



**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2022



SIKICH.COM

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
TABLE OF CONTENTS**

Page(s)

INTRODUCTORY SECTION

Principal Officials	i
Organizational Chart	ii

FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT	1-3
------------------------------------	-----

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

Management’s Discussion and Analysis.....	MD&A 1-8
---	----------

Basic Financial Statements

Government-Wide Financial Statements

Statement of Net Position - Modified Cash Basis	4
Statement of Activities - Modified Cash Basis	5-6

Fund Financial Statements

Governmental Funds

Statement of Assets, Liabilities, and Fund Balances Arising from Cash Transactions	7
Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances	8-9
Reconciliation of the Governmental Funds Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	10

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)

Basic Financial Statements (Continued)

Fund Financial Statements (Continued)

Enterprise Fund

Statement of Net Position - Modified Cash Basis	11
Statement of Revenues Collected, Expenses, and Changes in Net Position - Modified Cash Basis.....	12
Statement of Cash Flows - Modified Cash Basis	13-14
Notes to Financial Statements	15-37

SUPPLEMENTAL DATA

Illinois Municipal Retirement Fund

Schedule of Employer Contributions	38
Schedule of Changes in Employer's Net Pension Liability and Related Ratios	39-40

OTHER SUPPLEMENTARY INFORMATION

MAJOR GOVERNMENTAL FUNDS

General Corporate Fund

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance - Budget to Actual	41
Schedule of Detailed Revenues Collected - Budget and Actual	42
Schedule of Detailed Expenditures Paid - Budget and Actual	43

Recreation Fund

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance - Budget to Actual	44
Schedule of Detailed Revenues Collected - Budget and Actual	45
Schedule of Detailed Expenditures Paid - Budget and Actual	46

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

OTHER SUPPLEMENTARY INFORMATION (Continued)

MAJOR GOVERNMENTAL FUNDS (Continued)

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance - Budget and Actual	
Special Recreation Fund.....	47
Capital Improvements Fund	48
Bond and Interest Fund	49

NONMAJOR GOVERNMENTAL FUNDS

Combining Statement of Assets, Liabilities, and Fund Balances	
Arising from Cash Transactions.....	50
Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balance	51
Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance - Budget and Actual	
Illinois Municipal Retirement Fund	52
Public Liability Insurance Fund	53
Audit Fund.....	54
Police Fund.....	55

MAJOR ENTERPRISE FUNDS

Golf Course Fund	
Schedule of Detailed Operating Revenue Collected - Budget and Actual	56
Schedule of Detailed Operating Expenses - Budget and Actual	57
Notes to Supplementary Information	58

INTRODUCTORY SECTION

Foss Park District

LIST OF PRINCIPAL OFFICIALS

April 30, 2022

Board of Commissioners

Kenneth Robinson, President

Johnny Johnson
Commissioner

Vance Wyatt
Commissioner

Donna E King
Commissioner

Kingston G Neal
Commissioner

Kari Cowart
Executive Director of Parks and Recreation

Pamela Johnson
Superintendent of Recreation

Robert Winter
Superintendent of Grounds/Maintenance

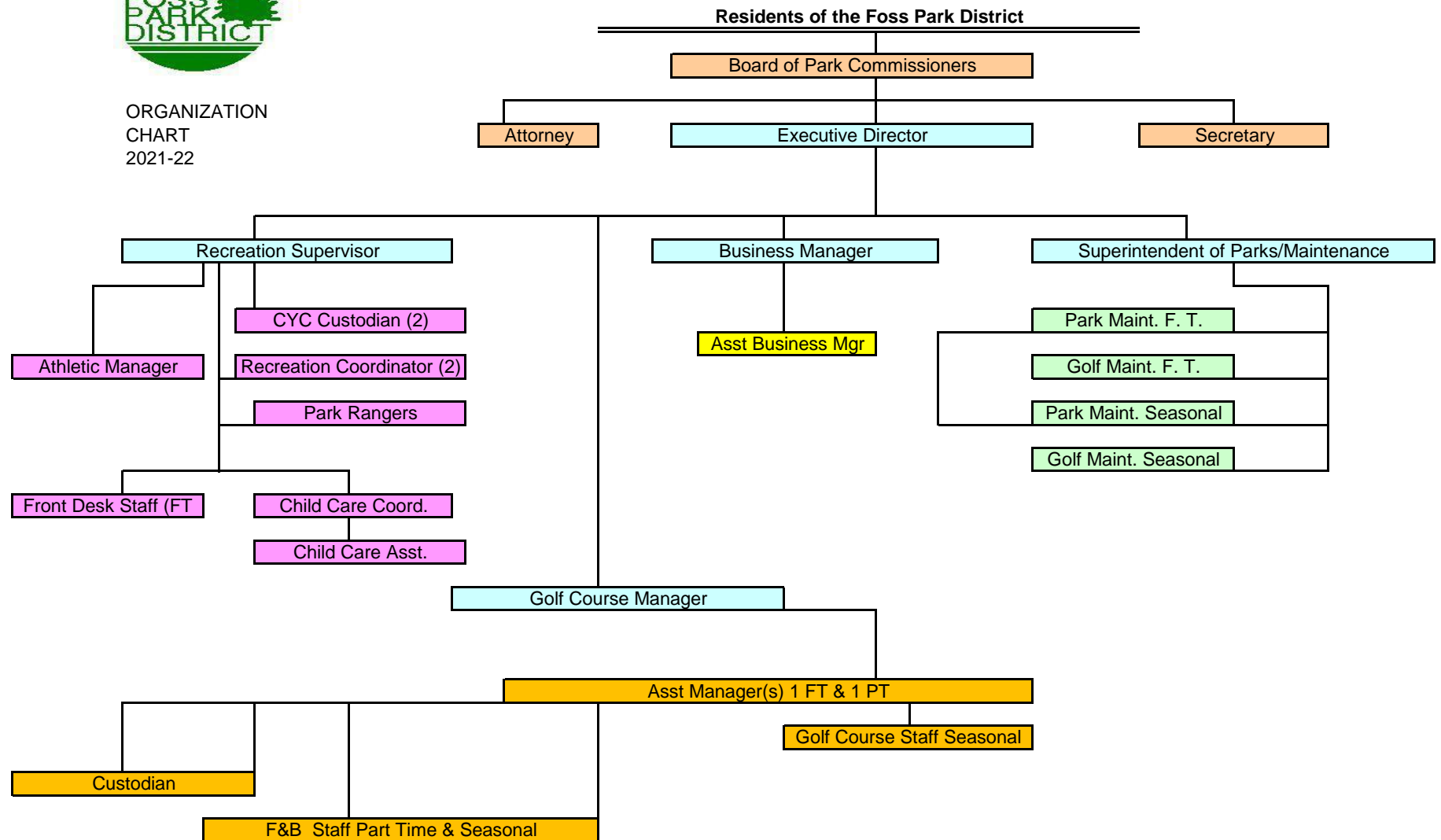
Bradley Skof
Business Manager

Gabriel Monroe
Golf Course Manager



ORGANIZATION
CHART
2021-22

2022



FINANCIAL SECTION

1415 West Diehl Road, Suite 400
Naperville, IL 60563
630.566.8400

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Commissioners
Foss Park District
North Chicago, Illinois

Opinions

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

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

Basis for Opinions

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

Basis of Accounting

We draw attention to Note 1 in the notes to financial statements, which describes the bases of accounting. The government-wide financial statements, the enterprise fund statements, each major fund, and the aggregate remaining fund information are prepared on a modified cash basis of, which is a comprehensive bases of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management 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 and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we

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

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

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. The other supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the management's discussion and analysis, introductory sections, and supplemental data but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Sikich LLP

Naperville, Illinois
September 15, 2022

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

Foss Park District

Management's Discussion and Analysis

April 30, 2022

The Foss Park District (the "District") Management's Discussion and Analysis is designed to: (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the District's financial activity, (3) identify changes in the District's financial position (its ability to address the next and subsequent years challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

The Management's Discussion and Analysis (MD&A) is an element of the governmental reporting model adopted by the Governmental Accounting Standards Board (GASB). Certain comparative information between the current year and the prior year is required to be presented in the MD&A. Since the MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the District's modified cash basis financial statements (beginning on page 4).

Financial Highlights

- The District's financial status remains stable, as the District concluded the fiscal year with a positive net position balance. Overall revenues for all governmental and business-type activities this past year were \$3,362,850 with expenses being \$2,565,702, for an increase in net position of \$797,148.
- Real estate and replacement taxes collected were \$1,893,621 and \$371,093 respectively, an increase of \$63,345 and an increase of \$211,453, respectively, over the previous year.
- Recreation program receipts were \$536,457, and expenses were \$483,466. Recreation program expenses include \$75,886 of depreciation expense. Depreciation expense charged to general government and park maintenance activities totaled \$31,134 and \$18,217, respectively.
- Golf course charges for services revenues were \$657,542 for the year, which is a decrease of \$201,619. Other golf revenues included \$260,082 in transfers from governmental activities. Golf course expenses were \$984,642, which included \$115,393 of depreciation expense.
- The District continues to commit resources toward maintaining and improving parks, playgrounds, and facilities. In fiscal year 2022, \$422,262 was spent on capital outlay for the District's facilities and equipment.
- The District's outstanding long-term debt was \$4,699,607 at April 30, 2022, which is an increase from last year's balances of existing debt due to expanded capital projects being done.

