



Arlington Heights Park District

COMPREHENSIVE ANNUAL FINANCIAL REPORT 2019-2020

Fiscal year ending April 30, 2020



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

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For the Year Ended
April 30, 2020

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, 2020

BOARD OF PARK COMMISSIONERS

Maryfran H. Leno, President

Timothy A. Gelinas

Robert J. Nesvacil

Brian Owen

H. William Ploger

ADMINISTRATIVE STAFF

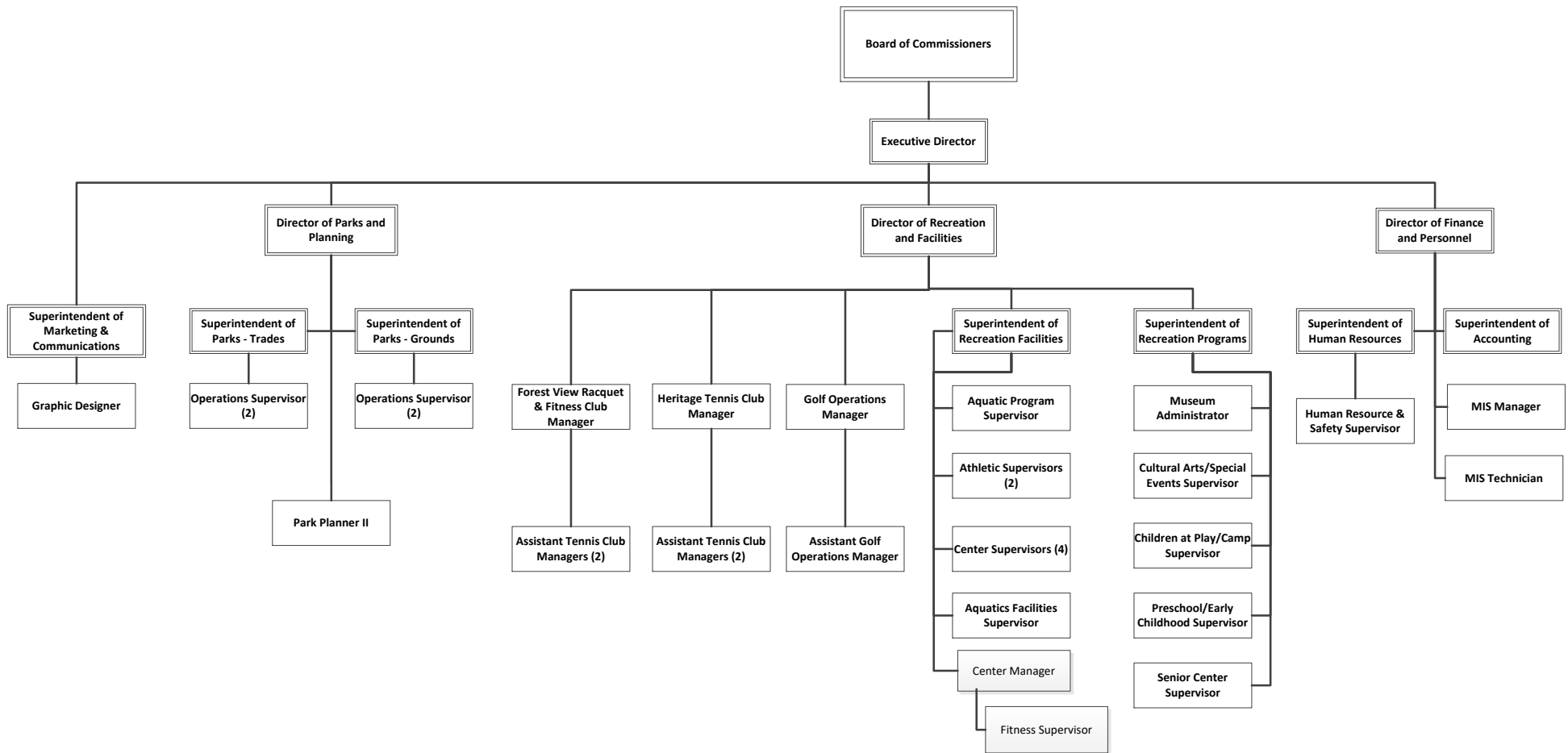
Carrie A. Fullerton
Executive Director

Benjamin Rea
Director of Parks & Planning

Brian E. Meyer
Director of Recreation & Facilities

Jason S. Myers
Director of Finance & Personnel

Organizational Chart





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, 2019

Christopher P. Morrill

Executive Director/CEO



November 24, 2020

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, 2020 is hereby submitted as mandated by State statutes. This report provides a broad view of the District's financial activities for the 2019 fiscal year and its financial position at April 30, 2020. 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, 2020. 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 1,100 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, Arlington Ridge Center 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 real estate tax collections to remain stable. Staff has modified operations in order to minimize the impact of COVID-19 on the District since the pandemic began to impact operations in March.

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 2019/20 capital budget are planned capital expenditures of \$2.7 million. The capital budget includes major projects such as:

- Opening of ARC on December 31
- Fire Alarm Replacement at Forest View Racquet & Fitness Club
- Vehicle and Equipment Replacements
- Pool improvements at Recreation
- Improved parking lot at Lake Arlington

Arlington Ridge Center Renovations – The Park District began renovations that include increasing the footprint of the former Olympic Indoor Swim Center 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 \$605,000 projects (ADA) for 2019/20.

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, 2019. This was the twenty-seventh 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

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Naperville, IL 60563
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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, 2020, 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, 2020, 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.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District as of and for the year ended April 30, 2019, and we expressed unmodified opinions on those basic financial statements. That audit was conducted for purposes of forming an opinion on the basic financial statements as a whole. The 2019 comparative information included on certain combining and individual financial statements and schedules is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 information is fairly stated in all material respects in relation to the basic financial statements from which it has been derived.

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
November 24, 2020

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

