



Arlington Heights Park District

COMPREHENSIVE ANNUAL FINANCIAL REPORT

2017-2018

Fiscal year ending April 30, 2018



Arlington Heights, Illinois | 60004

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2018

Prepared by

Jason Myers
Director of Finance and Personnel

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ARLINGTON HEIGHTS, ILLINOIS
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ARLINGTON HEIGHTS, ILLINOIS
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ARLINGTON HEIGHTS, ILLINOIS
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INTRODUCTORY SECTION

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2018

BOARD OF PARK COMMISSIONERS

Maryfran H. Leno, President

Timothy A. Gelinas

Robert J. Nesvacil

Myles A. Naughton

H. William Ploger

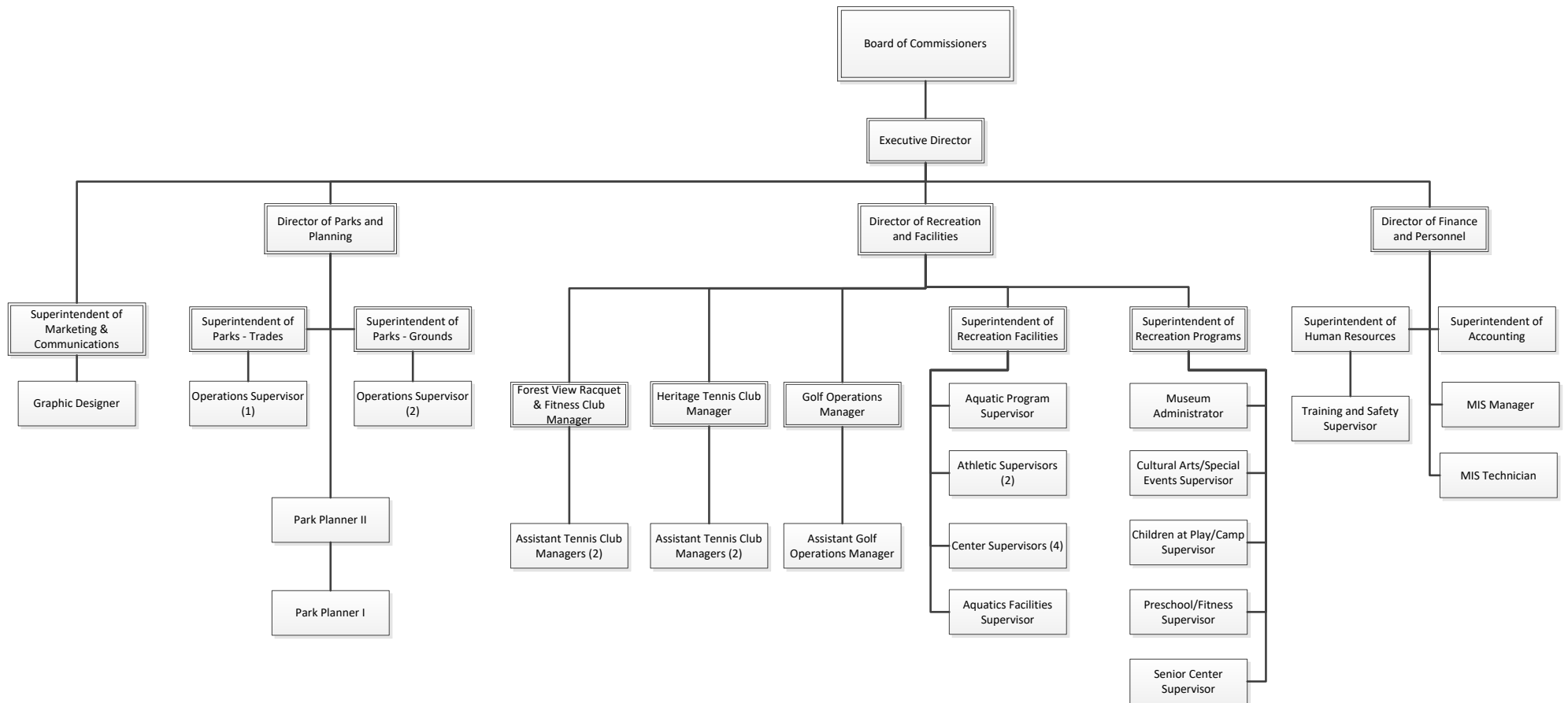
ADMINISTRATIVE STAFF

Richard A. Hanetho
Executive Director

Benjamin Rea
Director of Parks & Planning

Brian E. Meyer
Director of Recreation & Facilities

Jason S. Myers
Director of Finance & Personnel





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Arlington Heights Park District
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2017

Christopher P. Morill

Executive Director/CEO



October 29, 2018

Board of Park Commissioners and Citizens of the
Arlington Heights Park District
410 North Arlington Heights Road
Arlington Heights, Illinois 60004

The Comprehensive Annual Financial Report (CAFR) of the Arlington Heights Park District (District) for the fiscal year ending April 30, 2018 is hereby submitted as mandated by State statutes. This report provides a broad view of the District's financial activities for the 2018 fiscal year and its financial position at April 30, 2018. Sikich LLP, a firm of licensed certified public accountants, has issued an unmodified ("clean") opinion on the Arlington Heights Park District's financial statements for the year ended April 30, 2018. The independent auditor's report is located at the front of the financial section of this report.

Responsibility for both the accuracy of the information presented in the CAFR, as well as the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe that the information, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position of the District and the results of its operations, and that all disclosures necessary to enable the reader to gain maximum understanding of the District's financial affairs have been included.

This report includes all funds of the Park District (the primary government). Generally Accepted Accounting Practices require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management Discussion and Analysis (MD&A). This MD&A complements this letter of transmittal and should be read in conjunction for greater understanding of the Park District's finances. The Park District's MD&A can be found immediately following the report of the independent auditors.

Profile of the Arlington Heights Park District

The Arlington Heights Park District, incorporated in June 1925, provides a full range of recreational activities, a public open space system, recreational facilities, and special events for its citizens. The Arlington Heights Park District is empowered to levy a property tax on both real and personal property located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The Park District has operated under a Board-Manager form of government since 1925. Policymaking authority is vested in a governing board (Board of Commissioners) consisting of the President and four other members, all elected on a non-partisan basis. The Board of Commissioners appoints the government's executive director, who in turn appoints the heads of departments. Board members are elected at large and serve four-year terms, with elections every two years. The day-to-day administration of the District is the responsibility of the executive director. The District employs 103 full-time staff and over 1,000 part-time staff throughout the year.

Services include recreation programs, park management, capital development, and general administration. Recreational facilities operated by the Park District include 58 parks, totaling 715.98 acres, with one indoor and five outdoor swimming pools, five community centers, a cultural arts center, historical museum, Forest View Racquet and Fitness Club, Heritage Tennis Club, Arlington Lakes Golf Club, Nickol Knoll Golf Club, Lake Arlington, Melas Park Sports Complex, and an assortment of softball diamonds, football and soccer fields, playgrounds, and picnic areas.

As an independent unit of government, the Park District includes all of the funds of its operations and component units based on financial accountability. The accompanying financial statements include only those funds of the District, as there are no other organizations for which it has financial accountability. The Park District participates in the Illinois Municipal Retirement Fund (IMRF), the Northwest Special Recreation Association (NWSRA), and the Park District Risk Management Agency (PDRMA). Since these organizations are separate government units, and the Park District does not exercise financial accountability over these agencies, their financial statements are not included in this report. Audited financial statements for these organizations are available upon request from their business offices.

The Board of Commissioners is required to adopt a final budget no later than three months after the close of the fiscal year. This annual budget serves as the foundation for the Arlington Heights Park District's financial planning and control. The budget is prepared by fund and State law prohibits further appropriation at any time within the same fiscal year. The Board of Commissioners has the authority after the first six months of the fiscal year, to make transfers between various items in any fund in the appropriation ordinance with a two-thirds vote. Transfers cannot exceed 10%, in the aggregate, of the total amount appropriated for the fund or item that is having funds reallocated.

Local Economy

The Arlington Heights Park District is located 25 miles northwest of the city of Chicago, in northern Cook County. The District serves most of Arlington Heights and small portions of Palatine, Mt. Prospect, Prospect Heights, and Rolling Meadows. It encompasses an area of a little over 16 square miles. The Village of Arlington Heights 2010 census places the population at 75,101.

The Village of Arlington Heights has a well-established reputation as a preeminent community located in the northwestern corridor of the Chicago metropolitan area. There is little undeveloped land in the Village; however, the Village's economic base is diversified and strong income and housing indices are above State levels. The community is primarily considered a residential community; there is a significant commercial base and a large retail sector. The equalized assessed value of the property in the Park District is split 74% residential and 26% commercial and industrial. Based on information available, staff anticipates the economic condition and outlook of the Park District to remain stable as evidenced by program revenue and real estate tax collection percentages.

The Park District continues to proactively monitor and adjust the budget by reducing operating expenses, postponing capital projects, suspending vacant full-time positions and providing stable fees. Cost containment measures implemented have resulted in balanced budgets and healthy reserve levels. Staff continually monitors economic recovery forecasts, competition, and revenue trends. By being fiscally responsible in prior budget years, the Park District has developed ways to operate more efficiently which, when combined with revenue enhancements and expenditure reductions, has positioned it to be financially strong and maintain healthy reserves in order to be proactive in any economy. The Park District has a fund balance policy that establishes appropriate level of reserves for

each fund. Due to its healthy local economy and maintaining healthy reserves, the Arlington Heights Park District has maintained a credit rating of Aaa from Moody's Investor Service.

The Arlington Heights Park District continues its efforts to monitor economic and population changes, and alters programs and services to meet the needs of the community. The increased demand on existing facilities and parks also pointed the District toward redevelopment. Gradually, the District is analyzing its parks and facilities, making changes to accommodate changing and existing needs.

The District's financial condition is healthy, as a result of the General Fund and the Recreation Fund having comfortable fund balances. Based on the District's long-term financial plans, the District expects to remain in good financial shape.

Long-Term Financial Planning

The Park District has experienced some financial stress with increasing costs outpacing revenue growth. The Park District has controlled increases in employee compensation due to higher health care costs by adjusting the plan design. Increasing commodity expenses are being controlled through longer-term utility supply contracts and other cost saving initiatives. Fortunately, the Park District has a fund balance policy that establishes an appropriate level of reserves for each fund. The Park District's formal fund balance policy calls for retaining undesignated reserves equal to 25% of budget, with an informal goal of 40%. These reserve levels are monitored to ensure that they are maintained.

Facility renovation, park expansion, and equipment replacement are scheduled for completion within the Park District's Comprehensive Plan. The Park District updated its Comprehensive Plan during the 2013/14 fiscal year. The plan is a five-year capital improvement program that includes a five-year funding projection. It was developed to coordinate all facets of the Park District's operation, including community needs, land acquisition, programs, facilities, budget, and personnel, in an effort to maximize existing resources. The Comprehensive Plan and Capital Improvement Plan are integral parts of the District's long-term financial planning.

Major Initiatives

The following projects, along with those projects outlined in the Capital Improvement Plan section, require the Park District to be financially astute in order to maintain its present healthy financial condition and maintain quality services and facilities. Capital expenditures are prioritized and evaluated based on their effect on operational costs. Included in the 2017/18 capital budget are planned capital expenditures of \$2 million. The capital budget includes major projects such as:

- Develop Plans to Renovate Olympic
- Vehicle and Equipment Replacements
- Lake Arlington Improvements
- Park Improvements

Lake Arlington Park Improvements –The Park District has received an Illinois Department of Natural Resources Open Space Land Acquisition and Development Grant totaling \$400,000 to improve the park site. Park improvements include path enhancements, exercise stations, a sensory garden, new playground, fishing pier, 35' shelter, and accessible route to beach, bathrooms and pier. Planned completion date is August 2018. Total cost estimated not to exceed \$1.3 million.

Olympic Park Renovations – The Park District has developed plans for increasing the footprint of the building by an estimated 53,000 square feet. The project includes new locker rooms, two high school gymnasium, warm water pool, indoor walking track, fitness components, multi-purpose rooms, and upgrades to the existing building. The cost for new construction is \$16 million with another \$1 million to address existing maintenance needs.

Physical Accessibility of Facilities – In June of 2005, the Park District contracted with the National Center on Accessibility (NCA) to conduct a physical accessibility assessment of 66 parks and program use spaces. The assessment provides a comprehensive evaluation of the District’s current level of physical access for people with disabilities and recommendations for improving accessibility. The Capital Improvement Plan identifies \$585,500 projects (ADA) for 2017/18.

Land Acquisition – The Park District is interested in increasing park acreage to meet the national open space and park standards and continues to pursue property adjacent to existing parks. Newly acquired land must meet the goals of the Park District (it is best if the land can be programmed to provide a source of revenue for its operation). Large parcels, or parcels adjoining existing parks, provide the best flexibility to the Park District for future needs.

Maintenance of Facilities – The Park District anticipates continuing its program of renovating and updating facilities, structures, tennis courts, playgrounds, and general infrastructure under its current schedule of improvements. The implementation of capital projects is dependent on available financing.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the Park District for the year ended April 30, 2017. This was the twenty-fifth consecutive year that the District has received this prestigious award. In order to be awarded a Certificate of Achievement, the Park District had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current report continues to meet the requirements of the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not be accomplished on a timely basis without the efficient and dedicated services of the entire staff of the Finance Department, and the cooperation and assistance rendered by staff in other operating departments of the Park District. We express our appreciation to all of those employees who assisted and contributed to its preparation. We thank the Board of Commissioners for their leadership and support in planning and conducting the financial operations of the District in a responsible and prudent manner.

Respectfully Submitted,

Jason S. Myers

Jason S. Myers, Director of Finance and Personnel

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
Arlington Heights Park District
Arlington Heights, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Arlington Heights Park District, Arlington Heights, Illinois (the District) as of and for the year ended April 30, 2018, 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 from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Arlington Heights Park District, Arlington Heights, Illinois as of April 30, 2018, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Sikich LLP

Naperville, Illinois

October 29, 2018

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

MANAGEMENT DISCUSSION AND ANALYSIS

April 30, 2018

The Management Discussion and Analysis (MD&A) provides an introduction to the financial performance and statements of the Arlington Heights Park District (District) for the fiscal year ended April 30, 2018. The MD&A is designed to assist the reader in focusing on significant issues; provide an overview of the District's financial activity; identify any material deviation from the financial plan; identify individual fund issues or concerns; identify changes in the District's financial position and its ability to address subsequent years' challenges.

We encourage readers to consider the information presented here, in conjunction with the letter of transmittal (beginning on page iv) and the District's Financial Statements and accompanying notes (beginning on page 4).

FINANCIAL HIGHLIGHTS

- Net Position (assets and deferred outflows minus liabilities and deferred inflows) of the Park District totaled \$51,785,497 as of April 30, 2018. Of this amount, \$40.4 million is invested in capital assets (net of related debt), \$3.3 million is restricted, and \$8.0 million is unrestricted and may be used to meet the District's general obligations. Net Position decreased by \$0.4 million or 0.8% from 2017.
- The District's combined Governmental Funds ending fund balance increased \$10,331,524 (or 59%) as of April 30, 2018. The majority of the increase is attributable to a bond issue related to the renovations of Olympic and starting the Lake Arlington renovations in the spring of 2018.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$3,027,888 (or 55.3%) of General Fund expenditures.
- Governmental debt outstanding was \$24.7 million, compared to \$17.4 million last year, reflecting a 41.9% increase. The Park District continues to maintain its Aaa rating (the highest rating available) which allows the Park District to issue debt at the lowest possible cost.
- Tax revenue decreased by \$1,521,549 (or 10.7%) for a total of \$12,653,321. Fewer taxes were levied due to less debt service scheduled payments in the current year.
- Non-tax revenue was up overall by \$1,349,384 (or 12.3%). Increases due to \$670,00 in recreation programs, \$200,000 Grant for Lake Arlington, \$186,000 in additional green fees due to Arlington Lakes Golf Club being open for a full season after renovations in the prior year, \$180,000 of additional investment income, and \$100,000 in additional restaurant and merchandise sales.
- Expenditures were down \$4,548,105. Decrease is primarily due to lower debt service payments and reduced capital spending.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's Discussion and Analysis introduces the District's basic financial statements. The basic financial statements are: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements incorporate all of the District's governmental and business-type activities, in a manner similar to a private sector business using the economic resources measurement focus and the accrual basis of accounting.

The Statement of Net Position (see page 4) presents information on all of the District's assets, deferred outflows, liabilities and deferred inflows, with the difference reported as net position. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the District is improving or deteriorating.