Overview of the Financial Statements

The Management's Discussion and Analysis introduces the District's basic modified cash basis financial statements. The basic financial statements include: (1) government-wide financial statements, (2) enterprise fund financial statements, and (3) notes to the financial statements. The District also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The District's annual financial report includes two government-wide financial statements. These statements provide both long-term and short-term information about the District's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector, with its basis in a modified cash basis accounting and elimination or reclassification of internal activities.

Foss Park District

Management's Discussion and Analysis

April 30, 2022

The first of these government-wide statements is the *Statement of Net Position*. This is the District-wide statement of financial position presenting information that includes all of the District's assets and liabilities, 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 District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other nonfinancial factors, such as diversification of the taxpayer base or the condition of the District's capital assets, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities* which reports how the District's net position changed during the current fiscal year. All current year revenues and expenses are included based on being collected or paid in the fiscal year (i.e. modified cash basis). An important purpose of the design of the *Statement of Activities* is to show the financial reliance of the District's distinct activities or functions on revenues provided by the District's taxpayers.

Both government-wide financial statements distinguish governmental activities of the District that are principally supported by taxes and intergovernmental revenues, such as grants, from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general administration, park maintenance, and recreational programs. The government-wide financial statements are presented on pages 4 through 6 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all others are combined in a single aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The District has two types of funds:

Governmental funds are reported in the modified cash basis fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different, with fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of available resources and balances of resources available at the end of the year. They are useful in evaluating annual financial requirements of governmental programs and the commitment of available resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental funds statement of assets and liabilities arising from cash transactions and the governmental funds statement of revenues collected, expenditures paid, and changes in fund balances (deficits) provide a reconciliation to assist in understanding the differences between these two perspectives.

Foss Park District Management's Discussion and Analysis April 30, 2022

Budgetary comparison statements are included in the required supplementary information for the General Fund and major special revenue funds. Budgetary comparison schedules for the other funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the District's adopted annual appropriated budget.

The basic governmental fund financial statements are presented starting on page 7 of this report.

Proprietary funds are reported in the modified cash basis fund financial statements and are used to account for activities similar to those provided in the private sector. Goods or services from these activities are provided to outside parties or customers. The District charges these customers fees to offset the cost of providing the respective service. The District's only proprietary fund is the Golf Course Fund.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements, but with more details.

The basic proprietary fund financial statements are presented starting on page 11 of this report.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 15 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 District's progress in funding its obligation to provide pension benefits to its employees, and budgetary comparisons. Supplementary Information can be found on pages 38 to 40 of this report.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 41.

Government-wide Financial Analysis

Over time, changes in net position may be observed and used to discuss the changing financial position of the District as a whole. Approximately seventy-four percent of the District's total net position reflects its investment in capital assets (e.g. land, buildings, vehicles, and equipment), net of related debt. Although the District's investment in 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 capital assets themselves cannot be used to liquidate these liabilities.

**Foss Park District
Management's Discussion and Analysis
April 30, 2022**

Foss Park District's Net Position – Modified Cash Basis

	<u>Governmental Activities</u>	
	<u>April 30, 2022</u>	<u>April 30, 2021</u>
<u>Assets:</u>		
Current assets	\$6,622,230	\$2,859,244
Capital assets – not being depreciated	927,261	587,630
Capital assets – net of depreciation	<u>1,328,686</u>	<u>1,371,292</u>
Total assets	<u>8,878,177</u>	<u>4,818,166</u>
<u>Liabilities:</u>		
Current liabilities	15,873	542,036
Noncurrent liabilities	<u>4,699,607</u>	<u>960,000</u>
Total liabilities	<u>4,715,480</u>	<u>1,502,036</u>
<u>Net position:</u>		
Net investment in capital assets	1,323,704	1,265,315
Restricted	4,838,755	946,990
Unrestricted (Deficit)	<u>(1,999,762)</u>	<u>1,103,825</u>
Total net position	<u>\$4,162,697</u>	<u>\$3,316,130</u>

	<u>Business-type Activities</u>	
	<u>April 30, 2022</u>	<u>April 30, 2021</u>
<u>Assets:</u>		
Current assets	\$ 149,922	\$ 109,737
Capital assets – not depreciated	1,491,429	1,491,429
Capital assets – net of depreciation	<u>1,655,222</u>	<u>1,753,016</u>
Total assets	<u>3,296,573</u>	<u>3,354,182</u>
<u>Liabilities:</u>		
Current liabilities	-0-	8,190
Noncurrent Liabilities	<u>-</u>	<u>-</u>
Total liabilities	<u>-0-</u>	<u>8,190</u>
<u>Net position:</u>		
Net investment in capital assets	3,146,651	3,244,445
Unrestricted	<u>149,922</u>	<u>101,547</u>
Total net position	<u>\$3,296,573</u>	<u>\$3,345,992</u>

Foss Park District Management's Discussion and Analysis April 30, 2022

Statement of Activities – Modified Cash Basis

	<u>Governmental Activities</u>	
	<u>April 30, 2022</u>	<u>April 30, 2021</u>
<u>Revenues:</u>		
Real estate taxes	\$1,893,623	\$1,830,276
Intergovernmental Revenue	371,093	159,639
Charges for services	170,062	104,597
Grants and contributions	26,544	67,147
Interest	3,039	3,196
Miscellaneous	<u>223,348</u>	<u>127,394</u>
Total	<u>2,687,709</u>	<u>2,292,249</u>
<u>Expenses:</u>		
General administration	1,473,706	1,101,410
Park maintenance	188,315	275,778
Recreation programs	(250,171)	24,880
Interest	169,210	52,603
Transfers	<u>260,082</u>	<u>46,926</u>
Total	<u>1,841,142</u>	<u>1,501,597</u>
Change in net position	846,567	790,652
Net position - beginning of year	<u>3,316,130</u>	<u>2,525,478</u>
Net position - end of year	<u>\$4,162,697</u>	<u>\$ 3,316,130</u>

	<u>Business-type Activities</u>	
	<u>April 30, 2022</u>	<u>April 30, 2021</u>
<u>Revenues:</u>		
Charges for services	657,542	859,161
Grants and contributions	17,599	-0-
Transfers in	<u>260,082</u>	<u>46,926</u>
Total	<u>935,223</u>	<u>906,087</u>
<u>Expenses:</u>		
Golf course	<u>984,642</u>	<u>1,071,245</u>
Change in net position	(49,419)	(165,158)
Net position-beginning of year	<u>3,345,992</u>	<u>3,511,150</u>
Net position - end of year	<u>\$3,296,573</u>	<u>\$3,345,992</u>

Foss Park District Management's Discussion and Analysis April 30, 2022

Financial Highlights

Revenues for governmental and business-type activities, excluding capital contributions, increased by approximately 6.7% in fiscal year 2022. This was due primarily to an increase in intergovernmental funding this fiscal year. As fund borrowing by the Corporate and Recreation Funds was paid in full, the District was able to once again, levy for the IMRF and Liability Funds. This allowed the District to begin providing a budgeted “bank” for future needs in both those accounts.

Budgetary Highlights

The Foss Park District's Business Office requests that various Department heads submit fiscal year budget for revenue and planned expenditures be submitted before the fiscal year begins on May 1st. This information is compiled and presented to the Executive Director, prior to presentation to the Board of Commissioners. The proposed budget for the fiscal year is then made available for public viewing thirty days prior to approval at the Board meeting. The budget is voted on by the full Board of Commissioners after the Budget and Appropriation hearing. The approved budget is then filed with the County Clerk.

General Fund:

Total revenues in the General Corporate Fund were 27% over the budgeted total of \$1,063,400. This was primarily due to an increase in intergovernmental receipts with property tax and replacement tax payments exceeding expectations.

General administration expenses were \$106,038 below budget as the District continues to utilize in-house expertise to reduce reliance on outsourcing services, with better managed increases in employee health-related costs as well. The District also saw savings because of a better use of staff and materials.

Park maintenance expenses were under budget by \$48,741. Savings in the maintenance area occurred as a result of decreased expenditures on maintenance and repairs not need this fiscal year. Overall expenses for both areas were about 22% below budget.

Recreation Fund:

Revenues for programs and rentals were over budget expectations by \$18,907. An increase in payments by the State of Illinois due to the change in program parameters allowing full day reimbursements for children in subsidized care helped in the increase in revenue. The total revenue for this fund was about 3.6% over budget.

Expenditures were under budget by 25%, due a better use of program offerings to the public. The District continued to experience short-term staff shortages as well.

Foss Park District Management's Discussion and Analysis April 30, 2022

Financial Analysis of the District's Funds

Governmental Funds

Governmental funds as reported in the statements are displayed to assess the spendable resources for current and future Park District operations. Governmental funds reported an ending total fund balance of \$6,606,357, which represents an increase over last year of \$3,764,779. Primarily, this was due to the increase of property tax levy and also a bond issue of \$4,000,000.