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

**MANAGEMENT DISCUSSION AND ANALYSIS
April 30, 2020**

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, 2020. 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 \$50,546,253 as of April 30, 2020. Of this amount, \$43.3 million is net investment in capital assets (net of related debt), \$1.2 million is restricted, and \$6.0 million is unrestricted and may be used to meet the District's general obligations. Net Position decreased by \$1.96 million or 3.7% from 2020.
- The District's combined Governmental Funds ending fund balance decreased \$9,368,179 (or 35.4%) as of April 30, 2020. The majority of the decrease is attributable to the renovation of Arlington Ridge Center, the former Olympic Indoor Swim Center.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$1,367,510 (or 26.4%) of General Fund expenditures.
- Governmental debt outstanding was \$23.63 million, compared to \$25.7 million last year, reflecting an 8.2% 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 increased by \$158,980 (or 1.1%) for a total of \$14,008,123.
- Non-tax revenue was down overall by \$1,210,475 (or 9.6%). The net decrease is primarily due to a reduction of \$179,000 in investment income, \$488,000 in charges for recreation programs, \$213,000 in pool revenue and \$210,000 in grants.
- Expenditures were down \$1,211,273. This decrease directly relates to the increase of construction of the Arlington Ridge Center and a reduction of principal due to the refinancing of debt certificates in the prior year.

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 57-62.

Major Funds

General	Olympic
Recreation	Debt Service

Non-Major Funds

Illinois Municipal Retirement and Social Security Fund	Lake Arlington Fund
Public Audit Fund	Land Dedication Fund
Museum Fund	Capital Improvement Fund
Special Recreation 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 42) and the Recreation Fund (see page 43-44) 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 41 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 42 through 49 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 50 through 61 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 net 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, 2019
(in thousands)

	Total	
	2020	2019
Assets		
Current and other assets	\$ 27,367	\$ 38,553
Capital assets	68,634	63,756
Total assets	<u>96,001</u>	<u>102,309</u>
Deferred outflows of resource		
Pension items - IMRF	1,042	4,491
Total assets and deferred outflows of resources	<u>97,043</u>	<u>106,800</u>
Liabilities		
Current and other liabilities	3,616	5,630
Long-term liabilities:		
Due within one year	3,227	2,831
Due in more than one year	29,876	38,059
Total liabilities	<u>36,719</u>	<u>46,520</u>
Deferred inflows of resource		
Unearned revenue - property taxes	7,015	6,746
Pension items - IMRF	2,762	1,026
Total liabilities and deferred inflows of resources	<u>46,496</u>	<u>54,292</u>
Net Position		
Net investment in capital assets	43,344	42,601
Restricted	1,177	2,457
Unrestricted	6,025	7,450
Total Net Position	<u>\$ 50,546</u>	<u>\$ 52,508</u>

In fiscal year ended 2020, current assets decreased 29% or \$11,185,884 as a result of the capital outlay and capital asset balances in the capital asset renovations of ARC and ADA requirements related this project.