The Statement of Activities (see page 5) presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. earned but unused vacation leave).

The government-wide financial statements identify functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include general government, and culture and recreation.

The government-wide financial statements can be found on pages 4-5 of this report.

Fund Financial Statements

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

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

The short-term focus of governmental funds is narrower than the long-term focus of the government-wide financial statements, making it useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities as shown on pages 6-7 and 9-10 respectively.

The District maintains individual governmental funds to control resources for individual activities or objectives. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for activities considered to be major funds. Major funds are those whose revenues, expenditures/expenses, assets or liabilities are at least ten percent of the total for their fund category or type (governmental) and at least five percent of the aggregate amount for all governmental funds. Any fund may be reported as a major fund if management considers the fund particularly important to financial statement users. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements on pages 53-60.

Major Funds

General
Recreation

Olympic
Debt Service

Non-Major Funds

Illinois Municipal Retirement and Social
Security Fund
Public Audit Fund
Museum Fund
Special Recreation Fund

Lake Arlington Fund
Land Dedication Fund
Capital Improvement Fund
Capital Projects

The District adopts an annual budget for its funds. A budgetary comparison statement has been provided for the General Fund (see page 41) and the Recreation Fund (see page 42-43) to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 6 through 10 of this report.

Notes to the Financial Statements

Additional information that is essential to a full understanding of the government-wide and fund financial statements is provided in the notes to the financial statements. The notes to the financial statements can be found on pages 12 through 40 of this report.

Other Supplementary 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 benefits to its employees. Required supplementary information can be found on pages 41 through 48 of this report.

The combining and individual fund statements referred to earlier in connection with governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 49 through 60 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The largest portion of net position reflects the investment in capital assets (e.g., land, buildings, improvements, and equipment) less any related debt used to acquire those assets that may still be outstanding. The Park District uses these capital assets to provide services; consequently, these assets are not available for future spending. Although the Park District investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, such as property taxes, since the capital assets themselves cannot be used to liquidate these liabilities. At the end of the current and prior fiscal year, the Park District reported positive balances in net investment in capital assets.

Table 1 is a condensed Statement of Net Position and includes a comparison to the prior year’s net position.

Table 1
Statement of Net Position at April 30, 2018
(in thousands)

	<u>Total</u>	<u>Total</u>
	<u>2018</u>	<u>2017</u>
Assets		
Current and other assets	\$ 38,644	\$ 26,635
Capital assets	58,465	60,798
Total assets	<u>97,109</u>	<u>87,433</u>
Deferred outflows of resource		
Pension items - IMRF	1,357	4,040
Total assets and deferred outflows of resources	<u>98,466</u>	<u>91,473</u>
Liabilities		
Current and other liabilities	4,077	3,534
Long-term liabilities:		
Due within one year	7,118	2,106
Due in more than one year	25,120	27,923
Total liabilities	<u>36,315</u>	<u>33,563</u>
Deferred inflows of resource		
Unearned revenue - property taxes	6,551	5,593
Pension items - IMRF	3,814	130
Total liabilities and deferred inflows of resources	<u>46,680</u>	<u>39,286</u>
Net Position		
Net investment in capital assets	40,425	42,396
Restricted	3,380	3,126
Unrestricted	7,980	6,666
Total Net Position	<u>\$ 51,785</u>	<u>\$ 52,188</u>

In fiscal year ended 2018, current assets increased 45.1% or \$12,009,351 as a result of a \$9.3 million bond issuance, \$900,000 in additional property taxes, and improved performance in the Recreation Fund.

The net pension liability for IMRF decreased by 48.0% to \$5,715,425. The increase in total liabilities and deferred inflows of resources by 8.2% or \$2,752,215 primarily due to the difference between expected and actual experience since last year’s valuation and a change in assumptions.

Net Position decreased by \$0.4 million or 0.8% from 2017. The net investment in capital assets decreased \$1,970,371. There are restrictions on \$3,379,815 of District’s net position. These restrictions represent legal or contractual obligations on how the assets may be expended, specifically for the repayment of debt. The remaining 15.4% or \$7,979,908 represents unrestricted assets and may be used to meet the District’s ongoing obligations to citizens and creditors. For more detailed information, see Statement of Net Position on page 4.

Net position serves as a useful indicator of the District’s financial position. The District’s net position exceeded liabilities and deferred inflows by \$51,785,497 at the close of the fiscal year. The change in net position is a decrease of \$402,123 as shown in Table 2.

A summary of the Changes in Net Position is shown in Table 2 with a comparison to the prior year's activity.

Table 2
Changes in Net Position for the year ended April 30, 2018
(in thousands)

	Total	
	2018	2017
Revenues		
Program Revenues:		
Charges for services	\$ 11,278	\$ 10,193
Capital grants and contributions	361	219
Operating grants and contributions	24	54
General Revenues:		
Taxes	12,653	14,175
Other taxes	234	251
Investment income	252	72
Donations and miscellaneous	138	149
Total Revenues	<u>24,940</u>	<u>25,113</u>
Expenses		
Program Expenses:		
General government	10,871	11,901
Culture and recreation	13,347	13,077
Interest	1,125	439
Total Expenses	<u>25,343</u>	<u>25,417</u>
Change in Net Position	(403)	(304)
Net Position, May 1	<u>52,188</u>	<u>52,492</u>
Change in accounting principle	-	-
Net Position, April 30	<u>\$ 51,785</u>	<u>\$ 52,188</u>

Governmental Activities

The cost of all governmental activities this year was \$25.3 million. General government expenses, which primarily reflect the support services needed to provide the recreational program and services, accounted for 42.9% of total expense or \$10.9 million. Culture and recreation expenses captured 52.7% of the total expenses or \$13.3 million.

The cost of each of the District's largest functions, as well as net cost (total cost less revenues generated by the activities) are shown in Table 3. The net cost shows the financial burden placed on the District's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

Table 3
Governmental Activities
(in thousands)

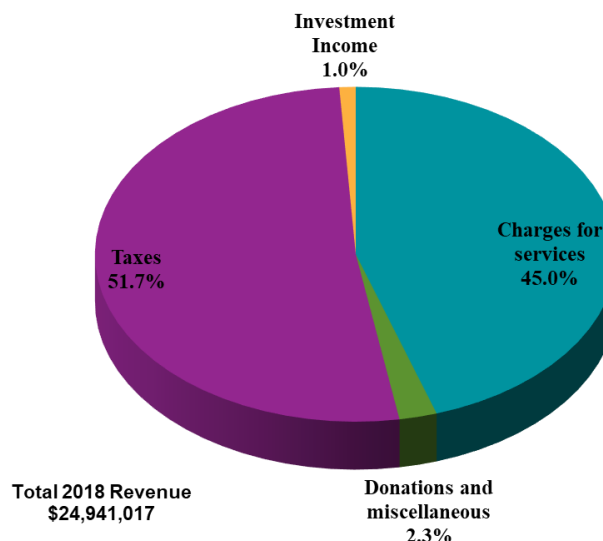
	Total Cost of Services		Net Cost of Services	
	2018	2017	2018	2017
General Government	\$ 10,870,848	\$ 11,901,119	10,578,944	11,552,224
Culture and Recreation	13,347,085	13,077,235	1,975,810	2,959,797
Interest	1,125,207	438,885	1,125,207	438,885
Total Expenses	\$ 25,343,140	\$ 25,417,239	\$ 13,679,961	\$ 14,950,906

Revenues

The following chart shows the major sources of governmental funds revenue for the year ended April 30, 2018:

Total revenue decreased \$172,165 to \$24,941,017 for 2017/18. Although property tax revenues decreased \$1.5 million from prior year, increases were primarily experienced in recreation programs of \$670,000, \$200,000 from a grant for Lake Arlington, \$186,000 in greens fees, \$180,000 of additional interest income, and \$100,000 from restaurant and merchandise sales.

Tax revenue (property tax and other taxes) represented the largest portion of the revenue base, generating 51.7% of the total. Property taxes fund governmental activities, including but not limited to, the District’s contribution to the Illinois Municipal Retirement Fund, Social Security, Audit, Special Recreation, and Museum funds.



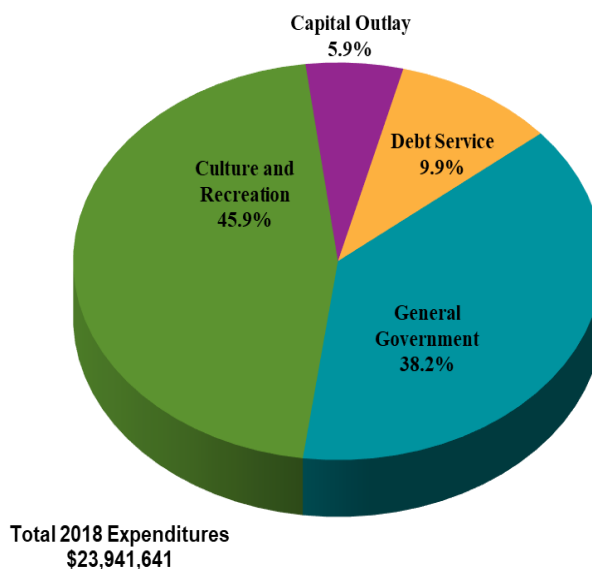
Charges for services accounted for 45.0% of total revenues. Because the District does not receive 100% of its funding through property tax revenue, it must charge a fee for programs and services that it provides to its residents in order to cover all costs associated with those program offerings. Pricing of programs is evaluated each year before the preparation of the following fiscal year budget.

Expenditures

The total cost of providing all programs and services for the governmental funds of the District was \$23.9 million compared to \$28.5 million (includes debt refunding) in 2016/17. Of this 2017/18 total, general government expenditures captured 38.2% and culture and recreation expenditures accounted for 45.9% of total costs.

The following chart shows the major expenditures of governmental funds for the year ended April 30, 2018:

The largest component at 45.9% is the Culture and Recreation function and includes all expenditures (i.e. payroll, materials and supplies, contractual services, etc.) related to maintaining the activities and events offered to our residents. Also included is the facility operation and maintenance expenses related to our community centers and aquatics facilities, as well as Lake Arlington, Forest View Racquet and Fitness Club, Heritage Tennis Club, Arlington Lakes Golf Club, and Nickol Knoll Golf Club.



The second largest component is the General Government function at 38.2% that includes all expenses related to the maintenance of our 58 parks, as well as administrative expenses. The third largest component of this was debt service at 9.9%.

Fund Balances

The Recreation Fund had a \$1,385,540 increase in fund balance. Total expenditures were less than budgeted and 12.4% less than the previous year. The General Fund had an increase in fund balance of \$573,358 as less expenditures/transfers were incurred in the current year. The unassigned fund balance for the General Fund is \$3,027,888; 55.3% of budgeted expenditures after the 25% fiscal sustainability assignment based on the District’s Fund Balance Policy.

FINANCIAL ANALYSIS OF THE DISTRICT’S FUNDS

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

Governmental Funds - The District’s governmental funds provide information on short-term inflows, outflows, and balances of spendable resources. This information is useful in assessing the District’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District’s net resources available for spending at the end of the fiscal year. The General, Recreation, Olympic and Debt Service funds are the major operating funds of the District. Governmental funds reported a combined total of \$24,941,017 of revenues and \$23,941,641 in expenditures. The Net Change in Fund Balance after Other Financing Sources (Uses) resulted in an increase of \$10,331,524 in the fund balance of all governmental funds at April 30, 2018. The combined fund balance of all governmental funds at April 30, 2018, was \$27,842,279.

The General Fund

This fund includes general administration, park maintenance, park development activities, and revenues and expenditures associated with the Park District’s liability insurance/risk management program. The unassigned fund balance is \$3,027,888 which represents 55.3% of its total expenditures including transfers to other funds. The unassigned fund balance increased 70.0% or \$1,246,661 as compared to the prior year primarily due to not incurring a transfer to debt service as was the case in prior year.

The Recreation Fund

This fund accounts for the Park District's recreation programs, aquatics, sports and leisure activities, golf, senior programs, tennis and summer camps. The assigned fund balance (less Unavailable Property Taxes and Fiscal Sustainability) is \$5,027,343 representing 33.9% of total expenditures. This is an increase of 24.5% or \$998,404 compared to the prior year. Program revenues increased, especially for the before and after school childcare program (\$458,000). Overall expenses were down.

The Olympic Fund

This fund accounts for the construction and renovations at Olympic indoor Swim Center. The ending fund balance was \$8,399,905. The fund was created in 2017 and will only be used for tracking the expenses associated with this construction. Finally, work is scheduled to be completed in the 2019/2020 fiscal year.

The Debt Service Fund

This fund accounts for the repayment of the Park District's long-term debt. The ending fund balance is a deficit of \$1,152,831. The fund balance decreased \$285,935 as compared to fiscal year ended 2017. Total expenditures were \$2,272,568. As a result of not levying for loss in cost over the years, the Park District will determine available options in addition to transferring monies from the General Fund to address the cumulative impact it has had on fund balance during fiscal year 2017/18.

Nonmajor Governmental Funds

This includes Illinois Municipal Retirement and Social Security, Audit, Museum and Special Recreation, Land Dedication, Lake Arlington, Capital Improvement, and Capital Projects funds and had a fund balance of \$3,939,098. This is an increase of 7.0% from year-end 2017 primarily as a result of a grant for the development of Lake Arlington. Revenues exceeded expenditures by \$245,249 primarily due the grant. The Special Recreation fund had a \$3,750 decrease in the amount it transferred to capital projects for ADA related expenses.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Park District's investment in capital assets, net of depreciation as of April 30, 2018, was \$58.7 million. Net assets decreased by \$2,143,345 from fiscal year ended 2017. Accumulated depreciation through fiscal year end 2018 was \$62.8 million.

**Table 4
Capital Assets (net of depreciation) at April 30, 2018**

	Total	
	2018	2017
Land and construction in progress	\$ 15,677,268	\$ 15,313,983
Buildings	21,208,186	21,345,577
Improvements other buildings	19,708,994	21,782,433
Machinery and equipment	2,059,781	2,355,581
Net Capital Assets	<u>\$ 58,654,229</u>	<u>\$ 60,797,574</u>

Major capital highlights for 2017/18 included the development of plans to renovate Olympic, beginning renovations at Lake Arlington, general park improvements, and a variety of vehicle and equipment replacements.

For more information on the District's capital assets, see Note 3 in the notes to the financial statements.

Debt Administration

As of year-end, total debt outstanding was \$24.7 million, compared to \$17.4 million last year, reflecting a 41.9% increase.

Table 5
Outstanding Debt at April 30, 2018

	<u>Total</u>	
	<u>2018</u>	<u>2017</u>
General obligation bonds	\$ 11,200,000	\$ 12,390,000
Debt Certificates	13,540,000	5,040,000
Total outstanding debt	<u>\$ 24,740,000</u>	<u>\$ 17,430,000</u>

At April 30, 2018, the Park District had total long-term debt outstanding of \$24,740,000. This amount included \$11,200,000 of general obligation bonds and \$13,540,000 in debt certificates backed by the full faith and credit of the Park District. The debt service on the general obligation bonds is paid with property taxes.

The Park District issued \$8,500,000 in debt certificates during 2017 to finance the Olympic Indoor Swim Center renovation and other park improvements.

Moody's Investor Services rated the Park District's most recent bond issue Aaa and affirmed this rating for all existing debt, citing well-managed financial operations that yield stable operations, and ample reserve levels as the reason.

The District computation of legal debt margin is subject to a statutory debt limitation of 2.875% of equalized assessed valuation with referendum and .575% of equalized assessed valuation without referendum. The schedule is shown on page 28. Additional information on the District's long-term debt is found in Note 6 in the notes to the financial statements.

RISK MANAGEMENT

The Park District is a member of the Park District Risk Management Agency (PDRMA), which operates a comprehensive risk management program. PDRMA provides loss coverage for workers' compensation and property damage claims on a partially self-funded basis. General liability, employment practices and unemployment insurance is completely self-funded. An aggressive risk management program aimed at participant, instructor and workplace, along with a safety conscious employee foundation allowed the Park District to be an "Accredited Agency" during 2009. The Park District underwent the accreditation process during 2014 and was re-accredited with an overall score of 99.05%.

PENSION BENEFITS

The Park District and employees participate in the Illinois Municipal Retirement Fund (IMRF), a 414(h) retirement plan and employees may participate in a 457 defined contribution retirement plan. The IMRF plan is a defined benefit plan with the employee contributing 4.5 percent of salary and vestment occurs after ten years (eight years prior to 2011). The Park District is responsible for most of the pension funding and all of the disability and death benefit funding. The Park District's retirement plan was 61.77% funded as of December 31, 2017, up from 49.745% in the previous year. The funded status of the Park District's plan dipped below 100% in 2002. The funding below 100% has contributed greatly to the increase in the Park District's pension contribution percentage. Details on the IMRF plan are in Note 10, page 32. On a market value basis, the actuarial value of assets as of December 31, 2017 is \$15,475,277. On a market basis, the funded ratio would be 73.90%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with the Arlington Heights Park District. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

The Park District is a trustee of the 457 plan which is fully funded by the employees.