Major Governmental Funds

The General Corporate, Recreation, Special Recreation, Capital Improvements, and Bond and Interest funds are the major governmental funds of the Park District.

The General Corporate Fund had a fund balance at the end of the fiscal year of \$1,456,787, resulting from a planned excess of revenues collected over expenses paid. This was due to an increase in the property tax levy and planned spending to support expected program increased expensed.

The Recreation Fund had a fund balance at the end of the fiscal year of \$310,815, which was an increase of \$117,207. This was due to fewer expenses because of closed programing and staff shortages which affected offered programing.

The Special Recreation Fund had a fund balance of \$670,000 at the end of the fiscal year, which was a decrease of \$1,426. This was due to a decrease in the tax levy.

The Capital Improvements Fund's fund balance at the end of the fiscal year was \$3,826,697, which was an increase of \$3,033,448. This was due to an issue of a capital bond.

The Bond and Interest Fund's fund balance at the end of the fiscal year was \$9,773, which was an increase of \$2,803. This was due to the timing of payments vs. receipts in the fiscal year.

Some of the District's funds have been operating with advances from other funds in order to maintain services to the general public. Advances from the other funds have been totally repaid as of April 30, 2022.

Capital Assets

Net capital assets increased approximately \$199,231 in the current year. This was a result primarily of purchases made with previously obtained funds.

Foss Park District Management's Discussion and Analysis April 30, 2022

Debt Administration

As of April 30, 2022, the Park District has an outstanding general obligation bonds issue of \$390,815. This obligation is due and payable within one year. In addition there is outstanding an alternate revenue bond of \$4,000,000. The current balance being \$4,000,000 The Bond and Interest Fund had a fund balance of \$9,773. The remainder will be paid through future real estate tax collections.

Factors Bearing on the District's Future

In March 2020, the governor declared a state of emergency due to the COVID-19 virus. As a result, the District began planning for the decline in revenues and increases in expenditures that impacted the District in FY 2021 and FY 2022. Although the situation has improved, the District is still feeling the impact of lower attendance in programs and rentals. Staffing has begun to improve and there is a general belief that programming will be offered that will increase participation in recreation programming in FY 2023. Management continues to monitor the situation carefully and evaluates the options and potential budget impacts as they occur.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations, and demonstrate the District's commitment to public accountability. If you have any questions about this report, or would like to request additional information, please contact the Executive Director, Business Manager or Board President, Foss Park District, 1730 Lewis Avenue, North Chicago, Illinois 60064.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

April 30, 2022

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Total
ASSETS			
Cash and cash equivalents	\$ 3,285,587	\$ 4,764	\$ 3,290,351
Investments	3,336,643	-	3,336,643
Inventory	-	145,158	145,158
Land and other capital assets not being depreciated	927,261	1,491,429	2,418,690
Capital assets being depreciated (net of accumulated depreciation)	1,328,686	1,655,222	2,983,908
Total assets	8,878,177	3,296,573	12,174,750
LIABILITIES			
Deposits	10,000	-	10,000
Payroll withholdings	5,873	-	5,873
Noncurrent liabilities			
Due within one year	490,815	-	490,815
Due in more than one year	4,208,792	-	4,208,792
Total liabilities	4,715,480	-	4,715,480
NET POSITION			
Net investment in capital assets	1,323,704	3,146,651	4,470,355
Restricted for			
Special needs	670,000	-	670,000
Pension payments	104,879	-	104,879
Liability	127,457	-	127,457
Debt service	9,773	-	9,773
Police	99,949	-	99,949
Capital Improvements	3,826,697	-	3,826,697
Unrestricted (Defecit)	(1,999,762)	149,922	(1,849,840)
TOTAL NET POSITION	\$ 4,162,697	\$ 3,296,573	\$ 7,459,270

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended April 30, 2022

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 1,473,706	\$ 2,400	\$ -	\$ -
Park maintenance	188,315	-	-	-
Recreation programs	(250,171)	167,662	26,544	-
Interest	169,210	-	-	-
Total governmental activities	1,581,060	170,062	26,544	-
Business-Type Activities				
Golf course	984,642	657,542	-	17,599
TOTAL PRIMARY GOVERNMENT	\$ 2,565,702	\$ 827,604	\$ 26,544	\$ 17,599

Net (Expense) Revenue and Change in Net Position			
Primary Government			
	Governmental Activities	Business-Type Activities	Total
	\$ (1,471,306)	\$ -	\$ (1,471,306)
	(188,315)	-	(188,315)
	444,377	-	444,377
	(169,210)	-	(169,210)
	(1,384,454)	-	(1,384,454)
	-	(309,501)	(309,501)
	(1,384,454)	(309,501)	(1,693,955)
General Revenues			
Taxes			
Real estate taxes	1,893,623	-	1,893,623
Replacement taxes	371,093	-	371,093
Investment income	3,039	-	3,039
Miscellaneous	223,348	-	223,348
Transfers	(260,082)	260,082	-
Total	2,231,021	260,082	2,491,103
CHANGE IN NET POSITION	846,567	(49,419)	797,148
NET POSITION, MAY 1	3,316,130	3,345,992	6,662,122
NET POSITION, APRIL 30	\$ 4,162,697	\$ 3,296,573	\$ 7,459,270

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS

April 30, 2022

	General Corporate	Recreation	Special Recreation	Capital Improvements	Bond and Interest	Nonmajor Governmental	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 1,127,763	\$ 310,815	\$ 670,000	\$ 834,951	\$ 9,773	\$ 332,285	\$ 3,285,587
Investments	344,897	-	-	2,991,746	-	-	3,336,643
TOTAL ASSETS	\$ 1,472,660	\$ 310,815	\$ 670,000	\$ 3,826,697	\$ 9,773	\$ 332,285	\$ 6,622,230
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Deposits	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,000
Payroll withholdings	5,873	-	-	-	-	-	5,873
Total liabilities	15,873	-	-	-	-	-	15,873
FUND BALANCES							
Restricted							
Special needs	-	-	670,000	-	-	-	670,000
Pension payments	-	-	-	-	-	104,879	104,879
Liability	-	-	-	-	-	127,457	127,457
Debt service	-	-	-	-	9,773	-	9,773
Police	-	-	-	-	-	99,949	99,949
Capital improvements	-	-	-	3,826,697	-	-	3,826,697
Assigned	-	310,815	-	-	-	-	310,815
Unassigned	1,456,787	-	-	-	-	-	1,456,787
Total fund balances	1,456,787	310,815	670,000	3,826,697	9,773	332,285	6,606,357
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,472,660	\$ 310,815	\$ 670,000	\$ 3,826,697	\$ 9,773	\$ 332,285	6,622,230

Amounts reported for governmental activities in the statement of
net position - modified cash basis are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	2,255,947
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	(4,699,607)
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 4,162,697

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2022

	General Corporate	Recreation	Special Recreation
REVENUES COLLECTED			
Real estate taxes	\$ 820,171	\$ 352,055	\$ 501
Intergovernmental revenue	371,093	-	-
Charges for services	2,400	167,662	-
Contributions and donations	-	3,150	-
Other income	155,957	13,447	-
Investment income	768	143	223
Total revenues collected	1,350,389	536,457	724
EXPENDITURES PAID			
Current			
General administration	378,812	377,875	2,150
Park maintenance	162,439	-	-
Recreation programs	-	29,705	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Capital outlay	-	-	-
Total expenditures paid	541,251	407,580	2,150
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	809,138	128,877	(1,426)
OTHER FINANCING SOURCES (USES)			
Proceeds from bond issuance	-	-	-
Premium on bonds issued	-	-	-
Payment to escrow agent	-	-	-
Transfers in	-	-	-
Transfers (out)	(260,082)	(11,670)	-
Total other financing sources (uses)	(260,082)	(11,670)	-
NET CHANGE IN FUND BALANCES	549,056	117,207	(1,426)
FUND BALANCES, MAY 1	907,731	193,608	671,426
FUND BALANCES, APRIL 30	\$ 1,456,787	\$ 310,815	\$ 670,000

Capital Improvements	Bond and Interest	Nonmajor Governmental	Total Governmental Funds
\$ -	\$ 391,281	\$ 329,615	\$ 1,893,623
-	-	23,394	394,487
-	-	-	170,062
-	-	-	3,150
53,944	-	-	223,348
1,715	51	139	3,039
55,659	391,332	353,148	2,687,709
8,950	-	226,968	994,755
-	-	20,174	182,613
-	-	53,985	83,690
140,000	384,370	-	524,370
166,239	2,971	-	169,210
447,817	-	-	447,817
763,006	387,341	301,127	2,402,455
(707,347)	3,991	52,021	285,254
4,390,815	-	-	4,390,815
308,792	-	-	308,792
(960,000)	-	-	(960,000)
1,188	-	11,670	12,858
-	(1,188)	-	(272,940)
3,740,795	(1,188)	11,670	3,479,525
3,033,448	2,803	63,691	3,764,779
793,249	6,970	268,594	2,841,578
\$ 3,826,697	\$ 9,773	\$ 332,285	\$ 6,606,357

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES
COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES**

