

**Marengo Park District
Marengo, Illinois
Annual Financial Report
For The Year Ended April 30, 2017**

**Marengo Park District
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For The Year Ended April 30, 2017**

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INDEPENDENT AUDITORS' REPORT

To The Board of Commissioners
Marengo Park District
Marengo, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Marengo Park District as of and for the year ended April 30, 2017, and the related notes to financial statements which collectively comprise the District's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Marengo Park District, as of April 30, 2017, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that certain pension disclosures be presented to supplement the basic financial statements. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The management's discussion and analysis (MD&A) is not a required part of the financial statements but is other information required by the Governmental Accounting Standards Board. The management of the Marengo Park District has not prepared the MD&A for the year ending April 30, 2017, but will be prepared to include the document at a future date.

The major fund budgetary comparison schedules listed on the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. This Required Supplementary Information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ending April 30, 2017 and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the Marengo Park District's basic financial statements. The combining and individual fund financial schedules for the year ended April 30, 2017 listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The combining and individual fund financial schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended April 30, 2017 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 procedures generally accepted in the United States of America. In our opinion, the combining and individual fund financial schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Knuttle & Associates, P.C.

**Marengo Park District
Statement of Net Position
April 30, 2017**

	Governmental Activities
ASSETS	
Cash	\$ 172,840
Property Taxes Receivable	497,057
Capital Assets	
Capital Assets Not Being Depreciated	2,400,500
Other Capital Assets, Net of Depreciation	2,061,962
Total Capital Assets	<u>4,462,462</u>
TOTAL ASSETS	<u>5,132,359</u>
DEFERRED OUTFLOWS	
IMRF Deferred Outflows	34,977
IMRF Plan Year Adjustment	3,764
TOTAL DEFERRED OUTFLOWS	<u>38,741</u>
LIABILITIES	
Due Within One Year	
Accounts Payable	6,661
Accrued Payroll	8,256
Unearned Program Revenue	1,173
Accrued Interest	22,455
Bonds and Notes Payable	230,887
Due in More Than One Year	
Accrued Vacation	12,305
Accreted Interest	648,859
Bonds and Notes Payable, Net of Premium	1,531,406
Net Pension Liability	120,792
TOTAL LIABILITIES	<u>2,582,794</u>
TOTAL DEFERRED INFLOWS	
IMRF Deferred Inflows	43
TOTAL DEFERRED INFLOWS	<u>43</u>
NET POSITION	
Net Investment in Capital Assets	2,700,169
Restricted Amounts	
Recreation	123,432
Illinois Municipal Retirement Fund	37,806
Liability Insurance	570
Special Recreation	10,645
Paving and Lighting	990
Police	4,069
Natural History	2,683
Unrestricted Amounts	<u>(292,101)</u>
TOTAL NET POSITION	<u>\$ 2,588,263</u>

See Accompanying Notes To The Financial Statements.

**Marengo Park District
Statement of Activities
For the Year Ended April 30, 2017**

	Program Revenues			Net (Expenses)
	Expenses	Charges For Services	Operating Grants and Contributions	Revenues and Changes in Net Position
				Governmental Activities
FUNCTIONS/PROGRAMS				
Governmental Activities				
General Government & Recreation	\$ 589,299	\$ 134,519	\$ 0	\$ (454,780)
Interest on Long-Term Debt	145,543	0	0	(145,543)
Total Governmental Activities	\$ 734,842	\$ 134,519	\$ 0	(600,323)
GENERAL REVENUES				
Taxes				
Property				497,225
Replacement				26,053
Interest Income				303
Other				40
TOTAL GENERAL REVENUES				523,621
CHANGE IN NET POSITION				(76,702)
NET POSITION, BEGINNING OF YEAR				2,664,965
END OF YEAR				\$ 2,588,263

See Accompanying Notes To The Financial Statements.

**Marengo Park District
Governmental Funds
Balance Sheet
April 30, 2017**

	General	Recreation	Debt Service	Other Governmental Funds	Total
ASSETS					
Cash	\$ 61,216	\$ 7,416	\$ 0	\$ 104,208	\$ 172,840
Property Taxes Receivable	112,933	125,266	134,341	124,517	497,057
Due from Other Funds	0	125,683	0	0	125,683
TOTAL ASSETS	<u>174,149</u>	<u>258,365</u>	<u>134,341</u>	<u>228,725</u>	<u>795,580</u>
DEFERRED OUTFLOWS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>174,149</u>	<u>258,365</u>	<u>134,341</u>	<u>228,725</u>	<u>795,580</u>
LIABILITIES					
Accounts Payable	3,726	238	0	2,697	6,661
Accrued Payroll	0	8,256	0	0	8,256
Deferred Program Revenue	0	1,173	0	0	1,173
Due to Other Funds	68,732	0	6,321	50,630	125,683
TOTAL LIABILITIES	<u>72,458</u>	<u>9,667</u>	<u>6,321</u>	<u>53,327</u>	<u>141,773</u>
DEFERRED INFLOWS					
Deferred Property Taxes	112,933	125,266	134,341	124,517	497,057
TOTAL DEFERRED INFLOWS	<u>112,933</u>	<u>125,266</u>	<u>134,341</u>	<u>124,517</u>	<u>497,057</u>
FUND BALANCES (DEFICITS)					
Restricted	0	123,432	0	56,763	180,195
Unassigned	(11,242)	0	(6,321)	(5,882)	(23,445)
TOTAL FUND BALANCES (DEFICITS)	<u>(11,242)</u>	<u>123,432</u>	<u>(6,321)</u>	<u>50,881</u>	<u>156,750</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES (DEFICITS)	<u>\$ 174,149</u>	<u>\$ 258,365</u>	<u>\$ 134,341</u>	<u>\$ 228,725</u>	
Amounts reported for governmental activities in the Statement of Net Position are different because:					
Net Pension Liability and IMRF Plan Year Adjustments are not recorded in the fund financial statements.					(117,028)
IMRF Deferred Outflows and Deferred Inflows are not recorded in the fund financial statements.					34,934
Bonds and Notes Payable, Net of Premiums are not reported as liabilities in the fund financial statements.					(1,762,293)
Accreted Interest is not reported as a liability in the fund financial statements.					(648,859)
Accrued Interest is not reported as a liability in the fund financial statements.					(22,455)
Accrued Vacation is not reported as a liability in the fund financial statements.					(12,305)
Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds.					4,462,462
Deferred Property Taxes is reported as a liability in the fund financial statements.					497,057
NET POSITION OF GOVERNMENTAL FUNDS					<u>\$ 2,588,263</u>

See Accompanying Notes To The Financial Statements.