BUDGETS AND RATES FOR 2018/19

The 2018/19 fiscal year total operating budget is \$24,756,430, a decrease of 3.0% from fiscal year 2017/18 with another \$13,581,840 being spent on capital improvements. The Park District continues its efforts to contain costs and increase efficient use of resources in light of rising labor costs and general supply increases. The Park District is committed to providing all its services and operations in a responsive, efficient, and cost-effective manner while retaining the high level of services it provides.

The tax rate for 2016 was 48.8¢ per \$100 of equalized assessed valuation. The 2017 tax rate will be 49.4¢. The tax rate decreased due to the equalized assessed valuation increasing \$46,896,676 combined with a \$0.3 million increase in the levy extended. For subsequent years the tax rate is expected to decline based on tax revenue projections and the Park District's debt service maturity schedule.

Capital expenditures are prioritized and evaluated based upon their effect on operational costs. Included in the 2018/19 capital budget are planned capital expenditures of need to update \$13.6 million. The capital budget includes major projects such as:

- Lake Arlington Park Improvements
- Olympic Renovations
- Pool Improvements
- Vehicle & Equipment Replacements
- Park Improvements

DECISIONS EXPECTED TO HAVE AN EFFECT ON FUTURE

Through conservative efforts to build the reserves and careful financial planning, the financial position of the Park District continues to grow in a positive direction. At the time these financial statements were prepared and audited, the Park District was not aware of any existing circumstances that would adversely affect its financial health in the near future.

The Park District's real estate property base underwent re-assessment during 2013 and decreased the equalized assessed value by 13.2%. This resulted in higher tax rates with a relative flat tax levy and continued strong collection rates. Residential development is beginning to return to normal levels as evidenced in the 2018 equalized assessed value increase of \$46,896,676. The average Park District taxes per household has increased. The Park District represents approximately 5% of the average household 2017 tax bill. The General and Recreation Funds have shown positive fund growth over the past few years. A significant investment has been made and continues to be made in our future as outlined in the Capital Improvement Plan.

Many trends and economic factors which can affect the future operations of the District are considered during budgeting and long-range planning. The District is committed to maintaining reserves and continually reviews ways to improve its capital assets and strong financial position in order to provide residents with excellent programs and facilities.

FINANCIAL CONTACT

This financial report is designed to present residents with a general overview of the District's finances and to demonstrate the Park District's commitment to public accountability. If you have questions about the report or need additional financial information, please contact the District's Director of Finance and Personnel, Jason S. Myers, 410 North Arlington Heights Road, Arlington Heights, IL 60004.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2018

	Governmental Activities
ASSETS	
Cash and investments	\$ 31,171,732
Receivables (net, where applicable, of allowances for uncollectibles)	
Property taxes	6,578,030
Accrued interest	61,308
Other	136,918
Merchandise inventory	112,957
Prepaid expenses	120,600
Net other postemployment benefit asset	462,975
Capital assets not being depreciated	16,517,419
Capital assets (net of accumulated depreciation)	<u>41,947,137</u>
Total assets	<u>97,109,076</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	<u>1,356,554</u>
Total deferred outflows of resources	<u>1,356,554</u>
Total assets and deferred outflows of resources	<u>98,465,630</u>
LIABILITIES	
Accounts payable	1,046,709
Accrued interest	288,627
Accrued liabilities	355,320
Unearned revenue	2,386,471
Noncurrent liabilities	
Due within one year	7,117,991
Due in more than one year	<u>25,119,977</u>
Total liabilities	<u>36,315,095</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred revenue - property taxes	6,550,766
Pension items - IMRF	<u>3,814,272</u>
Total deferred inflows of resources	<u>10,365,038</u>
Total liabilities and deferred inflows of resources	<u>46,680,133</u>
NET POSITION	
Net investment in capital assets	40,425,774
Restricted for	
Public audit	6,291
Museum	32,836
Special recreation	987,579
Construction and development	1,777,228
Retirement	575,881
Unrestricted	<u>7,979,908</u>
TOTAL NET POSITION	<u><u>\$ 51,785,497</u></u>

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2018

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants	Capital Grants and Contributions	Revenue and Change in Net Position
PRIMARY GOVERNMENT					Governmental Activities
Governmental Activities					
General government	\$ 10,870,848	\$ 133,199	\$ -	\$ 158,705	\$ (10,578,944)
Culture and recreation	13,347,085	11,144,616	24,277	202,382	(1,975,810)
Interest	1,125,207	-	-	-	(1,125,207)
Total governmental activities	25,343,140	11,277,815	24,277	361,087	(13,679,961)
TOTAL PRIMARY GOVERNMENT	\$ 25,343,140	\$ 11,277,815	\$ 24,277	\$ 361,087	(13,679,961)
		General revenues			
		Taxes			
			Property		12,653,321
			Replacement		233,716
			Other		332
			Investment income		252,249
			Miscellaneous		138,220
					13,277,838
			Total		13,277,838
					(402,123)
					52,187,620
					\$ 51,785,497
					\$ 51,785,497

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2018

	<u>General</u>	<u>Recreation</u>	<u>Olympic</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and investments	\$ 5,831,534	\$ 12,496,644	\$ 8,683,715	\$ -	\$ 4,159,839	\$ 31,171,732
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	2,478,929	1,568,530	-	1,024,988	1,505,583	6,578,030
Accrued interest	41,003	-	20,305	-	-	61,308
Other	15,458	18,076	-	-	103,384	136,918
Due from other funds	1,156,938	-	-	-	-	1,156,938
Inventory	-	112,121	-	-	836	112,957
Prepaid items	72,437	48,163	-	-	-	120,600
TOTAL ASSETS	<u>\$ 9,596,299</u>	<u>\$ 14,243,534</u>	<u>\$ 8,704,020</u>	<u>\$ 1,024,988</u>	<u>\$ 5,769,642</u>	<u>\$ 39,338,483</u>

	General	Recreation	Olympic	Debt Service	Other Governmental Funds	Total Governmental Funds
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 75,656	\$ 340,233	\$ 304,115	\$ -	\$ 326,705	\$ 1,046,709
Accrued liabilities	92,352	259,373	-	-	3,595	355,320
Due to other funds	-	-	-	1,156,938	-	1,156,938
Unearned revenue	20,976	2,364,348	-	-	1,147	2,386,471
Total liabilities	188,984	2,963,954	304,115	1,156,938	331,447	4,945,438
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	2,468,896	1,561,892	-	1,020,881	1,499,097	6,550,766
Total deferred inflows of resources	2,468,896	1,561,892	-	1,020,881	1,499,097	6,550,766
Total liabilities and deferred inflows of resources	2,657,880	4,525,846	304,115	2,177,819	1,830,544	11,496,204
FUND BALANCES						
Nonspendable						
Inventory	-	112,121	-	-	836	112,957
Prepaid items	72,437	48,163	-	-	-	120,600
Restricted						
Public audit	-	-	-	-	6,291	6,291
Museum	-	-	-	-	32,836	32,836
Special recreation	-	-	-	-	987,579	987,579
Construction and development	-	-	8,399,905	-	1,731,175	10,131,080
Retirement	-	-	-	-	575,881	575,881
Committed						
Fiscal sustainability	1,369,198	2,968,169	-	-	-	4,337,367
Assigned						
Recreation purposes	-	5,027,343	-	-	-	5,027,343
Specific purposes	2,468,896	1,561,892	-	-	604,500	4,635,288
Unassigned	3,027,888	-	-	(1,152,831)	-	1,875,057
Total fund balances (deficit)	6,938,419	9,717,688	8,399,905	(1,152,831)	3,939,098	27,842,279
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 9,596,299	\$ 14,243,534	\$ 8,704,020	\$ 1,024,988	\$ 5,769,642	\$ 39,338,483

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

April 30, 2018

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 27,842,279
Amounts reported for governmental activities in the statements of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	58,464,556
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position	(2,457,718)
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Interest payable	(288,627)
Net pension liability - IMRF	(5,715,425)
Compensated absences payable	(129,907)
Bonds and debt certificates payable	(24,740,000)
Other postemployment benefit assets are not financial resources and, therefore, are not reported in the governmental funds	462,975
Bond premiums are other financing sources in governmental funds in the year of issuance but are capitalized and amortized on the statement of net position	<u>(1,652,636)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 51,785,497</u></u>

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

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

For the Year Ended April 30, 2018

	General	Recreation	Olympic	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property taxes	\$ 4,953,001	\$ 2,933,046	\$ -	\$ 1,971,695	\$ 2,795,579	\$ 12,653,321
Other taxes	233,716	266	-	-	66	234,048
Intergovernmental	-	-	-	-	200,000	200,000
Restaurant and merchandise sales	-	343,182	-	-	-	343,182
Charges for recreation programs	-	6,372,662	-	-	72,960	6,445,622
Swimming pool revenue	-	1,384,069	-	-	-	1,384,069
Sales and rental revenue	60,840	517,517	-	-	72,359	650,716
Memberships	-	221,057	-	-	-	221,057
Court time	-	432,144	-	-	-	432,144
Lessons	-	921,881	-	-	-	921,881
League	-	81,174	-	-	-	81,174
Green fees	-	693,044	-	-	-	693,044
Investment income	185,621	-	46,052	-	20,576	252,249
Miscellaneous recreation programs	-	46,748	-	-	-	46,748
Miscellaneous						
Developer contributions	-	-	-	-	158,705	158,705
Donations and miscellaneous revenue	22,953	187,865	-	-	12,239	223,057
Total revenues	5,456,131	14,134,655	46,052	1,971,695	3,332,484	24,941,017
EXPENDITURES						
Current						
General government	4,882,773	3,570,518	-	-	699,083	9,152,374
Recreation	-	8,979,145	109,800	-	1,905,618	10,994,563
Capital outlay	-	98,652	840,150	-	482,534	1,421,336
Debt service						
Principal retirement	-	-	-	1,825,000	-	1,825,000
Interest	-	100,800	-	447,568	-	548,368
Total expenditures	4,882,773	12,749,115	949,950	2,272,568	3,087,235	23,941,641

	General	Recreation	Olympic	Debt Service	Other Governmental Funds	Total Governmental Funds
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 573,358	\$ 1,385,540	\$ (903,898)	\$ (300,873)	\$ 245,249	\$ 999,376
OTHER FINANCING SOURCE (USES)						
Transfers in	-	-	-	-	290,000	290,000
Transfers (out)	-	-	-	-	(290,000)	(290,000)
Bonds issued, at par	-	-	-	635,000	-	635,000
Debt certificates issued, at par	-	-	8,500,000	-	-	8,500,000
Premium on debt issue	-	-	803,803	21,294	-	825,097
Payment to escrow	-	-	-	(641,356)	-	(641,356)
Insurance proceeds	-	-	-	-	13,407	13,407
Total other financing sources (uses)	-	-	9,303,803	14,938	13,407	9,332,148
NET CHANGE IN FUND BALANCES	573,358	1,385,540	8,399,905	(285,935)	258,656	10,331,524
FUND BALANCES (DEFICIT), MAY 1	6,365,061	8,332,148	-	(866,896)	3,680,442	17,510,755
FUND BALANCES (DEFICIT), APRIL 30	\$ 6,938,419	\$ 9,717,688	\$ 8,399,905	\$ (1,152,831)	\$ 3,939,098	\$ 27,842,279

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

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

For the Year Ended April 30, 2018

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 10,331,524
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized and depreciated in the statement of activities	1,401,251
The loss on disposal of capital assets is reported as an expense in the statement of activities	(2,015)
The repayment of the principal portion 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	1,825,000
The amortization of bond discount and premium is not reported as an expenditure in governmental funds	143,890
The proceeds of debt are an other financing source on the governmental funds income statement but are not reported on the statement of activities	
Bond proceeds	(635,000)
Debt certificate proceeds	(8,500,000)
Premium on debt issue	(825,097)
The change in accrued interest is reported as an expense on the statement of activities	(79,373)
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation	(3,732,254)
The change in the Illinois Municipal Retirement Fund net pension liability is not a source or use of financial resources	5,270,194
The change in deferred inflows and outflows of resources is reported only on the statement of activities	(6,368,091)
The change in compensated absences payable is shown as an expense on the statement of activities	511,688
The change in other post-employment benefit payable is reported as an expense on the statement on activities	256,160
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (402,123)</u>

See accompanying notes to financial statements.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

April 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Arlington Heights Park District, Arlington Heights, Illinois (the District) have been prepared 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 incorporated on June 9, 1925. The District operates under a Board Manager form of government and provides services which include: preservation of open space and programming of recreation activities and operating recreational facilities, including five outdoor and one indoor swimming pools; five community centers; a cultural arts center; Historical Museum; Heritage Tennis Club; Forest View Racquet and Fitness Club; Arlington Lakes Golf Club; Lake Arlington; Nickol Knoll Golf Club; and an assortment of softball diamonds, football and soccer fields, playgrounds and picnic areas.

The accompanying basic financial statements present the District only since the District does not have component units. The District has a separately elected board, the power to levy taxes, the authorization to expend funds, the responsibility to designate management and the ability to prepare and modify the annual budget and issue debt. Therefore, the District is not included as a component unit of any other entity.

b. Fund Accounting

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 government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified as governmental funds.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of material interfund activity has been eliminated from these statements except for interfund services provided and used. Governmental activities are supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program 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 standard revenues 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. Major individual governmental funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

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

The Recreation Fund accounts for the operation of the District's recreation fund and is financed by a specific annual property tax levy to the extent user charges are not sufficient. This fund now includes the former enterprise funds, Arlington Lakes Golf Club and Heritage Tennis Club Funds.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Debt Service Fund is used to account for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on the District's general obligation bonds.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, usually 60 days. The District recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, licenses, interest revenue and charges for services.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the District; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The District reports unavailable/deferred revenue and unearned revenue on its financial statements. Unavailable/deferred revenues arise when a potential revenue does not meet the measurable, and available or earned criteria for recognition in the current period. Unearned revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the District has a legal claim to the resources, the deferred inflow of resources for unavailable/deferred revenue or the liability for unearned revenue is removed from the financial statements and revenue is recognized.

- 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. The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on 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 held no investments to measure at fair value at April 30, 2018.

- f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Interfund Transactions

Interfund services transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except internal services transactions and reimbursements, are reported as transfers.

h. Inventories

Inventories are valued at cost. Cost has been determined using the first-in/first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when consumed rather than when purchased.

i. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

j. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

k. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such 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 donation. Intangible assets exceeding the cost of \$50,000 are capitalized at time of acquisition. Examples of intangible assets include computer software, patents, trademarks, licenses, air rights, easements, etc.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Capital Assets (Continued)

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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, equipment and intangible assets are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Intangible assets	7-15
Improvements other than buildings	10-50
Building	10-50
Machinery and equipment	5-10

l. Accumulated Unpaid Vacation and Sick Leave

Vacation leave is provided to full-time employees at the rate of ten days annually in years one and two, 12 days annually in years three and four, 15 days annually in years five through nine and 20 days annually thereafter. Vacation leave earned may not be utilized until the following year. Vacation leave in excess of two years' accrued vacation credits is forfeited. Accumulated vacation leave is paid upon termination of employment.

Full-time employees accrue one day of sick leave for each month worked. The maximum number of sick days an employee may carry in their sick leave bank at the start of the fiscal year is 75 days. At the end of each fiscal year, which is May 1 through April 30, sick time in employees' sick leave banks that exceeds the maximum accrual of 75 days will be put into a separate Illinois Municipal Retirement Fund (IMRF) sick leave bank which can be converted to IMRF service credit upon retirement. If the employee has reached the maximum IMRF sick leave accrual of 240 days for service credit conversion, any sick days over the 75 day maximum will be forfeited.

Vested or accumulated vacation leave, including related Social Security and Medicare, that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements and the remainder is reported in long-term debt. Vested or accumulated vacation leave of governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities/fund financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses in the current period.

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

n. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the District's Board of Commissioners, which is considered the District's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Commissioners. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the District's Executive Director through the approved fund balance policy of the District. Any residual fund balance in the General Fund is reported as unassigned.

The 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. Additionally, if different levels of unrestricted funds are available for spending the District considers committed funds to be expended first followed by assigned and then unassigned funds.