For the Year Ended April 30, 2022

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 3,764,779
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	422,262
Depreciation on capital assets is reported as an expense in the statement of activities	(125,237)
The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase of principal outstanding in the statement of activities	
General obligation bonds	(4,390,815)
The premium on issuance of long-term debt is capitalized and amortized in the statement of activities	(308,792)
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	
Principal payment	524,370
Payment to escrow	960,000
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 846,567</u></u>

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**STATEMENT OF NET POSITION - MODIFIED CASH BASIS
ENTERPRISE FUND**

April 30, 2022

	Business-Type Activities Golf Course
CURRENT ASSETS	
Cash and cash equivalents	\$ 4,764
Inventory	145,158
Total current assets	149,922
NONCURRENT ASSETS	
Land and other capital assets not being depreciated	1,491,429
Capital assets, net of accumulated depreciation	1,655,222
Total noncurrent assets	3,146,651
Total assets	3,296,573
CURRENT LIABILITIES	
None	-
Total current liabilities	-
LONG-TERM LIABILITIES	
None	-
Total long-term liabilities	-
Total liabilities	-
NET POSITION	
Net investment in capital assets	3,146,651
Unrestricted	149,922
TOTAL NET POSITION	\$ 3,296,573

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**STATEMENT OF REVENUES COLLECTED, EXPENSES, AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
ENTERPRISE FUND**

For the Year Ended April 30, 2022

	<u>Business-Type Activities Golf Course</u>
OPERATING REVENUES COLLECTED	
Charges for services	\$ 486,933
Rental	116,217
Other receipts	<u>54,392</u>
Total operating revenues collected	<u>657,542</u>
OPERATING EXPENSES	
Golf course operations	523,023
Golf course maintenance	346,226
Depreciation	<u>115,393</u>
Total operating expenses	<u>984,642</u>
OPERATING INCOME (LOSS) BEFORE TRANSFERS	<u>(327,100)</u>
TRANSFERS	
Transfers in	<u>260,082</u>
Total transfers	<u>260,082</u>
INCOME (LOSS) BEFORE CAPITAL GRANTS AND CONTRIBUTIONS	(67,018)
CAPITAL GRANTS AND CONTRIBUTIONS	<u>17,599</u>
CHANGE IN NET POSITION	(49,419)
NET POSITION, MAY 1	<u>3,345,992</u>
NET POSITION, APRIL 30	<u><u>\$ 3,296,573</u></u>

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS
ENTERPRISE FUND**

For the Year Ended April 30, 2021

	Business-Type Activities <u>Golf Course</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 657,542
Cash paid to suppliers	(494,490)
Cash paid to employees	<u>(421,170)</u>
Net cash from operating activities	<u>(258,118)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers in from other funds	<u>260,082</u>
Net cash from noncapital financing activities	<u>260,082</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
None	<u>-</u>
Net cash from capital and related financing activities	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
None	<u>-</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,964
CASH AND CASH EQUIVALENTS, MAY 1	<u>2,800</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u><u>\$ 4,764</u></u>

(This statement is continued on the following page.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS
ENTERPRISE FUND**

For the Year Ended April 30, 2022

	<u>Business-Type Activities Golf Course</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ (327,100)
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Depreciation	115,393
Changes in assets and liabilities	
Decrease in inventory	(38,221)
Deposits payable	<u>(8,190)</u>
NET CASH FROM OPERATING ACTIVITIES	<u><u>\$ (258,118)</u></u>
NONCASH TRANSACTIONS	
Capital contributions from governmental activities	<u><u>\$ 17,599</u></u>

See accompanying notes to financial statements.

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

April 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Foss Park District, North Chicago, Illinois (the District) have been prepared using the modified cash basis, which is a comprehensive basis of accounting, but which is not in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

a. Reporting Entity

The District was created in 1907 as a body corporate and politic and is now operating under the provisions of The Park District Code of the State of Illinois. It provides the following services as authorized by its charter: recreational programs, the maintenance of parks and recreational facilities, and a golf course facility. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is based upon the significance of the potential component unit's operational or financial relationships with the primary government. No entities met the requirements to be reported as a component unit.

b. Government-Wide and Fund Financial Statements

The District uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary, and fiduciary. The District does not have any fiduciary funds.

Governmental funds are used to account for the District's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds restricted, committed, or assigned for the acquisition or construction of capital assets (capital projects funds), and the funds restricted, committed, or assigned for the servicing of general long-term debt (debt service funds). The General Corporate Fund is used to account for all activities of the general government not accounted for in some other fund.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Government-Wide and Fund Financial Statements (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to outside parties (enterprise funds) or to other departments or agencies primarily within the District (internal service funds).

The government-wide financial statements (i.e., the modified cash basis statements of net position and activities) report information on all of the activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, fees, and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and enterprise funds. Major individual governmental funds and the major individual enterprise fund are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

The General Corporate Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Recreation Fund accounts for the collection of resources and expenditures related to providing recreational programs.

The Special Recreation Fund is used to account for special revenues collected for providing recreational services to district residents with special needs.

The Capital Improvements Fund is used to account for the construction cost of major improvements in the District.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Government-Wide and Fund Financial Statements (Continued)

The Bond and Interest Fund is used to account for the collection and use of real estate taxes for the payment of general long-term debt principal and interest.

The District reports the following major enterprise fund:

The Golf Course Fund accounts for the provision of golfing recreation and the maintenance of the course. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, and financing. The golf course also operates video gaming machines which are maintained at the golf course club house.

Enterprise funds distinguish operating revenues collected and expenses paid from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operation. The principal operating revenues of the Golf Course Fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services and administrative expenses. All revenues and expenses not meeting this definition (except depreciation on capital assets) are reported as non-operating revenues and expenses.

c. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide and proprietary fund financial statements are prepared using the modified cash basis of accounting. The modified cash basis of accounting omits recognition of certain revenues and the related assets, such as taxes receivable, until received, rather than when earned. Also, certain expenditures and the related liabilities, such as accounts payable and accrued items, are recognized when paid, rather than when the obligation is incurred. The financial statements reflect assets and liabilities arising from cash transactions, revenues collected, inventory on hand, and expenditures/expenses paid. The modified cash basis also includes depreciation expense as well as long-term capital assets and capital related liabilities. The modified cash basis of accounting is a comprehensive basis of accounting other than GAAP.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The governmental fund financial statements are prepared using the modified cash basis of accounting. The modified cash basis of accounting recognizes revenues when received instead of when earned or when measurable and available, and expenditures when paid instead of when incurred. The modified cash basis of accounting is a comprehensive basis of accounting other than GAAP.

d. Cash and Cash Equivalents

For purposes of reporting cash flows, the District considers all cash on hand, demand deposits, and highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

e. Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investments consist of certificates of deposit with a maturity of greater than three months, at the purchase date, and are carried at cost.

f. Advances to Other Funds

Noncurrent portions of interfund loan receivables are reported as advances and are offset in the governmental funds equally by a nonspendable fund balance account in the General Corporate Fund, which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation. Other funds' advances are offset by either restricted or assigned fund balance, indicating that the use of the proceeds from the collection of the advance is restricted or assigned.

g. Inventory

Inventory is maintained for goods held for resale at the golf course. It is valued at average cost.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets

Capital assets, which include land, land improvements, construction in progress, machinery and equipment, and buildings and improvements, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost in excess of a certain threshold, as shown below, and an estimated useful life of more than one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of the donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

The following capitalization thresholds and estimated useful lives are used:

Assets	Threshold Value	Useful Life Years
Machinery and equipment	\$ 5,000	3-20
Buildings and improvements	15,000	25-50
Land improvements		
Golf course	15,000	10-60
Other	15,000	10-50
Land	15,000	N/A

i. Long-Term Obligations

In the government-wide financial statements and the enterprise fund in the fund financial statements, long-term debt, and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance cost, during the current period. The face amount of the 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.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Fund Balance/Net Position

In accordance with the GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the governmental funds report up to five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

Nonspendable - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as inventories.

Restricted - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws, and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are, by definition, restricted or committed for those specified purposes.

Committed - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority (the Board of Park Commissioners). The Board of Park Commissioners commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds.

Assigned - refers to amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. Intent may be expressed by the Board of Park Commissioners or the individual Board of Park Commissioners delegates the authority to assign amounts to be used for specific purposes. Currently, the Assistant Business Manager has the authority to assign fund balances.

Unassigned - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Corporate Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. See Note 7 for detail of fund balance classifications.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Real Estate Taxes

The District's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk no later than the last Tuesday in December of each year. Taxes are due and collectible one-half on June 1 and one-half on September 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1. Real estate tax revenues are recognized when distributions are received from the County Treasurer/Collector.

l. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

m. Adoption of Accounting Standards

The District has elected to implement GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, which was issued to provide temporary relief to governments and other stakeholders due to the COVID-19 pandemic. This provides for the postponement of the implementation of GASB Statement No. 87, *Leases*.

2. DEPOSITS AND INVESTMENTS

The District maintains a cash pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net position - modified cash basis as "cash and cash equivalents." In addition, investments are separately held by several of the District's funds.

Certain of the funds participating in the cash pool incur overdrafts (deficits) in the account. Such overdrafts, in effect, constitute cash borrowed from other district funds and are, therefore, interfund advances which have not been authorized by Board action.

