interest income than anticipated.
- The difference between budgeted expenditures and actual expenditures was \$23,154 (unfavorable). This is primarily due to capital outlay expenditures that were more than budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets. The Park District's investment in capital assets for its governmental activities as of May 31, 2019 amounts to \$25,293,553 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, vehicles, and machinery and equipment.

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

- Land donation of 1,504,000

Grayslake Community Park District's Capital Assets

(net of depreciation)

| | Governmental Activities | |
|--------------------------|-------------------------|----------------------|
| | 5/31/2019 | 5/31/2018 |
| Land | \$ 16,015,853 | \$ 14,511,853 |
| Construction in Progress | - | 139,826 |
| Land Improvements | 5,697,447 | 5,817,281 |
| Buildings | 3,018,055 | 3,103,677 |
| Vehicles | 83,264 | 107,361 |
| Machinery and Equipment | 478,934 | 392,105 |
| Total | <u>\$ 25,293,553</u> | <u>\$ 24,072,103</u> |

Additional information on the Park District's capital assets can be found in note 4 on page 22 of this report.

Long-term debt. At May 31, 2019, the Park District had total long-term debt outstanding of \$5,089,500, which is backed by the full faith and credit of the Park District.

| | Grayslake Community Park District's Outstanding Debt | |
|----------------|---|---------------------|
| | Governmental Activities | |
| | 5/31/2019 | 5/31/2018 |
| Bonds | \$ 5,050,000 | \$ 5,370,000 |
| Capital Leases | 39,500 | - |
| Total | <u>\$ 5,089,500</u> | <u>\$ 5,370,000</u> |

The Park District's total debt decreased by \$280,500 during the year ended May 31, 2019. The key factor in this decrease was regularly scheduled debt payments.

Additional information on the Park District's long-term debt can be found in note 5 on pages 22 through 24 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Grayslake Community Park District takes pride in its ability to serve the residents of Grayslake and its customers throughout Northeastern Illinois. Grayslake is approximately 50 miles northwest of Chicago and 60 miles southwest of Milwaukee. The Park District's boundaries primarily include the Village of Grayslake and a portion of the Village of Hainesville in Central Lake County. Its total area is just over 11 square miles. The District serves approximately 22,000 residents and owns over 410 acres of parks, natural areas and other properties.

MAJOR INITIATIVES

Each year when preparing the budget, the Park District reviews its annual capital project plan. Continually to renovate and update facilities and add programs is the Park District's commitment to maintaining and enhancing property values over the long term. During the 2018-19 fiscal year, the majority of the Park District's capital improvements focused on park improvements, vehicle and equipment replacement, repair of existing facilities and equipment, as well as ongoing upgrades to comply with ADA standards. Major projects in FY2020 include:

- Resurfacing Cherry Creek Path
- Resurface / new color coat Britney Park Basketball Court
- Resurface / new color coat Union Square Basketball Court
- Widen Cambridge Trail to make ADA compliant
- Resurface North end of Haryan Farms Trail
- Rec Center Parking lot: patching and resurface some areas plus full sealcoat
- Jones Island Parking Lot Expansion and complete resurfacing
- Replace Churchill Junction Playground
- Replace Well at Alleghany – Phase 1
- Repair and Enhance Seawall at Jones Island
- Install Security Cameras at Maintenance Shop
- Install Solar Security Light at Alleghany Park Upper Parking Lot
- Install LED Lights in Dance, Office, Upper Multi-purpose
- Replace Bollards in parks
- Purchase 2 New Z-Mowers (Alleghany and Parks)
- Purchase new Ballfield Rake and Groomer
- 4-year Lease / purchase for new Skid-steer and Track Machine

The Park District acquired through a donation Phase III of Alleghany Park bringing it to a total of approximately 95 acres. The Park District is continuing to aggressively search and apply for grants and other revenue generating opportunities. The Park District has made transfers from the operating and recreation budgets to the Capital Fund to provide funds when needed for major building and equipment capital asset maintenance activities and replacements. In particular, the Park District is building reserves for matching funds for an Open Space land Acquisition and Development (OSLAD) Grant to continue the development of Alleghany Park.

This year the Park District has entered into an Intergovernmental agreement with the Village of Grayslake to perform the maintenance of the newly created Gelatin Factory Park. The park created by the Village emphasizes open space and is located at 240 Library Lane. This facility complements the Park District's Central Park and adds extra parking for activities and programs held there.

The Park District is not aware of economic factors that will adversely affect its financial circumstances in the future. In addition, the equalized assessed values (EAV) have increased over the past years and the local housing market looks favorable.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Park District's finances for all those with an interest in the Park District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Grayslake Community Park District, 240 Commerce Dr., Grayslake, IL 60030, or phone 847-223-7529.

BASIC FINANCIAL STATEMENTS

GRAYSLAKE COMMUNITY PARK DISTRICT
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
MAY 31, 2019

| | Governmental Activities |
|---|----------------------------|
| ASSETS | |
| Cash and Cash Equivalents | \$ 2,100,626 |
| Investments | 515,006 |
| Prepaid Expenses | 109,127 |
| Receivables (Net of Allowance for Estimated Uncollectible Amounts) | |
| Accounts Receivable | 1,557 |
| Property Taxes | 2,901,401 |
| Capital Assets | |
| Land | 16,015,853 |
| Other Capital Assets, Net of Depreciation | 9,277,700 |
| Total Assets | \$ 30,921,270 |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Loss on Refunding, Net of Amortization | \$ 134,075 |
| Pension Expense/Revenue - IMRF | 705,627 |
| OPEB Expense/Revenue | 11,672 |
| Total Deferred Outflows of Resources | \$ 851,374 |
| LIABILITIES | |
| Accounts Payable | \$ 156,592 |
| Accrued Expenses | 166,076 |
| Unearned Revenue - Program Fees | 291,310 |
| Non-Current Liabilities | |
| Due Within One Year | 348,532 |
| Due in More Than One Year | 5,922,323 |
| Total Liabilities | \$ 6,884,833 |
| DEFERRED INFLOWS OF RESOURCES | |
| Property Taxes - Subsequent Year | \$ 2,925,453 |
| OPEB Expense/Revenue | 27,778 |
| Total Deferred Inflows of Resources | \$ 2,953,231 |
| NET POSITION | |
| Net Investment in Capital Assets | \$ 19,022,698 |
| Restricted for: | |
| Liability Insurance | 52,578 |
| Audit | 472 |
| Debt Service | 47,457 |
| Retirement | 200,232 |
| Natural History | 69,164 |
| Paving and Lighting | 26,646 |
| Capital Improvements | 462,456 |
| Special Recreation | 348,900 |
| Unrestricted/(Deficit) | 1,703,977 |
| Total Net Position | \$ 21,934,580 |

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2019

| Functions/Programs | Expenses | Program Revenues | | Net (Expense) Revenue and Changes in Net Position |
|---|---------------------|----------------------|------------------------------------|---|
| | | Charges for Services | Operating Grants and Contributions | |
| Governmental Activities | | | | |
| General Government | \$ 1,444,633 | \$ - | \$ - | \$ (1,444,633) |
| Park Maintenance | 1,042,741 | - | 6,641 | (1,036,100) |
| Culture and Recreation | 1,093,268 | 1,274,816 | 1,515,977 | 1,764,975 |
| Interest and Fees on Long-Term Debt | 194,946 | - | - | (194,946) |
| Depreciation - Unallocated | 717,410 | - | - | (717,410) |
| Total Primary Government | \$ 4,492,998 | \$ 1,274,816 | \$ 1,522,618 | \$ (1,628,114) |
| General Revenues | | | | |
| Taxes | | | | |
| Property Tax, Levied for General Purposes | | | | \$ 2,836,203 |
| Personal Property Replacement Taxes | | | | 19,405 |
| Unrestricted Investment Earnings | | | | 74,633 |
| Gain/(Loss) on Sale of Capital Assets | | | | (9,011) |
| Miscellaneous | | | | 15,593 |
| Total General Revenues and Transfers | | | | \$ 2,936,823 |
| Change in Net Position | | | | \$ 1,308,709 |
| Net Position - June 1, 2018 | | | | 20,625,871 |
| Net Position - May 31, 2019 | | | | <u>\$ 21,934,580</u> |

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 MAY 31, 2019

| | General Fund | Recreation Fund | Special Recreation Fund | Debt Service Fund | Capital Projects Fund | Other Governmental Funds | Total Governmental Funds |
|--|---------------------|---------------------|-------------------------|-------------------|-----------------------|--------------------------|--------------------------|
| ASSETS | | | | | | | |
| Cash and Cash Equivalents | \$ 30,379 | \$ 869,204 | \$ 355,039 | \$ 43,209 | \$ 472,915 | \$ 329,880 | \$ 2,100,626 |
| Investments | 515,006 | - | - | - | - | - | 515,006 |
| Prepaid Expenses | 2,289 | 15,719 | - | 91,119 | - | - | 109,127 |
| Due to/(from) Other Funds | 42 | - | (42) | - | - | - | - |
| Receivables (Net of Allowance for Estimated Uncollectible Amounts, \$0) | | | | | | | |
| Accounts Receivable | - | 1,557 | - | - | - | - | 1,557 |
| Property Taxes | 1,059,340 | 785,115 | 188,856 | 505,136 | - | 362,954 | 2,901,401 |
| Total Assets | \$ 1,607,056 | \$ 1,671,595 | \$ 543,853 | \$ 639,464 | \$ 472,915 | \$ 692,834 | \$ 5,627,717 |
| LIABILITIES | | | | | | | |
| Accounts Payable | \$ 71,178 | \$ 66,820 | \$ 2,770 | \$ - | \$ 10,459 | \$ 5,365 | \$ 156,592 |
| Accrued Expenses | 17,931 | 51,853 | - | - | - | 5,173 | 74,957 |
| Unearned Revenue - Program Fees | - | 291,310 | - | - | - | - | 291,310 |
| Total Liabilities | \$ 89,109 | \$ 409,983 | \$ 2,770 | \$ - | \$ 10,459 | \$ 10,538 | \$ 522,859 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Unavailable Revenue - Property Taxes | \$ 1,068,104 | \$ 791,611 | \$ 190,418 | \$ 509,504 | \$ - | \$ 365,816 | \$ 2,925,453 |
| Total Deferred Inflows of Resources | \$ 1,068,104 | \$ 791,611 | \$ 190,418 | \$ 509,504 | \$ - | \$ 365,816 | \$ 2,925,453 |
| FUND BALANCES | | | | | | | |
| Nonspendable | \$ - | \$ 15,719 | \$ - | \$ 91,119 | \$ - | \$ - | \$ 106,838 |
| Restricted for: | | | | | | | |
| Liability Insurance | - | - | - | - | - | 52,578 | 52,578 |
| Audit | - | - | - | - | - | 472 | 472 |
| Retirement | - | - | - | - | - | 200,232 | 200,232 |
| Natural History | - | - | - | - | - | 69,164 | 69,164 |
| Paving and Lighting | - | - | - | - | - | 26,646 | 26,646 |
| Capital Improvements | - | - | - | - | 462,456 | - | 462,456 |
| Special Recreation | - | - | 348,900 | - | - | - | 348,900 |
| Debt Service | - | - | - | 47,457 | - | - | 47,457 |
| Assigned for: | | | | | | | |
| Liability Insurance | - | - | - | - | - | 3,956 | 3,956 |
| Audit | - | - | - | - | - | 12 | 12 |
| Retirement | - | - | - | - | - | 24 | 24 |
| Natural History | - | - | - | - | - | 213 | 213 |
| Paving and Lighting | - | - | - | - | - | 9 | 9 |
| Special Recreation | - | - | 1,765 | - | - | - | 1,765 |
| Recreation | - | 454,282 | - | - | - | - | 454,282 |
| Unassigned | 449,843 | - | - | (8,616) | - | (36,826) | 404,401 |
| Total Fund Balances | \$ 449,843 | \$ 470,001 | \$ 350,665 | \$ 129,960 | \$ 462,456 | \$ 316,480 | \$ 2,179,405 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 1,607,056 | \$ 1,671,595 | \$ 543,853 | \$ 639,464 | \$ 472,915 | \$ 692,834 | \$ 5,627,717 |