The District has established fund balance reserve policies for its governmental funds. The General Fund assigns a portion of fund balance based on the amount of unavailable property tax revenue at fiscal year end. A minimum of 25% of annual budgeted expenditures for fiscal sustainability is included in unassigned fund balance for the General Fund.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. Fund Balances/Net Position (Continued)

The Recreation Fund assigns a portion of fund balance based on the amount of unavailable property tax revenue at fiscal year end.

The Debt Service and Capital Projects Funds do not have established fund balance limits due to the nature of the transactions accounted for in these funds. However, the fund balances are restricted due to the origins of the fund balance.

The remaining funds' restriction of fund balance is based on the origins fund balance. These funds also have additional targets for fiscal sustainability with minimum percentages between 10% and 15% of annual budgeted expenditures. The fiscal sustainability portion was approved by the Board of Commissioners in the fund balance policy ordinance. The restriction or committed designation is dependent on the funding source and it can only be spent with specific board approval.

In the government-wide financial statements, restricted net position are legally restricted by outside parties for a specific purpose. Net investments in capital assets represents the District's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset. The District's fund balance policy defines spending constraints in addition to the legal restrictions and the District's assignments as follows:

	Non-Spendable	Restricted		Total	Committed Fiscal Sustainability
		Fiscal Sustainability	Remainder		
General	\$ 72,437	\$ -	\$ -	\$ -	\$ 1,369,198
Recreation	160,284	-	-	-	2,968,169
Olympic	-	-	8,399,905	8,399,905	-
Debt Service	-	-	-	-	-
Capital Projects	-	-	772,907	772,907	-
IMRF and Social Security	-	414,168	161,713	575,881	-
Public Audit	-	4,538	1,753	6,291	-
Museum	836	22,254	10,582	32,836	-
Special Recreation	-	51,261	936,318	987,579	-
Land Dedication	-	-	748,721	748,721	-
Lake Arlington	-	-	153,617	153,617	-
Capital Improvement	-	-	55,930	55,930	-
TOTAL	\$ 233,557	\$ 492,221	\$ 11,241,446	\$ 11,733,667	\$ 4,337,367

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n. Fund Balances/Net Position (Continued)

	Assigned			Unassigned	
	Unavailable Property Taxes	Remainder	Total	Remainder	Total
	General	\$ 2,468,896	\$ -	\$ 2,468,896	\$ 3,027,888
Recreation	1,561,892	5,027,343	6,589,235	-	9,717,688
Olympic	-	-	-	-	8,399,905
Debt Service	-	-	-	(1,152,831)	(1,152,831)
Capital Projects	-	-	-	-	772,907
IMRF and Social Security	-	-	-	-	575,881
Public Audit	14,540	-	14,540	-	20,831
Museum	65,246	-	65,246	-	98,918
Special Recreation	524,714	-	524,714	-	1,512,293
Land Dedication	-	-	-	-	748,721
Lake Arlington	-	-	-	-	153,617
Capital Improvement	-	-	-	-	55,930
TOTAL	\$ 4,635,288	\$ 5,027,343	\$ 9,662,631	\$ 1,875,057	\$ 27,842,279

o. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount 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.

2. DEPOSITS AND INVESTMENTS

The District categorizes the 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's investment policy authorizes the District to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments 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

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS

securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value). The District's investment policy does limit their deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

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 objectives of the policy are, in order of priority, safety of principal, liquidity and rate of return.

The District maintains a cash and investment pool that is available for use by all funds. In addition, investments are separately held by several of the District's funds.

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the District or an independent third party in the District's name.

b. Investments

The District's investment policy is silent with regard to investment rate risk. However, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

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 external investment pools.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

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.

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. To limit its exposure, the District's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held in a custodial account with the trust department of an approved financial institution. The Illinois Funds and money market mutual funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the District has a high percentage of their investments invested in one type of investment. At April 30, 2018, the District had greater than 5% of its overall portfolio invested in negotiable certificates of deposit. The District's investment policy requires diversification of investment to avoid unreasonable risk but has no set percentage limits.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2018 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 15,285,097	\$ -	\$ -	\$ 15,285,097
Construction in progress	28,886	1,203,436	-	1,232,322
Total capital assets not being depreciated	15,313,983	1,203,436	-	16,517,419
Capital assets being depreciated				
Buildings	40,244,967	-	-	40,244,967
Improvements other than buildings	52,389,403	50,442	7,800	52,432,045
Machinery and equipment	11,940,333	147,373	13,391	12,074,315
Total capital assets being depreciated	104,574,703	197,815	21,191	104,751,327
Less accumulated depreciation for				
Buildings	18,899,390	977,542	-	19,876,932
Improvements other than buildings	30,606,970	2,311,540	5,785	32,912,725
Machinery and equipment	9,584,752	443,172	13,391	10,014,533
Total accumulated depreciation	59,091,112	3,732,254	19,176	62,804,190
Total capital assets being depreciated, net	45,483,591	(3,534,439)	2,015	41,947,137
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 60,797,574	\$ (2,331,003)	\$ 2,015	\$ 58,464,556

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 2,925,701
Recreation	806,553
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	\$ 3,732,254

4. PROPERTY TAXES

The District's property taxes are levied each calendar year on all taxable real property located in the District. Property taxes collected are recorded as revenue.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. PROPERTY TAXES (Continued)

The County Assessor is responsible for assessment of all taxable real property within Cook County, except for certain railroad property, which is assessed directly by the state. One-third of Cook County is reassessed each year on a repeating triennial schedule established by the County Assessor.

The County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the County Collector as the basis for issuing tax bills to all taxpayers in Cook County.

Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the units their respective shares of the collections. Taxes levied in one year become due and payable in two installments on March 1 and August 1 during the following year. The first installment is an estimated bill and is 55% of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Taxes must be levied by the last Tuesday in December of the levy year. The levy becomes an enforceable lien against the property as of January 1 of the levy year.

The 2017 property tax levy is recorded as a receivable, net of estimated uncollectibles approximating 1%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, is recognized as revenue. Such time thereafter does not exceed 60 days. Net taxes receivable, less the amount expected to be collected during a period not exceeding 60 days after the end of the fiscal year are reflected as unavailable/deferred revenue.

The 2017 tax levy, which attached as an enforceable lien on property as of January 1, 2018, has not been recorded as a receivable as of April 30, 2018 as the tax has not yet been levied by the District and is not to be levied until December 2018 and, therefore, the levy is not measurable at April 30, 2018.

5. RISK MANAGEMENT

The District is exposed to various risks of loss to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RISK MANAGEMENT (Continued)

Park District Risk Management Agency

The District participates in the Park District Risk Management Agency (PDRMA). PDRMA is a public entity risk pool whose members are Illinois governments. PDRMA manages and funds first party property losses, third party liability claims, boiler and machinery claims, workers' compensation claims and public officials' liability claims of its members. The District's payments to PDRMA are displayed on the financial statements as expenditures in the Tort Immunity Fund.

Each member assumes the first \$1,000 of property claims each occurrence and has self-insurance retentions at various amounts.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Risk Manager and a Treasurer.

The District does not exercise any control over the activities of PDRMA beyond its representation on the Board of Directors.

Initial contributions are determined in advance of each membership year based on the individual member's expenditures as defined in the by-laws of PDRMA, assessment factors based on past member experience and the funding needs for the membership year. The Board of Directors may require that supplemental contributions be made by members to ensure that adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

At December 31, 2017, the total equity of PDRMA was \$43,574,321. For the year ended December 31, 2017, the net income of PDRMA was \$5,951,211. The District made \$426,133 of payments to PDRMA during the year ended April 30, 2018.

In the event of a liability loss exceeding \$21,500,000 per occurrence, self-insured and reinsurance limit, the members would be responsible for funding the excess amount.

Health Insurance

The District purchases employee health insurance from third party insurance company providers.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT

a. General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, general obligation bonds have been issued to refund general obligation bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Balances May 1	Additions	Reductions/ Refundings	Balances April 30	Current Portion
2010B Refunding General Obligation Park Bonds - \$8,235,000; due in annual installments of \$415,000 to \$2,025,000 through December 1, 2017; interest at 2% to 3%. Funded by Debt Service Fund property tax levies.	Debt Service	\$ 150,000	\$ -	\$ 150,000	\$ -	\$ -
2014B General Obligation Refunding Park Bonds - \$9,420,000; due in annual installments of \$950,000 to \$1,205,000 through December 1, 2024; interest at 3%. Funded by Debt Service Fund property tax levies.	Debt Service	8,420,000	-	1,135,000	7,285,000	1,170,000
2015 General Obligation Refunding Park Bonds - \$4,200,000; due in annual installments of \$100,000 to \$630,000 through December 1, 2024; interest at 5%. Funded by Debt Service Fund property tax levies.	Debt Service	3,820,000	-	540,000	3,280,000	595,000
2017A General Obligation Limited Park Bonds - \$635,000; due in annual installments of \$300,000 to \$335,000 through December 1, 2026; interest at 3%. Funded by Debt Service Fund property tax levies.	Debt Service	-	635,000	-	635,000	300,000
TOTAL		\$ 12,390,000	\$ 635,000	\$ 1,825,000	\$ 11,200,000	\$ 2,065,000

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

b. Installment Contracts/Debt Certificates

The District enters into installment contracts/debt certificates payable to provide funds for the acquisition of capital assets. Installment contracts/debt certificates currently outstanding are as follows:

Issue	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
2013C Debt Certificates - \$5,040,000; due in one installment of \$5,040,000 on December 1, 2018; interest at 2%. Funded by General Revenues.	General Revenues	\$ 5,040,000	\$ -	\$ -	\$ 5,040,000	\$ 5,040,000
2017B Debt Certificates - \$8,500,000; due in installments of \$1,020,000 to \$1,500,000 through December 1, 2032; interest at 4%. Funded by Debt Service Fund property tax levies.	Debt Service	-	8,500,000	-	8,500,000	-
TOTAL		\$ 5,040,000	\$ 8,500,000	\$ -	\$ 13,540,000	\$ 5,040,000

c. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	General Obligation Bonds		Debt Certificates	
	Governmental Activities		Governmental Activities	
	Principal	Interest	Principal	Interest
2019	\$ 2,065,000	\$ 384,145	\$ 5,040,000	\$ 422,856
2020	1,375,000	311,300	-	340,000
2021	1,525,000	282,100	-	340,000
2022	1,560,000	224,850	-	340,000
2023	1,610,000	166,050	-	340,000
2024	1,630,000	105,550	-	340,000
2025	1,100,000	44,050	-	340,000
2026	335,000	10,050	-	340,000
2027	-	-	1,020,000	340,000
2028	-	-	1,070,000	299,200
2029	-	-	1,135,000	256,400
2030	-	-	1,190,000	211,000
2031	-	-	1,255,000	163,400
2032	-	-	1,330,000	113,200
2033	-	-	1,500,000	60,000
TOTAL	\$ 11,200,000	\$ 1,528,095	\$ 13,540,000	\$ 4,246,056

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities

During the fiscal year, the following changes occurred in long-term liabilities.

	Balances May 1	Additions	Reductions/ Refundings	Balances April 30	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation bonds	\$ 12,390,000	\$ 635,000	\$ 1,825,000	\$ 11,200,000	\$ 2,065,000
Installment contracts/debt certificates	5,040,000	8,500,000	-	13,540,000	5,040,000
Unamortized premiums	971,429	825,097	143,890	1,652,636	-
Compensated absences**	641,595	341,297	852,985	129,907	12,991
Net pension liability - IMRF	10,985,619	-	5,270,194	5,715,425	-
Net OPEB obligation (asset)***	(206,815)	-	256,160	(462,975)	-
TOTAL	\$ 29,821,828	\$ 10,301,394	\$ 8,348,229	\$ 31,774,993	\$ 7,117,991

**Compensated absences are funded by the General and Recreation Funds.

***The General Fund has typically been used to liquidate these obligations.

e. Legal Debt Margin

2018 equalized assessed valuation (most recent available)	<u>\$2,827,099,756</u>
Debt limitation - 2.875% of assessed valuation	<u>\$ 81,279,118</u>
Amount of debt applicable to debt limit	
Park Certificates Series of 2017B	8,500,000
Park Certificates Series of 2013C	5,040,000
Park Bond Series of 2017A	635,000
Park Bond Series of 2014B	7,285,000
Park Bond Series of 2015	<u>3,280,000</u>
Total debt	<u>24,740,000</u>
LEGAL DEBT MARGIN	<u><u>\$ 56,539,118</u></u>

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Legal Debt Margin (Continued)

Chapter 70, Section 1205/6-2 of the Illinois Compiled Statutes provides, "...for the payment of land condemned or purchased for parks or boulevards, for the building, maintaining, improving and protecting of the same and for the payment of the expenses incident thereto, or for the acquisition of real estate and lands to be used as a site for an armory, any Government is authorized to issue the bonds or notes of such Government and pledge its property and credit therefore to an amount including existing indebtedness of such district so that the aggregate indebtedness of such district does not exceed 2.875% of the value of the taxable property therein, to be ascertained by the last assessment for state and county taxes previous to the issue from time-to-time of such bonds or notes or, until January 1, 1983, if greater, the sum that is produced by multiplying the District's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979, if a petition, signed by voters in number equal to not less than 2% of the voters of the District, who voted at the last general election in the District, asking that the authorized aggregate indebtedness of the District be increased to not more than 5.75% of the value of the taxable property therein, is presented to the board and such increase is approved by the voters of the District at a referendum held on the question."

f. Refunding

On December 20, 2017, the District issued \$635,000 Taxable General Obligation Refunding Park Bonds, Series 2017A, in part to advance refund, through an in-substance defeasance, \$310,000 of the General Obligation Limited Tax Park Bonds, Series 2014B. The bonds will be paid from escrow when due on December 1, 2018. As a result of the refunding, the District increased its debt service approximately \$82,039 and had an economic loss of \$27,778.

7. CONTINGENT LIABILITIES

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. JOINTLY GOVERNED ORGANIZATION

Northwest Special Recreation Association

The District is a member of the Northwest Special Recreation Association (the Association), which was organized by 16 area park districts in order to provide special recreation programs to the physically and mentally handicapped within their districts and to share the expenses of such programs on a cooperative basis. Each member park district's 2018 contribution was determined based upon the ratio of the members' assessed valuations and the amounts were as follows:

Arlington Heights	\$ 554,356
Bartlett	236,977
Buffalo Grove	315,384
Elk Grove	308,823
Hanover Park	144,031
Hoffman Estates	303,525
Inverness	42,293
Mount Prospect	349,905
Palatine	484,102
Prospect Heights	78,493
River Trails	103,480
Rolling Meadows	130,092
Salt Creek	35,106
Schaumburg	660,036
South Barrington	81,636
Streamwood	181,446
Wheeling	225,495
	<hr/>
TOTAL	<u>\$ 4,235,180</u>

The Association's Board of Directors consists of one representative from each participating park district. The Board of Directors is the governing body of the Association and is responsible for establishing all major policies and changes therein and for approving all budgets, capital outlay, programming and master plans. This cooperative association; however, is considered a separate reporting entity by the District's administration. The District does not have financial accountability for the Association, and accordingly, the Association has not been included in the accompanying general purpose financial statements. To obtain the Association's financial statements, contact their administrative offices at 3000 W. Central Road, Suite 205, Rolling Meadows, Illinois 60008.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. INDIVIDUAL FUND DISCLOSURES

Due From/To Other Funds

Interfund receivable and payables at April 30, 2018 are as follows:

Receivable Fund	Payable Fund	Amount
General	Debt Service	<u>\$ 1,156,938</u>
TOTAL		<u><u>\$ 1,156,938</u></u>

Interfund receivables/payables resulted from the following:

- The receivable in the General Fund is for an interfund loan to the Debt Service Fund to cover temporary cash overdrafts. All amounts will be repaid within one year.

Interfund Transfers

	Transfers In	Transfers Out
Capital Projects		
Nonmajor Governmental	<u>\$ 290,000</u>	<u>\$ -</u>
Recreation		
Nonmajor Governmental	<u>141,350</u>	<u>-</u>
Nonmajor Governmental		
Capital Projects	-	290,000
Recreation	-	141,350
TOTAL	<u><u>\$ 431,350</u></u>	<u><u>\$ 431,350</u></u>

The purposes of the interfund transfers in/out are as follows:

- \$290,000 transferred from Nonmajor Governmental Funds to Capital Projects Fund for funding capital projects that make recreational facilities accessible as required by the Americans with Disability Act.
- \$141,350 transferred from Nonmajor Governmental Funds to Recreation Fund for share of administrative fees.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. DEFINED BENEFIT PENSION PLANS

The District’s defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 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, 2017, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	167
Inactive employees entitled to but not yet receiving benefits	148
Active employees	<u>148</u>
TOTAL	<u><u>463</u></u>

Benefits Provided

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 eight 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

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Benefits Provided (Continued)

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. 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 rate for the calendar year ended December 31, 2017 was 13.72% of covered payroll.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2017 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.