The District's investment policy and Illinois Compiled Statutes (ILCS) authorizes the District to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements,

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois District Liquid Asset Fund (a money market fund created by the State Legislature under the control of the Illinois Association of Parks that maintains a \$1 share value).

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than market value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

It is the policy of the District to invest its funds in a manner which is consistent with all state and local statutes governing the investment of public funds, and which will meet the following objectives; preservation and protection of capital, maintenance of sufficient liquidity to meet operating needs, conformance with federal, state and other legal requirements, diversification to avoid incurring unreasonable risk in either security type or financial institution, and attainment of market rate of return.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the District's deposits may not be returned to it. The District's collateral is held in the name of the District by the District's agent. As of April 30, 2022, the District's deposits were fully collateralized.

Investments

a. Fair Value Measurement

The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. 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; and Level 3 inputs are significant unobservable inputs.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

a. Fair Value Measurement (Continued)

The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. 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; and Level 3 inputs are significant unobservable inputs.

The District has the following recurring fair value measurements as of April 30, 2022: the U.S. Treasuries, and U.S. agency obligations are valued using quoted matrix pricing models (Level 2 inputs).

b. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. It is the Policy of the District to limit investment maturities to a maximum of three years as a means of managing its exposure to fair value losses arising from increased interest rates. The objective is to maintain a core portfolio with maturities of less than one year.

As of April 30, 2022, the District had the following investments subject to interest rate risk:

	Investment Maturities (in Years)				
	Fair Value	Less than 1	1-5	6-10	More than 10
U.S. Treasury	\$ 680,555	\$ 680,555	\$ -	\$ -	\$ -
U.S. agency securities	602,034	602,034	-	-	-
TOTAL	\$ 1,282,589	\$ 1,282,589	\$ -	\$ -	\$ -

c. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper and mutual bond funds to the three top ratings issued by nationally recognized statistical rating organizations. The District does not impose further limits on investment choices. At year end, the U.S. agency securities are rated A-AA+.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

d. Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. The District's investment policy states that third party safekeeping is required for all securities.

e. Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. It is the District's policy that its investments are diversified to eliminate the risk of loss resulting in an overconcentration in a security, maturity, issuer, or class of securities.

3. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2022, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 448,707	\$ -	\$ -	\$ 448,707
Construction in progress	138,923	339,631	-	478,554
Total capital assets not being depreciated	587,630	339,631	-	927,261
Capital assets being depreciated				
Machinery and equipment	1,404,262	18,397	51,857	1,370,802
Buildings and equipment	1,806,930	64,234	-	1,871,164
Land improvements	1,083,387	-	-	1,083,387
Total capital assets being depreciated	4,294,579	82,631	51,857	4,325,353
Less accumulated depreciation for				
Machinery and equipment	1,166,766	59,181	51,857	1,174,090
Buildings and improvements	1,310,432	39,530	-	1,349,962
Land improvements	446,089	26,526	-	472,615
Total accumulated depreciation	2,923,287	125,237	51,857	2,996,667
Total capital assets being depreciated, net	1,371,292	(42,606)	-	1,328,686
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 1,958,922	\$ 297,025	\$ -	\$ 2,255,947

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,491,429	\$ -	\$ -	\$ 1,491,429
Total capital assets not being depreciated	1,491,429	-	-	1,491,429
Capital assets being depreciated				
Machinery and equipment	1,073,172	17,599	-	1,090,771
Buildings and equipment	2,354,784	-	-	2,354,784
Land improvements	1,021,905	-	-	1,021,905
Total capital assets being depreciated	4,449,861	17,599	-	4,467,460
Less accumulated depreciation for				
Machinery and equipment	1,014,878	13,066	-	1,027,944
Buildings and improvements	733,119	48,392	-	781,511
Land improvements	948,848	53,935	-	1,002,783
Total accumulated depreciation	2,696,845	115,393	-	2,812,238
Total capital assets being depreciated, net	1,753,016	(97,794)	-	1,655,222
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 3,244,445	\$ (97,794)	\$ -	\$ 3,146,651

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES

General government	\$ 31,134
Recreation programs	75,886
Park maintenance	18,217

**TOTAL DEPRECIATION EXPENSE -
GOVERNMENTAL ACTIVITIES**

\$ 125,237

BUSINESS-TYPE ACTIVITIES

Golf course	\$ 115,393
-------------	------------

**TOTAL DEPRECIATION EXPENSE -
BUSINESS-TYPE ACTIVITIES**

\$ 115,393

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT

a. Changes in Long-Term Liabilities

The following is a summary of long-term debt activity for the District during the fiscal year:

	Balances May 1	Additions	Retirements/ Refunding	Balances April 30	Due Within One Year
GOVERNMENTAL ACTIVITIES					
General Obligation Park Bonds (Alternative Revenue Source), Series 2012A	\$ 1,100,000	\$ -	\$ 1,100,000	\$ -	\$ -
General Obligation Limited Tax Park Bonds, Series 2020	384,370	-	384,370	-	-
General Obligation Limited Tax Park Bonds, Series 2021A	-	390,815	-	390,815	390,815
General Obligation Park Bonds (Alternative Revenue Source), Series 2021B	-	4,000,000	-	4,000,000	100,000
Unamortized bond premium	-	308,792	-	308,792	-
TOTAL GOVERNMENTAL ACTIVITIES	\$ 1,484,370	\$ 4,699,607	\$ 1,484,370	\$ 4,699,607	\$ 490,815

b. General Obligation Bonds Payable

In May 2012, the District issued \$2,000,000 of General Obligation Park Bonds (Alternate Revenue Source), Series 2012A (the 2012A Series Bonds), with an interest rate ranging from 2.00% to 3.90%. The proceeds of the 2012A Series Bonds can be used for the payment of land condemned or purchased for parks and for building, maintaining, improving, and protecting the existing land and facilities of the District.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

b. General Obligation Bonds Payable (Continued)

In November 2020, the District issued \$384,370 of General Obligation Limited Tax Park Bonds, Series 2020 (the 2020 Series Bonds), with an interest rate of 0.75%. The proceeds of the 2020 Series Bonds can be used for the payment of land for parks, for the building, maintaining, improving and protecting of the same and the existing land and facilities of the District, and to provide the revenue source for the payment of outstanding obligations of the District.

In November 2021, the District issued \$390,815 of General Obligation Limited Tax Park Bonds, Series 2021A (the 2021A Series Bonds), with an interest rate of 0.49%. The proceeds of the 2021 Series Bonds can be used for the payment of land for parks, for the building, maintaining, improving and protecting of the same and the existing land and facilities of the District, and to provide the revenue source for the payment of outstanding obligations of the District.

In November 2021, the District issued \$4,000,000 of General Obligation Park Bonds, (Alternative Revenue Source) Series 2021B (the 2021B Series Bonds), with an interest rate of 3.00 to 4.00%. The proceeds of the 2021 Series Bonds can be used for the payment of land for parks, for the building, maintaining, improving and protecting of the same and the existing land and facilities of the District, and to provide the revenue source for the payment of outstanding obligations of the District, and to refund the outstanding Series 2012 alternative revenue source bonds of the District.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

b. General Obligation Bonds Payable (Continued)

Annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ending April 30,	Principal	Interest	Total
2023	\$ 490,815	\$ 145,465	\$ 636,280
2024	105,000	126,500	231,500
2025	105,000	122,300	227,300
2026	110,000	118,100	228,100
2027	115,000	113,700	228,700
2028	120,000	109,100	229,100
2029	125,000	104,300	229,300
2030	130,000	99,300	229,300
2031	140,000	94,100	234,100
2032	145,000	88,500	233,500
2033	150,000	84,150	234,150
2034	155,000	79,650	234,650
2035	160,000	75,000	235,000
2036	165,000	70,200	235,200
2037	170,000	65,250	235,250
2038	175,000	60,150	235,150
2039	180,000	54,900	234,900
2040	185,000	49,500	234,500
2041	190,000	43,950	233,950
2042	195,000	38,250	233,250
2043	205,000	32,400	237,400
2044	210,000	26,250	236,250
2045	215,000	19,950	234,950
2046	220,000	13,500	233,500
2047	230,000	6,900	236,900
TOTAL	\$ 4,390,815	\$ 1,841,365	\$ 2,010,280

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

c. Revenues Pledged for Debt Service

The 2012A Series Bonds are to be paid through bond proceeds and pledged property tax revenues. This pledge will remain until all of the bonds are retired. The bond was refunded during the year ended April 30, 2022.

The District collected pledged revenues totaling \$391,281 during the year ended April 30, 2022. Principal and interest retired during the same period totaled \$180,902, which represents approximately 46% of the pledged revenues collected.

The 2021B Series Bonds are to be paid through bond proceeds and pledged property tax revenues. This pledge will remain until all of the bonds are retired. The amount of the pledge remaining at April 30, 2022 was \$5,839,450. The commitment ends on December 15, 2046.

c. Refundings

On November 9, 2021 the District issued the \$4,000,000 of General Obligation Park Bonds, (Alternative Revenue Source) Series 2021B (the 2021B Series Bonds), to refund, through a current refunding, \$960,000 of the General Obligation Park Bonds (Alternate Revenue Source), Series 2012A. Through the refunding, the City reduced its debt service by \$45,845 and achieved an economic gain of \$64,027.