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
 MAY 31, 2019

| | | |
|--|------------------|-----------------------------|
| Total Fund Balances - Governmental Funds | | \$ 2,179,405 |
| <p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p> | | |
| <p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p> | | |
| Capital Assets, net of accumulated depreciation | | 25,293,553 |
| <p>Deferred charges and credits for debt issue discounts or premiums and other debt issue costs are not financial resources and therefore are not reported in the funds.</p> | | |
| Bond Discounts, net of related amortization | \$ 52,320 | |
| Bond Premiums, net of related amortization | (79,306) | |
| Loss on Refunding, net of related amortization | 134,075 | |
| Total OPEB Liability | (87,248) | |
| Net Pension Liability - IMRF | <u>(948,082)</u> | |
| | | (928,241) |
| <p>Some liabilities are not due and payable in the current period and therefore are not reported in the funds.</p> | | |
| Bonds and Notes Payable | \$ (5,089,500) | |
| Compensated Absences | (119,039) | |
| Accrued Interest on Long-Term Debt | <u>(91,119)</u> | |
| | | (5,299,658) |
| <p>Deferred costs in governmental activities are not financial resources and therefore are not reported in the funds</p> | | |
| OPEB Expense/Revenue | \$ (16,106) | |
| Pension Expense/Revenue - IMRF | <u>705,627</u> | |
| | | <u>689,521</u> |
| Net Position of Governmental Activities | | <u><u>\$ 21,934,580</u></u> |

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED MAY 31, 2019

| | General Fund | Recreation Fund | Special Recreation Fund | Debt Service Fund | Capital Projects Fund | Other Governmental Funds | Total Governmental Funds |
|---|---------------------|---------------------|-------------------------------|----------------------|-----------------------------|--------------------------------|--------------------------------|
| REVENUES | | | | | | | |
| Property Taxes | \$ 1,013,915 | \$ 751,450 | \$ 180,753 | \$ 505,317 | \$ - | \$ 384,768 | \$ 2,836,203 |
| Personal Property Replacement Taxes | 19,405 | - | - | - | - | - | 19,405 |
| Donations | - | - | - | - | 1,504,000 | - | 1,504,000 |
| Grants | - | - | - | - | 67,450 | - | 67,450 |
| Developer Donations | - | - | - | - | 11,977 | - | 11,977 |
| Interest Income | 71,932 | - | - | - | - | 2,701 | 74,633 |
| Facility Fees | - | 12,915 | - | - | - | - | 12,915 |
| Recreation Program Fees | - | 1,171,514 | - | - | - | - | 1,171,514 |
| Golf Course Fees | - | 82,507 | - | - | - | - | 82,507 |
| Concessions | - | 2,194 | - | - | - | - | 2,194 |
| Affiliate Fees | - | 5,686 | - | - | - | - | 5,686 |
| Lake Treatment Contributions | 6,641 | - | - | - | - | - | 6,641 |
| Miscellaneous Income | 13,997 | 1,596 | - | - | - | - | 15,593 |
| | <u>\$ 1,125,890</u> | <u>\$ 2,027,862</u> | <u>\$ 180,753</u> | <u>\$ 505,317</u> | <u>\$ 1,583,427</u> | <u>\$ 387,469</u> | <u>\$ 5,810,718</u> |
| EXPENDITURES | | | | | | | |
| Current | | | | | | | |
| General Government | \$ 322,030 | \$ 734,394 | \$ - | \$ - | \$ - | \$ 327,342 | \$ 1,383,766 |
| Park Maintenance | 477,676 | 326,096 | - | - | - | - | 803,772 |
| Culture and Recreation | - | 836,723 | 122,210 | - | - | 7,251 | 966,184 |
| Capital Outlay | 292,684 | 106,004 | 117,352 | - | 1,621,921 | 106,291 | 2,244,252 |
| Debt Service | | | | | | | |
| Principal | 5,335 | 5,335 | - | 320,000 | - | - | 330,670 |
| Interest and Fees | 989 | 989 | - | 192,038 | - | - | 194,016 |
| | <u>\$ 1,098,714</u> | <u>\$ 2,009,541</u> | <u>\$ 239,562</u> | <u>\$ 512,038</u> | <u>\$ 1,621,921</u> | <u>\$ 440,884</u> | <u>\$ 5,922,660</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>\$ 27,176</u> | <u>\$ 18,321</u> | <u>\$ (58,809)</u> | <u>\$ (6,721)</u> | <u>\$ (38,494)</u> | <u>\$ (53,415)</u> | <u>\$ (111,942)</u> |
| OTHER FINANCING SOURCES/(USES) | | | | | | | |
| Transfers | \$ (200,000) | \$ (150,000) | \$ - | \$ - | \$ 350,000 | \$ - | \$ - |
| Proceeds from Capital Lease | 25,085 | 25,085 | - | - | - | - | 50,170 |
| | <u>\$ (174,915)</u> | <u>\$ (124,915)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 350,000</u> | <u>\$ -</u> | <u>\$ 50,170</u> |
| NET CHANGE IN FUND BALANCES | <u>\$ (147,739)</u> | <u>\$ (106,594)</u> | <u>\$ (58,809)</u> | <u>\$ (6,721)</u> | <u>\$ 311,506</u> | <u>\$ (53,415)</u> | <u>\$ (61,772)</u> |
| FUND BALANCES - JUNE 1, 2018 | <u>597,582</u> | <u>576,595</u> | <u>409,474</u> | <u>136,681</u> | <u>150,950</u> | <u>369,895</u> | <u>2,241,177</u> |
| FUND BALANCES - MAY 31, 2019 | <u>\$ 449,843</u> | <u>\$ 470,001</u> | <u>\$ 350,665</u> | <u>\$ 129,960</u> | <u>\$ 462,456</u> | <u>\$ 316,480</u> | <u>\$ 2,179,405</u> |

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED MAY 31, 2019

Net Change in Fund Balances - Total Governmental Funds \$ (61,772)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

| | | |
|----------------------|------------------|-----------|
| Depreciation Expense | \$ (717,410) | |
| Capital Outlays | <u>1,947,871</u> | 1,230,461 |

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.

| | | |
|--------------------------------------|--|---------|
| Proceeds from Sale of Capital Assets | | (9,011) |
|--------------------------------------|--|---------|

Long-term debt proceeds provide current financial resources to governmental funds and are therefore shown as revenue in the Statement of Revenues, Expenditures, and Changes in Fund Balance, but issuing debt increases long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

| | | |
|-------------------------|-------------|----------|
| Long-Term Debt Proceeds | \$ (50,170) | |
| Long-Term Debt Proceeds | | (50,170) |

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

| | | |
|---|------------------|-----------|
| Bond Discount - Amortization | \$ (2,616) | |
| Accrued Interest on Long-Term Debt | 4,425 | |
| Bond Premium - Amortization | 3,965 | |
| Deferred Loss on Refunding - Amortization | (6,704) | |
| Compensated Absences | (15,615) | |
| OPEB Expense | (4,201) | |
| Pension Expense | <u>(222,609)</u> | (243,355) |

Employer Pension Contributions are expensed in the fund financial statements but are treated as a reduction in the Net Pension Liability on the government-wide financial statements.

| | | |
|--|--|---------|
| | | 111,886 |
|--|--|---------|

Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

| | | |
|-----------------------------|--|----------------|
| Repayment of Long-Term Debt | | <u>330,670</u> |
|-----------------------------|--|----------------|

| | | |
|---|--|---------------------|
| Change in Net Position of Governmental Activities | | <u>\$ 1,308,709</u> |
|---|--|---------------------|

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2019

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Grayslake Community Park District (Park District) is duly organized and existing under the provisions of the laws of the State of Illinois. The Park District operates under the Park District Code of the State of Illinois, and all laws amendatory thereto. The Park District operates under the board-manager form of government and provides a variety of recreational facilities, programs, and services.

The Park District's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies used by the Park District are discussed below.

A. Reporting Entity

The accompanying financial statements comply with the provisions of GASB statements, in that the financial statements include all organizations, activities, and functions that comprise the Park District. Component units are legally separate entities for which the Park District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the Park District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the Park District. Using these criteria, the Park District has no component units. In addition, the Park District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

B. Basic Financial Statements – Government-Wide Statements

The Park District's basic financial statements include both government-wide (reporting the Park District as a whole) and fund (reporting the Park District's major funds) financial statements. Both the government-wide and fund financial statements categorize primary activities as governmental activities. The Park District's general government, park maintenance, and culture and recreation functions are classified as governmental activities. The Park District does not conduct any business-type activities.

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

The government-wide Statement of Activities reports both the gross and net cost of each of the Park District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating, and capital grants. Program revenues must be directly associated with the function (general government, park maintenance, and culture and recreation). Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

The Park District does not allocate indirect costs.

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

C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the Park District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of all governmental funds) for the determination of major funds. The nonmajor funds are combined in a single column in the fund financial statements.