Marengo Park District
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
For The Year Ended April 30, 2017

	General	Recreation	Debt Service	Other Governmental Funds	Total
REVENUES					
Property Taxes	\$ 109,559	\$ 125,870	\$ 133,453	\$ 123,348	\$ 492,230
Replacement Taxes	26,053	0	0	0	26,053
Recreation Programs	0	78,768	0	0	78,768
Donations	28,833	0	0	0	28,833
Rental	2,191	21,300	0	3,427	26,918
Other Income	40	0	0	0	40
Interest Income	303	0	0	0	303
TOTAL REVENUES	166,979	225,938	133,453	126,775	653,145
EXPENDITURES					
Administrative	103,814	0	0	0	103,814
Programs	0	207,909	0	0	207,909
Audit	0	0	0	4,750	4,750
Illinois Municipal Retirement Fund	0	0	0	11,282	11,282
Liability Insurance	0	0	0	11,651	11,651
Special Recreation	0	0	0	29,633	29,633
Paving & Lighting	0	0	0	960	960
Police	0	0	0	4,138	4,138
Natural History	0	0	0	14,933	14,933
Debt Service					
Principal	0	0	85,938	0	85,938
Interest	0	0	75,868	0	75,868
Fees	0	0	6,302	0	6,302
Capital Outlay	16,241	10,783	0	0	27,024
TOTAL EXPENDITURES	120,055	218,692	168,108	77,347	584,202
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	46,924	7,246	(34,655)	49,428	68,943
OTHER FINANCING SOURCES					
Issuance of Debt	0	0	134,820	0	134,820
TOTAL OTHER FINANCING SOURCES	0	0	134,820	0	134,820
NET CHANGE IN FUND BALANCE	46,924	7,246	100,165	49,428	203,763
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(58,166)	116,186	(106,486)	1,453	(47,013)
END OF YEAR	\$ (11,242)	\$ 123,432	\$ (6,321)	\$ 50,881	\$ 156,750

See Accompanying Notes To The Financial Statements.

Marengo Park District
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) of Governmental Funds to the Statement of Activities
For The Year Ended April 30, 2017

Net Change in Fund Balances - Total Governmental Funds (Statement of Revenues, Expenditures and Changes in Fund Balances)	\$ 203,763
Amounts reported for governmental activities in the Statement of Activities are different because:	
Depreciation of Capital Assets is not considered an expenditure in the fund financial statements.	(153,487)
Purchases of capital assets are treated as an expenditure in the fund financial statements.	11,298
Property tax revenues in the Statement of Activities that do not provide current financial resources are reported as deferred property tax revenue in the fund financial statements.	4,995
The change in accrued vacation is not considered an expenditure in the fund financial statements.	(2,578)
Proceeds from the issuance of debt are treated as other financing sources in the fund financial statements.	(134,820)
Principal payments of debt are considered an expenditure in the fund financial statements.	85,938
The issuance of Long-Term debt in prior years resulted in: Premium on Bond Issue, that was reported as current financial resources in the governmental funds. However, this amount has been amortized in the government-wide statements: Amortization of Premium on Bond Issue	5,632
The change in accreted interest is not considered an expenditure in the fund financial statements.	(70,588)
The change in accrued interest is not considered an expenditure in the fund financial statements.	913
The change in the net pension liability is not considered an expenditure in the fund financial statements.	(20,393)
Adjustments for the IMRF plan year are not considered an expenditure in the fund financial statements.	<u>(7,375)</u>
Change in Net Position of Governmental Activities (Statement of Activities)	<u>\$ (76,702)</u>

See Accompanying Notes To The Financial Statements.

**Marengo Park District
Notes to the Financial Statements
For the Year Ended April 30, 2017**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Park District operates under a Board-Manager form of government, providing recreation and other services to the residents of Marengo, which include: recreation programs, park management, capital development, and general administration.

The accounting and reporting policies of the Park District relating to the funds included in the accompanying basic financial statements conform to generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

A. Reporting Entity

The Park District follows the provisions of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14". As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Park District has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Park District is not required to be included as a component unit of any other entity.

B. Basis of Presentation

GOVERNMENT -WIDE FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

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. The Park District allocates indirect expenses to functions in the Statement of Activities in cases where a clear and direct connection exists. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

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

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

FUND FINANCIAL STATEMENTS

Funds are organized as major funds or non-major funds within the governmental statements. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type and
- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

Governmental Funds (Governmental Activities)

Governmental fund types are those through which most governmental functions of the Park District are financed. The Park District's expendable financial resources (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the Park District's governmental funds follows:

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

Governmental Funds (Governmental Activities)(Continued)

General Fund

The General Fund is the general operating fund of the Park District. It is used to account for and report all financial resources not accounted for or reported in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Funds included in this fund category are:

Recreation	Special Recreation
Audit	Paving and Lighting
IMRF	Police
Liability Insurance	Natural History

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

MAJOR FUNDS

The Park District reports the following major governmental funds:

- The General Fund, which accounts for the Park District's primary operating activities.
- The Recreation Fund, which accounts for the operations of the recreation programs offered to residents. Financing is provided by a specific annual property tax levy to the extent user charges are not sufficient to provide such financing.
- The Debt Service Fund, which accounts for the payment of long-term debt principal, interest and related costs.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

NON-MAJOR FUNDS

The Park District reports the following non-major governmental funds:

- Audit
- IMRF
- Liability Insurance
- Special Recreation
- Paving and Lighting
- Police
- Natural History

C. Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The current financial resources measurement focus and the modified accrual basis of accounting are followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the Park District's operations. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The Park District considers property taxes available if they are due and collected by year-end. Class registration fees received by the Park District are recognized as revenue when the class starts. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

The Park District reports unearned/deferred revenues on its Statement of Net Position and its Governmental Funds Balance Sheet. For government-wide financial statements, unearned revenues arise from program charges received before the program has started. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period or when resources are received by the Park District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the Park District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

D. Measurement Focus

On the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the flow of economic resources measurement focus, which means all assets, deferred outflows, liabilities (whether current or non-current), and deferred inflows are included on the Statement of Net Position and the operating statements present increases and decreases in net position.

The measurement focus of all governmental funds is the flow of current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources are included as liabilities in the government-wide financial statements, but are excluded from the governmental funds financial statements. The related expenditures are recognized in the governmental fund financial statements when the liabilities are liquidated.

E. Use of Estimates

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

F. Budgetary Data

The Park District operates under the Appropriations Act. All financial statements utilize the term “budget” to reflect estimated revenue and appropriations. The budgets are prepared using the same basis of accounting to reflect revenues and expenditures/expenses as is used in the preparation of the general purpose financial statements. The District follows these procedures in establishing the budgetary data reflected in the financial statements:

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgetary Data (Continued)

1. The Director submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments.
3. Prior to August 1, the budget is legally enacted through passage of an ordinance.
4. The Director is authorized to transfer up to 10% of the total budget between budget items within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Commissioners.
5. Formal budgetary integration is employed as a management control device during the year.
6. Budgeted amounts are as adopted by the Board of Commissioners.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are legally adopted on a basis consistent with GAAP. Because the level of legal control is at the individual fund level, expenditures may not legally exceed appropriations at the fund level. Any expenditures in excess of the legally adopted appropriation at the fund level must be approved by the Park District Board through a supplemental appropriation. No supplemental appropriations were made during the year ending April 30, 2017.

By law, management can make transfers between individual expenditure line items within a fund, but approval by the Board of Commissioners is required in order for management to make transfers between individual funds. The Board may authorize transfers not to exceed 10% of budgeted expenditures for the year. An ordinance must be filed with the county in order for the budget to be amended.

G. Accrued Vacation

As of April 30, 2017, the amount of accumulated vacation is \$12,305. This liability is accounted for as a governmental activity on the Government-Wide Statement of Net Position. Historically, the governmental activities liability has been paid from the Corporate and Recreation Funds. The liability is expected to be paid in more than one year of the balance sheet date.

H. Cash, Cash Equivalents, and Investments

The Park District considers all highly liquid investments with an initial maturity date within three months of the date acquired by the Park District and investment pools to be cash equivalents.