5. INTERFUND TRANSFERS

a. Interfund Transfers

Individual interfund transfers are as follows:

	Transfers In	Transfers Out
General	\$ -	\$ 260,082
Recreation	-	11,870
Debt Service	-	1,188
Capital Improvement	1,188	-
Golf Course	260,082	-
Nonmajor - Audit	11,670	-
TOTAL	\$ 273,140	\$ 273,140

The purpose significant interfund transfers are as follows:

- Funds transferred from the General and Recreation Funds to the Golf Course and Audit Funds were done to subsidize ongoing operating expenses. The amounts will not be repaid.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. RESTRICTED FUND BALANCE/NET POSITION

The governmental fund statements report fund balance restricted for the following purposes:

Special Recreation	\$ 670,000
Capital Improvements	3,826,697
Illinois Municipal Retirement	104,879
Public Liability Insurance	127,457
Bond and Interest	9,773
Police	<u>99,949</u>
 TOTAL RESTRICTED FUND BALANCE	 <u>\$ 4,838,755</u>

The government-wide statement of net position - modified cash basis reports \$946,990 of restricted net position which consists of the following:

Special Recreation	\$ 670,000
Illinois Municipal Retirement	104,879
Public Liability Insurance	127,457
Bond and Interest	9,773
Police	<u>99,949</u>
 TOTAL RESTRICTIONS	 <u>\$ 1,012,058</u>

7. CONTINGENCIES

a. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally state and federal governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

b. Litigation

The District is party to various claims and legal actions arising in the ordinary operations of the District government. While it is not possible at this time to determine the outcome of these matters, management believes that the ultimate liability, if any, will not be material to the financial statements.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLAN

The District's defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system, provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The benefits, benefit levels, employee contributions, and employer contributions for the plan are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at www.imrf.org.

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2021, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	25
Inactive employees entitled to but not yet receiving benefits	86
Active employees	<u>25</u>
TOTAL	<u><u>136</u></u>

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits Provided

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with either years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. There were no benefit changes during the year. Changes in assumptions related to salary rates, price inflation, retirement age, and mortality rates were made since the prior measurement date. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.50% of their annual salary to IMRF. The District is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the fiscal year ended April 30, 2022 was 2.35% of covered payroll.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2021 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

Actuarial valuation date	December 31, 2021
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Cost of living adjustments	3.50%
Asset valuation method	Market value

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount- Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP- 2020.

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in Net Pension Liability (Asset)

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension (Asset)
BALANCES AT JANUARY 1, 2021	\$ 4,011,269	\$ 5,146,489	\$ (1,135,220)
Changes for the period			
Service cost	75,743	-	75,743
Interest	287,988	-	287,988
Difference between expected and actual experience	118,662	-	118,662
Changes in assumptions	-	-	-
Employer contributions	-	25,618	(25,618)
Employee contributions	-	38,685	(38,685)
Net investment income	-	852,356	(852,356)
Benefit payments and refunds	(153,793)	(153,793)	-
Other (net transfer)	-	18,842	(18,842)
Net changes	328,600	762,408	(433,808)
BALANCES AT DECEMBER 31, 2021	\$ 4,339,869	\$ 5,908,897	\$ (1,569,028)

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended April 30, 2022, the District recognized pension expense of \$19,742.

At April 30, 2022, the District has deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 34,564	\$ -
Changes in assumption	-	-
Net difference between projected and actual earnings on pension plan investments	-	637,257
Contributions made subsequent to the measurement date	2,137	-
	<hr/>	<hr/>
TOTAL	\$ 36,701	\$ 637,257
	<hr/>	<hr/>

\$2,137 reported as deferred outflows of resources related to pensions resulting from district contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending April 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2023	\$ (106,894)
2024	(241,383)
2025	(157,916)
2026	(96,500)
2027	-
Thereafter	-
	<hr/>
TOTAL	\$ (602,693)
	<hr/>

The net pension asset, deferred outflows of resources and deferred inflows of resources are not reported on the District's financial statements as the District reports on the modified cash basis of accounting as discussed in Note 1c.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the pension liability (asset) of the District calculated using the discount rate of 7.25% as well as what the District's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ (1,097,498)	\$ (1,569,028)	\$ (1,937,520)

9. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the District provides postemployment health care benefits (OPEB) for retired employees as required by state regulations. No formal postemployment benefit plan has been established. The benefits, benefit levels, employee contributions and any employer contributions are governed by the District. The plan does not issue a separate report. No assets are reported in a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75.

b. Benefits Provided

The District provides OPEB to its retirees. To be eligible for benefits, an employee must qualify for retirement under the District's retirement plan or meet COBRA requirements.

All health care benefits are provided through the District's health insurance plan. The benefit levels are the same as those afforded to active employees. Retirees pay the full premium to continue in the plan, which creates an implicit benefit as defined by GASB Statement No. 75.

FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Total OPEB Liability

Based on the size of the District, the number of active plan members, the lack of any retirees participating in the plan, and comparison of actuarial valuations for similar entities with similar benefits, the District's total OPEB liability as of April 30, 2022 is immaterial and, therefore, not recorded by the District and no further disclosure is deemed necessary.

10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases coverage against such risks and against other risks of loss, including health insurance, torts, and professional liability insurance. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

SUPPLEMENTAL DATA

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Seven Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 19,742	\$ 23,250	\$ 25,370	\$ 50,555	\$ 64,400	\$ 69,401	\$ 86,312
Contributions in relation to the actuarially determined contribution	19,742	23,250	25,370	50,555	64,400	69,401	86,312
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 841,345	\$ 841,796	\$ 952,784	\$ 1,138,402	\$ 1,041,647	\$ 1,113,896	\$ 1,188,005
Contributions as a percentage of covered payroll	2.35%	2.76%	2.66%	4.44%	6.18%	6.23%	7.27%

Notes to Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the preceding calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 22 years; the asset valuation method was at five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually, and postretirement benefit increases of 3% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Seven Calendar Years

MEASUREMENT DATE DECEMBER 31,	2021	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY							
Service cost	\$ 75,743	\$ 93,777	\$ 95,161	\$ 101,106	\$ 114,858	\$ 123,511	\$ 123,838
Interest	287,988	277,970	260,725	252,973	248,595	252,767	253,182
Differences between expected and actual experience	118,662	(37,252)	44,976	(96,595)	(82,497)	(319,209)	(260,967)
Changes in assumptions	-	(28,565)	-	102,356	(110,778)	-	-
Benefit payments, including refunds of member contributions	(153,793)	(163,682)	(160,946)	(106,320)	(103,529)	(113,204)	(129,647)
Net change in total pension liability	328,600	142,248	239,916	253,520	66,649	(56,135)	(13,594)
Total pension liability - beginning	4,011,269	3,869,021	3,629,105	3,375,585	3,308,936	3,365,071	3,378,665
TOTAL PENSION LIABILITY - ENDING	\$ 4,339,869	\$ 4,011,269	\$ 3,869,021	\$ 3,629,105	\$ 3,375,585	\$ 3,308,936	\$ 3,365,071
PLAN FIDUCIARY NET POSITION							
Contributions - employer	\$ 25,618	\$ 22,704	\$ 26,290	\$ 60,381	\$ 66,587	\$ 71,355	\$ 87,483
Contributions - member	38,685	38,266	44,475	46,687	47,337	57,435	68,268
Net investment income	852,356	637,066	703,045	(187,821)	605,220	242,140	19,406
Benefit payments, including refunds of member contributions	(153,793)	(163,682)	(160,946)	(106,320)	(103,529)	(113,204)	(129,647)
Administrative expense	(458)	18,842	(11,362)	43,617	(21,901)	(250,182)	(379,672)
Net change in plan fiduciary net position	762,408	553,196	601,502	(143,456)	593,714	7,544	(334,162)
Plan fiduciary net position - beginning	5,146,489	4,593,293	3,991,791	4,135,247	3,541,533	3,533,989	3,868,151
PLAN FIDUCIARY NET POSITION - ENDING	\$ 5,908,897	\$ 5,146,489	\$ 4,593,293	\$ 3,991,791	\$ 4,135,247	\$ 3,541,533	\$ 3,533,989
EMPLOYER'S NET PENSION ASSET	\$ (1,569,028)	\$ (1,135,220)	\$ (724,272)	\$ (362,686)	\$ (759,662)	\$ (232,597)	\$ (168,918)

MEASUREMENT DATE DECEMBER 31,	2021	2020	2019	2018	2017	2016	2015
Plan fiduciary net position as a percentage of the total pension asset	136.15%	128.30%	118.72%	109.99%	122.50%	107.03%	105.02%
Covered payroll	\$ 859,657	\$ 850,349	\$ 988,327	\$ 1,037,488	\$ 1,051,937	\$ 1,162,145	\$ 1,198,398
Employer's net pension asset as a percentage of covered payroll	(182.52%)	(133.50%)	(73.28%)	(34.96%)	(72.22%)	(20.01%)	(14.10%)

There were no benefit changes made in 2017. Changes in assumptions related to the discount rate were made in 2017.