Actuarial valuation date	December 31, 2017
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.50%
Salary increases	3.39% to 14.25%
Investment rate of return	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market value

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions (Continued)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. 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 District 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.

Changes in the Net Pension Liability

	(a)	(b)	(a) - (b)
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
BALANCES AT JANUARY 1, 2017	\$ 53,410,141	\$ 42,424,522	\$ 10,985,619
Changes for the period			
Service cost	680,014	-	680,014
Interest	3,923,085	-	3,923,085
Difference between expected and actual experience	(445,945)	-	(445,945)
Changes in assumptions	(1,631,419)	-	(1,631,419)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability (Continued)

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
<i>Changes for the period (Continued)</i>			
Employer contributions	\$ -	\$ 954,971	\$ (954,971)
Employee contributions	-	332,779	(332,779)
Net investment income	-	7,663,304	(7,663,304)
Benefit payments and refunds	(2,884,700)	(2,884,700)	-
Other (net transfer)	-	(1,155,125)	1,155,125
Net changes	(358,965)	4,911,229	(5,270,194)
BALANCES AT DECEMBER 31, 2017	\$ 53,051,176	\$ 47,335,751	\$ 5,715,425

Changes in assumptions related to the investment rate of return were made since the prior measurement date.

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

For the year ended April 30, 2018, the District recognized pension expense of \$2,168,697. At April 30, 2018, the District reported 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	\$ 926,813	\$ 303,793
Changes in assumption	5,738	1,183,234
Net difference between projected and actual earnings on pension plan investments	-	2,327,245
Contributions made subsequent to the measurement date	424,003	-
 TOTAL	\$ 1,356,554	\$ 3,814,272

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

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</u> <u>December 31,</u>	
2019	\$ (247,506)
2020	(781,660)
2021	(935,623)
2022	(916,932)
2023	-
Thereafter	<u>-</u>
TOTAL	<u>\$ (2,881,721)</u>

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the District calculated using the discount rate of 7.50% as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension liability	\$ 12,028,658	\$ 5,715,425	\$ 531,904

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. 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 through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual, except for the implicit subsidy which is governed by the State Legislature and ILCS. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District's governmental activities.

b. Benefits Provided

The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the District's retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan, but can purchase a Medicare supplement plan from the District's insurance provider.

c. Membership

At April 30, 2017 (most recent available), membership consisted of:

Retirees and beneficiaries currently receiving benefits	26
Terminated employees entitled to benefits but not yet receiving them	-
Active employees - vested	13
Active employees - not vested	80
	<hr/>
TOTAL	119
	<hr/>
Participating employers	1
	<hr/>

d. Funding Policy

The District is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the last three fiscal years is as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions (Payments)	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
2016	\$ 39,588	\$ 38,121	96.29%	\$ 15,740
2017	92,537	315,092	(340.77%)	(206,815)
2018	94,751	350,911	(370.35%)	(462,975)

The net OPEB obligation as of April 30, 2018, was calculated as follows:

Annual required contribution	\$ 96,130
Interest on net OPEB obligation	(8,273)
Adjustment to annual required contribution	<u>6,894</u>
Annual OPEB cost	94,751
Contributions made (payments)	<u>(350,911)</u>
Increase (decrease) in net OPEB obligation	(256,160)
Net OPEB obligation, beginning of year	<u>(206,815)</u>
NET OPEB OBLIGATION (ASSET), END OF YEAR	<u><u>\$ (462,975)</u></u>

Funded Status and Funding Progress. The funded status of the plan as of April 30, 2017 (most recent information available) was as follows:

Actuarial accrued liability (AAL)	\$ 2,024,678
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	2,024,678
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 6,304,979
UAAL as a percentage of covered payroll	32.11%

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2017 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a discount rate of 4% and an initial healthcare cost trend rate of 4.30% with an ultimate healthcare inflation rate of 5.50%. Both rates include a 4% inflation assumption. The actuarial value of assets was not determined as the District has not advanced funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2017 was 30 years.

12. REAL ESTATE PROPERTY LEASE AGREEMENTS

The District leases real estate properties purchased by the District that it is not in the position to convert into immediate use by the District. The residences are leased under operating leases that expire during the next five years. Rental payments are paid monthly by the tenants.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. REAL ESTATE PROPERTY LEASE AGREEMENTS (Continued)

The following is a schedule by years of minimum future rental income on noncancelable operating leases as of April 30, 2018:

Year Ending April 30,	Amount
2019	\$ 33,855
2020	35,261
2021	36,807
2022	38,508
2023	<u>6,730</u>
NET RECEIVABLE	<u>\$ 151,161</u>

13. SUBSEQUENT EVENT

On October 23, 2018, the Board authorized the issuance of not to exceed \$6,500,000 General Obligation Limited Tax Park Bonds, Series 2018A and not to exceed \$3,500,000 Taxable Refunding Debt Certificates, Series 2018B. Both bonds are expected to be issued in November 2018.

REQUIRED SUPPLEMENTARY INFORMATION

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended April 30, 2018

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes			
General corporate levy	\$ 5,041,250	\$ 5,041,250	\$ 4,671,907
Public liability levy	307,520	307,520	281,094
Other taxes	203,050	203,050	233,716
Investment income	35,000	35,000	185,621
Sales and rental revenue	60,840	60,840	60,840
Miscellaneous	15,000	15,000	22,953
	<hr/>		
Total revenues	5,662,660	5,662,660	5,456,131
	<hr/>		
EXPENDITURES			
General government			
Salaries and wages	3,066,031	3,066,031	2,711,683
Insurance	1,026,760	1,026,760	1,087,458
Commodities	601,591	601,591	459,504
Utilities	123,340	123,340	135,763
Contractual services	317,546	317,546	243,702
Maintenance and repairs	255,140	255,140	194,895
Other	86,390	86,390	49,768
	<hr/>		
Total expenditures	5,476,798	5,476,798	4,882,773
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ 185,862</u>	<u>\$ 185,862</u>	573,358
FUND BALANCE, MAY 1			<u>6,365,061</u>
FUND BALANCE, APRIL 30			<u>\$ 6,938,419</u>

(See independent auditor's report.)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION FUND

For the Year Ended April 30, 2018

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 3,150,780	\$ 3,150,780	\$ 2,933,046
Other taxes	-	-	266
Restaurant and merchandise sales	305,600	305,600	343,182
Charges for recreation programs	5,914,717	5,914,717	6,372,662
Memberships	212,594	212,594	221,057
Court time	400,780	400,780	432,144
Lessons	905,400	905,400	921,881
League	85,680	85,680	81,174
Green fees	786,100	786,100	693,044
Sales and rental revenue	551,330	551,330	517,517
Swimming pool revenue	1,353,457	1,353,457	1,384,069
Miscellaneous recreation programs	38,120	38,120	46,748
Miscellaneous	144,430	144,430	187,865
	<hr/>		
Total revenues	13,848,988	13,848,988	14,134,655
EXPENDITURES			
General government			
Salaries and wages	2,258,423	2,258,423	1,934,729
Insurance	437,406	437,406	369,410
Commodities	274,470	274,470	228,194
Utilities	448,230	448,230	455,201
Contractual services	458,625	458,625	437,368
Maintenance and repairs	129,430	129,430	82,920
Other	150,360	150,360	62,696
	<hr/>		
Total general government	4,156,944	4,156,944	3,570,518

(This schedule is continued on the following page.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
RECREATION FUND**

For the Year Ended April 30, 2018

	Original Budget	Final Budget	Actual
EXPENDITURES (Continued)			
Recreation			
Salaries and wages	\$ 1,939,961	\$ 1,939,961	\$ 1,821,848
Personal services	1,939,733	1,939,733	1,954,189
Insurance	322,420	322,420	286,375
Commodities	440,535	440,535	562,891
Utilities	238,240	238,240	83,660
Contractual services	196,875	196,875	201,163
Maintenance and repairs	42,990	42,990	22,579
Programs	4,070,019	4,070,019	3,841,438
Cost of goods sold	166,400	166,400	187,487
Other	20,800	20,800	17,515
Total recreation	<u>9,377,973</u>	<u>9,377,973</u>	<u>8,979,145</u>
Capital outlay	<u>1,173,000</u>	<u>1,173,000</u>	<u>98,652</u>
Debt Service			
Interest and fees	<u>100,800</u>	<u>100,800</u>	<u>100,800</u>
Total expenditures	<u>14,808,717</u>	<u>14,808,717</u>	<u>12,749,115</u>
NET CHANGE IN FUND BALANCE	<u>\$ (959,729)</u>	<u>\$ (959,729)</u>	1,385,540
FUND BALANCE, MAY 1			<u>8,332,148</u>
FUND BALANCE, APRIL 30			<u>\$ 9,717,688</u>

(See independent auditor's report.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

**SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFIT PLAN**

April 30, 2018

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded ALL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2013	\$ -	\$ 643,346	0.00%	\$ 643,346	\$ 6,145,539	10.47%
2014	-	832,441	0.00%	832,441	7,112,731	11.70%
2015	-	832,441	0.00%	832,441	7,112,731	11.70%
2016	-	832,441	0.00%	832,441	7,112,731	11.70%
2017	-	2,024,678	0.00%	2,024,678	6,304,979	32.11%
2018	-	2,024,678	0.00%	2,024,678	5,711,679	35.45%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2013	\$ 36,250	\$ 31,665.00	114.48%
2014	36,250	39,494	91.79%
2015	38,121	39,704	96.01%
2016	38,121	39,588	96.29%
2017	314,976	92,432	340.77%
2018	350,911	96,130	365.04%

(See independent auditor's report.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

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

Last Three Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2017	2016	2015
Actuarially determined contribution	\$ 962,727	\$ 1,118,492	\$ 1,105,091
Contributions in relation to the actuarially determined contribution	962,727	1,118,470	1,105,091
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ 22	\$ -
Covered-employee payroll	\$ 7,132,994	\$ 7,767,307	\$ 7,574,305
Contributions as a percentage of covered-employee payroll	13.50%	14.40%	14.59%

Noted to Required Supplementary Information

The information presented was determined as part of the actuarial valuation as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percentage of payroll, closed; the remaining amortization period was 26 years, closed, until the remaining period reaches 15 years, then 15-year rolling period; the asset valuation method was five year smoothed market with a 20% corridor and the significant actuarial assumptions were an investment rate of return at 7.50% annually; projected salary increases of 3.75% to 14.50% compounded annually, including inflation; postretirement benefit increases of 3% compounded annually for Tier 1 employees; and postretirement benefit increases of 3% or 1/2 of the increase in the Consumer Price Index, whichever is less, compounded annually for Tier 2 employees.

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.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

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

Last Three Fiscal Years

MEASUREMENT DATE APRIL 30,	2017	2016	2015
TOTAL PENSION LIABILITY			
Service cost	\$ 680,014	\$ 809,218	\$ 789,221
Interest	3,923,085	3,609,206	3,429,032
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(445,945)	2,343,249	281,872
Changes of assumptions	(1,631,419)	(187,209)	58,964
Benefit payments, including refunds of member contributions	(2,884,700)	(2,151,447)	(2,040,059)
Net change in total pension liability	(358,965)	4,423,017	2,519,030
Total pension liability - beginning	53,410,141	48,987,124	46,468,094
TOTAL PENSION LIABILITY - ENDING	\$ 53,051,176	\$ 53,410,141	\$ 48,987,124
PLAN FIDUCIARY NET POSITION			
Contributions - employer	\$ 954,971	\$ 1,118,470	\$ 1,105,091
Contributions - member	332,779	349,656	350,591
Net investment income	7,663,304	2,641,923	199,453
Benefit payments, including refunds of member contributions	(2,884,700)	(2,151,447)	(2,040,059)
Other	(1,155,125)	184,143	483,935
Net change in plan fiduciary net position	4,911,229	2,142,745	99,011
Plan net position - beginning	42,424,522	40,281,777	40,182,766
PLAN NET POSITION - ENDING	\$ 47,335,751	\$ 42,424,522	\$ 40,281,777
EMPLOYER'S NET PENSION LIABILITY	\$ 5,715,425	\$ 10,985,619	\$ 8,705,347
Plan fiduciary net position as a percentage of the total pension liability	89.23%	79.43%	82.23%
Covered-employee payroll	\$ 7,016,964	\$ 7,767,307	\$ 7,574,305
Employer's net pension liability as a percentage of covered-employee payroll	81.45%	141.43%	114.93%

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.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2018

LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General, Special Revenue and Debt Service Funds. All annual appropriations lapse at fiscal year end.

Budgetary Data

The Board of Commissioners followed these procedures in establishing the budgetary data reflected in the financial statements:

- a. Prior to March 1, the 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. Public meetings are conducted to obtain taxpayer comments.
- c. Prior to August 1 of the following year, the budget is legally enacted through the passage of a Budget and Appropriation Ordinance. The Budget and Appropriation Ordinance prescribes the maximum amount to be disbursed for each of the District's funds. The legal level of control is the fund. The appropriation amount is approximately 10% higher than the budget amount. The appropriated budget amounts are used for budget to actual comparisons in the financial statements.
- d. Amendments to the Budget and Appropriation Ordinance:

Amendments to the Budget and Appropriation Ordinance must be made in the same manner as its original enactment through an amending ordinance.

Amendments can only be made after six months of the fiscal year, by a two-thirds vote of the Board of Commissioners. The Board of Commissioners may transfer any appropriation item it anticipates to be unexpended to any other appropriation item. Such transfers, in the aggregate, may not exceed 10% of the total amount appropriated in such fund.

- e. All appropriations are made at the fund level and lapse at year end. The level of control (level at which expenditures may not exceed budget) is the individual fund.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

LEGAL COMPLIANCE AND ACCOUNTABILITY (Continued)

Budgetary Data (Continued)

- f. Budgets for the General, Special Revenue, Capital Projects (except the Land Dedication, Lake Arlington, Olympic Fund and Capital Improvement Funds) and Debt Service Funds are adopted on a basis consistent with GAAP. The capital projects funds do not have legally adopted budgets. All budgets are prepared based on the annual fiscal year of the District. The District does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system in accordance with various legal requirements which govern the District. All revisions to the budget must be approved by the Board of Commissioners.
- g. Budget amounts are as originally adopted.
- h. The Museum Fund was noted with an excess of actual expenditures/expenses over budget of \$56 for the fiscal year.

The Special Recreation Fund was noted with an excess of actual expenditures/expenses over budget of \$21,556 for the fiscal year.

The IMRF and Social Security Fund was noted with an excess of actual expenditures/expenses over budget of \$10,757 for the fiscal year.