Cash amounts are carried at cost, and represent funds held in the Park District's name by the applicable financial institution, adjusted for outstanding transactions.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Cash, Cash Equivalents, and Investments (Continued)

Under Illinois law, the Park District is restricted to investing funds in specific types of investment instruments. The following generally represent the types of instruments allowable by State Law:

1. Securities issued or guaranteed by the U.S. Government.
2. Interest-bearing accounts of banks and savings and loan associations insured up to \$250,000 by the Federal Deposit Insurance Corporation.
3. Short-term obligations (less than 270 days) of U.S. corporations with assets over \$500 million dollars rated in the highest classification by at least two rating agencies.
4. Insured accounts of an Illinois credit union chartered under United States or Illinois law.
5. Money market mutual funds with portfolios of securities issued or guaranteed by the U.S. Government or agreements to repurchase these same types of obligations.
6. Illinois Park District Liquid Asset Fund Plus and the Illinois Funds Money Market Fund.
7. Repurchase agreements, which must meet instrument transaction requirements of Illinois law. The Park District does not invest in repurchase agreements.

I. Interfund Receivables/Payables

Amounts due to and due from other funds arise during the course of the Park District's operations because of numerous transactions between funds to finance operations, provide services, construct assets and service debt. To the extent that these transactions have not been repaid as of April 30, 2017, an interfund receivable and payable have been recorded. See detail in Note 3.

J. Inventories

The Park District does not carry inventory at any of its facilities.

K. Prepaid Expenses/Expenditures

The Park District did not make payments to vendors for services that would benefit periods beyond April 30, 2017. As a result, prepaid items are not recorded as of April 30, 2017.

L. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations, and whether they are reported in the government-wide or fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, fixed assets are accounted for as capital assets. The Park has adopted a capitalization threshold of \$1,000 for capital asset additions. All capital assets are valued at historical cost, or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated. Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Capital Assets (Continued)

The range of estimated useful lives by type of asset is as follows:

Land Improvements	30 Years
Building & Improvements	10 to 40 Years
Park Facilities	15 to 30 Years
Furniture & Equipment	5 to 10 Years

FUND FINANCIAL STATEMENTS

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not included as capitalized assets or capitalized in the proprietary funds. Capital assets used in proprietary fund operations are accounted for the same in the fund financial statements as they are in the government-wide statements.

M. Long Term Liabilities

In the government-wide financial statements, debt principal payments of both government and business-type activities (when applicable) are reported as decreases in the balance of the liability on the Statement of Net Position. In the fund financial statements, however, debt principal payments of governmental funds are recognized when paid.

N. Property Taxes

The Park District's property taxes are levied each calendar year on all taxable real property located within the Park District and accrued as deferred revenue in the fiscal year of levy. Property taxes due within the current fiscal year and collected by year end are recorded as revenue. The McHenry County Assessor is responsible for assessment of all taxable real property within McHenry County. The McHenry County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the McHenry County Collector as the basis for issuing tax bills to McHenry County taxpayers. The McHenry County Collector collects all property taxes and submits them to the County Treasurer, who remits them to the Park District. Taxes must be levied by the last Tuesday in December and are payable in two installments, on June 1 and September 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1 of the levy year. As of April 30, 2017, the tax levy filed in December, 2016 is recorded as a receivable on the Statement of Net Position. As collections for this levy will begin in May of 2017, the full amount of the levy is shown on the Statement of Net Position as Property Tax Receivable.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

- Net Investment in capital assets – consists of capital assets, net of accumulated depreciation and related debt, if applicable.
- Restricted Amounts – consists of amounts with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted Amounts – consists of all other amounts that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. The components of fund balance are:

- Non-spendable – consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.
- Restricted – consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either; a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.
- Committed – consists of resources constrained (issuance of an ordinance) to specific purposes by a government itself, using its highest level of decision-making authority, the Board of Commissioners; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.
- Assigned – amounts that are constrained by the Board of Commissioners' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by (a) the Board of Commissioners itself or (b) a body or official to which the Board of Commissioners has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Commissioners, which is authorized to assign amounts to a specific purpose.
- Unassigned – consists of the residual net resources of a fund that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

The Park District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. If different levels of unrestricted funds are available for spending, the Park District considers committed funds to be expended first followed by assigned and, lastly, unassigned funds.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Equity Classifications (Continued)

Fund	General	Recreation	Debt Service	Non-Major Funds	Total
Non-spendable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted					
Recreation	0	123,432	0	0	123,432
IMRF	0	0	0	37,806	37,806
Liability Insurance	0	0	0	570	570
Special Recreation	0	0	0	10,645	10,645
Paving & Lighting	0	0	0	990	990
Police	0	0	0	4,069	4,069
Natural History	0	0	0	2,683	2,683
Committed	0	0	0	0	0
Assigned	0	0	0	0	0
Unassigned	(11,242)	0	(6,321)	(5,882)	(23,445)
	<u>\$ (11,242)</u>	<u>\$ 123,432</u>	<u>\$ (6,321)</u>	<u>\$ 50,881</u>	<u>\$ 156,750</u>

P. GASB Pronouncements

In June 1999, the GASB issued Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This Statement establishes new financial reporting requirements for state and local governments throughout the United States. The requirements of this Statement are effective in three phases based on a government's total revenues in the first year ending after June 15, 1999. The Park District has adopted this Statement for the period beginning January 1, 2004.

Governmental Accounting Standards Board Statement No. 61, "The Financial Reporting Entity", is an amendment of GASB Statements No. 14 and No. 39, which does not have impact on the current year financial statements.

As of May 1, 2012, the District has implemented GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position.

As of May 1, 2012, the District has implemented GASB Statement No. 65 "Items previously reported as Assets and Liabilities". The objective of this statement is to establish accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The Statement also recognizes as outflows of resources or inflows of resources certain items that were previously reported as assets and liabilities.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. GASB Pronouncements (Continued)

As of May 1, 2015, the District has implemented GASB Statement No. 68 “Accounting and Financial Reporting for Pensions” which is an amendment of GASB Statement No. 27. The objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency

Under the implementation of GASB 68, the District has also implemented GASB Statement No. 71 “Pension Transition for Contributions Made Subsequent to the Measurement Date” – an amendment of GASB No. 68.

NOTE 2 – DEPOSITS AND INVESTMENTS

A. Bank Deposits

At April 30, 2017, the carrying amount of the Park District's deposits was \$172,840 and the bank balance was \$201,231. The deposits are categorized in accordance with risk factors created by governmental reporting standards. The following table categorizes the Park District's cash and cash equivalents according to levels of custodial credit risk:

Category:	<u>Carrying Amount</u>	<u>Bank Balance</u>
Deposits covered by federal depository insurance, or by collateral held by the Park District or its agent in the Park District's name	\$ 172,840	\$ 201,231
Deposits covered by collateral held by the pledging financial institution's trust department, or its agent in the Park District's name	0	0
Deposits covered by collateral held by the pledging financial institution, or its trust department, or its agent but not in the Park District's name, and deposits which are uninsured and uncollateralized	<u>0</u>	<u>0</u>
Total Bank Deposits	<u>\$ 172,840</u>	<u>\$ 201,231</u>

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 2 – DEPOSITS AND INVESTMENTS (CONTINUED)

B. Policies for Investments

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield. 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 investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District’s name. The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

NOTE 3 – INTERFUND RECEIVABLES/PAYABLES

During the normal course of Park operations, interfund balances are created. Amounts due to and due from other funds arise during the course of the Park District’s operations because of numerous transactions between funds to finance operations, provide services, construct assets and service debt. The following interfund receivables and payables exist at April 30, 2017:

Fund	Due From	Due To
General Fund	\$ 0	\$ 68,732
Recreation Fund	125,683	0
Debt Service Fund	0	6,321
Audit Fund	0	5,882
Liability Insurance Fund	0	36,661
Special Recreation Fund	0	3,546
Paving & Lighting Fund	0	2,392
Natural History Fund	0	2,149
	<u>\$ 125,683</u>	<u>\$ 125,683</u>

NOTE 4 – EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over legally enacted budgeted amounts for the year ended April 30, 2017:

Fund	Budget	Actual
Debt Service Fund	\$ 157,448	\$ 168,108
Police Fund	3,335	4,138

**Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017**

NOTE 5 – HEALTH INSURANCE

On September 1, 1999 the Marengo Park District became a member of the Park District Risk Management Agency (PDRMA) Health Program, a health benefits pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$250,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

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

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

The following represents a summary of PDRMA's balance sheet at December 31, 2016 and the statement of revenues and expenses for the period ending December 31, 2016.