The following fund types are used by the Park District:

1. Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The activities reported in these funds are reported as governmental activities in the government-wide financial statements. The Park District reports these governmental funds and fund types:

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

Special Revenue Funds – The Special Revenue Funds (Recreation, Special Recreation, Liability Insurance, Audit, Retirement, Paving and Lighting, Natural History, and Social Security) are used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service.

Debt Service Fund – The Debt Service Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the periodic payment of principal, interest, and related fees on general long-term debt.

Capital Project Fund – The Capital Project Fund is used to account for financial resources to be used for the acquisition or construction of capital projects.

D. *Basis of Accounting*

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

NOTES TO FINANCIAL STATEMENTS (Continued)

1. Accrual

The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Property tax revenues are recognized in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements are met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

E. *Cash and Cash Equivalents and Investments*

Separate bank accounts are not maintained for all Park District funds. Instead, the funds maintain their cash balances in a common money market account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain of the funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other Park District funds and are, therefore, interfund loans that have not been authorized by Park District Board action.

No funds had any cash overdraft at May 31, 2019.

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with an original maturity of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which approximates market.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Expenses*

Prepaid expenses are for payments made by the Park District in the current year for goods and services received in the subsequent fiscal year.

H. *Inventories*

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. No inventories are maintained by the Park District.

NOTES TO FINANCIAL STATEMENTS (Continued)

I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line half-year basis over the following estimated useful lives:

| | |
|-------------------------|-------------|
| Land Improvements | 20 years |
| Buildings | 50 years |
| Vehicles | 8 years |
| Machinery and Equipment | 5 -20 years |

K. *Deferred Outflows and Inflows of Resources*

In addition to assets and liabilities, the Balance Sheet and Statements of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource until that time.

L. *Compensated Absences*

Vacation and sick time benefits are granted to employees in varying amounts to specified maximums depending on tenure with the Park District. A liability for the accrued but unused vacation and sick time is recorded on the government-wide financial statements.

M. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds on a straight-line basis. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

N. *Government-Wide Net Position*

Government-wide net position is divided into three components:

NOTES TO FINANCIAL STATEMENTS (Continued)

1. Net investment in capital assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted net position – consists of net position that is restricted by the Park District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
3. Unrestricted net position – all other net position is reported in this category.

O. Governmental Fund Balances

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. The spendable fund balances are arranged in a hierarchy based on spending constraints.

1. Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
2. Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints of the Board of Commissioners. Committed amounts cannot be used for any other purpose unless the Board of Commissioners removes those constraints by taking the same type of action (e.g. legislation, resolution, ordinance). Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
3. Assigned – Assigned fund balances are amounts that are constrained by the Park District's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Commissioners has delegated the authority to assign, modify or rescind amounts to be used for specific purposes.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the Park District itself. All other assigned fund balances are the residual amounts of the fund.

4. Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. This classification is also used to represent negative fund balances in other funds.

The Park District permits funds to be expended in the following order: Restricted, Committed, Assigned, and Unassigned.

NOTES TO FINANCIAL STATEMENTS (Continued)

P. *Property Tax Calendar and Revenues*

The Park District’s property tax is levied each calendar year on all taxable real property located in the Park District’s district on or before the last Tuesday in December. The 2018 levy was passed by the Board on November 21, 2018. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in June and early in September of the following calendar year. The Park District receives significant distributions of tax receipts approximately one month after these dates.

Q. *Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits with financial institutions are fully insured or collateralized by securities held in the Park District’s name.

The Park District is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 30, Act 235/Articles 2 and 6.

As of May 31, 2019, the Park District had the following investments and maturities:

| Investment | Fair Value | Investment Maturities (in Years) | | | |
|-----------------------|--------------|----------------------------------|------|------|--------------|
| | | Less than 1 | 1-5 | 5-10 | More Than 10 |
| State Investment Pool | \$ 1,823,585 | \$ 1,823,585 | \$ - | \$ - | \$ - |

The fair value of investments in the State Investment Pool is the same as the value of pool shares. The State Investment Pool is not SEC-registered but does have regulatory oversight through the State of Illinois.

Interest Rate Risk. The Park District has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments to specific types of investment instruments. In general, the investment philosophy of the Park District is to invest in only secured (essentially risk-free), liquid and short-term investments. As of May 31, 2019, the Park District’s investments were rated as follows:

| Investment | Credit Rating | Rating Source |
|-----------------------|---------------|----------------------|
| State Investment Pool | AAAm | Standards and Poor’s |

Concentration of Credit Risk. The Park District places no limit on the amount the Park District may invest in any one investment instrument.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the Park District’s deposits may not be returned to it. The Park District’s custodial credit risk policy requires collateral for any deposits in excess of insured amounts. At May 31, 2019, none of the Park District’s bank balances were exposed to custodial credit risk.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 3 - FAIR VALUE MEASUREMENT

The Park District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Park District has the following recurring fair value measurements as of May 31, 2019:

- Certificates of Deposit of \$515,006 are valued using evaluated pricing (Level 2 inputs).

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended May 31, 2019 was as follows:

| | Balance June 1, 2018 | Increases | Decreases | Balance May 31, 2019 |
|---|-----------------------------|----------------------------|--------------------------|-----------------------------|
| Governmental Activities | | | | |
| Capital Assets not being depreciated | | | | |
| Land | \$ 14,511,853 | \$ 1,504,000 | \$ - | \$ 16,015,853 |
| Construction in Progress | 139,826 | - | 139,826 | - |
| Total Capital Assets not being depreciated | <u>\$ 14,651,679</u> | <u>\$ 1,504,000</u> | <u>\$ 139,826</u> | <u>\$ 16,015,853</u> |
| Other Capital Assets | | | | |
| Land Improvements | \$ 11,180,898 | \$ 426,243 | \$ 9,600 | \$ 11,597,541 |
| Buildings | 4,202,998 | - | - | 4,202,998 |
| Vehicles | 332,937 | - | - | 332,937 |
| Machinery and Equipment | 2,437,655 | 157,454 | 430,394 | 2,164,715 |
| Total Other Capital Assets at Historical Cost | <u>\$ 18,154,488</u> | <u>\$ 583,697</u> | <u>\$ 439,994</u> | <u>\$ 18,298,191</u> |
| Less Accumulated Depreciation for: | | | | |
| Land Improvements | \$ 5,363,617 | \$ 543,057 | \$ 6,580 | \$ 5,900,094 |
| Buildings | 1,099,321 | 85,622 | - | 1,184,943 |
| Vehicles | 225,576 | 24,097 | - | 249,673 |
| Machinery and Equipment | 2,045,550 | 64,634 | 424,403 | 1,685,781 |
| Total Accumulated Depreciation | <u>\$ 8,734,064</u> | <u>\$ 717,410</u> | <u>\$ 430,983</u> | <u>\$ 9,020,491</u> |
| Other Capital Assets, Net | <u>\$ 9,420,424</u> | <u>\$ (133,713)</u> | <u>\$ 9,011</u> | <u>\$ 9,277,700</u> |
| Governmental Activities Capital Assets, Net | <u><u>\$ 24,072,103</u></u> | <u><u>\$ 1,370,287</u></u> | <u><u>\$ 148,837</u></u> | <u><u>\$ 25,293,553</u></u> |

Depreciation expense was charged to functions as follows:

| | |
|--------------------------------|-------------------|
| Governmental Activities | |
| Unallocated | <u>\$ 717,410</u> |

NOTE 5 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended May 31, 2019 was as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

| | Balance June 1, 2018 | Additions | Retirements | Balance May 31, 2019 | Amounts Due Within One Year |
|---|-------------------------|-------------------|-------------------|-------------------------|-----------------------------------|
| Governmental Activities | | | | | |
| Long-Term Debt | | | | | |
| 2014A G.O. Bond | \$ 2,870,000 | \$ - | \$ 75,000 | \$ 2,795,000 | \$ 80,000 |
| 2014B G.O. Bond | 2,500,000 | - | 245,000 | 2,255,000 | 255,000 |
| Unamortized Discount | (54,936) | 2,616 | - | (52,320) | (2,616) |
| Unamortized Premium | 83,271 | - | 3,965 | 79,306 | 3,965 |
| Capital Lease | - | 50,170 | 10,670 | 39,500 | 12,183 |
| Total Long-Term Debt | <u>\$ 5,398,335</u> | <u>\$ 52,786</u> | <u>\$ 334,635</u> | <u>\$ 5,116,486</u> | <u>\$ 348,532</u> |
| Other Long-Term Obligations | | | | | |
| Compensated Absences | \$ 103,424 | \$ 15,615 | \$ - | \$ 119,039 | \$ - |
| Total OPEB Liability | 79,725 | 7,523 | - | 87,248 | - |
| Net Pension Liability - IMRF | 343,659 | 604,423 | - | 948,082 | - |
| Total Other Long-Term Obligations | <u>\$ 526,808</u> | <u>\$ 627,561</u> | <u>\$ -</u> | <u>\$ 1,154,369</u> | <u>\$ -</u> |
| Total Governmental Activities Long-Term Obligations | <u>\$ 5,925,143</u> | <u>\$ 680,347</u> | <u>\$ 334,635</u> | <u>\$ 6,270,855</u> | <u>\$ 348,532</u> |

Bonds and notes payable consisted of the following at May 31, 2019:

| | Maturity Date | Interest Rate | Face Amount | Carrying Amount |
|-------------------------------------|------------------|------------------|---------------------|---------------------|
| Governmental Activities | | | | |
| General Obligation Limited Tax Park | | | | |
| Bonds, Series 2014A | 12/1/2037 | 2.5%-4.5% | \$ 3,135,000 | \$ 2,795,000 |
| General Obligation Refunding Park | | | | |
| Bonds, Series 2014B | 12/1/2026 | 2.0%-3.375% | 3,405,000 | 2,255,000 |
| Lease/Purchase Agreement, Mower | 6/18/2022 | 0.39% | 50,170 | 39,500 |
| Total | | | <u>\$ 6,590,170</u> | <u>\$ 5,089,500</u> |