The Debt Service Fund was noted with an excess of actual expenditures/expenses over budget of \$12,918 for the fiscal year.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

**COMBINING BALANCE SHEET
RECREATION FUND**

April 30, 2018

	Recreation Subfunds					Total Recreation Fund	Elimination	Total Recreation Fund
	Recreation	Nickol Knoll Golf Club	Forest View Racquet and Fitness Club	Arlington Lakes Golf Club	Heritage Tennis Club			
ASSETS								
Cash and investments	\$ 11,685,440	\$ -	\$ 384,586	\$ -	\$ 426,618	\$ 12,496,644	\$ -	\$ 12,496,644
Receivables								
Property taxes	1,568,530	-	-	-	-	1,568,530	-	1,568,530
Other	18,403	-	-	(800)	473	18,076	-	18,076
Inventory	8,413	4,772	14,040	76,642	8,254	112,121	-	112,121
Prepaid items	44,666	-	-	3,497	-	48,163	-	48,163
Due from other funds	2,251,990	-	-	-	-	2,251,990	(2,251,990)	-
TOTAL ASSETS	\$ 15,577,442	\$ 4,772	\$ 398,626	\$ 79,339	\$ 435,345	\$ 16,495,524	\$ (2,251,990)	\$ 14,243,534

	Recreation Subfunds					Total Recreation Fund	Elimination	Total Recreation Fund
	Recreation	Nickol Knoll Golf Club	Forest View Racquet and Fitness Club	Arlington Lakes Golf Club	Heritage Tennis Club			
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
LIABILITIES								
Accounts payable	\$ 265,887	\$ 9,057	\$ 15,661	\$ 39,915	\$ 9,713	\$ 340,233	\$ -	\$ 340,233
Retainage payable	-	-	-	-	-	-	-	-
Accrued liabilities	162,824	4,305	18,660	56,662	16,922	259,373	-	259,373
Unearned revenue	2,354,428	-	-	9,420	500	2,364,348	-	2,364,348
Due to other funds	-	769,476	-	1,482,514	-	2,251,990	(2,251,990)	-
Total liabilities	2,783,139	782,838	34,321	1,588,511	27,135	5,215,944	(2,251,990)	2,963,954
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - property taxes	1,561,892	-	-	-	-	1,561,892	-	1,561,892
Total deferred inflows of resources	1,561,892	-	-	-	-	1,561,892	-	1,561,892
Total liabilities and deferred inflows of resources	4,345,031	782,838	34,321	1,588,511	27,135	6,777,836	(2,251,990)	4,525,846
FUND BALANCES								
Nonspendable								
Inventory	8,413	4,772	14,040	76,642	8,254	112,121	-	112,121
Prepaid items	44,666	-	-	3,497	-	48,163	-	48,163
Committed								
Fiscal sustainability	2,598,188	-	175,123	-	194,858	2,968,169	-	2,968,169
Assigned								
Recreation purposes	7,019,252	-	175,142	-	205,098	7,399,492	-	7,399,492
Specific purposes	1,561,892	-	-	-	-	1,561,892	-	1,561,892
Unassigned	-	(782,838)	-	(1,589,311)	-	(2,372,149)	-	(2,372,149)
Total fund balances (deficit)	11,232,411	(778,066)	364,305	(1,509,172)	408,210	9,717,688	-	9,717,688
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
	\$ 15,577,442	\$ 4,772	\$ 398,626	\$ 79,339	\$ 435,345	\$ 16,495,524	\$ (2,251,990)	\$ 14,243,534

(See independent auditor's report.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
RECREATION FUND**

For the Year Ended April 30, 2018

	Recreation Subfunds					Total Recreation Fund
	Recreation	Nickol Knoll Golf Club	Forest View Racquet and Fitness Club	Arlington Lakes Golf Club	Heritage Tennis Club	
REVENUES						
Property taxes	\$ 2,933,046	\$ -	\$ -	\$ -	\$ -	\$ 2,933,046
Other taxes	216	-	-	-	50	266
Restaurant and merchandise sales	-	-	17,757	303,115	22,310	343,182
Charges for recreation programs	6,372,662	-	-	-	-	6,372,662
Memberships	-	-	115,941	-	105,116	221,057
Court time	-	-	185,160	-	246,984	432,144
Lessons	-	-	414,148	29,140	478,593	921,881
League	-	-	45,870	-	35,304	81,174
Green fees	-	-	-	693,044	-	693,044
Sales and equipment rental	-	187,865	-	328,387	1,265	517,517
Swimming pool revenue	1,384,069	-	-	-	-	1,384,069
Miscellaneous recreation programs	-	-	46,748	-	-	46,748
Miscellaneous	104,483	-	-	41,761	41,621	187,865
Total revenues	10,794,476	187,865	825,624	1,395,447	931,243	14,134,655
EXPENDITURES						
General government						
Salaries and wages	1,934,729	-	-	-	-	1,934,729
Insurance	369,410	-	-	-	-	369,410
Commodities	228,194	-	-	-	-	228,194
Utilities	455,201	-	-	-	-	455,201
Contractual services	437,368	-	-	-	-	437,368
Maintenance and repairs	82,920	-	-	-	-	82,920
Other	62,696	-	-	-	-	62,696
Total general government	3,570,518	-	-	-	-	3,570,518

	Recreation Subfunds					Total Recreation Fund
	Recreation	Nickol Knoll Golf Club	Forest View Racquet and Fitness Club	Arlington Lakes Golf Club	Heritage Tennis Club	
EXPENDITURES (Continued)						
Recreation						
Salaries and wages	\$ 1,680,646	\$ 141,202	\$ -	\$ -	\$ -	\$ 1,821,848
Personal services	-	-	549,711	823,985	580,493	1,954,189
Insurance	144,084	14,331	46,997	42,219	38,744	286,375
Commodities	146,132	31,367	87,960	228,822	68,610	562,891
Utilities	61,531	22,129	-	-	-	83,660
Contractual services	8,364	17,226	36,247	97,887	41,439	201,163
Maintenance and repairs	6,555	13,565	-	-	2,459	22,579
Programs	3,841,438	-	-	-	-	3,841,438
Cost of goods sold	-	9,436	13,325	151,804	12,922	187,487
Other	-	1,213	43	12,515	3,744	17,515
Total recreation	5,888,750	250,469	734,283	1,357,232	748,411	8,979,145
Capital outlay	74,567	-	20,288	-	3,797	98,652
Debt Service						
Interest and fees	100,800	-	-	-	-	100,800
Total expenditures	9,634,635	250,469	754,571	1,357,232	752,208	12,749,115
NET CHANGE IN FUND BALANCES	1,159,841	(62,604)	71,053	38,215	179,035	1,385,540
FUND BALANCES (DEFICIT), MAY 1	10,072,570	(715,462)	293,252	(1,547,387)	229,175	8,332,148
FUND BALANCES (DEFICIT), APRIL 30	\$ 11,232,411	\$ (778,066)	\$ 364,305	\$ (1,509,172)	\$ 408,210	\$ 9,717,688

(See independent auditor's report.)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Year Ended April 30, 2018

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 2,275,270	\$ 1,971,695
EXPENDITURES		
Debt service		
Principal retirement	1,825,000	1,825,000
Interest and fees	434,650	447,568
Total expenditures	2,259,650	2,272,568
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	15,620	(300,873)
OTHER FINANCING SOURCES (USES)		
Bonds issued, at par	-	635,000
Premium on bonds	-	21,294
Payment to escrow agent	-	(641,356)
Total other financing sources (uses)	-	14,938
NET CHANGE IN FUND BALANCE	<u>\$ 15,620</u>	(285,935)
FUND BALANCE (DEFICIT), MAY 1		<u>(866,896)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u><u>\$ (1,152,831)</u></u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for proceeds from specific revenue sources that are restricted or committed to expenditures for specified purposes other than Debt Service or Capital Projects Funds.

Public Audit Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the annual audit of the District.

Museum Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the maintenance and operations of the museum.

The Illinois Municipal Retirement and Social Security Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for employer contributions, which are fixed by law and subsequently paid to the state-sponsored Illinois Municipal Retirement Fund or Social Security Administration.

Special Recreation Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies to the Northwest Special Recreation Association to provide special recreation programs for the physically and mentally handicapped.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets financed from the District's general obligation issues, donations, developer contributions, interest income and other specific revenues.

Land Dedication Fund - to account for cash contributions received from developers in lieu of land for the development or improvement of parks in the area or development within the District. Financing is provided only through cash contributions received in accordance with a Village of Arlington Heights ordinance.

Arlington Lakes Fund - to account for grant proceeds and the improvements at Lake Arlington.

Capital Improvement Fund - to account for funds assigned for future growth and long-term financial planning.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2018

	Special Revenue				Capital Projects				Total Nonmajor Governmental Funds
	Public Audit	Museum	IMRF and Social Security	Special Recreation	Land Dedication	Lake Arlington	Capital Improvement	Capital Projects	
ASSETS									
Cash and investments	\$ 20,771	\$ 104,676	\$ 725,704	\$ 1,509,929	\$ 648,096	\$ 245,166	\$ 55,930	\$ 849,567	\$ 4,159,839
Receivables									
Property taxes	14,600	65,519	898,386	527,078	-	-	-	-	1,505,583
Other	-	291	-	-	100,625	-	-	2,468	103,384
Inventory	-	836	-	-	-	-	-	-	836
TOTAL ASSETS	\$ 35,371	\$ 171,322	\$ 1,624,090	\$ 2,037,007	\$ 748,721	\$ 245,166	\$ 55,930	\$ 852,035	\$ 5,769,642

	Special Revenue			Capital Projects				Total Nonmajor Governmental Funds	
	Public Audit	Museum	IMRF and Social Security	Special Recreation	Land Dedication	Lake Arlington	Capital Improvement		Capital Projects
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES									
LIABILITIES									
Accounts payable	\$ -	\$ 2,416	\$ 153,612	\$ -	\$ -	\$ 91,549	\$ -	\$ 79,128	\$ 326,705
Accrued liabilities	-	3,595	-	-	-	-	-	-	3,595
Unearned revenue	-	1,147	-	-	-	-	-	-	1,147
Total liabilities	-	7,158	153,612	-	-	91,549	-	79,128	331,447
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue - property taxes	14,540	65,246	894,597	524,714	-	-	-	-	1,499,097
Total deferred inflows of resources	14,540	65,246	894,597	524,714	-	-	-	-	1,499,097
Total liabilities and deferred inflows of resources	14,540	72,404	1,048,209	524,714	-	91,549	-	79,128	1,830,544
FUND BALANCES									
Nonspendable									
Inventory	-	836	-	-	-	-	-	-	836
Restricted									
Public audit	6,291	-	-	-	-	-	-	-	6,291
Museum	-	32,836	-	-	-	-	-	-	32,836
Special recreation	-	-	-	987,579	-	-	-	-	987,579
Park developments and improvements	-	-	-	-	748,721	153,617	55,930	772,907	1,731,175
Retirement	-	-	575,881	-	-	-	-	-	575,881
Assigned									
Specific purposes	14,540	65,246	-	524,714	-	-	-	-	604,500
Total fund balances	20,831	98,918	575,881	1,512,293	748,721	153,617	55,930	772,907	3,939,098
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES									
	\$ 35,371	\$ 171,322	\$ 1,624,090	\$ 2,037,007	\$ 748,721	\$ 245,166	\$ 55,930	\$ 852,035	\$ 5,769,642

(See independent auditor's report.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

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

For the Year Ended April 30, 2018

	Special Revenue				Capital Projects			Total Nonmajor Governmental Funds	
	Public Audit	Museum	IMRF and Social Security	Special Recreation	Land Dedication	Lake Arlington	Capital Improvement		Capital Projects
REVENUES									
Property taxes	\$ 27,832	\$ 124,376	\$ 1,683,937	\$ 959,434	\$ -	\$ -	\$ -	\$ -	\$ 2,795,579
Other taxes	-	66	-	-	-	-	-	-	66
Intergovernmental	-	-	-	-	-	200,000	-	-	200,000
Charges for recreation programs	-	72,960	-	-	-	-	-	-	72,960
Sales and rental income	-	-	-	-	-	-	-	72,359	72,359
Investment income	-	-	-	-	-	2,203	-	18,373	20,576
Miscellaneous	-	10,090	-	-	158,705	-	-	2,149	170,944
Total revenues	27,832	207,492	1,683,937	959,434	158,705	202,203	-	92,881	3,332,484
EXPENDITURES									
Current									
General government	29,049	24,080	633,621	-	-	-	-	12,333	699,083
Recreation	-	198,628	1,033,806	673,184	-	-	-	-	1,905,618
Capital outlay	-	-	-	-	-	338,586	-	143,948	482,534
Total expenditures	29,049	222,708	1,667,427	673,184	-	338,586	-	156,281	3,087,235
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,217)	(15,216)	16,510	286,250	158,705	(136,383)	-	(63,400)	245,249
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	-	290,000	-	-	290,000
Transfers (out)	-	-	-	(290,000)	-	-	-	-	(290,000)
Insurance proceeds	-	-	-	-	-	-	-	13,407	13,407
Total other financing sources (uses)	-	-	-	(290,000)	-	290,000	-	13,407	13,407
NET CHANGE IN FUND BALANCES	(1,217)	(15,216)	16,510	(3,750)	158,705	153,617	-	(49,993)	258,656
FUND BALANCES, MAY 1	22,048	114,134	559,371	1,516,043	590,016	-	55,930	822,900	3,680,442
FUND BALANCES, APRIL 30	\$ 20,831	\$ 98,918	\$ 575,881	\$ 1,512,293	\$ 748,721	\$ 153,617	\$ 55,930	\$ 772,907	\$ 3,939,098

(See independent auditor's report.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

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

For the Year Ended April 30, 2018

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 30,250	\$ 27,832
EXPENDITURES		
General government		
Contractual services	30,250	29,049
NET CHANGE IN FUND BALANCE	\$ -	(1,217)
FUND BALANCE, MAY 1		22,048
FUND BALANCE, APRIL 30		\$ 20,831

(See independent auditor's report.)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MUSEUM FUND

For the Year Ended April 30, 2018

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 138,833	\$ 124,376
Other taxes	-	66
Charges for recreation programs	99,882	72,960
Miscellaneous	1,650	10,090
	<hr/>	<hr/>
Total revenues	240,365	207,492
	<hr/>	<hr/>
EXPENDITURES		
General government		
Insurance	8,035	7,743
Commodities	7,826	8,801
Utilities	1,570	3,873
Contractual services	1,160	1,233
Other	2,700	2,430
	<hr/>	<hr/>
Total general government	21,291	24,080
	<hr/>	<hr/>
Recreation		
Salaries and wages	131,287	133,860
Programs	70,074	64,768
	<hr/>	<hr/>
Total recreation	201,361	198,628
	<hr/>	<hr/>
Total expenditures	222,652	222,708
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ 17,713</u>	(15,216)
FUND BALANCE, MAY 1		<hr/>
		114,134
		<hr/>
FUND BALANCE, APRIL 30		<u><u>\$ 98,918</u></u>

(See independent auditor's report.)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
IMRF AND SOCIAL SECURITY FUND**

For the Year Ended April 30, 2018

	Original and Final Budget	Actual
REVENUES		
Property taxes	\$ 1,814,850	\$ 1,683,937
EXPENDITURES		
Current		
General government	679,235	633,621
Recreation	977,435	1,033,806
Total expenditures	1,656,670	1,667,427
NET CHANGE IN FUND BALANCE	<u>\$ 158,180</u>	16,510
FUND BALANCE, MAY 1		<u>559,371</u>
FUND BALANCE, APRIL 30		<u>\$ 575,881</u>

(See independent auditor's report.)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL RECREATION FUND

For the Year Ended April 30, 2018

	<u>Original and Final Budget</u>	<u>Actual</u>
REVENUES		
Property taxes	\$ 951,380	\$ 959,434
EXPENDITURES		
Recreation - programs	651,628	673,184
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>299,752</u>	<u>286,250</u>
OTHER FINANCING SOURCES (USES)		
Transfers (out)	<u>(585,500)</u>	<u>(290,000)</u>
Total other financing sources (uses)	<u>(585,500)</u>	<u>(290,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (285,748)</u>	(3,750)
FUND BALANCE, MAY 1		<u>1,516,043</u>
FUND BALANCE, APRIL 30		<u>\$ 1,512,293</u>

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Arlington Heights Park District, Arlington Heights, Illinois' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information displays about the District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have been changed over time.	61-72
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	73-76
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	77-79
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	80-81
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	82-83

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

NET POSITION BY COMPONENT
(in thousands)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 18,316	\$ 18,317	\$ 34,772	\$ 35,406
Restricted	2,560	2,560	10,471	5,589
Unrestricted	16,673	16,674	3,158	8,686
TOTAL GOVERNMENTAL ACTIVITIES	\$ 37,549	\$ 37,551	\$ 48,401	\$ 49,681
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 5,130	\$ 5,130	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted	1,541	1,541	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 6,671	\$ 6,671	\$ -	\$ -
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 23,446	\$ 23,447	\$ 34,772	\$ 35,406
Restricted	2,560	2,560	10,471	5,589
Unrestricted	18,214	18,215	3,158	8,686
TOTAL PRIMARY GOVERNMENT	\$ 44,220	\$ 44,222	\$ 48,401	\$ 49,681

Note: In fiscal year ended 2010, the District restated its financial statements moving the Arlington Lakes Golf Club and the Heritage Tennis Club from Enterprise Funds to a Special Revenue Fund. These funds are now reported as subfunds of the Recreation Fund. This change in measurement focus created a prior period adjustment to remove capital assets and compensated balances.