Assets	\$	19,963,703
Deferred Outflows of Resources - Pension	\$	472,756
Liabilities	\$	5,609,725
Deferred Inflows of Resources - Pension	\$	14,609
Total Net Position	\$	14,812,125
Revenues	\$	37,086,143
Expenditures	\$	34,157,556

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

NOTE 6 – CAPITAL ASSETS

A summary of the changes in capital assets for the year follows for the governmental activities. Total depreciation expense for the year charged for governmental activities in the general government function was \$153,487.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 6 – CAPITAL ASSETS (CONTINUED)

	Balance April 30, 2016	Additions	Retirements	Balance April 30, 2017
Assets Not Subject to Depreciation				
Land	\$ 2,395,500	\$ 0	\$ 0	\$ 2,395,500
Collections	5,000	0	0	5,000
	<u>\$ 2,400,500</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,400,500</u>
Assets Subject to Depreciation				
Land Improvements	\$ 536,138	\$ 0	\$ 0	\$ 536,138
Buildings & Improvements	3,053,638	0	0	3,053,638
Park Facilities	1,676,334	0	0	1,676,334
Furniture & Equipment	327,193	11,298	0	338,491
	<u>5,593,303</u>	<u>11,298</u>	<u>0</u>	<u>5,604,601</u>
Less - Accumulated Depreciation				
Land Improvements	(341,887)	(14,917)	0	(356,804)
Buildings & Improvements	(1,220,084)	(76,437)	0	(1,296,521)
Park Facilities	(1,582,872)	(45,549)	0	(1,628,421)
Furniture & Equipment	(244,309)	(16,584)	0	(260,893)
	<u>(3,389,152)</u>	<u>(153,487)</u>	<u>0</u>	<u>(3,542,639)</u>
Net Capital Assets Subject to Depreciation	<u>\$ 2,204,151</u>	<u>\$ (142,189)</u>	<u>\$ 0</u>	<u>\$ 2,061,962</u>
Total Capital Assets	<u>\$ 4,604,651</u>	<u>\$ (142,189)</u>	<u>\$ 0</u>	<u>\$ 4,462,462</u>

NOTE 7 – SHORT-TERM AND LONG-TERM DEBT

A. Short-term Debt Transactions

Short-term general obligation bonds are issued to finance general operating expenses or to cover maturing principal and interest payments on long-term bond obligations. Payments on short-term debt are made from the debt service fund. Short-term general obligation bonds have historically been presented as a liability in the fund financial statements. Beginning in 2017, all short-term general obligation bonds will be presented in the government-wide financial statements as opposed to the fund financial statements. A summary of changes in short-term debt for governmental activities for the year ended April 30, 2017 is as follows:

	Balance April 30, 2016	New Debt	Principal Paid	Balance April 30, 2017	Amount Due Within One Year
Short-Term Debt					
General Obligation Bonds					
Series 2015	129,430	0	(129,430)	0	0
Total Short-Term Debt	<u>\$ 129,430</u>	<u>\$ 0</u>	<u>\$ (129,430)</u>	<u>\$ 0</u>	<u>\$ 0</u>

Series 2015 General Obligation Limited Tax Park Bond: Originally issued for \$129,430 dated December 15, 2015, provides for principal payment on November 1, 2016; interest is payable at a rate of 3.5%.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 7 – SHORT-TERM AND LONG-TERM DEBT (CONTINUED)

B. Long-term Debt Transactions

The Park District enters into debt transactions to finance additions of and major improvements to recreational facilities. A summary of changes in long-term debt for governmental activities for the year ended April 30, 2017 is as follows:

	Balance		Principal	Balance	Amount Due
	April 30, 2016	New Debt	Paid	April 30, 2017	Within
					One Year
Long-Term Debt					
Debt Certificates					
Series 2003B	\$ 455,730	\$ 0	\$ 0	\$ 455,730	\$ 0
General Obligation Bonds					
Series 2012B, ARS	985,000	0	(70,000)	915,000	80,000
Series 2016	0	134,820	0	134,820	127,225
Notes Payable					
Prairie Community Bank	19,138	0	(5,925)	13,213	6,166
First National Bank	202,859	0	(10,013)	192,846	17,496
	1,662,727	134,820	(85,938)	1,711,609	\$ 230,887
Premium on Series 2012B	56,316	0	(5,632)	50,684	
Total Long-Term Debt	\$ 1,719,043	\$ 134,820	\$ (91,570)	\$ 1,762,293	

Series 2003B Capital Appreciation Debt Certificates: Originally issued for \$455,730 dated August 5, 2003; provides for principal and interest payments of \$375,000 to \$400,000 from 2021 to 2023 at rates ranging from 6.5% to 6.7%. As the Debt Certificate interest payments of \$1,094,269 mature in 2021 through 2023 along with \$455,730 of principal, the corresponding interest has been accreted and amounts to \$648,859 as of April 30, 2017. The change in accreted interest amounts to \$70,588 and is included in the Statement of Activities.

Series 2012B General Obligation Park Refunding Bond (Alternate Revenue Source): Originally issued for \$1,115,000 dated December 1, 2012; provides for principal payments of \$10,000 to \$140,000 from 2014 to 2026; interest is payable on January and July 1 at rates ranging from 5.2% to 7.9%.

Series 2016 General Obligation Limited Tax Park Bond: Originally issued for \$134,820 dated December 29, 2016, provides for principal payments on November 1, 2017 and 2018; interest is payable at a rate of 2.88%.

Prairie Community Bank Note Payable: Originally issued for \$35,156 dated June 5, 2014; provides for monthly principal and interest payments of \$550 from July 2013 through June 2019 at a 4% interest rate.

First National Bank Note Payable: Originally issued for \$247,202 dated November 26, 2013; provides for monthly principal and interest payments of \$1,900 with a lump principal and interest payment of \$150,040 on November 30, 2019 at a 3.4% interest rate.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 7 – SHORT-TERM AND LONG-TERM DEBT (CONTINUED)

C. Annual Debt Service Requirements

Annual debt service requirements to maturity for debt, including interest, are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 230,887	\$ 67,892	\$ 298,779
2019	116,034	56,759	172,793
2020	253,957	47,221	301,178
2021	228,169	288,569	516,738
2022	228,494	290,106	518,600
2023	231,340	311,280	542,620
2024	237,728	308,652	546,380
2025-2026	185,000	11,960	196,960
Total	<u>\$ 1,711,609</u>	<u>\$ 1,382,439</u>	<u>\$ 3,094,048</u>

The Park District is subject to the Illinois Park District Code which limits the amount of bond indebtedness to 2.875% of the most recently available equalized assessed valuation. The Park District's 2016 equalized assessed valuation was \$113,830,553. As of April 30, 2017, the Park District's legal debt margin is \$2,425,335.