At May 31, 2019 the annual debt service requirements to service long-term debt attributable to governmental activities are:

| Year Ending May 31 | Principal | Interest | Total |
|--------------------|---------------------|---------------------|---------------------|
| 2020 | \$ 347,183 | \$ 183,854 | \$ 531,037 |
| 2021 | 357,775 | 174,012 | 531,787 |
| 2022 | 403,396 | 163,040 | 566,436 |
| 2023 | 401,146 | 150,943 | 552,089 |
| 2024 | 420,000 | 138,938 | 558,938 |
| 2025 | 435,000 | 125,288 | 560,288 |
| 2026 | 455,000 | 110,731 | 565,731 |
| 2027 | 285,000 | 95,044 | 380,044 |
| 2028 | 135,000 | 84,644 | 219,644 |
| 2029 | 145,000 | 79,244 | 224,244 |
| 2030 | 155,000 | 73,444 | 228,444 |
| 2031 | 165,000 | 67,050 | 232,050 |
| 2032 | 175,000 | 60,244 | 235,244 |
| 2033 | 185,000 | 53,025 | 238,025 |
| 2034 | 195,000 | 45,394 | 240,394 |
| 2035 | 210,000 | 37,350 | 247,350 |
| 2036 | 220,000 | 27,900 | 247,900 |
| 2037 | 235,000 | 18,000 | 253,000 |
| 2038 | 165,000 | 7,425 | 172,425 |
| | <u>\$ 5,089,500</u> | <u>\$ 1,695,570</u> | <u>\$ 6,785,070</u> |

Reconciliation to the Statement of Net Position

The following summarizes non-current liabilities as shown on the Statement of Net Position:

NOTES TO FINANCIAL STATEMENTS (Continued)

| | Due Within One Year | Due in More Than One Year | Total |
|-------------------------------------|------------------------|------------------------------|---------------------|
| Bonds and Notes Payable | \$ 335,000 | \$ 4,715,000 | \$ 5,050,000 |
| Bond Discounts, net of amortization | (2,616) | (49,704) | (52,320) |
| Bond Premiums, net of amortization | 3,965 | 75,341 | 79,306 |
| Capital Lease | 12,183 | 27,317 | 39,500 |
| Other Long-Term Liabilities | - | 1,154,369 | 1,154,369 |
| | <u>\$ 348,532</u> | <u>\$ 5,922,323</u> | <u>\$ 6,270,855</u> |

NOTE 6 - DEFICIT FUND BALANCES/NET POSITON

No fund had a deficit fund balance/net position as of May 31, 2019.

NOTE 7 - PROPERTY TAXES

Property taxes receivable of \$2,901,401 and unavailable revenue of \$2,925,453 recorded in these financial statements are from the 2018 tax levy. The unavailable revenue is 100% of the 2018 levy. These taxes are unavailable as the Park District does not consider the amounts to be available and does not budget for their use in fiscal year 2019. The Park District has determined that 100% of the amounts collected for the 2017 levy are allocable for use in fiscal year 2019. Therefore, 100% of the amounts collected for the 2017 levy (\$2,836,203) are recorded in these financial statements as property taxes revenue. A summary of the assessed valuation, rates, and extensions for the years 2018, 2017, and 2016 follows:

| Year | 2018 | | 2017 | | 2016 | |
|---------------------|---------------|---------------------|---------------|---------------------|---------------|---------------------|
| | Rates | Extensions | Rates | Extensions | Rates | Extensions |
| Assessed Valuation | \$630,815,804 | | \$595,395,831 | | \$549,586,015 | |
| Corporate | 0.1693 | \$ 1,068,104 | 0.1709 | \$ 1,017,240 | 0.1779 | \$ 977,686 |
| Recreation | 0.1255 | 791,611 | 0.1266 | 753,914 | 0.1314 | 722,085 |
| Liability Insurance | 0.0163 | 103,075 | 0.0165 | 98,163 | 0.0173 | 95,276 |
| Debt Service | 0.0808 | 509,504 | 0.0851 | 506,974 | 0.0917 | 504,146 |
| Retirement | 0.0215 | 135,493 | 0.0217 | 129,040 | 0.0228 | 125,251 |
| Paving and Lighting | 0.0045 | 28,317 | 0.0045 | 26,965 | 0.0048 | 26,171 |
| Special Recreation | 0.0302 | 190,418 | 0.0305 | 181,346 | 0.0314 | 172,707 |
| Audit Tax | 0.0017 | 10,560 | 0.0017 | 10,056 | 0.0018 | 9,755 |
| Social Security | 0.0140 | 88,371 | 0.0205 | 121,806 | 0.0250 | 137,644 |
| | <u>0.4638</u> | <u>\$ 2,925,453</u> | <u>0.4780</u> | <u>\$ 2,845,504</u> | <u>0.5041</u> | <u>\$ 2,770,721</u> |

NOTE 8 - EXCESS OF EXPENDITURES OVER BUDGET

For the year ended May 31, 2019, the expenditures of the following funds exceeded the budget:

| Fund | Budget | Actual | Excess of Actual Over Budget |
|--------------------|--------------|--------------|---------------------------------|
| General | \$ 1,075,560 | \$ 1,098,714 | \$ 23,154 |
| Special Recreation | 223,435 | 239,562 | 16,127 |
| Capital Projects | 52,500 | 1,621,921 | 1,569,421 |
| Natural History | 76,100 | 80,257 | 4,157 |
| Social Security | 110,000 | 116,185 | 6,185 |

Capital Projects Fund was primarily over budget due to the recording of a land donation worth \$1,504,000. All other funds were budgeted and intended to spend down a portion of the Fund Balance to fall within the proper range.

NOTE 9 - OPERATING LEASE, AS LESSEE

The Park District, as lessee, leases office equipment. Estimated future minimum annual rentals are as follows:

NOTES TO FINANCIAL STATEMENTS (Continued)

| | Future Minimum Lease Payments | | | | |
|-----------------|-------------------------------|-----------------|-----------------|-----------------|-------------|
| | 2020 | 2021 | 2022 | 2023 | 2024 |
| Copier Lease | \$ 5,136 | \$ 5,136 | \$ 5,136 | \$ 1,284 | \$ - |
| Postage Machine | 668 | 668 | 668 | - | - |
| | <u>\$ 5,804</u> | <u>\$ 5,804</u> | <u>\$ 5,804</u> | <u>\$ 1,284</u> | <u>\$ -</u> |

Total rental expense for all operating leases for the year ended May 31, 2018 was \$5,804.

NOTE 10 - ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description

The Park District’s defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Park District’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

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

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

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

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

NOTES TO FINANCIAL STATEMENTS (Continued)

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

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2018:

| Asset Class | Target Allocation | Projected Return |
|------------------------|-------------------|------------------|
| Equities | 37.0% | 7.2% |
| International Equities | 18.0% | 7.3% |
| Fixed Income | 28.0% | 3.8% |
| Real Estate | 9.0% | 6.3% |
| Alternatives | 7.0% | |
| Private Equity | | 8.5% |
| Hedge Funds | | 5.5% |
| Commodities | | 3.2% |
| Cash | 1.0% | 2.5% |
| | 100.0% | |

Single Discount Rate

The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' 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. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this discount rate, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 3.71%; and resulting single discount rate is 7.25%.

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in the Net Pension Liability

| | Total Pension Liability (A) | Plan Fiduciary Net Position (B) | Net Pension Liability (A)-(B) |
|---|--------------------------------------|--|--|
| Balances at December 31, 2017 | \$ 4,609,620 | \$ 4,265,961 | \$ 343,659 |
| Changes for the year: | | | |
| Service Cost | \$ 105,847 | \$ - | \$ 105,847 |
| Interest on the Total Pension Liability | 342,789 | - | 342,789 |
| Differences Between Expected and Actual Experience of the Total Pension Liability | (16,666) | - | (16,666) |
| Changes of Assumptions | 172,611 | - | 172,611 |
| Contributions - Employer | - | 111,536 | (111,536) |
| Contributions - Employee | - | 51,387 | (51,387) |
| Net Investment Income | - | (221,430) | 221,430 |
| Benefit Payments, including Refunds of Employee Contributions | (184,047) | (184,047) | - |
| Other (Net Transfer) | - | 58,665 | (58,665) |
| Net Changes | \$ 420,534 | \$ (183,889) | \$ 604,423 |
| Balances at December 31, 2018 | \$ 5,030,154 | \$ 4,082,072 | \$ 948,082 |

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a single Discount Rate that is 1% lower or 1% higher:

| | 1% Lower 6.25% | Current Discount Rate 7.25% | 1% Higher 8.25% |
|-------------------------------|-------------------|-----------------------------------|--------------------|
| Net Pension Liability/(Asset) | \$ 1,738,281 | \$ 948,082 | \$ 308,020 |

Pension Expense/(Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended May 31, 2019, the Park District recognized pension expense/(income) of \$222,609. At May 31, 2019, the Park District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Outflows of Resources | Inflows of Resources | Net Outflows of Resources |
|--|--------------------------|-------------------------|------------------------------|
| Expense in Future Periods | | | |
| Differences between expected and actual experience | \$ 348,916 | \$ 28,558 | \$ 320,358 |
| Changes of assumptions | 135,517 | 90,608 | 44,909 |
| Net difference between projected and actual earnings on pension plan investments | 294,286 | - | 294,286 |
| Total deferred amounts to be recognized in pension expense in future periods | \$ 778,719 | \$ 119,166 | \$ 659,553 |
| Pension contributions made subsequent to the measurement date | 46,074 | - | 46,074 |
| Total deferred amounts related to pensions | \$ 824,793 | \$ 119,166 | \$ 705,627 |

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

NOTES TO FINANCIAL STATEMENTS (Continued)

| Year Ending December 31 | Net Deferred Outflows of Resources |
|----------------------------|--|
| 2019 | \$ 215,765 |
| 2020 | 180,301 |
| 2021 | 133,037 |
| 2022 | 130,450 |
| | <u>\$ 659,553</u> |

NOTE 11 - POST-EMPLOYMENT BENEFIT COMMITMENTS – RETIREE INSURANCE PLAN

Plan Overview

In addition to the retirement plan described in Note 10, the Park District provides post-employment benefits other than pensions (“OPEB”) to employees who meet certain criteria. The Plan, a single-employer defined benefit plan, provides the following coverage:

Medical Coverage

Eligible retirees may continue coverage into retirement on the Park District plan on a pay-all basis. Coverage is also available for eligible dependents on a pay-all basis. Coverage can continue upon the participant reaching Medicare eligibility. Coverage for dependents can continue upon the death of the retiree given that contributions continue.

The Plan does not issue a stand-alone financial report.

Eligibility

Employees of the Park District are eligible for retiree health benefits as listed below:

Regular Plan Tier 1 (Enrolled in IMRF Prior to January 1, 2011)

- At least 55 years old and at least 8 years of credited service

Regular Plan Tier 2 (Enrolled in IMRF On or After January 1, 2011)

- At least 62 years old and at least 10 years of credited service

Membership in the plan consisted of the following at June 1, 2018, the date of the latest actuarial valuation:

| | |
|---|------------------|
| Active Employees | 18 |
| Inactive Employees Entitled to but not yet Receiving Benefits | 0 |
| Inactive Employees Currently Receiving Benefits | <u>0</u> |
| Total | <u><u>18</u></u> |

Contribution

The required contribution is based on projected pay-as-you-go financing requirements. Employees are not required to contribute to the plan.