Data Source

Audited Financial Statements

2013	2014	2015	2016	2017	2018
\$ 38,778	\$ 37,435	\$ 43,516	\$ 39,514	\$ 42,396	\$ 40,426
3,905	5,448	2,648	5,038	3,126	3,380
8,312	11,684	11,525	7,940	6,666	7,980
\$ 50,995	\$ 54,567	\$ 57,689	\$ 52,492	\$ 52,188	\$ 51,786
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 38,778	\$ 37,435	\$ 43,516	\$ 39,514	\$ 42,396	\$ 40,426
3,905	5,448	2,648	5,038	3,126	3,380
8,312	11,684	11,525	7,940	6,666	7,980
\$ 50,995	\$ 54,567	\$ 57,689	\$ 52,492	\$ 52,188	\$ 51,786

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

CHANGE IN NET POSITION
(in thousands)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
EXPENSES				
Governmental activities				
General government	\$ 10,148	\$ 10,148	\$ 10,517	\$ 11,274
Culture and recreation	7,474	7,474	11,858	12,012
Interest	1,610	1,610	1,287	919
Total governmental activities expenses	19,232	19,232	23,662	24,205
Business-type activities				
Golf and tennis operations	2,115	2,116	-	-
Total business-type activities expenses	2,115	2,116	-	-
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 21,347	\$ 21,348	\$ 23,662	\$ 24,205
PROGRAM REVENUES				
Governmental activities				
Charges for services				
General government	\$ -	\$ 7,190	\$ 151	\$ 150
Culture and recreation	-	-	9,759	9,868
Operating grants and contributions	63	63	142	61
Capital grants and contributions	195	195	93	265
Total governmental activities program revenues	258	7,448	10,145	10,344
Business-type activities				
Golf course and recreation	1,164	-	-	-
Tennis	918	-	-	-
Total business-type activities program revenues	2,082	-	-	-
TOTAL PRIMARY GOVERNMENT PROGRAM ACTIVITIES	\$ 2,340	\$ 7,448	\$ 10,145	\$ 10,344
NET (EXPENSE) REVENUE				
Governmental activities	\$ (11,929)	\$ (11,784)	\$ (13,517)	\$ (13,861)
Business-type activities	(33)	(2,116)	-	-
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (11,962)	\$ (13,900)	\$ (13,517)	\$ (13,861)

	2013	2014	2015	2016	2017	2018
\$	10,689	\$ 10,715	\$ 11,237	\$ 11,903	\$ 11,901	\$ 10,871
	12,223	11,811	11,971	11,934	13,077	13,347
	809	821	436	386	439	1,125
	23,721	23,347	23,644	24,223	25,417	25,343
	-	-	-	-	-	-
	-	-	-	-	-	-
\$	23,721	\$ 23,347	\$ 23,644	\$ 24,223	\$ 25,417	\$ 25,343
\$	148	\$ 133	\$ 134	\$ 101	\$ 130	\$ 133
	9,995	9,927	9,831	9,154	10,063	11,145
	130	22	167	77	54	24
	30	1,678	1,461	96	219	361
	10,303	11,760	11,593	9,428	10,466	11,663
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
\$	10,303	\$ 11,760	\$ 11,593	\$ 9,428	\$ 10,466	\$ 11,663
\$	(13,418)	\$ (11,587)	\$ (12,051)	\$ (14,795)	\$ (14,951)	\$ (13,680)
	-	-	-	-	-	-
\$	(13,418)	\$ (11,587)	\$ (12,051)	\$ (14,795)	\$ (14,951)	\$ (13,680)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

CHANGE IN NET POSITION (Continued)
(in thousands)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental activities				
Taxes	\$ 12,360	\$ 12,360	\$ 14,046	\$ 15,088
Investment earnings	1,187	1,187	74	53
Donations	102	102	-	-
Miscellaneous	15	15	56	1
Loss on sale of property, plant and equipment	-	-	-	-
Total governmental activities	<u>13,664</u>	<u>13,664</u>	<u>14,176</u>	<u>15,142</u>
Business-type activities				
Miscellaneous	47	47	-	-
Investment income	-	-	-	-
Total business-type activities	<u>47</u>	<u>47</u>	<u>-</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 13,711</u>	<u>\$ 13,711</u>	<u>\$ 14,176</u>	<u>\$ 15,142</u>
EXCESS (DEFICIT) BEFORE TRANSFERS				
Governmental activities	\$ 1,735	\$ 1,880	\$ 659	\$ 1,281
Business-type activities	14	(2,069)	-	-
TOTAL EXCESS (DEFICIT) BEFORE TRANSFERS	<u>\$ 1,749</u>	<u>\$ (189)</u>	<u>\$ 659</u>	<u>\$ 1,281</u>
TRANSFERS				
Governmental	\$ (192)	\$ (192)	\$ -	\$ -
Business-type	192	192	-	-
TOTAL TRANSFERS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION				
Governmental	1,543	1,688	659	1,281
Business-type	206	(1,877)	-	-
TOTAL PRIMARY GOVERNMENT CHANGES IN NET POSITION	<u>\$ 1,749</u>	<u>\$ (189)</u>	<u>\$ 659</u>	<u>\$ 1,281</u>

Note: In fiscal year ended 2010, the District restated its financial statements moving the Arlington Lakes Golf Club and the Heritage Tennis Club from Enterprise Funds to a Special Revenue Fund. This change in measurement focus created a prior period adjustment to remove capital assets and compensated balances.

Data Source

Audited Financial Statements

	2013	2014	2015	2016	2017	2018
\$	14,723	\$ 15,040	\$ 15,065	\$ 15,441	\$ 14,427	\$ 12,888
	27	23	26	47	72	252
	-	-	-	-	-	-
	93	97	81	69	148	138
	26	-	-	-	-	-
	14,869	15,160	15,172	15,557	14,647	13,278
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
\$	14,869	\$ 15,160	\$ 15,172	\$ 15,557	\$ 14,647	\$ 13,278
\$	1,451	\$ 3,573	\$ 3,121	\$ 762	\$ (304)	\$ (402)
	-	-	-	-	-	-
\$	1,451	\$ 3,573	\$ 3,121	\$ 762	\$ (304)	\$ (402)
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
	-	-	-	-	-	-
	1,451	3,573	3,121	762	(304)	(402)
	-	-	-	-	-	-
\$	1,451	\$ 3,573	\$ 3,121	\$ 762	\$ (304)	\$ (402)

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
GENERAL FUND				
Nonspendable	\$ -	\$ 52,185	\$ 71,971	\$ 58,459
Reserved/restricted				
Prepaid items	51,952	-	-	-
Tort	295,148	267,645	244,369	30,807
Committed	-	-	-	1,273,710
Assigned	-	3,420,422	3,559,123	2,286,770
Unassigned	5,093,939	2,084,994	1,041,407	1,582,773
TOTAL GENERAL FUND	\$ 5,441,039	\$ 5,825,246	\$ 4,916,870	\$ 5,232,519
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	\$ -	\$ 72,858	\$ 166,242	\$ 153,973
Reserved/restricted				
Inventory	18,076	-	-	-
Prepaid items	63,708	-	-	-
Advances	1,169,824	-	-	-
Debt service	-	63,406	260,491	343,853
Special recreations	309,861	1,390,212	1,743,264	1,611,682
Specific purposes	1,183,640	1,803,733	1,865,379	409,010
Park development/improvements	1,448,189	4,923,984	6,357,379	3,193,941
Committed	-	-	-	3,040,435
Assigned	-	5,176,210	6,710,699	5,825,003
Unreserved/unassigned, reported in				
Debt service funds	(284,214)	-	-	-
Special revenue funds	4,838,192	-	-	-
Capital project funds	5,794,021	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 14,541,297	\$ 13,430,403	\$ 17,103,454	\$ 14,577,897
TOTAL GOVERNMENTAL FUND BALANCES	\$ 19,982,336	\$ 19,255,649	\$ 22,020,324	\$ 19,810,416

Data Source

Audited Financial Statements

2013	2014	2015	2016	2017	2018
\$ 61,499	\$ 59,403	\$ -	\$ 1,300	\$ 957,555	\$ 72,437
-	-	-	-	-	-
86,030	62,021	20,390	29,707	102,265	-
1,282,726	1,287,828	1,278,131	1,315,880	1,336,894	1,369,198
2,355,449	2,414,397	2,492,797	2,887,352	2,187,120	2,468,896
1,694,274	1,982,141	2,026,711	1,571,595	1,781,227	3,027,888
\$ 5,479,978	\$ 5,805,790	\$ 5,818,029	\$ 5,805,834	\$ 6,365,061	\$ 6,938,419
\$ 155,555	\$ 151,473	\$ 398,501	\$ 87,049	\$ 177,791	\$ 161,120
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
237,034	176,014	100,637	-	-	-
836,703	1,050,614	809,718	871,254	1,127,030	987,579
458,435	596,202	590,820	490,204	627,502	615,008
2,287,131	3,625,666	1,146,776	3,676,462	1,268,846	10,131,080
3,048,711	3,071,995	2,696,156	2,730,037	2,827,086	2,968,169
6,258,221	6,516,097	7,624,379	7,363,435	5,984,335	7,193,735
-	-	-	(176,502)	(866,896)	(1,152,831)
-	-	-	-	-	-
(668,881)	-	1,042,411	-	-	-
\$ 12,612,909	\$ 15,188,061	\$ 14,409,398	\$ 15,041,939	\$ 11,145,694	\$ 20,903,860
\$ 18,092,887	\$ 20,993,851	\$ 20,227,427	\$ 20,847,773	\$ 17,510,755	\$ 27,842,279

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
REVENUES				
Taxes	\$ 12,726,728	\$ 13,574,990	\$ 13,809,234	\$ 14,874,760
Other taxes	240,386	212,778	236,513	213,360
Restaurant and merchandise sales	-	-	263,874	229,125
Intergovernmental	147,400	-	20,583	97,384
Charges for recreation programs	5,728,653	5,751,948	4,927,159	5,125,688
Swimming pool revenue	1,556,287	1,470,433	1,569,133	1,590,107
Sales and rental revenue	352,521	338,940	610,538	583,168
Memberships	-	-	239,367	235,923
Court time	-	-	369,379	372,745
Lessons	-	-	943,915	927,740
League	-	-	93,550	93,544
Green fees	-	-	687,748	686,215
Investment income	343,050	256,229	74,434	53,014
Miscellaneous recreation programs	-	-	33,420	37,706
Miscellaneous				
Developer contributions	178,914	23,704	93,244	167,286
Donations and miscellaneous revenue	311,308	294,448	349,248	198,937
State grants	-	-	-	-
Total revenues	21,585,247	21,923,470	24,321,339	25,486,702
EXPENDITURES				
General government	9,480,286	9,631,892	9,046,370	9,648,859
Recreation	7,361,224	7,122,848	10,241,464	10,476,701
Capital outlay	1,689,649	2,346,009	1,553,663	3,390,594
Debt service				
Principal retirement	2,611,500	2,564,500	11,754,000	3,553,000
Interest	912,012	984,908	1,056,334	673,427
Total expenditures	22,054,671	22,650,157	33,651,831	27,742,581
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(469,424)	(726,687)	(9,330,492)	(2,255,879)

2013	2014	2015	2016	2017	2018
\$ 14,511,775	\$ 14,797,666	\$ 14,828,183	\$ 15,231,249	\$ 14,174,870	\$ 12,653,321
211,537	242,079	236,127	210,266	251,253	234,048
278,197	317,631	327,314	147,244	243,887	343,182
14,000	1,625,000	1,275,000	-	-	200,000
5,142,450	5,069,135	5,205,104	5,479,772	5,776,332	6,445,622
1,596,653	1,568,343	1,287,861	1,399,578	1,401,527	1,384,069
583,357	630,673	658,510	424,745	581,724	650,716
241,581	232,318	223,698	205,761	206,323	221,057
389,070	380,772	425,927	416,657	437,504	432,144
972,017	973,183	1,000,053	897,851	844,621	921,881
84,512	96,593	88,071	79,604	85,461	81,174
758,862	760,401	688,931	108,158	507,487	693,044
27,146	23,377	26,227	47,077	72,396	252,249
35,087	39,939	36,561	32,829	41,158	46,748
15,591	52,688	152,921	95,890	219,059	158,705
284,683	110,153	304,592	208,669	269,580	223,057
-	-	-	-	-	-
25,146,518	26,919,951	26,765,080	24,985,350	25,113,182	24,941,017
9,014,604	9,054,156	9,496,712	10,184,206	9,814,908	9,152,374
10,780,224	10,259,915	10,302,059	10,202,630	10,675,550	10,994,563
2,812,424	5,666,113	5,661,149	4,226,590	4,427,056	1,421,336
3,750,000	11,028,000	11,615,000	4,055,000	2,945,000	1,825,000
560,166	462,769	651,165	555,019	627,232	548,368
26,917,418	36,470,953	37,726,085	29,223,445	28,489,746	23,941,641
(1,770,900)	(9,551,002)	(10,961,005)	(4,238,095)	(3,376,564)	999,376

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (Continued)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ 1,179,829	\$ 2,087,820	\$ 681,283
Transfers (out)	-	(1,179,829)	(2,087,820)	(681,283)
Insurance proceeds	-	-	-	-
Proceeds from sale of capital assets	-	-	10,065,000	45,971
Proceeds of bond issuances	4,995,000	-	291,323	-
Premium on bonds issued	21,128	-	-	-
Proceeds of refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Proceeds of general obligation bonds	-	-	-	-
Total other financing sources (uses)	5,016,128	-	10,356,323	45,971
NET CHANGE IN FUND BALANCES	4,546,704	(726,687)	1,025,831	(2,209,908)
FUND BALANCES, MAY 1	15,435,632	19,982,336	25,750,767	22,020,324
Prior period adjustment	-	-	(4,756,274)	-
FUND BALANCES, MAY 1, RESTATED	15,435,632	19,982,336	20,994,493	22,020,324
FUND BALANCES, APRIL 30	\$ 19,982,336	\$ 19,255,649	\$ 22,020,324	\$ 19,810,416
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	19%	17%	41%	44%

Note: In fiscal year ended 2010, the District restated its financial statements moving the Arlington Lakes Golf Club and the Heritage Tennis Club from Enterprise Funds to a Special Revenue Fund. This change in measurement focus created a prior period adjustment to remove capital assets and compensated balances.

Data Source

Audited Financial Statements

2013	2014	2015	2016	2017	2018
\$ 658,636	\$ 990,256	\$ 538,982	\$ 889,466	\$ 153,593	\$ 290,000
(658,636)	(990,256)	(538,982)	(889,466)	(153,593)	(290,000)
12,633	29,756	2,680	10,939	32,046	13,407
40,738	75,810	23,130	20,785	7,500	-
-	12,140,000	9,620,000	4,200,000	-	9,135,000
-	206,400	548,771	626,717	-	825,097
-	-	-	-	-	-
-	-	-	-	-	(641,356)
-	-	-	-	-	-
53,371	12,451,966	10,194,581	4,858,441	39,546	9,332,148
(1,717,529)	2,900,964	(766,424)	620,346	(3,337,018)	10,331,524
19,810,416	18,092,887	20,993,851	20,227,427	20,847,773	17,510,755
-	-	-	-	-	-
19,810,416	18,092,887	20,993,851	20,227,427	20,847,773	17,510,755
\$ 18,092,887	\$ 20,993,851	\$ 20,227,427	\$ 20,847,773	\$ 17,510,755	\$ 27,842,279
18%	18%	37%	16%	15%	12%

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

EQUALIZED ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Tax Year	Residential Property	Commercial Property	Railroad Property	Industrial Property	Total Taxable Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Full Market Value
2008	\$ 2,303,455,031	\$ 786,507,903	\$ 460,399	\$ 336,197,978	\$ 3,426,621,311	0.379	\$ 10,279,863,933
2009	2,496,901,209	736,777,878	549,104	283,432,935	3,517,661,126	0.392	10,552,983,378
2010	2,276,816,878	707,298,938	879,364	264,280,870	3,249,276,050	0.450	9,747,828,150
2011	2,136,866,824	599,845,435	719,722	227,180,558	2,964,612,539	0.496	8,893,837,617
2012	1,969,637,182	560,992,292	810,919	211,970,739	2,743,411,132	0.545	8,230,233,396
2013	1,671,686,858	506,408,932	996,997	202,241,686	2,381,334,473	0.636	7,144,003,419
2014	1,759,764,984	517,129,616	1,037,926	128,205,301	2,406,137,827	0.633	7,218,413,481
2015	2,347,657,604	N/A	1,242,969	N/A	2,348,900,573	0.626	7,046,701,719
2016	2,778,938,597	N/A	1,264,483	N/A	2,780,203,080	0.488	8,340,609,240
2017	2,825,835,273	N/A	1,264,483	N/A	2,827,099,756	0.488	8,481,299,268

Note: Property in the District is reassessed every three years. Property is assessed and then equalized to be approximately 33 1/3% of actual value.