NOTE 8 – FUND BALANCES

At April 30, 2017, the following funds had deficit fund balances:

<u>Fund</u>	<u>Deficit</u>
General	\$ (11,242)
Debt Service	(6,321)
Audit	(5,882)

NOTE 9 – RISK MANAGEMENT

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

Since December 1, 1991, the Marengo Park District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2017 through January 1, 2018:

**Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017**

NOTE 9 – RISK MANAGEMENT (CONTINUED)

Coverage	Member Deductible	PDRMA		Limits	Insurance Company	Policy Number
		Self-Insured Retention				
1. Property						
All losses per occurrence	\$1,000	\$1,000,000	\$1,000,000,000/all members		PDRMA Reinsurers:	P070116
Flood/except Zones A&V	\$1,000	\$1,000,000	\$250,000,000/occurrence/annual aggregate	Declaration 11	Various Reinsurers through the Public Entity Property Reinsurance Program (PEPIP)	
Flood, Zones A&V	\$1,000	\$1,000,000	\$200,000,000/occurrence/annual aggregate			
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/occurrence/annual aggregate			
Auto Physical Damage Comprehensive and Collision	\$1,000	\$1,000,000	Included			
Course of Construction Business interruption, Rental Income, Tax Income Combined	\$1,000	Included	\$25,000,000 \$100,000,000/reported values \$500,000/\$2,500,000/ non-reported values			
Service Interruption	24 hours	N/A	\$25,000,000			
			OTHER SUB-LIMITS APPLY- REFER TO COVERAGE DOCUMENT			
Boiler and Machinery Property Damage Business Income	\$1,000 48 hours	\$9,000 N/A	\$100,000,000 Equip. Breakdown Property damage - included Included		Travelers Indemnity Co. of Illinois	BME1 0525L478
			OTHER SUB-LIMITS APPLY- REFER TO COVERAGE DOCUMENT			
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000		National Union Fire Insurance Co.	04-589-00-90
Seasonal Employees	\$1,000	\$9,000	\$1,000,000			
Blanket Bond	\$1,000	\$24,000	\$2,000,000			
2. Workers Compensation						
Employers' Liability	N/A	\$500,000	Statutory \$3,500,000 Employers Liability		PDRMA Government Entities Mutual, (GEM) Safety National	WC010117 GEM-0003- A17001 SP4056302
3. Liability						
General	None	\$500,000	\$21,500,000/occurrence		PDRMA	L010117
Auto Liability	None	\$500,000	\$21,500,000/occurrence		Reinsurers:	
Employment Practices	None	\$500,000	\$21,500,000/occurrence		GEM	GEM-0003-
Public Officials' Liability	None	\$500,000	\$21,500,000/occurrence		Great American	A17001
Law Enforcement Liability	None	\$500,000	\$21,500,000/occurrence		Genesis	C501
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/occurrence			

**Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017**

NOTE 9 – RISK MANAGEMENT (CONTINUED)

Coverage	Member Deductible	PDRMA Self- Insured Retention	Limits	Insurance Company	Policy Number
4. <u>Pollution Liability</u>					
Liability - Third Party	None	\$25,000	\$5,000,000 per occurrence	XL Environmental	PEC 2535805
Property - First Party	\$1,000	\$24,000	\$30,000,000 3 yr. general aggregate	Insurance	
5. <u>Outbreak Expense</u>					
	24 Hours	N/A	\$15,000 per day \$ 1 million aggregate policy limit	Great American	OB010117
6. <u>Information Security and Privacy Insurance with Electronic Media Liability Coverage</u>					
Information Security & Privacy Liability	None	\$100,000	\$2,000,000/occurrence/ annual aggregate	Beazley Lloyds Syndicate	PH1533938
Privacy Notification Costs	None	\$100,000	\$500,000/occurrence/ annual aggregate	AFB 2623/623 through the PEPIP program	
Regulatory Defense & Penalties	None	\$100,000	\$2,000,000/occurrence/ annual aggregate		
Website Media Content Liability	None	\$100,000	\$2,000,000/occurrence/ annual aggregate		
Cyber Extortion	None	\$100,000	\$2,000,000/occurrence/ annual aggregate		
Data Protection & Business Interuption	\$1,000	\$100,000	\$2,000,000/occurrence/ annual aggregate		
First Party Business Interuption	8 hours	\$100,000	\$50,000 hourly sublimit/ \$50,000 forensic expense/ \$150,000 dependent business interruption		
7. <u>Volunteer Medical Accident</u>					
	None	\$5,000	\$5,000 medical expense and AD&D excess of any other collectible insurance	Self-Insured	
8. <u>Underground Storage Tank Liability</u>					
	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	Self-Insured	
9. <u>Unemployment Compensation</u>					
	N/A	N/A	Statutory	Member-Funded	

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the Marengo Park District.

**Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017**

NOTE 9 – RISK MANAGEMENT (CONTINUED)

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

Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member. PDRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Program Council. PDRMA also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss reduction and prevention procedures to be followed by the members.

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2016 and the statement of revenues and expenses for the period ending December 31, 2016. The Marengo Park District's portion of the overall equity of the pool is 0.049% or \$19,459.

Assets	\$	62,209,572
Deferred Outflows of Resources - Pension	\$	1,117,312
Liabilities	\$	23,580,657
Deferred Inflows of Resources - Pension	\$	34,088
Total Net Position	\$	39,712,139
Revenues	\$	20,508,977
Expenditures	\$	21,505,049

Since 92.44% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

NOTE 10 – PENSION COMMITMENT

Plan Description. The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Park District plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on-line at www.imrf.org.

**Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017**

NOTE 10 – PENSION COMMITMENT (CONTINUED)

Funding Policy. As set by statute, the Park District Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2016 was 11.02 percent of annual covered payroll. The Park District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. The required contribution for calendar year 2016 was \$10,888.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 10 – PENSION COMMITMENT (CONTINUED)

In accordance with GASB Statement No. 68, "Accounting and Financial Reporting for Pensions – An amendment of GASB No. 27," the following information is provided:

Actuarial Valuation Date	December 31, 2016
Measurement Date of the Net Pension Liability	December 31, 2016
Fiscal Year End	April 30, 2017

Membership

Number of	
- Retirees and Beneficiaries	9
- Inactive, Non-Retired Members	39
- Active Members	4
- Total	<u>52</u>

Covered Valuation Payroll	<u>\$ 98,806</u>
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Net Pension Liability

Total Pension Liability/(Asset)	\$ 871,524
Plan Fiduciary Net Position	<u>750,732</u>
Net Pension Liability/(Asset)	<u>\$ 120,792</u>
Plan Fiduciary Net Position as a Percentage of total Pension liability	86.14%
Net Pension Liability as a Percentage of Covered Valuation Payroll	122.25%

Development of the Single Discount Rate as of December 31, 2016

Long-Term Expected Rate of Investment Return	7.50%
Long-Term Municipal Bond Rate	3.78%
Last year December 31 in the 2017 to 2116 projection period for which projected benefit payments are fully funded	2116
Resulting Single Discount Rate based on the above development	7.50%
Single Discount Rate Calculated using December 31, 2015 Measurement Date	7.49%