Total OPEB Liability

The Park District’s total OPEB liability was measured as of May 31, 2018 and rolled forward to May 31, 2019. The total OPEB liability was determined by an actuarial valuation as of June 1, 2017 and rolled forward to June 1, 2018.

NOTES TO FINANCIAL STATEMENTS (Continued)

Actuarial Assumptions

The total OPEB liability in the May 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|--|-------|
| Discount rate | 3.05% |
| Salary Rate Increase | 4.00% |
| Expected long-term investment rate of return | N/A |
| Health Care Trend | |

| | Insurance Year Trends | | | Fiscal Year Trends | | |
|----------------|-----------------------|-----------------------|----------------------|--------------------|--------|-------|
| | Period | PPO | HMO | Period | PPO | HMO |
| (1) Known rate | IY17-IY18 | -6.39% ⁽¹⁾ | 3.86% ⁽¹⁾ | FY17-FY18 | -1.23% | 5.17% |
| | IY18-IY19 | 6.00% | 7.00% | FY18-FY19 | 5.95% | 6.91% |
| | IY19-IY20 | 5.89% | 6.78% | FY19-FY20 | 5.84% | 6.69% |
| | IY20-IY21 | 5.78% | 6.56% | FY20-FY21 | 5.73% | 6.46% |
| | IY21-IY22 | 5.67% | 6.33% | FY21-FY22 | 5.62% | 6.24% |
| | IY22-IY23 | 5.56% | 6.11% | FY22-FY23 | 5.51% | 6.02% |
| | IY23-IY24 | 5.44% | 5.89% | FY23-FY24 | 5.40% | 5.80% |
| | IY24-IY25 | 5.33% | 5.67% | FY24-FY25 | 5.29% | 5.57% |
| | IY25-IY26 | 5.22% | 5.44% | FY25-FY26 | 5.18% | 5.35% |
| | IY26-IY27 | 5.11% | 5.22% | FY26-FY27 | 5.06% | 5.13% |
| | IY27-IY28 | 5.00% | 5.00% | FY27-FY28 | 5.00% | 5.00% |
| | Subsequent | 5.00% | 5.00% | Subsequent | 5.00% | 5.00% |

| Retiree Contribution Trend | Same as Health Care Trend | | | | | | | | | |
|----------------------------|---|-----------|---------|--------|----------|-----------|-----------|----------|--------|--------|
| Mortality | RP-2014 Combined Annuitant Mortality Table for males and females. The Mortality Table reflects recent rates developed by the Society of Actuaries. | | | | | | | | | |
| Disability Rates | None | | | | | | | | | |
| Average Retirement Age | IMRF Tier 1: Age 60 IMRF Tier 2: Age 65 | | | | | | | | | |
| Termination/Turnover Rates | Age-based Turnover Rates developed based on Probability of Remaining Employed until Assumed Retirement Age. | | | | | | | | | |
| Starting Per Capita Costs | <table border="1"> <thead> <tr> <th></th> <th>Retiree</th> <th>Spouse</th> </tr> </thead> <tbody> <tr> <td>PPO Plan</td> <td>\$ 22,402</td> <td>\$ 18,368</td> </tr> <tr> <td>HMO Plan</td> <td>14,890</td> <td>13,020</td> </tr> </tbody> </table> | | Retiree | Spouse | PPO Plan | \$ 22,402 | \$ 18,368 | HMO Plan | 14,890 | 13,020 |
| | Retiree | Spouse | | | | | | | | |
| PPO Plan | \$ 22,402 | \$ 18,368 | | | | | | | | |
| HMO Plan | 14,890 | 13,020 | | | | | | | | |
| Retiree Contributions | <table border="1"> <thead> <tr> <th></th> <th>Retiree</th> <th>Spouse</th> </tr> </thead> <tbody> <tr> <td>PPO Plan</td> <td>\$ 11,058</td> <td>\$ 9,067</td> </tr> <tr> <td>HMO Plan</td> <td>7,350</td> <td>6,427</td> </tr> </tbody> </table> | | Retiree | Spouse | PPO Plan | \$ 11,058 | \$ 9,067 | HMO Plan | 7,350 | 6,427 |
| | Retiree | Spouse | | | | | | | | |
| PPO Plan | \$ 11,058 | \$ 9,067 | | | | | | | | |
| HMO Plan | 7,350 | 6,427 | | | | | | | | |
| Election at Retirement | 20% of active employees are assumed to elect coverage at retirement | | | | | | | | | |
| Marital Status | 40% of active employees are assumed to be married and elect spousal coverage upon retirement. Males are assumed to be three years older than females. | | | | | | | | | |
| Retiree Lapse Rate | 0.00% | | | | | | | | | |

The actuarial assumptions used in the June 1, 2018 roll-forward were based on the results of an actuarial experience study for the period June 1, 2017 through May 31, 2018.

There is no long-term expected rate of return on OPEB plan investments because the Park District does not have a trust dedicated exclusively to the payment of OPEB benefits.

Discount Rate

The Park District does not have a dedicated trust to pay retiree healthcare benefits. Per GASB 75, the discount rate should be a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale).

A rate of 3.05% is used, which is the S&P Municipal Bond 20-Year High-Grade Rate Index as of May 31, 2019.

NOTES TO FINANCIAL STATEMENTS (Continued)

Changes in the Total OPEB Liability

| | Increase/(Decrease) | | |
|----------------------------------|-------------------------|--------------------------------|-----------------------|
| | Total OPEB Liability | Plan Fiduciary Net Position | Net OPEB Liability |
| | (a) | (b) | (a) - (b) |
| Balances at May 31, 2018 | \$ 79,725 | \$ - | \$ 79,725 |
| Changes for the year: | | | |
| Service Cost | \$ 5,073 | \$ - | \$ 5,073 |
| Interest on Total OPEB Liability | 2,813 | - | 2,813 |
| Assumption Changes | 1,490 | - | 1,490 |
| Benefit Payments | (2,241) | - | (2,241) |
| Other Changes | 388 | - | 388 |
| Net Changes | \$ 7,523 | \$ - | \$ 7,523 |
| Balances at May 31, 2019 | \$ 87,248 | \$ - | \$ 87,248 |

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

The following presents the total OPEB liability of the Park District, as well as what the Park District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current discount rate:

| Plan's Total OPEB Liability/(Asset) | | |
|-------------------------------------|----------------|-------------|
| 1% Increase | Valuation Rate | 1% Decrease |
| \$ 80,610 | \$ 87,248 | \$ 94,208 |

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

The following presents the total OPEB liability of the Park District, as well as what the Park District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher than the current healthcare cost trend rates:

| Plan's Total OPEB Liability/(Asset) | | |
|-------------------------------------|----------------|-------------|
| Healthcare Cost | | |
| 1% Increase | Valuation Rate | 1% Decrease |
| \$ 99,204 | \$ 87,248 | \$ 76,913 |

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

For the fiscal year ended May 31, 2019, the Park District recognized OPEB expense of \$6,442. At May 31, 2019, the Park District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources | Net Inflows of Resources |
|--|--------------------------------------|-------------------------------------|-----------------------------|
| Differences Between Expected and Actual Experience | \$ 9,197 | \$ - | \$ 9,197 |
| Changes of Assumptions | 2,475 | 27,778 | (25,303) |
| Total | \$ 11,672 | \$ 27,778 | \$ (16,106) |

Changes in total OPEB liability related to the difference in actual and expected experience, or changes in assumptions regarding future events, are recognized in OPEB expense over the expected remaining service life of all employees (12.65 years, active and retired) in the postretirement plan.

NOTES TO FINANCIAL STATEMENTS (Continued)

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

| Year ending May 31 | Net Deferred Outflows of Resources |
|--------------------|--|
| 2020 | \$ (1,443) |
| 2021 | (1,443) |
| 2022 | (1,443) |
| 2023 | (1,443) |
| 2024 | (1,443) |
| 2025 | (1,443) |
| 2026 | (1,443) |
| 2027 | (1,443) |
| 2028 | (1,443) |
| 2029 | (1,443) |
| 2030 | (1,443) |
| 2031 | (233) |
| | <u>\$ (16,106)</u> |

NOTE 12 - INTERFUND BALANCES/TRANSFERS

The Park District had the following interfund transfers as of May 31, 2019:

| Transfer From | Transfer To | Amount | |
|-----------------|------------------|------------|-----|
| General Fund | Capital Projects | \$ 200,000 | (1) |
| Recreation Fund | Capital Projects | 150,000 | (1) |

(1) Transfer was made to build up the fund balance

The Park District had the following interfund balances as of May 31, 2019:

| Due From | Due To | Amount |
|-------------------------|--------------|--------|
| Special Recreation Fund | General Fund | \$ 42 |

NOTE 13 - RISK MANAGEMENT

The Park District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses.

Since March 15, 1991, the Park District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members.

As a member of PDRMA's Property/Casualty Program, the Park District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Park District's governing body. The Park District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by PDRMA.

Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

NOTES TO FINANCIAL STATEMENTS (Continued)

PDRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Program Council. PDRMA also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss reduction and prevention procedures to be followed by the members.

Since 95.90% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

On February 1, 1993, the Park District became a member of the Park District Management Agency (PDRMA) Health Program, a health benefits pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$250,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

Members can choose to provide any combination of coverages available to their employees and pay premiums accordingly.

As a member of the PDRMA Health Program, the Park District is represented on the Health Program Council as well as the Membership Assembly and is entitled to one vote each. The relationship between the Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Park District's governing body. The Park District is contractually obligated to make all monthly payments to the PDRMA Health Program, and to fund any deficit of the PDRMA Health Program upon dissolution of the pool. They will share in any surplus of the pool based on a decision by the Health Program Council.

A large percentage of PDRMA's liabilities are reserves for losses and loss adjustment expenses, which are based on an actuarial estimate of the ultimate losses incurred.

PDRMA issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained directly from PDRMA.

NOTE 14 - CONTINGENCIES

The Park District is not aware of any pending litigation or potential nondisclosed liabilities that management believes would have a material effect on the financial statements.