There were no benefit changes made in 2018. Changes in assumptions related to the investment rate of return were made in 2018.

There were no benefit changes or changes in assumptions made in 2015, 2016, 2019, and 2021.

Changes in assumptions related to salary rates, price inflation, retirement age, and mortality rates were made in 2020.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

OTHER SUPPLEMENTARY INFORMATION

MAJOR GOVERNMENTAL FUNDS

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
GENERAL CORPORATE FUND**

For the Year Ended April 30, 2022

	Original and	
	Appropriations	Final Budget
		Actual
REVENUES COLLECTED		
Real estate taxes	\$ 795,400	\$ 820,171
Intergovernmental revenues	125,000	371,093
Charges for services	2,000	2,400
Other income	139,500	155,957
Investment income	1,500	768
Total revenues collected	1,063,400	1,350,389
EXPENDITURES PAID		
Current		
General administration	\$ 600,000	484,850
Park maintenance	313,000	162,439
Total expenditures paid	\$ 913,000	696,030
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	367,370	809,138
OTHER FINANCING SOURCES (USES)		
Transfers (out)	-	(260,082)
Total other financing sources (uses)	-	(260,082)
NET CHANGE IN FUND BALANCE	\$ 367,370	549,056
FUND BALANCE, MAY 1		907,731
FUND BALANCE, APRIL 30		\$ 1,456,787

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF DETAILED REVENUES COLLECTED - BUDGET AND ACTUAL
GENERAL CORPORATE FUND**

For the Year Ended April 30, 2022

	Original and Final Budget	Actual
REVENUES COLLECTED		
Real estate taxes	\$ 795,400	\$ 820,171
Intergovernmental revenues		
Replacement taxes	125,000	371,093
Charges for services		
Rentals	2,000	2,400
Other income		
Expense reimbursement	-	5,088
Contributions and donations	-	2,100
Other	139,500	148,769
Total other income	139,500	155,957
Investment income	1,500	768
TOTAL REVENUES COLLECTED	\$ 1,063,400	\$ 1,350,389

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF DETAILED EXPENDITURES PAID - BUDGET AND ACTUAL
GENERAL CORPORATE FUND**

For the Year Ended April 30, 2022

	Original and		
	Appropriations	Final Budget	Actual
EXPENDITURES PAID			
General administration			
Personal services			
Salaries	\$ 300,000	\$ 276,000	\$ 257,888
Fringe benefits	50,000	40,500	32,413
Total personal services	350,000	316,500	290,301
Contractual services			
Professional services	80,000	65,000	17,594
Utilities and cleaning	5,000	250	241
Maintenance, repairs, and insurance	20,000	13,000	6,842
Communications	50,000	34,100	13,153
Other	75,000	50,000	44,400
Total contractual services	230,000	162,350	82,230
Commodities	10,000	6,000	6,281
Total general administration before capital outlay	590,000	484,850	378,812
Capital outlay	10,000	-	-
Total general administration	600,000	484,850	378,812
Park maintenance			
Personal services			
Salaries	175,000	140,530	114,343
Fringe benefits	10,000	7,750	1,488
Total personal services	185,000	148,280	115,831
Contractual services			
Professional services	4,000	2,000	-
Utilities and cleaning	20,000	13,300	10,934
Maintenance, repairs, and insurance	45,000	19,500	15,356
Communications	9,000	1,400	241
Other expenditures	5,000	-	-
Total contractual services	83,000	36,200	26,531
Commodities	40,000	26,700	20,077
Total park maintenance before capital outlay	308,000	211,180	162,439
Capital outlay	5,000	-	-
Total park maintenance	313,000	211,180	162,439
TOTAL EXPENDITURES PAID	\$ 913,000	\$ 696,030	\$ 541,251

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
RECREATION FUND**

For the Year Ended April 30, 2022

	Appropriations	Original and Final Budget	Actual
REVENUES COLLECTED			
Real estate taxes	\$	341,440	\$ 352,055
Intergovernmental revenues		-	-
Charges for services		150,910	167,662
Contributions and donations		11,000	3,150
Other income		14,050	13,447
Investment income		150	143
Total revenues collected		517,550	536,457
EXPENDITURES PAID			
General administration	\$	636,500	477,000 377,875
Recreation programs		140,000	64,700 29,705
Total expenditures paid	\$	776,500	541,700 407,580
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID		(24,150)	128,877
OTHER FINANCING SOURCES (USES)			
Transfers (out)	\$	(15,000)	(12,557) (11,670)
Total other financing sources (uses)		(12,557)	(11,670)
NET CHANGE IN FUND BALANCE	\$	(36,707)	117,207
FUND BALANCE, MAY 1			193,608
FUND BALANCE, APRIL 30			\$ 310,815

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF DETAILED REVENUES COLLECTED - BUDGET AND ACTUAL
RECREATION FUND**

For the Year Ended April 30, 2022

	Original and Final Budget	Actual
REVENUES COLLECTED		
Real estate taxes	\$ 341,440	\$ 352,055
Intergovernmental	-	-
Charges for services		
Fees	118,910	148,605
Rentals	32,000	19,057
Total charges for services	150,910	167,662
Contributions and donations	11,000	3,150
Other income	14,050	13,447
Investment income	150	143
TOTAL REVENUES COLLECTED	\$ 517,550	\$ 536,457

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF DETAILED EXPENDITURES PAID - BUDGET AND ACTUAL
RECREATION FUND**

For the Year Ended April 30, 2022

	Original and		
	Appropriations	Final Budget	Actual
EXPENDITURES PAID			
General administration			
Personal services			
Salaries	\$ 350,000	\$ 299,000	\$ 256,587
Fringe benefits	75,000	52,300	15,726
Total personal services	425,000	351,300	272,313
Contractual services			
Professional services	9,000	-	4,427
Utilities and cleaning	50,000	27,600	26,454
Maintenance, repairs, and insurance	40,000	23,000	26,338
Communications	50,000	37,350	23,915
Total contractual services	149,000	87,950	81,134
Other expenditures			
Commodities	50,000	36,250	22,933
Other expenditures	2,500	-	1,495
Capital outlay	10,000	1,500	-
Total other expenditures	62,500	37,750	24,428
Total general administration	636,500	477,000	377,875
Recreation programs			
Personal services			
Salaries	20,000	10,450	342
Fringe benefits	5,000	-	-
Total personal services	25,000	10,450	342
Contractual services			
Professional services	5,000	-	-
Utilities/cleaning	5,000	-	-
Maintenance and repair/insurance	5,000	500	483
Communications	40,000	27,100	11,330
Total contractual services	55,000	27,600	11,813
Other expenditures			
Commodities	50,000	26,650	-
Capital outlay	10,000	-	17,550
Total recreation programs	140,000	64,700	29,705
TOTAL EXPENDITURES PAID	\$ 776,500	\$ 541,700	\$ 407,580

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
SPECIAL RECREATION FUND**

For the Year Ended April 30, 2022

	<u>Appropriations</u>	<u>Original and Final Budget</u>	<u>Actual</u>
REVENUES COLLECTED			
Real estate taxes	\$	485	\$ 501
Investment income		300	223
Total revenues collected		785	724
EXPENDITURES PAID			
Current			
General administration			
Professional services	\$	6,000	-
Maintenance, repairs, and insurance		75,000	80,000
Communications		75,000	2,000
Commodities		8,000	-
Capital outlay		10,000	-
Total expenditures paid	\$	174,000	82,000
NET CHANGE IN FUND BALANCE		\$ (81,215)	(1,426)
FUND BALANCE, MAY 1			671,426
FUND BALANCE, APRIL 30			\$ 670,000

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL IMPROVEMENTS FUND**

For the Year Ended April 30, 2022

	<u>Appropriations</u>	<u>Original and Final Budget</u>	<u>Actual</u>
REVENUES COLLECTED			
Investment income	\$	3,000	\$ 1,715
Other revenue		-	53,944
Total revenues collected		3,000	55,659
EXPENDITURES PAID			
General administration			
Professional services	\$	95,000	85,000 8,950
Maintenance and repair		50,000	- -
Communications		1,000	- -
Debt service			
Interest		-	- 166,239
Principal		-	- 140,000
Capital outlay		3,500,000	3,292,500 447,817
Total expenditures paid	\$	3,646,000	3,377,500 763,006
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID		(3,374,500)	(707,347)
OTHER FINANCING SOURCES (USES)			
Transfer in		-	1,188
Proceeds from bond issuance		3,200,000	4,390,815
Premium on bonds issued		-	308,792
Payment to escrow agent		-	(960,000)
Total other financing sources (uses)		3,200,000	3,740,795
NET CHANGE IN FUND BALANCE	\$	(174,500)	3,033,448
FUND BALANCE, MAY 1			793,249
FUND BALANCE, APRIL 30			\$ 3,826,697