Total Pension Expense/(Income)	<u>\$ 39,049</u>
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Deferred Outflows and Deferred Inflows of Resources by Source
(to be recognized in Future Pension Expenses)

	Deferred Outflows of Resources	Deferred Inflows of Resources
1. Difference between expected and actual experience	\$ 899	\$ 0
2. Assumption Changes	0	43
3. Net Difference between projected and actual earnings on pension plan investments	<u>34,078</u>	<u>0</u>
4. Total	<u>\$ 34,977</u>	<u>\$ 43</u>

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 10 – PENSION COMMITMENT (CONTINUED)

DEFERRED OUTFLOWS AND DEFERRED INFLOWS
OF RESOURCES TO BE RECOGNIZED IN
FUTURE PENSION EXPENSE

Plan Year Ending December 31		Net Deferred Outflows of Resources
2017	\$	11,917
2018		11,061
2019		11,062
2020		894
	\$	<u>34,934</u>

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
CURRENT PERIOD
Calendar Year Ended December 31, 2016

A. Total pension liability		
1. Service Cost	\$	15,019
2. Interest on the total pension liability		60,341
3. Changes of benefit terms		0
4. Difference between expected and actual experience of the total pension liability		21,148
5. Changes of assumptions		(1,007)
6. Benefit payments, including refunds of employee contributions		<u>(44,171)</u>
7. Net change in pension liability		51,330
8. Total pension liability - beginning		<u>820,194</u>
9. Total pension liability - ending		<u>871,524</u>
B. Plan fiduciary net position		
1. Contributions - employer	\$	10,888
2. Contributions - employee		4,446
3. Net Investment income		48,847
4. Benefit payments, including refunds of employee contributions		(44,171)
5. Other (net transfer)		<u>10,927</u>
6. Net change in plan fiduciary net position		30,937
7. Plan fiduciary net position - beginning		<u>719,795</u>
8. Plan fiduciary net position - ending		<u>750,732</u>
C. Net pension liability /(asset)		<u>120,792</u>
D. Plan fiduciary net position as a percentage of the total pension liability		86.14%
E. Covered Valuation Payroll	\$	98,806
F. Net pension liability as a percentage of covered valuation payroll		122.25%

**Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017**

NOTE 10 – PENSION COMMITMENT (CONTINUED)

SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS
USED IN THE CALCULATION OF THE TOTAL PENSION LIABILITY

Methods and Assumptions Used to Determine Total Pension Liability:

Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.5%
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). the IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). the IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
<u>Other Information:</u>	There were no benefit changes during the year.

Marengo Park District
Notes to the Financial Statements (Continued)
For the Year Ended April 30, 2017

NOTE 10 – PENSION COMMITMENT (CONTINUED)

CALCULATION OF THE SINGLE DISCOUNT RATE

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

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

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.78%; and the resulting single discount rate is 7.50%.

SENSITIVITY OF NET PENSION LIABILITY/(ASSET) TO THE
SINGLE DISCOUNT RATE ASSUMPTION

	1% Decrease 6.50%	Current Single Discount Rate Assumption 7.50%	1% Increase 8.50%
Total Pension Liability	\$ 980,199	\$ 871,524	\$ 781,775
Plan Fiduciary Net Position	750,732	750,732	750,732
Net Pension Liability/(Asset)	<u>\$ 229,467</u>	<u>\$ 120,792</u>	<u>\$ 31,043</u>

NOTE 11 – SUBSEQUENT EVENTS

The date to which events occurring after April 30, 2017, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosure is August 28, 2017, the date the financial statements were available to be issued.

**Marengo Park District
IMRF Pension Disclosures
For the Year Ended April 30, 2017**

Required Supplementary Information

In accordance with GASB Statement No. 68, "Accounting and Financial Reporting for Pensions – An Amendment of GASB Statements No. 27", the financial statements of employers also include required supplementary information showing the 10-year fiscal history of:

- Sources of changes in the net pension liability;
- Information about the components of the net pension liability and related ratios, including the pension plan's fiduciary net position as a percentage of the total pension liability, and the net pension liability as a percent of covered-employee payroll, and
- Comparison of actual employer contributions to the actuarially determined contributions based on the plan's funding policy.

MULTIYEAR SCHEDULE OF CONTRIBUTIONS
Last 10 Plan Years

Plan Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2016	\$ 10,888 *	\$ 10,888	\$ 0	\$ 98,806	11.02%
2015	9,080	9,080	0	116,563	7.79%

* Estimated based on contribution rate of 11.02% and covered valuation payroll of \$98,806.

**Marengo Park District
IMRF Pension Disclosures (Continued)
For the Year Ended April 30, 2017**

NOTES TO SCHEDULE OF CONTRIBUTIONS

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

Methods and Assumptions Used to Determine 2016 Contribution Rates:

<p>Actuarial Cost Method Amortization Method Remaining Amortization Period</p>	<p>Aggregate Entry-Age Normal Level Percentage of Payroll, Closed Non-Taxing bodies : 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 27-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 22 years for most employers (two employers were financed over 31 years).</p>
<p>Asset Valuation Method Wage Growth Price Inflation</p>	<p>5-Year smoothed market; 20% corridor 3.50% 2.75% - approximate; No explicit price inflation assumption is used in this valuation.</p>
<p>Salary Increases Investment Rate of Return Retirement Age</p>	<p>3.75% to 14.50% including inflation 7.50% Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.</p>
<p>Mortality</p>	<p>For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.</p>

Other Information: There were no benefit changes during the year.

Marengo Park District
IMRF Pension Disclosures (Continued)
For the Year Ended April 30, 2017

Multiyear Schedule of Changes in Net Pension Liability and Related Ratios
Last 10 Plan Years (When Available)

Plan Year Ending December 31,	2016	2015
Total pension liability		
Service cost	\$ 15,019	\$ 14,781
Interest on the total pension liability	60,341	56,501
Changes of benefit terms	0	0
Difference between expected and actual experience of the total pension liability	21,148	24,069
Changes of assumptions	(1,007)	966
Benefit payments, including refunds of employee contributions	(44,171)	(44,161)
Net change in total pension liability	51,330	52,156
Total pension liability— beginning	820,194	768,038
Total pension liability – ending	<u>\$ 871,524</u>	<u>\$ 820,194</u>
Plan fiduciary net position		
Contributions – employer	\$ 10,888	\$ 9,080
Contributions – employee	4,446	5,245
Net investment income	48,847	3,604
Benefit payments, including refunds of employee contributions	(44,171)	(44,161)
Other (net transfer)	10,927	10,357
Net change in plan fiduciary net position	30,937	(15,875)
Plan fiduciary net position, Beginning	719,795	735,670
Ending	<u>\$ 750,732</u>	<u>\$ 719,795</u>
Net pension liability/(asset)	<u>\$ 120,792</u>	<u>\$ 100,399</u>
Plan fiduciary net position as a percent of the total pension liability	86.14%	87.76%
Covered Valuation Payroll	\$ 98,806	\$ 116,563
Net pension liability as a percent of covered valuation payroll	122.25%	86.13%