NOTE 15 - LEGAL DEBT LIMITATION

The Illinois Compiled Statutes limits the amount of indebtedness to 2.875% of the most recent available equalized assessed valuation (EAV) of the Park District.

| | | |
|-----------------------|----|--------------------------|
| 2018 EAV | \$ | 630,815,804 |
| | X | <u>2.875%</u> |
| Debt Margin | \$ | 18,135,954 |
| Current Debt | | 5,089,500 |
| Remaining Debt Margin | \$ | <u><u>13,046,454</u></u> |

REQUIRED SUPPLEMENTARY INFORMATION

GRAYSLAKE COMMUNITY PARK DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION
LIABILITY AND RELATED RATIOS
MAY 31, 2019

| | 5/31/2019* | 5/31/2018* | 5/31/2017* | 5/31/2016* | 5/31/2015* |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| TOTAL PENSION LIABILITY | | | | | |
| Service Cost | \$ 105,847 | \$ 123,442 | \$ 114,596 | \$ 109,009 | \$ 123,693 |
| Interest on the Total Pension Liability | 342,789 | 298,673 | 266,769 | 256,232 | 251,510 |
| Differences Between Expected and Actual Experience | (16,666) | 492,096 | 167,527 | (118,909) | (283,436) |
| Changes of Assumptions | 172,611 | (151,759) | (5,978) | - | 86,214 |
| Benefit Payments, Including Refunds of Member Contributions | (184,047) | (146,848) | (106,551) | (110,328) | (104,852) |
| Net Change in Total Pension Liability | <u>\$ 420,534</u> | <u>\$ 615,604</u> | <u>\$ 436,363</u> | <u>\$ 136,004</u> | <u>\$ 73,129</u> |
| Total Pension Liability - Beginning | <u>4,609,620</u> | <u>3,994,016</u> | <u>3,557,653</u> | <u>3,421,649</u> | <u>3,348,520</u> |
| Total Pension Liability - Ending | <u>\$ 5,030,154</u> | <u>\$ 4,609,620</u> | <u>\$ 3,994,016</u> | <u>\$ 3,557,653</u> | <u>\$ 3,421,649</u> |
| PLAN FIDUCIARY NET POSITION | | | | | |
| Contributions - Employer | \$ 111,536 | \$ 97,278 | \$ 115,753 | \$ 120,442 | \$ 120,289 |
| Contributions - Member | 51,387 | 45,742 | 48,864 | 45,545 | 45,526 |
| Net Investment Income | (221,430) | 592,323 | 208,569 | 15,592 | 177,106 |
| Benefit Payments, Including Refunds of Member Contributions | (184,047) | (146,848) | (106,551) | (110,328) | (104,852) |
| Other (Net Transfers) | 58,665 | 236,946 | 45,471 | (33,379) | (20,420) |
| Net Change in Plan Fiduciary Net Position | <u>\$ (183,889)</u> | <u>\$ 825,441</u> | <u>\$ 312,106</u> | <u>\$ 37,872</u> | <u>\$ 217,649</u> |
| Plan Net Position - Beginning | <u>4,265,961</u> | <u>3,440,520</u> | <u>3,128,414</u> | <u>3,090,542</u> | <u>2,872,893</u> |
| Plan Net Position - Ending | <u>\$ 4,082,072</u> | <u>\$ 4,265,961</u> | <u>\$ 3,440,520</u> | <u>\$ 3,128,414</u> | <u>\$ 3,090,542</u> |
| Park District's Net Pension Liability | <u>\$ 948,082</u> | <u>\$ 343,659</u> | <u>\$ 553,496</u> | <u>\$ 429,239</u> | <u>\$ 331,107</u> |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 81.15% | 92.54% | 86.14% | 87.93% | 90.32% |
| Covered-Valuation Payroll | \$ 1,093,494 | \$ 1,016,492 | \$ 1,085,866 | \$ 1,012,120 | \$ 1,011,681 |
| Employer's Net Pension Liability as a Percentage of Covered-Valuation Payroll | 86.70% | 33.81% | 50.97% | 42.41% | 32.73% |

* This information presented is based on the actuarial valuation performed as of December 31 year end prior to the fiscal year end listed above.

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

GRAYSLAKE COMMUNITY PARK DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER CONTRIBUTION
MAY 31, 2019

| | 5/31/2019* | 5/31/2018* | 5/31/2017* | 5/31/2016* | 5/31/2015* |
|--|--------------|--------------|--------------|--------------|--------------|
| Actuarially-Determined Contribution | \$ 111,536 | \$ 97,278 | \$ 115,753 | \$ 120,442 | \$ 120,289 |
| Contributions in relation to Actuarially-Determined Contribution | 111,536 | 97,278 | 115,753 | 120,442 | 120,289 |
| Contribution deficiency/(excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered-Valuation Payroll | \$ 1,118,039 | \$ 1,040,956 | \$ 1,085,866 | \$ 1,012,120 | \$ 1,011,681 |
| Contributions as a percentage of Covered-Valuation Payroll | 9.98% | 9.35% | 10.66% | 11.90% | 11.89% |

Notes to Schedule:

Actuarial Method and Assumptions Used on the Calculation of the 2018 Contribution Rate *

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Actuarial Cost Method: Aggregate Entry Age Normal

Amortization Method: Level percentage of payroll, closed

Remaining Amortization Period: 25-year closed period

Asset Valuation Method: 5-year smoothed market; 20% corridor

Wage Growth: 3.5%

Price Inflation: 2.75%, approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases: 3.75% to 14.50%, including inflation

Investment Rate of Return: 7.50%

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

*Based on Valuation Assumptions used in the December 31, 2016 actuarial valuation; note two year lag between valuation and rate setting.

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

GRAYSLAKE COMMUNITY PARK DISTRICT
OTHER POST-EMPLOYMENT BENEFITS
SCHEDULE OF CHANGES IN THE EMPLOYER'S TOTAL OPEB
LIABILITY AND RELATED RATIOS
MAY 31, 2019

| | <u>5/31/2019</u> | <u>5/31/2018</u> |
|--|------------------|------------------|
| TOTAL OPEB LIABILITY | | |
| Service Cost | \$ 5,073 | \$ 4,707 |
| Interest | 2,813 | 2,570 |
| Differences Between Expected and Actual Experience | - | 10,838 |
| Changes of Assumptions and Other Inputs | 1,490 | (3,726) |
| Benefit Payments, Includes the Implicit Rate Subsidy | (2,241) | (2,269) |
| Other Changes | <u>388</u> | <u>(28,132)</u> |
| Net Change in Total OPEB Liability | \$ 7,523 | \$ (16,012) |
| | | |
| Total OPEB Liability - Beginning | <u>79,725</u> | <u>95,737</u> |
| | | |
| Total OPEB Liability - Ending | <u>\$ 87,248</u> | <u>\$ 79,725</u> |
| | | |
| Covered-Employee Payroll | \$ 1,046,793 | \$ 918,963 |
| | | |
| Total OPEB Liability as a Percentage of Covered-Employee Payroll | 8.33% | 8.68% |

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

GRAYSLAKE COMMUNITY PARK DISTRICT
 OTHER POST-EMPLOYMENT BENEFIT
 SCHEDULE OF EMPLOYER CONTRIBUTION
 MAY 31, 2019

| | 5/31/2019 | 5/31/2018 |
|--|--------------|------------|
| Actuarially-Determined Contribution | N/A | N/A |
| Contributions in Relation to Actuarially-Determined Contribution | - | - |
| Contribution Deficiency/(Excess) | N/A | N/A |
| Covered-Employee Payroll | \$ 1,046,793 | \$ 918,963 |
| Contributions as a Percentage of Covered-Employee Payroll | 0.00% | 0.00% |

Notes to Schedule:

There is no ADC or employer contribution in relation to the ADC, as the total OPEB liabilities are currently an unfunded obligation.

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, information is presented for those years for which information is available.

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED MAY 31, 2019

| | <u>Budgeted Amounts</u> | <u>Actual</u> |
|--|---------------------------|---------------------|
| | <u>Original and Final</u> | <u>Amounts</u> |
| REVENUES | | |
| Property Taxes | \$ 1,017,240 | \$ 1,013,915 |
| Personal Property Replacement Taxes | 16,000 | 19,405 |
| Interest Income | 17,500 | 71,932 |
| Lae Treatment Contributions | 6,000 | 6,641 |
| Miscellaneous Income | 11,000 | 13,997 |
| Total Revenues | <u>\$ 1,067,740</u> | <u>\$ 1,125,890</u> |
| EXPENDITURES | | |
| Current | | |
| General Government | | |
| Salaries and Wages | \$ 169,500 | \$ 167,251 |
| Employee Benefits | 43,120 | 39,467 |
| Professional Services | 22,000 | 22,809 |
| Public Recognition | 4,000 | 1,890 |
| Staff and Volunteer Recognition | 4,500 | 3,645 |
| Mileage and Travel Reimbursements | 6,900 | 6,000 |
| Dues and Subscriptions | 8,745 | 4,897 |
| Training | 10,650 | 10,637 |
| Printing | 1,150 | 525 |
| Fireworks | 16,000 | 12,000 |
| Utilities | 14,050 | 12,709 |
| Supplies | 2,700 | 1,878 |
| Postage | 1,300 | 1,499 |
| IT Maintenance and Software | 36,740 | 34,255 |
| Miscellaneous | 2,600 | 2,568 |
| | <u>\$ 343,955</u> | <u>\$ 322,030</u> |
| Park Maintenance | | |
| Salaries and Wages | \$ 252,800 | \$ 255,911 |
| Employee Benefits | 54,670 | 47,309 |
| Professional Services | 33,250 | 39,042 |
| Mileage and Travel Reimbursements | 250 | - |
| Dues and Subscriptions | 715 | 510 |
| Training | 1,000 | 1,014 |
| Equipment Rental | 5,650 | 5,317 |
| Permit and License Fees | 800 | 663 |
| Utilities | 43,660 | 40,880 |
| Playground and Field Maintenance and Repairs | 14,300 | 23,111 |
| Equipment Maintenance and Repairs | 5,250 | 1,706 |
| Pump-outs | 11,750 | 13,078 |
| Fuel | 30,000 | 29,941 |
| Uniforms | 5,000 | 4,880 |
| Vehicle Supplies | 1,200 | 1,171 |
| Salt and Salt Supplies | 4,500 | 8,081 |
| Miscellaneous | 4,550 | 5,062 |
| | <u>\$ 469,345</u> | <u>\$ 477,676</u> |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED MAY 31, 2019