Data Sources

Cook and Lake County Clerk's Office

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Levy Years

Tax Levy Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
PARK DISTRICT DIRECT RATES										
Corporate	0.130	0.127	0.142	0.156	0.171	0.202	0.204	0.211	0.180	0.175
Bonds and interest	0.042	0.042	0.063	0.071	0.077	0.175	0.175	0.060	0.006	-
Social Security and pension	0.042	0.042	0.048	0.056	0.066	0.071	0.070	0.075	0.065	0.067
Auditing	0.000	0.001	0.001	0.001	0.001	0.001	0.001	0.001	0.001	0.001
Liability insurance	0.008	0.007	0.007	0.008	0.010	0.012	0.012	0.013	0.011	0.011
Recreation	0.079	0.077	0.086	0.096	0.106	0.126	0.128	0.132	0.112	0.118
Museum Fund	0.003	0.004	0.004	0.004	0.005	0.006	0.006	0.006	0.005	0.005
Handicapped Fund	0.038	0.039	0.040	0.040	0.040	0.040	0.040	0.040	0.034	0.040
Limited bonds	0.037	0.053	0.059	0.064	0.069	-	-	0.088	0.075	0.077
TOTAL PARK DISTRICT DIRECT RATES	0.379	0.392	0.450	0.496	0.545	0.633	0.636	0.626	0.489	0.494
OVERLAPPING RATES										
Cook County including Forest Preserve	0.466	0.464	0.439	0.520	0.594	0.629	0.637	0.655	0.596	0.589
Metropolitan Water Reclamation District	0.252	0.261	0.274	0.320	0.370	0.417	0.430	0.426	0.406	0.402
School District #25, #214, #512	4.650	4.404	4.947	5.502	6.113	6.871	6.905	7.337	6.367	6.476
Village	1.072	1.108	1.289	0.955	1.062	1.270	1.269	1.359	1.665	1.217
All others	0.067	0.068	0.071	0.082	0.558	0.677	0.641	0.662	0.287	0.556
TOTAL OVERLAPPING RATES	6.507	6.305	7.020	7.379	8.697	9.864	9.882	10.439	9.321	9.240
TOTAL TAX RATE	6.886	6.697	7.470	7.875	9.242	10.497	10.518	11.065	9.810	9.734

Note: The District's basic property tax rate may be increased only by a majority vote of the District's residents. Rates for debt service are set based on each year's requirements. (Governments are required to disclose any external limitations on their ability to change.)

Data Source

Office of the County Clerk

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2018			2009			
	2017 Equalized Assessed Value * (1)	Rank	Percentage of Total Equalized Assessed Valuation	2008 Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Valuation	
WP Venture Hold Co. 4	\$ 30,266,744	1	1.07%	Luther Village	\$ 45,623,030	1	1.33%
Town & Country Chicago	21,020,665	2	0.74%	Motorola	40,128,500	2	1.17%
Amcap Northpoint LLC	19,602,887	3	0.69%	Visconi Companies LTD	27,514,477	3	0.80%
Robert V. Rohrman	17,853,432	4	0.63%	Amcap Northpoint LLC	25,933,130	4	0.76%
Arlington Towne Square	16,559,909	5	0.59%	BH Management Services	23,780,003	5	0.69%
New Plan Excel Property TR	16,002,273	6	0.57%	New Plan Excell Property TR	16,514,002	6	0.48%
Hamilton Partners Inc.	15,320,037	7	0.54%	Individual	15,974,837	7	0.47%
Stonebridge Village	14,075,838	8	0.50%	Avalon Bay Communities	14,440,226	8	0.42%
John Hancock Life Insurance	13,682,182	9	0.48%	Robin Realty Management	13,562,209	9	0.40%
JRK Property Holdings	<u>13,585,878</u>	10	<u>0.48%</u>	Stonebridge Real Estate	<u>13,235,252</u>	10	<u>0.39%</u>
	<u>\$ 177,969,845</u>		<u>6.30%</u>		<u>\$ 236,705,666</u>		<u>6.91%</u>

* Most recent data available

(1) Some values may include tax increment value

Note: The above taxpayers represent 8.24% of the District's 2017 EAV of \$2,827,099,756. Reasonable efforts have been made to seek out and report the largest taxpayers. However, many of the taxpayers listed may own multiple parcels and it is possible that some parcels and their valuations may not be included.

Data Source

Cook County Clerk's Office

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2008	\$ 12,954,237	\$ 5,936,149	45.82%	\$ 6,774,181	\$ 12,710,331	98.12%
2009	13,782,839	6,805,729	49.38%	6,655,624	13,461,353	97.67%
2010	14,605,176	7,083,061	48.50%	7,253,321	14,336,382	98.16%
2011	14,703,506	7,667,311	52.15%	6,820,252	14,487,563	98.53%
2012	14,951,591	7,699,850	51.50%	7,193,814	14,893,664	99.61%
2013	15,062,962	7,837,359	52.03%	6,949,905	14,920,067	99.05%
2014	15,301,614	7,816,316	51.08%	7,419,095	15,235,411	99.57%
2015	14,683,432	6,475,156	44.10%	8,173,651	14,648,807	99.76%
2016	13,565,306	7,837,036	57.77%	5,727,091	13,564,127	99.99%
2017	14,326,162	7,263,091	50.70%	-	7,263,091	50.70%

Note: Property in the District is reassessed every three years. Property is assessed and then equalized to be approximately 33 1/3% of actual value.

Data Source

Office of the County Clerk

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Tax Levy Year	Population (1)	Equalized Assessed Value (in thousands)	Governmental Activities		Business-Type Activities	Total Primary Government	Percent of Equalized Assessed Value	Per Capita (1)
				General Obligation Bonds	Installment Notes Payable/Debt Certificates	Installment Notes Payable			
2009	2008	76,958	\$ 3,426,621	\$ 28,978,719	\$ 909,500	\$ 1,095,000	\$ 30,983,219	0.90%	\$ 402.60
2010	2009	77,784	3,517,661	26,971,060	690,000	1,030,000	28,691,060	0.82%	368.86
2011	2010	75,101	3,249,276	26,606,199	721,000	-	27,327,199	0.84%	363.87
2012	2011	75,101	2,964,612	23,649,547	468,000	-	24,117,547	0.81%	321.13
2013	2012	75,101	2,743,411	20,522,121	208,000	-	20,730,121	0.76%	276.03
2014	2013	75,101	2,381,334	17,140,000	5,085,000	-	22,225,000	0.93%	295.93
2015	2014	75,101	2,406,138	15,190,000	5,040,000	-	20,230,000	0.84%	269.37
2016	2015	75,101	2,348,901	15,335,000	5,040,000	-	20,375,000	0.87%	271.30
2017	2016	75,101	2,780,203	12,390,000	5,040,000	-	17,430,000	0.63%	232.09
2018	2017	75,101	2,827,100	11,200,000	13,540,000	-	24,740,000	0.88%	329.42

(1) Estimated by Village of Arlington Heights Planning Department, except for fiscal year ended 2010 of 75,101 which was taken from the 2010 Census.

Note: Details of the District's outstanding debt can be found in the notes to financial statements.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Equalized Assessed Value	Per Capita
2009	\$ 28,978,719	\$ (284,214)	\$ 29,262,933	0.92%	\$ 380.25
2010	26,971,060	63,406	26,907,654	0.79%	345.93
2011	26,606,199	260,491	26,345,708	0.75%	350.80
2012	23,649,547	343,853	23,305,694	0.72%	310.32
2013	20,522,121	237,034	20,285,087	0.68%	270.10
2014	17,140,000	176,014	16,963,986	0.62%	225.88
2015	15,190,000	100,637	15,089,363	0.63%	200.92
2016	15,335,000	(176,501)	15,511,501	0.66%	206.54
2017	12,390,000	(866,897)	13,256,897	0.50%	176.52
2018	11,200,000	(1,152,831)	12,352,831	0.44%	164.48

Note: Details of the District's outstanding debt can be found in notes to financial statements.

See the schedule of Equalized Assessed Value and Actual Value of Taxable Property on page 73 for property value data.

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Legal debt limit	\$ 98,515,363	\$ 101,132,757	\$ 93,416,686	\$ 85,232,610	\$ 78,873,070	\$ 68,463,366	\$ 69,176,463	\$ 67,530,891	\$ 79,930,839	\$ 80,373,034
Total net debt applicable to limit	30,983,219	27,661,060	27,327,199	24,117,547	20,730,121	22,225,000	20,230,000	20,375,000	17,430,000	24,740,000
LEGAL DEBT MARGIN	\$ 67,532,144	\$ 73,471,697	\$ 66,089,487	\$ 61,115,063	\$ 58,142,949	\$ 46,238,366	\$ 48,946,463	\$ 47,155,891	\$ 62,500,839	\$ 55,633,034
Total net debt applicable to the limit as a percentage of debt limit	31.45%	27.35%	29.25%	28.30%	26.28%	32.46%	29.24%	30.17%	21.81%	30.78%

Legal Debt Margin Calculation for Fiscal 2018

Assessed value (most recent available)	\$ 2,827,099,756
Legal debt margin	<u>2.875%</u>
Debt limit	81,279,118
Debt applicable to limit General obligation bonds, notes and certificates	<u>24,740,000</u>
LEGAL DEBT MARGIN	<u>\$ 56,539,118</u>

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population (1)	Increase in Population From Previous Year	Personal Income (3)	Per Capita Personal Income (3)	Total Personal Income	Unemployment Rate (2)
2009	77,784	\$ 826	\$ 98,399	\$ 41,443	\$ 3,223,602,312	7.60%
2010*	75,101	(2,683)	98,291	39,973	3,002,012,273	7.30%
2011	75,101	-	98,291	39,973	3,002,012,273	7.50%
2012	75,101	-	98,291	40,645	3,052,480,145	6.60%
2013	75,101	-	98,291	40,645	3,052,480,145	6.60%
2014	75,101	-	98,291	40,645	3,052,480,145	4.80%
2015	75,101	-	98,291	40,645	3,052,480,145	4.80%
2016	75,101	-	98,291	40,645	3,052,480,145	5.00%
2017	75,101	-	98,291	40,645	3,052,480,145	4.90%
2018	75,101	-	98,291	40,645	3,052,480,145	4.40%

*Most recent data available

- (1) Population estimates are prepared by the Village of Arlington Heights Planning and Community Development Department, except for fiscal years ended 2010 - 2014 of which was taken from the 2010 Census.
- (2) Annual average for the preceding calendar year. Data provided by the by the Bureau of Labor Statistics.
- (3) U.S. Census Bureau

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2018				2009			
Employer	Number of Employees	Rank	Percentage of Total District Employment	Employer	Number of Employees	Rank	Percentage of Total District Employment
Northwest Community Hospital	3,600	1	4.79%	Northwest Community Healthcare	4,000	1	5.14%
HSBC Finance Corporation	1,500	2	2.00%	Motorola Networks & Enterprise - Arlington Heights	3,000	2	3.86%
Clearbrook	1,000	3	1.33%	Level 3 Communications, Inc.	2,000	3	2.57%
Paddock Publications, Inc.	550	4	0.73%	Motorola Networks & Enterprise - Schaumburg	1,000	4	1.29%
AMITA Health	500	5	0.67%	Paddock Publications	850	5	1.09%
Level 3 Communications, LLC	500	6	0.67%	Alexian Brothers Health System	500	6	0.64%
Paylocity Corporation	500	7	0.67%	Sheraton Chicago NW & Coco Key Indoor Water Resort	500	7	0.64%
Lutheran Life Communities	500	8	0.67%	Weber Marking Systems	300	8	0.39%
Kroeschell, Inc.	450	9	0.60%	Pace Suburban Bus Service	300	9	0.39%
Village of Arlington Heights, Economic Development	420	10	0.56%	Buhrke Industries, LLC	265	10	0.34%

Data Sources

2017 Illinois Services and 2017 Illinois Manufacturers Directories

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PARKS AND PLANNING DEPARTMENT										
Director of Parks and Planning	1	1	1	1	1	1	1	1	1	1
Superintendent	2	2	2	2	2	2	2	2	2	2
Park Planner	2	2	2	2	2	2	2	2	2	2
Maintenance Supervisor II	2	2	2	2	2	2	2	2	2	2
Maintenance Supervisor I	1	1	1	1	1	1	1	1	1	1
Maintenance Labor	29	29	29	29	30	30	30	30	30	30
Clerical	1	1	1	1	1	1	1	1	1	1
Custodians	7	7	7	7	7	7	6	7	7	7
Total Parks and Planning Department	45	45	45	45	46	46	45	46	46	46
FINANCE AND PERSONNEL DEPARTMENT										
Director of Finance and Personnel	1	1	1	1	1	1	1	1	1	1
Superintendent of Human Resources	1	1	1	1	1	1	1	1	1	1
Accounting Supervisor	1	1	1	1	1	1	1	1	1	1
MIS Supervisor	1	1	1	1	1	1	1	1	1	1
Training and Safety Supervisor	1	1	1	1	1	1	1	1	1	1
Graphics Communications Specialist	0	0	0	0	0	0	0	0	0	0
Community Development Specialist	0	0	0	0	0	0	0	0	0	0
Account Clerks	6	6	6	6	5	5	5	5	5	5
Clerical	1	1	1	1	1	1	1	1	1	1
Courier	1	1	1	1	1	1	1	1	1	1
Total Finance and Personnel Department	13	13	13	13	12	12	12	12	12	12
EXECUTIVE DIRECTOR'S OFFICE										
Executive Director	1	1	1	1	1	1	1	1	1	1
Administrative Services Supervisor	0	0	0	0	0	0	0	0	0	0
Superintendent of Golf Operations	1	1	1	1	1	0	0	1	1	1
Superintendent of Marketing and Communications	1	1	1	1	1	1	1	1	1	1
Graphic Communications Specialist	1	1	1	1	1	1	1	1	1	1
Maintenance Supervisor I-Golf	2	2	2	2	0	0	0	0	0	0
Golf Maintenance Labor	3	3	3	3	0	0	0	0	0	0
Clerical	1	1	1	1	1	1	1	1	1	1
Total Executive Director's Office	10	10	10	10	5	4	4	5	5	5
RECREATION AND FACILITIES DEPARTMENT										
Director of Recreation and Facilities	1	1	1	1	1	1	1	1	1	1
Superintendent of Recreation	3	3	3	3	3	3	3	3	3	3
Recreation Supervisor II	9	9	9	9	9	9	9	9	9	9
Recreation Supervisor I	6	6	6	6	6	6	6	6	6	6
Graphics Communications Specialist	0	0	0	0	0	0	0	0	0	0
Golf Operations Supervisor	2	2	2	2	2	2	2	2	2	2
Assistant Golf Operations Supervisor	1	1	1	1	1	1	1	1	1	1
Maintenance Supervisor I-Golf	0	0	0	0	2	2	2	2	2	2
Golf Maintenance Labor	0	0	0	0	3	3	3	3	2	2
Racquet Club Supervisor	2	2	2	2	2	2	2	2	2	2
Asst. Racquet Club Supervisor	2	2	2	2	2	2	2	2	4	4
Clerical	5	5	5	5	5	5	5	5	5	5
Custodians	3	3	3	3	3	3	3	3	3	3
Total Recreation and Facilities Department	34	34	34	34	39	39	39	39	40	40
TOTAL PARK DISTRICT	102	102	102	102	102	101	100	102	103	103

Data Source

District Finance Department

**ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS**

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PARKS										
Number	58	58	58	58	58	58	58	58	58	58
Owned acres	456.53	456.53	456.53	457.42	457.42	457.42	457.42	457.42	457.42	457.42
Leased acres	258.56	258.56	258.56	258.56	258.56	258.56	258.56	258.56	258.56	258.56
Total acres	715.09	715.09	715.09	715.98	715.98	715.98	715.98	715.98	715.98	715.98
FACILITIES										
Playgrounds	42	42	42	42	42	44	44	42	43	43
Swimming pools	6	6	6	6	6	6	6	6	6	6
Recreation centers	5	5	5	5	5	5	5	5	5	5
Outdoor skating rinks	16	9	9	9	9	9	9	9	10	10
Indoor racquet clubs	2	2	2	2	2	2	2	2	2	2
Tennis courts	14	14	14	14	14	14	14	14	14	14
Racquetball courts	6	6	6	6	6	6	6	6	6	6
18 hole golf course	1	1	1	1	1	1	1	1	1	1
9 hole golf course	1	1	1	1	1	1	1	1	1	1
Driving range	1	1	1	1	1	1	1	1	1	1
Football fields	3	3	3	3	3	3	3	3	2	2
Ball fields	43	43	43	43	43	43	43	45	46	46
Soccer fields	31	31	31	31	31	31	31	27	32	32
Outdoor tennis courts	52	52	52	52	51	50	50	52	50	50
Picnic areas	17	17	17	17	17	17	17	17	17	17
Jogging and bike trails	16.3 miles	16.3 miles	16.3 miles	16.3 miles	16.3 miles	16.3 miles	16.3 miles	16.3 miles	19 miles	19 miles

Data Source

Various District departments