**Marengo Park District
General Fund
Budgetary Comparison Schedule
For The Year Ended April 30, 2017**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 109,522	\$ 109,522	\$ 109,559	\$ 37
Replacement Taxes	52,557	52,557	26,053	(26,504)
Donations	58,165	58,165	28,833	(29,332)
Rental	4,420	4,420	2,191	(2,229)
Other Income	81	81	40	(41)
Interest Income	611	611	303	(308)
TOTAL REVENUES	<u>225,356</u>	<u>225,356</u>	<u>166,979</u>	<u>(58,377)</u>
EXPENDITURES				
Administrative				
Salaries and Wages	105,655	105,655	1,264	104,391
Health Insurance	17,041	17,041	11,469	5,572
Accounting	0	0	27,307	(27,307)
Utilities	11,958	11,958	24,279	(12,321)
Legal	5,900	5,900	4,502	1,398
Maintenance Supplies	32,895	32,895	6,399	26,496
Fire and Safety	2,640	2,640	3,174	(534)
Office Supplies	3,560	3,560	3,487	73
Miscellaneous	560	560	5,913	(5,353)
Garbage Removal	1,256	1,256	4,078	(2,822)
Telephone and Internet	2,020	2,020	2,601	(581)
Bank Fees	2,020	2,020	1,885	135
Advertising	1,775	1,775	4,177	(2,402)
Janitorial and Building Supplies	1,200	1,200	1,028	172
Dues and Association Fees	135	135	338	(203)
Website Hosting	0	0	1,861	(1,861)
Interest	8,930	8,930	52	8,878
	<u>197,545</u>	<u>197,545</u>	<u>103,814</u>	<u>93,731</u>
Capital Outlay				
Capital Improvement	33,800	33,800	16,241	17,559
TOTAL EXPENDITURES	<u>231,345</u>	<u>231,345</u>	<u>120,055</u>	<u>111,290</u>
NET CHANGE IN FUND DEFICIT	<u>\$ (5,989)</u>	<u>\$ (5,989)</u>	46,924	<u>\$ 52,913</u>
FUND DEFICIT, BEGINNING OF YEAR			<u>(58,166)</u>	
END OF YEAR			<u>\$ (11,242)</u>	

**Marengo Park District
Recreation Fund
Budgetary Comparison Schedule
For The Year Ended April 30, 2017**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 125,827	\$ 125,827	\$ 125,870	\$ 43
Recreation Programs	158,899	158,899	78,768	(80,131)
Rental	42,969	42,969	21,300	(21,669)
TOTAL REVENUES	<u>327,695</u>	<u>327,695</u>	<u>225,938</u>	<u>(101,757)</u>
EXPENDITURES				
Programs				
Salaries and Wages	146,653	146,653	165,021	(18,368)
Program Expenses	54,641	54,641	28,206	26,435
Utilities	24,950	24,950	3,808	21,142
Advertising	240	240	1,954	(1,714)
Legal	5,000	5,000	0	5,000
Health Insurance	14,400	14,400	7,605	6,795
Miscellaneous	0	0	1,315	(1,315)
Telephone and Internet	600	600	0	600
	<u>246,484</u>	<u>246,484</u>	<u>207,909</u>	<u>38,575</u>
Capital Outlay				
Capital Improvement	5,000	5,000	10,783	(5,783)
TOTAL EXPENDITURES	<u>251,484</u>	<u>251,484</u>	<u>218,692</u>	<u>32,792</u>
NET CHANGE IN FUND BALANCE	<u>\$ 76,211</u>	<u>\$ 76,211</u>	7,246	<u>(68,965)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>116,186</u>	
END OF YEAR			<u>\$ 123,432</u>	

**Marengo Park District
Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Deficit
Budget and Actual
For The Year Ended April 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 133,407	\$ 133,407	\$ 133,453	\$ 46
TOTAL REVENUES	<u>133,407</u>	<u>133,407</u>	<u>133,453</u>	<u>46</u>
EXPENDITURES				
Debt Service				
Principal	79,701	79,701	85,938	(6,237)
Interest	77,747	77,747	75,868	1,879
Fees	0	0	6,302	(6,302)
TOTAL EXPENDITURES	<u>157,448</u>	<u>157,448</u>	<u>168,108</u>	<u>(10,660)</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(24,041)	(24,041)	(34,655)	(10,614)
OTHER FINANCING SOURCES				
Issuance of Debt	0	0	134,820	134,820
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>0</u>	<u>134,820</u>	<u>134,820</u>
NET CHANGE IN FUND DEFICIT	<u>\$ (24,041)</u>	<u>\$ (24,041)</u>	100,165	<u>\$ 124,206</u>
FUND DEFICIT, BEGINNING OF YEAR			<u>(106,486)</u>	
END OF YEAR			<u>\$ (6,321)</u>	

**Marengo Park District
Non-Major Governmental Funds
Combining Balance Sheet
April 30, 2017**

	Special Revenue Funds						Total	
	Audit	IMRF	Liability Insurance	Special Recreation	Paving & Lighting	Police		Natural History
ASSETS								
Cash	\$ 0	\$ 38,849	\$ 38,885	\$ 14,191	\$ 3,382	\$ 4,069	\$ 4,832	\$ 104,208
Property Taxes Receivable	3,286	25,038	25,885	45,375	4,321	4,221	16,391	124,517
TOTAL ASSETS	<u>3,286</u>	<u>63,887</u>	<u>64,770</u>	<u>59,566</u>	<u>7,703</u>	<u>8,290</u>	<u>21,223</u>	<u>228,725</u>
DEFERRED OUTFLOWS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>3,286</u>	<u>63,887</u>	<u>64,770</u>	<u>59,566</u>	<u>7,703</u>	<u>8,290</u>	<u>21,223</u>	<u>228,725</u>
LIABILITIES								
Accounts Payables	0	1,043	1,654	0	0	0	0	2,697
Due to Other Funds	5,882	0	36,661	3,546	2,392	0	2,149	50,630
TOTAL LIABILITIES	<u>5,882</u>	<u>1,043</u>	<u>38,315</u>	<u>3,546</u>	<u>2,392</u>	<u>0</u>	<u>2,149</u>	<u>53,327</u>
DEFERRED INFLOWS								
Deferred Property Tax Revenue	3,286	25,038	25,885	45,375	4,321	4,221	16,391	124,517
TOTAL DEFERRED INFLOWS	<u>3,286</u>	<u>25,038</u>	<u>25,885</u>	<u>45,375</u>	<u>4,321</u>	<u>4,221</u>	<u>16,391</u>	<u>124,517</u>
FUND BALANCES (DEFICIT)								
Restricted	0	37,806	570	10,645	990	4,069	2,683	56,763
Unassigned	(5,882)	0	0	0	0	0	0	(5,882)
TOTAL FUND BALANCES (DEFICIT)	<u>(5,882)</u>	<u>37,806</u>	<u>570</u>	<u>10,645</u>	<u>990</u>	<u>4,069</u>	<u>2,683</u>	<u>50,881</u>
TOTAL LIABILITIES, DEFERRED INFLOWS, FUND BALANCES (DEFICIT)	<u>\$ 3,286</u>	<u>\$ 63,887</u>	<u>\$ 64,770</u>	<u>\$ 59,566</u>	<u>\$ 7,703</u>	<u>\$ 8,290</u>	<u>\$ 21,223</u>	<u>\$ 228,725</u>

**Marengo Park District
Non-Major Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
For The Year Ended April 30, 2017**