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BOND AND INTEREST FUND**

For the Year Ended April 30, 2022

	Appropriations	Original and Final Budget	Actual
REVENUES COLLECTED			
Real estate taxes	\$	378,300	\$ 391,281
Investment income		1,000	51
Total revenues collected		379,300	391,332
EXPENDITURES PAID			
General administration			
Professional services	\$ 10,000	-	-
Debt service			
Principal	500,000	380,000	384,370
Interest and bond fees	25,000	12,000	2,971
Total expenditures paid	\$ 535,000	392,000	387,341
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID		(12,700)	3,991
OTHER FINANCING SOURCES (USES)			
Transfers (out)		-	(1,188)
Total other financing sources (uses)		-	(1,188)
NET CHANGE IN FUND BALANCE	\$	(12,700)	2,803
FUND BALANCE, MAY 1			6,970
FUND BALANCE, APRIL 30			\$ 9,773

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**COMBINING STATEMENT OF ASSETS, LIABILITIES, AND
FUND BALANCES ARISING FROM CASH TRANSACTIONS
NONMAJOR GOVERNMENTAL FUNDS**

For the Year Ended April 30, 2022

		Special Revenue Funds				Total Nonmajor Funds
		IMRF	Liability	Audit	Police	
ASSETS						
Cash		\$ 104,879	\$ 127,457	\$ -	\$ 99,949	\$ 332,285
TOTAL ASSETS		\$ 104,879	\$ 127,457	\$ -	\$ 99,949	\$ 332,285
LIABILITIES AND FUND BALANCES						
LIABILITIES						
None		\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCES						
Restricted						
Pension payments		104,879	-	-	-	104,879
Liability		-	127,457	-	-	127,457
Police		-	-	-	99,949	99,949
Total fund balances		104,879	127,457	-	99,949	332,285
TOTAL LIABILITIES AND FUND BALANCES		\$ 104,879	\$ 127,457	\$ -	\$ 99,949	\$ 332,285

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2022

	Special Revenue Funds				Total Nonmajor Funds
	IMRF	Liability	Audit	Police	
REVENUES COLLECTED					
Real estate taxes	\$ 75,032	\$ 180,107	\$ 13,256	\$ 61,220	\$ 329,615
Intergovernmental revenues	-	23,394	-	-	23,394
Interest	55	48	-	36	139
Total revenues collected	75,087	203,549	13,256	61,256	353,148
EXPENDITURES PAID					
General administration	38,545	137,805	24,926	25,692	226,968
Park maintenance	20,174	-	-	-	20,174
Recreation programs	53,985	-	-	-	53,985
Total expenditures paid	112,704	137,805	24,926	25,692	301,127
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	(37,617)	65,744	(11,670)	35,564	52,021
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	11,670	-	11,670
Total other financing sources (uses)	-	-	11,670	-	11,670
NET CHANGE IN FUND BALANCES	(37,617)	65,744	-	35,564	63,691
FUND BALANCES, MAY 1	142,496	61,713	-	64,385	268,594
FUND BALANCES, APRIL 30	\$ 104,879	\$ 127,457	\$ -	\$ 99,949	\$ 332,285

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
ILLINOIS MUNICIPAL RETIREMENT FUND**

For the Year Ended April 30, 2022

	<u>Appropriations</u>	<u>Original and Final Budget</u>	<u>Actual</u>
REVENUES COLLECTED			
Real estate taxes	\$	72,750	\$ 75,032
Interest		-	55
Total revenues collected		72,750	75,087
EXPENDITURES PAID			
Current			
General administration	\$	51,300	43,434
Park maintenance		26,850	22,733
Recreation programs		71,850	60,833
Total expenditures paid	\$	150,000	127,000
NET CHANGE IN FUND BALANCE		\$ (54,250)	(37,617)
FUND BALANCE, MAY 1			142,496
FUND BALANCE, APRIL 30			\$ 104,879

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
PUBLIC LIABILITY INSURANCE FUND**

For the Year Ended April 30, 2022

	<u>Appropriations</u>	<u>Original and Final Budget</u>	<u>Actual</u>
REVENUES COLLECTED			
Real estate taxes	\$	174,600	\$ 180,107
Intergovernmental revenues		2,000	23,394
Interest income		-	48
Total revenues collected		176,600	203,549
EXPENDITURES PAID			
Current			
General administration			
Personnel services			
Workers' compensation and unemployment insurance	\$	100,000	70,000
Professional services		15,000	10,000
Liability insurance		100,000	80,400
Communications		20,000	5,000
Commodities		45,000	30,000
Total general administration		280,000	195,400
Capital outlay		50,000	-
Total expenditures paid	\$	330,000	195,400
NET CHANGE IN FUND BALANCE	\$	(18,800)	65,744
FUND BALANCE, MAY 1			61,713
FUND BALANCE, APRIL 30	\$		127,457

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
AUDIT FUND**

For the Year Ended April 30, 2022

	Appropriations	Original and Final Budget	Actual
REVENUES COLLECTED			
Real estate taxes		\$ 12,853	\$ 13,256
Total revenues collected		12,853	13,256
EXPENDITURES PAID			
General administration	\$ 31,000	25,410	24,926
Total expenditures paid	\$ 31,000	25,410	24,926
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID		(12,557)	(11,670)
OTHER FINANCING SOURCES (USES)			
Transfers in		12,557	11,670
Total other financing sources (uses)		12,557	11,670
NET CHANGE IN FUND BALANCE		\$ -	-
FUND BALANCE, MAY 1			-
FUND BALANCE, APRIL 30			\$ -

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
POLICE FUND**

For the Year Ended April 30, 2022

	Appropriations	Original and Final Budget	Actual
REVENUES COLLECTED			
Real estate taxes		\$ 59,373	\$ 61,220
Interest		-	36
Total revenues collected		59,373	61,256
EXPENDITURES PAID			
Current			
General administration			
Personnel services	\$ 75,000	45,000	18,368
Professional services	15,000	-	-
Utilities and cleaning	5,000	1,800	1,927
Maintenance and repair	10,000	2,600	2,478
Communications	5,000	-	-
Commodities	10,000	4,600	2,919
Capital outlay	25,000	-	-
Total expenditures paid	\$ 145,000	54,000	25,692
NET CHANGE IN FUND BALANCE		\$ 5,373	35,564
FUND BALANCE, MAY 1			64,385
FUND BALANCE, APRIL 30			\$ 99,949

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

**SCHEDULE OF DETAILED OPERATING REVENUE COLLECTED - BUDGET AND ACTUAL
GOLF COURSE FUND**

For the Year Ended April 30, 2022

	Original and Final Budget	Actual
OPERATING REVENUES COLLECTED		
Charges for services	\$ 998,700	\$ 486,933
Rental	55,000	116,217
Other receipts	42,100	54,392
TOTAL OPERATING REVENUES COLLECTED	\$ 1,095,800	\$ 657,542

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

SCHEDULE OF DETAILED OPERATING EXPENSES - BUDGET AND ACTUAL
GOLF COURSE FUND

For the Year Ended April 30, 2022

	Original and		
	Appropriations	Final Budget	Actual
OPERATING EXPENSES			
Golf course operations expenses paid			
Personal			
Salaries	\$ 315,000	\$ 292,000	\$ 241,461
Fringe benefits	40,000	20,000	19,653
Total personal	355,000	312,000	261,114
Contractual services			
Professional services	25,000	-	-
Utilities and cleaning	50,000	37,000	33,454
Maintenance, repairs, and insurance	40,000	19,000	28,291
Communications	50,000	31,500	31,075
Other expenditures	5,000	-	-
Total contractual services	170,000	87,500	92,820
Commodities	350,000	291,800	169,089
Capital outlay	50,000	-	-
Total golf course operations expenses paid	925,000	691,300	523,023
Golf course maintenance expenses paid			
Personal			
Salaries	200,000	160,000	150,607
Fringe benefits	25,000	9,600	9,450
Total personal	225,000	169,600	160,057
Contractual services			
Professional services	9,000	5,000	-
Utilities and cleaning	75,000	51,500	24,395
Maintenance, repairs, and insurance	50,000	29,500	25,205
Communications	5,000	3,700	2,690
Other expenditures	10,000	-	-
Total contractual services	149,000	89,700	52,290
Commodities	160,000	137,300	133,879
Total golf course maintenance expenses paid before capital outlay	534,000	396,600	346,226
Capital outlay	25,000	-	-
Total golf course maintenance expenses paid	559,000	396,600	346,226
TOTAL OPERATING EXPENSES EXCLUDING DEPRECIATION	\$ 1,484,000	\$ 1,087,900	\$ 869,249

(See independent auditor's report.)

**FOSS PARK DISTRICT
NORTH CHICAGO, ILLINOIS**

NOTES TO SUPPLEMENTARY INFORMATION

April 30, 2022

BUDGETS AND BUDGETARY ACCOUNTING

Budgetary Controls

The budget for all funds is prepared on the modified cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. The District's budget identified revenues and expenditures in broad categories.

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

- a. The District's Executive Director submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- b. A public hearing is held at the District's office to obtain taxpayer comments.
- c. The budget is legally adopted through a passage of resolution.
- d. The District's Executive Director is authorized to transfer up to 10% of the total budget between departments within any fund; however, any revisions that alter the total expenditure of any fund must be approved by the Board of Commissioners.
- e. Formal budgetary integration is employed as a management control device during the year for the General Corporate Fund, all special revenue, capital projects funds and debt service funds, and the Golf Course Fund.

The appropriations may be amended by the Board of Commissioners. There were no amendments to the budget for the year ended April 30, 2022.