| | <u>Budgeted Amounts</u> <u>Original and Final</u> | <u>Actual</u> <u>Amounts</u> |
|---|--|---------------------------------|
| EXPENDITURES (Continued) | | |
| Capital Outlay | | |
| General Government | | |
| Equipment/Machinery/Computer | \$ 8,900 | \$ 8,797 |
| Land Improvements | 17,300 | 19,712 |
| Park Maintenance | | |
| Equipment/Machinery/Computer | 166,900 | 201,158 |
| Land Improvements | 62,250 | 63,017 |
| | \$ 255,350 | \$ 292,684 |
| Debt Service | | |
| Principal | \$ 6,910 | \$ 5,335 |
| Interest and Fees | - | 989 |
| | \$ 6,910 | \$ 6,324 |
| Total Expenditures | \$ 1,075,560 | \$ 1,098,714 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ (7,820) | \$ 27,176 |
| OTHER FINANCING SOURCES/(USES) | | |
| Transfers | \$ 25,000 | \$ (200,000) |
| Proceeds from Long-Term Debt | - | 25,085 |
| | \$ 25,000 | \$ (174,915) |
| NET CHANGE IN FUND BALANCE | \$ 17,180 | \$ (147,739) |
| FUND BALANCE - JUNE 1, 2018 | | 597,582 |
| FUND BALANCE - MAY 31, 2019 | | \$ 449,843 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - RECREATION FUND
FOR THE YEAR ENDED MAY 31, 2019

| | <u>Budgeted Amounts</u> <u>Original and Final</u> | <u>Actual</u> <u>Amounts</u> |
|---------------------------------------|--|---------------------------------|
| REVENUES | | |
| Property Taxes | \$ 753,914 | \$ 751,450 |
| Facility Fees | 17,000 | 12,915 |
| Recreation Program Fees | 1,177,000 | 1,171,514 |
| Golf Course Fees | 94,000 | 82,507 |
| Concessions | 20,000 | 2,194 |
| Affiliate Fees | 18,000 | 5,686 |
| Miscellaneous Income | 4,000 | 1,596 |
| Total Revenues | \$ 2,083,914 | \$ 2,027,862 |
| EXPENDITURES | | |
| Current | | |
| General Government | | |
| Salaries and Wages | \$ 445,000 | \$ 432,382 |
| Employee Benefits | 120,610 | 111,641 |
| Public Recognition | 9,000 | 6,207 |
| Staff and Volunteer Recognition | 4,500 | 4,155 |
| Mileage and Travel Reimbursements | 13,500 | 13,252 |
| Dues and Subscriptions | 4,120 | 3,380 |
| Training | 17,350 | 8,267 |
| Printing | 40,000 | 36,866 |
| Portable Services | 9,500 | 7,744 |
| Equipment Rental | 500 | - |
| Bank and Credit Card Charges | 23,000 | 26,731 |
| Utilities | 22,250 | 21,222 |
| Equipment Maintenance and Repairs | 500 | - |
| Fuel | 2,000 | 1,251 |
| Supplies | 14,100 | 8,986 |
| Postage | 11,000 | 9,196 |
| Resale Food and Beverage | 10,000 | 5,530 |
| IT Maintenance and Software | 32,360 | 32,780 |
| Miscellaneous | 30,490 | 4,804 |
| | \$ 809,780 | \$ 734,394 |
| Park Maintenance | | |
| Salaries and Wages | \$ 262,800 | \$ 249,914 |
| Employee Benefits | 52,570 | 41,088 |
| Building Maintenance and Repairs | 11,910 | 35,094 |
| | \$ 327,280 | \$ 326,096 |
| Culture and Recreation | | |
| Salaries and Wages | \$ 344,400 | \$ 309,485 |
| Program Supplies | 423,500 | 411,232 |
| Golf Salaries and Wages | 76,000 | 78,541 |
| Golf Employee Benefits | 6,740 | 6,246 |
| Golf Professional Services | 3,500 | 1,404 |
| Golf Permit Fees | 1,800 | 1,922 |
| Golf Utilities | 12,770 | 10,630 |
| Golf Building Maintenance and Repairs | 1,000 | 1,089 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - RECREATION FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| EXPENDITURES (Continued) | | |
| Current (Continued) | | |
| Culture and Recreation (Continued) | | |
| Golf Landscape | \$ 11,000 | \$ 9,928 |
| Golf Supplies | 400 | 339 |
| Golf Food and Beverage | 10,500 | 5,907 |
| | \$ 891,610 | \$ 836,723 |
| Capital Outlay | | |
| Culture and Recreation | | |
| Equipment/Machinery/Computer | \$ 2,000 | \$ 738 |
| Land Improvements | 6,500 | 7,599 |
| | \$ 8,500 | \$ 8,337 |
| General Government | | |
| Equipment/Machinery/Computer | \$ 10,200 | \$ 10,437 |
| Land Improvements | 250 | 5,000 |
| | \$ 10,450 | \$ 15,437 |
| Park Maintenance | | |
| Equipment/Machinery/Computer | \$ - | \$ 25,085 |
| Land Improvements | 37,200 | 57,145 |
| | \$ 37,200 | \$ 82,230 |
| Debt Service | | |
| Principal | \$ 6,910 | \$ 5,335 |
| Interest and Fees | - | 989 |
| | \$ 6,910 | \$ 6,324 |
| Total Expenditures | \$ 2,091,730 | \$ 2,009,541 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ (7,816) | \$ 18,321 |
| OTHER FINANCING SOURCES/(USES) | | |
| Transfers | \$ 25,000 | \$ (150,000) |
| Proceeds from Long Term Debt | - | 25,085 |
| | \$ 25,000 | \$ (124,915) |
| NET CHANGE IN FUND BALANCE | \$ 17,184 | \$ (106,594) |
| FUND BALANCE - JUNE 1, 2018 | | 576,595 |
| FUND BALANCE - MAY 31, 2019 | | \$ 470,001 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - SPECIAL RECREATION FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Property Taxes | \$ 181,346 | \$ 180,753 |
| Total Revenues | \$ 181,346 | \$ 180,753 |
| EXPENDITURES | | |
| Current | | |
| Culture and Recreation | | |
| Salaries and Wages | \$ 21,400 | \$ 22,037 |
| Dues and Subscriptions | 93,035 | 93,035 |
| Park Maintenance | 3,000 | 7,138 |
| | \$ 117,435 | \$ 122,210 |
| Capital Outlay | | |
| Culture and Recreation | | |
| Special Projects | \$ 106,000 | \$ 117,352 |
| | \$ 106,000 | \$ 117,352 |
| Total Expenditures | \$ 223,435 | \$ 239,562 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ (42,089) | \$ (58,809) |
| OTHER FINANCING SOURCES/(USES) | | |
| Transfers | 42,089 | - |
| NET CHANGE IN FUND BALANCE | \$ - | \$ (58,809) |
| FUND BALANCE - JUNE 1, 2017 | | 409,474 |
| FUND BALANCE - MAY 31, 2018 | | \$ 350,665 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE YEAR ENDED MAY 31, 2019

| | <u>Budgeted Amounts</u> <u>Original and Final</u> | <u>Actual</u> <u>Amounts</u> |
|---|--|---------------------------------|
| REVENUES | | |
| Property Taxes | \$ 506,974 | \$ 505,317 |
| Total Revenues | <u>\$ 506,974</u> | <u>\$ 505,317</u> |
| EXPENDITURES | | |
| Debt Service | | |
| Principal | \$ 320,000 | \$ 320,000 |
| Interest and Fees | 192,088 | 192,038 |
| | <u>\$ 512,088</u> | <u>\$ 512,038</u> |
| Total Expenditures | <u>\$ 512,088</u> | <u>\$ 512,038</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ (5,114) | \$ (6,721) |
| OTHER FINANCING SOURCES/(USES) | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (5,114)</u> | \$ (6,721) |
| FUND BALANCE - JUNE 1, 2018 | | <u>136,681</u> |
| FUND BALANCE - MAY 31, 2019 | | <u>\$ 129,960</u> |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Grants | \$ 60,000 | \$ 67,450 |
| Donations | - | 1,504,000 |
| Developer Donations | 40,000 | 11,977 |
| Total Revenues | \$ 100,000 | \$ 1,583,427 |
| EXPENDITURES | | |
| Capital Outlay | | |
| Culture and Recreation | | |
| Special Projects | \$ 52,500 | \$ 117,921 |
| Parks | - | 1,504,000 |
| | \$ 52,500 | \$ 1,621,921 |
| Total Expenditures | \$ 52,500 | \$ 1,621,921 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 47,500 | \$ (38,494) |
| OTHER FINANCING SOURCES/(USES) | | |
| Transfers | - | 350,000 |
| NET CHANGE IN FUND BALANCE | \$ 47,500 | \$ 311,506 |
| FUND BALANCE - JUNE 1, 2018 | | 150,950 |
| FUND BALANCE - MAY 31, 2019 | | \$ 462,456 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 MAY 31, 2019

NOTE 1 - BUDGETARY ACCOUNTING AND BUDGET PROCESS

As set forth in the Illinois Park District Code, the Board of Commissioners adopts an annual budget ordinance of estimated revenues and appropriations for the Park District's governmental funds. The budget, which serves as a management control device, is adopted using the modified accrual basis method of accounting. As part of the Required Supplementary Information contained in this report, the actual revenues and expenditures are compared to the original and final budgets for the Park District's General Fund and each major special revenue fund for the period to demonstrate compliance with the adopted budget.

The annual budget process is as follows:

1. During May, the Director submits to the Board of Commissioners a proposed operating budget for the fiscal year. The operating budget includes proposed disbursements and the means of financing them.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments.
3. Prior to June 30, the budget is legally adopted through passage of an ordinance.
4. The Treasurer is authorized to transfer up to 10% of the total budget between budget items within an individual fund; however, any revisions that alter the total disbursements of any fund must be approved by the Board of Commissioners. Appropriations lapse at the end of the year.
5. Formal budgetary integration is employed as a management control device during the year in all funds at the object level.

The budget was approved on May 16, 2018.

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

The following funds, presented as Required Supplementary Information, had expenditures that exceeded the budget for the year ended May 31, 2019.

| Fund | Budget | Actual | Excess of Actual Over Budget |
|--------------------|--------------|--------------|---------------------------------|
| General | \$ 1,075,560 | \$ 1,098,714 | \$ 23,154 |
| Special Recreation | 223,435 | 239,562 | 16,127 |
| Capital Projects | 52,500 | 1,621,921 | 1,569,421 |
| Natural History | 76,100 | 80,257 | 4,157 |
| Social Security | 110,000 | 116,185 | 6,185 |

Capital Projects Fund was primarily over budget due to the recording of a land donation worth \$1,504,000. All other funds were budgeted and intended to spend down a portion of the Fund Balance to fall within the proper range.