	Special Revenue Funds							Total
	Audit	IMRF	Liability Insurance	Special Recreation	Paving & Lighting	Police	Natural History	
REVENUES								
Property Taxes	\$ 3,302	\$ 25,159	\$ 26,009	\$ 43,824	\$ 4,342	\$ 4,242	\$ 16,470	\$ 123,348
Rentals	0	0	0	0	0	0	3,427	3,427
TOTAL REVENUES	<u>3,302</u>	<u>25,159</u>	<u>26,009</u>	<u>43,824</u>	<u>4,342</u>	<u>4,242</u>	<u>19,897</u>	<u>126,775</u>
EXPENDITURES								
Audit	4,750	0	0	0	0	0	0	4,750
Pension Contributions	0	11,282	0	0	0	0	0	11,282
Liability Insurance	0	0	11,651	0	0	0	0	11,651
Special Recreation	0	0	0	29,633	0	0	0	29,633
Paving & Lighting	0	0	0	0	960	0	0	960
Police	0	0	0	0	0	4,138	0	4,138
Natural History	0	0	0	0	0	0	14,933	14,933
TOTAL EXPENDITURES	<u>4,750</u>	<u>11,282</u>	<u>11,651</u>	<u>29,633</u>	<u>960</u>	<u>4,138</u>	<u>14,933</u>	<u>77,347</u>
NET CHANGE IN FUND BALANCES (DEFICITS)	(1,448)	13,877	14,358	14,191	3,382	104	4,964	49,428
FUND BALANCE (DEFICITS), BEGINNING OF YEAR	<u>(4,434)</u>	<u>23,929</u>	<u>(13,788)</u>	<u>(3,546)</u>	<u>(2,392)</u>	<u>3,965</u>	<u>(2,281)</u>	<u>1,453</u>
END OF YEAR	<u>\$ (5,882)</u>	<u>\$ 37,806</u>	<u>\$ 570</u>	<u>\$ 10,645</u>	<u>\$ 990</u>	<u>\$ 4,069</u>	<u>\$ 2,683</u>	<u>\$ 50,881</u>

Marengo Park District
Audit Fund
Schedule of Revenues, Expenditures and Changes in Fund Deficit
Budget and Actual
For The Year Ended April 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 3,301	\$ 3,301	\$ 3,302	\$ 1
TOTAL REVENUES	<u>3,301</u>	<u>3,301</u>	<u>3,302</u>	<u>1</u>
EXPENDITURES				
Audit	<u>5,200</u>	<u>5,200</u>	<u>4,750</u>	<u>450</u>
TOTAL EXPENDITURES	<u>5,200</u>	<u>5,200</u>	<u>4,750</u>	<u>450</u>
NET CHANGE IN FUND DEFICIT	<u>\$ (1,899)</u>	<u>\$ (1,899)</u>	<u>(1,448)</u>	<u>\$ 451</u>
FUND DEFICIT, BEGINNING OF YEAR			<u>(4,434)</u>	
END OF YEAR			<u>\$ (5,882)</u>	

Marengo Park District
Illinois Municipal Retirement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended April 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 25,150	\$ 25,150	\$ 25,159	\$ 9
TOTAL REVENUES	<u>25,150</u>	<u>25,150</u>	<u>25,159</u>	<u>9</u>
EXPENDITURES				
Pension Contributions	<u>19,500</u>	<u>19,500</u>	<u>11,282</u>	<u>8,218</u>
TOTAL EXPENDITURES	<u>19,500</u>	<u>19,500</u>	<u>11,282</u>	<u>8,218</u>
NET CHANGE IN FUND BALANCE	<u>\$ 5,650</u>	<u>\$ 5,650</u>	<u>13,877</u>	<u>\$ 8,227</u>
FUND BALANCE, BEGINNING OF YEAR			<u>23,929</u>	
END OF YEAR			<u>\$ 37,806</u>	

Marengo Park District
Liability Insurance Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)
Budget and Actual
For The Year Ended April 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 26,000	\$ 26,000	\$ 26,009	\$ 9
TOTAL REVENUES	<u>26,000</u>	<u>26,000</u>	<u>26,009</u>	<u>9</u>
EXPENDITURES				
Liability Insurance	<u>26,000</u>	<u>26,000</u>	<u>11,651</u>	<u>14,349</u>
TOTAL EXPENDITURES	<u>26,000</u>	<u>26,000</u>	<u>11,651</u>	<u>14,349</u>
NET CHANGE IN FUND BALANCE (DEFICIT)	<u>\$ 0</u>	<u>\$ 0</u>	14,358	<u>\$ 14,358</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(13,788)</u>	
END OF YEAR			<u>\$ 570</u>	

Marengo Park District
Special Recreation Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)
Budget and Actual
For The Year Ended April 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 43,809	\$ 43,809	\$ 43,824	\$ 15
TOTAL REVENUES	<u>43,809</u>	<u>43,809</u>	<u>43,824</u>	<u>15</u>
EXPENDITURES				
Special Recreation NISRA Payment	<u>52,000</u>	<u>52,000</u>	<u>29,633</u>	<u>22,367</u>
TOTAL EXPENDITURES	<u>52,000</u>	<u>52,000</u>	<u>29,633</u>	<u>22,367</u>
NET CHANGE IN FUND BALANCE (DEFICIT)	<u>\$ (8,191)</u>	<u>\$ (8,191)</u>	14,191	<u>\$ 22,382</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(3,546)</u>	
END OF YEAR			<u>\$ 10,645</u>	

Marengo Park District
Paving & Lighting Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)
Budget and Actual
For The Year Ended April 30, 2017

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property Taxes	\$ 4,341	\$ 4,341	\$ 4,342	\$ 1
TOTAL REVENUES	<u>4,341</u>	<u>4,341</u>	<u>4,342</u>	<u>1</u>
EXPENDITURES				
Paving and Lighting	<u>5,000</u>	<u>5,000</u>	<u>960</u>	<u>4,040</u>
TOTAL EXPENDITURES	<u>5,000</u>	<u>5,000</u>	<u>960</u>	<u>4,040</u>
NET CHANGE IN FUND BALANCE (DEFICIT)	<u>\$ (659)</u>	<u>\$ (659)</u>	3,382	<u>\$ 4,041</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(2,392)</u>	
END OF YEAR			<u>\$ 990</u>	

Marengo Park District
Police Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended April 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 4,241	\$ 4,241	\$ 4,242	\$ 1
TOTAL REVENUES	<u>4,241</u>	<u>4,241</u>	<u>4,242</u>	<u>1</u>
EXPENDITURES				
Police	<u>3,335</u>	<u>3,335</u>	<u>4,138</u>	<u>(803)</u>
TOTAL EXPENDITURES	<u>3,335</u>	<u>3,335</u>	<u>4,138</u>	<u>(803)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 906</u>	<u>\$ 906</u>	104	<u>\$ (802)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>3,965</u>	
END OF YEAR			<u>\$ 4,069</u>	

**Marengo Park District
Natural History Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit)
Budget and Actual
For The Year Ended April 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 16,464	\$ 16,464	\$ 16,470	\$ 6
Rentals	6,913	6,913	3,427	(3,486)
TOTAL REVENUES	<u>23,377</u>	<u>23,377</u>	<u>19,897</u>	<u>(3,480)</u>
EXPENDITURES				
Natural History				
Salaries and Wages	18,048	18,048	8,074	9,974
Commodities	4,470	4,470	4,489	(19)
Contractual Services	5,150	5,150	2,370	2,780
TOTAL EXPENDITURES	<u>27,668</u>	<u>27,668</u>	<u>14,933</u>	<u>12,735</u>
NET CHANGE IN FUND BALANCE (DEFICIT)	<u>\$ (4,291)</u>	<u>\$ (4,291)</u>	4,964	<u>\$ 9,255</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR			<u>(2,281)</u>	
END OF YEAR			<u>\$ 2,683</u>	