SUPPLEMENTAL FINANCIAL INFORMATION

GRAYSLAKE COMMUNITY PARK DISTRICT
 COMBINING BALANCE SHEET - OTHER GOVERNMENTAL FUNDS
 MAY 31, 2019

| | Liability Insurance Fund | Audit Fund | Retirement Fund | Paving and Lighting Fund | Natural History Fund | Social Security Fund | Total Other Governmental Funds |
|--|--------------------------------|------------------|--------------------|--------------------------------|----------------------------|----------------------------|--------------------------------------|
| ASSETS | | | | | | | |
| Cash and Cash Equivalents | \$ 58,179 | \$ 571 | \$ 98,080 | \$ 26,887 | \$ 69,377 | \$ 76,786 | \$ 329,880 |
| Accounts Receivable | | | | | | | |
| Property Taxes | 102,694 | 10,473 | 134,381 | 28,085 | - | 87,321 | 362,954 |
| Total Assets | \$ 160,873 | \$ 11,044 | \$ 232,461 | \$ 54,972 | \$ 69,377 | \$ 164,107 | \$ 692,834 |
| LIABILITIES | | | | | | | |
| Accounts Payable | \$ 1,264 | \$ - | \$ - | \$ - | \$ - | \$ 4,101 | \$ 5,365 |
| Accrued Expenses | - | - | 5,173 | - | - | - | 5,173 |
| Total Liabilities | \$ 1,264 | \$ - | \$ 5,173 | \$ - | \$ - | \$ 4,101 | \$ 10,538 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Unavailable Revenue - Property Taxes | \$ 103,075 | \$ 10,560 | \$ 135,493 | \$ 28,317 | \$ - | \$ 88,371 | \$ 365,816 |
| Total Deferred Inflows of Resources | \$ 103,075 | \$ 10,560 | \$ 135,493 | \$ 28,317 | \$ - | \$ 88,371 | \$ 365,816 |
| FUND BALANCES | | | | | | | |
| Restricted for: | | | | | | | |
| Liability Insurance | \$ 52,578 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 52,578 |
| Audit | - | 472 | - | - | - | - | 472 |
| Retirement | - | - | 91,771 | - | - | 108,461 | 200,232 |
| Natural History | - | - | - | - | 69,164 | - | 69,164 |
| Paving and Lighting | - | - | - | 26,646 | - | - | 26,646 |
| Assigned for: | | | | | | | |
| Liability Insurance | 3,956 | - | - | - | - | - | 3,956 |
| Audit | - | 12 | - | - | - | - | 12 |
| Retirement | - | - | 24 | - | - | - | 24 |
| Natural History | - | - | - | - | 213 | - | 213 |
| Paving and Lighting | - | - | - | 9 | - | - | 9 |
| Unassigned | - | - | - | - | - | (36,826) | (36,826) |
| Total Fund Balances | \$ 56,534 | \$ 484 | \$ 91,795 | \$ 26,655 | \$ 69,377 | \$ 71,635 | \$ 316,480 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 160,873 | \$ 11,044 | \$ 232,461 | \$ 54,972 | \$ 69,377 | \$ 164,107 | \$ 692,834 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED MAY 31, 2019

| | Liability Insurance Fund | Audit Fund | Retirement Fund | Paving and Lighting Fund | Natural History Fund | Social Security Fund | Total Other Governmental Funds |
|---|--------------------------------|----------------------|-------------------------|--------------------------------|----------------------------|----------------------------|--------------------------------------|
| REVENUES | | | | | | | |
| Property Taxes | \$ 97,842 | \$ 10,020 | \$ 128,618 | \$ 26,880 | \$ - | \$ 121,408 | \$ 384,768 |
| Interest Income | 2,701 | - | - | - | - | - | 2,701 |
| | <u>\$ 100,543</u> | <u>\$ 10,020</u> | <u>\$ 128,618</u> | <u>\$ 26,880</u> | <u>\$ -</u> | <u>\$ 121,408</u> | <u>\$ 387,469</u> |
| EXPENDITURES | | | | | | | |
| Current | | | | | | | |
| General Government | \$ 89,231 | \$ 10,050 | \$ 111,876 | \$ - | \$ - | \$ 116,185 | \$ 327,342 |
| Culture and Recreation | - | - | - | - | 7,251 | - | 7,251 |
| Capital Outlay | 5,355 | - | - | 27,930 | 73,006 | - | 106,291 |
| | <u>\$ 94,586</u> | <u>\$ 10,050</u> | <u>\$ 111,876</u> | <u>\$ 27,930</u> | <u>\$ 80,257</u> | <u>\$ 116,185</u> | <u>\$ 440,884</u> |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 5,957 | \$ (30) | \$ 16,742 | \$ (1,050) | \$ (80,257) | \$ 5,223 | \$ (53,415) |
| OTHER FINANCING SOURCES/(USES) | | | | | | | |
| Transfers | - | - | - | - | - | - | - |
| NET CHANGE IN FUND BALANCES | \$ 5,957 | \$ (30) | \$ 16,742 | \$ (1,050) | \$ (80,257) | \$ 5,223 | \$ (53,415) |
| FUND BALANCES - JUNE 1, 2018 | 50,577 | 514 | 75,053 | 27,705 | 149,634 | 66,412 | 369,895 |
| FUND BALANCES - MAY 31, 2019 | <u>\$ 56,534</u> | <u>\$ 484</u> | <u>\$ 91,795</u> | <u>\$ 26,655</u> | <u>\$ 69,377</u> | <u>\$ 71,635</u> | <u>\$ 316,480</u> |

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GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - LIABILITY INSURANCE FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Property Taxes | \$ 98,163 | \$ 97,842 |
| Miscellaneous Revenue | 2,000 | 2,701 |
| Total Revenues | \$ 100,163 | \$ 100,543 |
| EXPENDITURES | | |
| Current | | |
| General Government | | |
| Salaries and Wages | \$ 15,500 | \$ 16,114 |
| Legal Services | 1,500 | - |
| Background Checks | 6,000 | 7,566 |
| Insurance | 68,825 | 65,214 |
| Security and Safety | 1,500 | 337 |
| | \$ 93,325 | \$ 89,231 |
| Capital Outlay | | |
| Culture and Recreation | | |
| Equipment | \$ 2,700 | \$ 5,355 |
| | \$ 2,700 | \$ 5,355 |
| Total Expenditures | \$ 96,025 | \$ 94,586 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 4,138 | \$ 5,957 |
| OTHER FINANCING SOURCES/(USES) | - | - |
| NET CHANGE IN FUND BALANCE | \$ 4,138 | \$ 5,957 |
| FUND BALANCE - JUNE 1, 2018 | | 50,577 |
| FUND BALANCE - MAY 31, 2019 | | \$ 56,534 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - AUDIT FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Property Taxes | \$ 10,056 | \$ 10,020 |
| Total Revenues | \$ 10,056 | \$ 10,020 |
| EXPENDITURES | | |
| Current | | |
| General Government | \$ 10,050 | \$ 10,050 |
| Audit Services | \$ 10,050 | \$ 10,050 |
| Total Expenditures | \$ 10,050 | \$ 10,050 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 6 | \$ (30) |
| OTHER FINANCING SOURCES/(USES) | - | - |
| NET CHANGE IN FUND BALANCE | \$ 6 | \$ (30) |
| FUND BALANCE - JUNE 1, 2017 | | 514 |
| FUND BALANCE - MAY 31, 2018 | | \$ 484 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - RETIREMENT FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Property Taxes | \$ 129,040 | \$ 128,618 |
| Total Revenues | \$ 129,040 | \$ 128,618 |
| EXPENDITURES | | |
| Current | | |
| General Government | \$ 120,000 | \$ 111,876 |
| IMRF Contributions | \$ 120,000 | \$ 111,876 |
| Total Expenditures | \$ 120,000 | \$ 111,876 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 9,040 | \$ 16,742 |
| OTHER FINANCING SOURCES/(USES) | - | - |
| NET CHANGE IN FUND BALANCE | \$ 9,040 | \$ 16,742 |
| FUND BALANCE - JUNE 1, 2017 | | 75,053 |
| FUND BALANCE - MAY 31, 2018 | | \$ 91,795 |

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GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - PAVING AND LIGHTING FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Property Taxes | \$ 26,965 | \$ 26,880 |
| Total Revenues | \$ 26,965 | \$ 26,880 |
| EXPENDITURES | | |
| Capital Outlay | | |
| Culture and Recreation | | |
| Equipment | \$ 32,200 | \$ 27,930 |
| | \$ 32,200 | \$ 27,930 |
| Total Expenditures | \$ 32,200 | \$ 27,930 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ (5,235) | \$ (1,050) |
| OTHER FINANCING SOURCES/(USES) | | |
| Transfers | 5,235 | - |
| NET CHANGE IN FUND BALANCE | \$ - | \$ (1,050) |
| FUND BALANCE - JUNE 1, 2017 | | 27,705 |
| FUND BALANCE - MAY 31, 2018 | | \$ 26,655 |

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GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - NATURAL HISTORY FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Total Revenues | \$ - | \$ - |
| EXPENDITURES | | |
| Current | | |
| Culture and Recreation | | |
| Salaries and Wages | \$ 5,600 | \$ 7,251 |
| | \$ 5,600 | \$ 7,251 |
| EXPENDITURES (Continued) | | |
| Capital Outlay | | |
| Culture and Recreation | | |
| Land Improvements | \$ 70,500 | \$ 73,006 |
| | \$ 70,500 | \$ 73,006 |
| Total Expenditures | \$ 76,100 | \$ 80,257 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ (76,100) | \$ (80,257) |
| OTHER FINANCING SOURCES/(USES) | | |
| Transfers | 76,100 | - |
| NET CHANGE IN FUND BALANCE | \$ - | \$ (80,257) |
| FUND BALANCE - JUNE 1, 2018 | | 149,634 |
| FUND BALANCE - MAY 31, 2019 | | \$ 69,377 |

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - SOCIAL SECURITY FUND
FOR THE YEAR ENDED MAY 31, 2019

| | Budgeted Amounts Original and Final | Actual Amounts |
|---|--|-------------------|
| REVENUES | | |
| Property Taxes | \$ 121,806 | \$ 121,408 |
| Total Revenues | \$ 121,806 | \$ 121,408 |
| EXPENDITURES | | |
| Current | | |
| General Government | | |
| FICA Employer Contribution | \$ 90,000 | \$ 94,163 |
| Medicare Employer Contribution | 20,000 | 22,022 |
| | \$ 110,000 | \$ 116,185 |
| Total Expenditures | \$ 110,000 | \$ 116,185 |
| EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES | \$ 11,806 | \$ 5,223 |
| OTHER FINANCING SOURCES/(USES) | - | - |
| NET CHANGE IN FUND BALANCE | \$ 11,806 | \$ 5,223 |
| FUND BALANCE - JUNE 1, 2018 | | 66,412 |
| FUND BALANCE - MAY 31, 2019 | | \$ 71,635 |

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