The net pension liability for IMRF decreased to \$6,232,476. The decrease in total liabilities and deferred inflows of resources by 14.4% or \$7,795,103 primarily due to the difference between expected and actual experience since last year's valuation and a change in assumptions.

Net Position decreased by \$1.96 million or 3.7% from 2019. The net investment in capital assets increased \$743,129. There are restrictions on \$1,176,760 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 11.9% or \$6,025,291 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 \$50,546,253 at the close of the fiscal year. The change in net position is an decrease of \$1,961,569 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, 2020
(in thousands)

	Total	
	2020	2019
Revenues		
Program Revenues:		
Charges for services	\$ 10,201	\$ 11,158
Capital grants and contributions	171	346
Operating grants and contributions	43	25
General Revenues:		
Taxes	14,008	13,849
Other taxes	278	211
Investment income	508	686
Donations and miscellaneous	144	226
Loss on disposal of assets	(1,841)	-
Total Revenues	<u>23,512</u>	<u>26,501</u>
Expenses		
Program Expenses:		
General government	12,623	13,757
Culture and recreation	12,009	10,086
Interest	842	187
Total Expenses	<u>25,474</u>	<u>24,030</u>
Change in Net Position	<u>(1,962)</u>	<u>2,471</u>
Net Position, May 1	52,508	51,785
Change in accounting principle	-	(1,749)
Net Position, April 30	<u><u>\$ 50,546</u></u>	<u><u>\$ 52,507</u></u>

Governmental Activities

The cost of all governmental activities this year was \$25.47 million. General government expenses, which primarily reflect the support services needed to provide the recreational program and services, accounted for 49.6% of total expense or \$12.6 million. Culture and recreation expenses captured 47.1% of the total expenses or \$12.0 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.

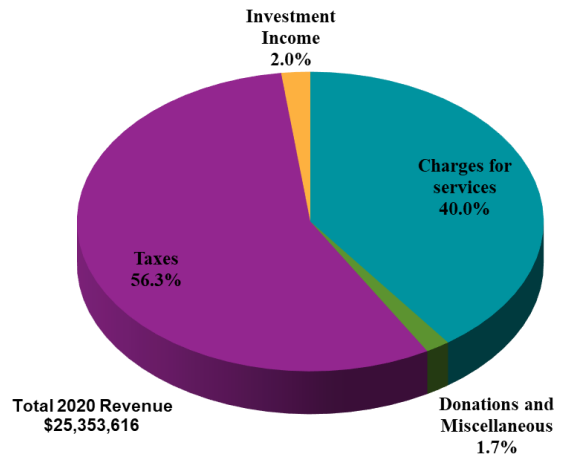
Table 3
Governmental Activities
(in thousands)

	Total Cost of Services		Net Cost of Services	
	2020	2019	2020	2019
General Government	\$ 12,623,132	\$ 13,756,980	(12,450,677)	(13,495,751)
Culture and Recreation	12,009,084	10,086,554	(1,766,292)	(1,180,709)
Interest	841,650	186,951	(841,650)	(186,951)
Total Expenses	\$ 25,473,866	\$ 24,030,485	\$ (15,058,619)	\$ (14,863,411)

Revenues

The following chart shows the major sources of governmental funds revenue for the year ended April 30, 2020:

Total revenue decreased \$2,989,110 to \$25,353,616 prior to an additional \$488,776 in other financing revenue and a loss on disposal of capital assets of \$1,841,319 for 2019/20. Property tax revenues increased \$.16 million, investment income decreased \$179,000, and charges for services decreased \$956,580 from prior year including, pool revenue decreased by \$213,000 due to the remodeling of the indoor swim center.



Tax revenue (property tax and other taxes) represented the largest portion of the revenue base, generating 49.6% 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 43.9% 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.

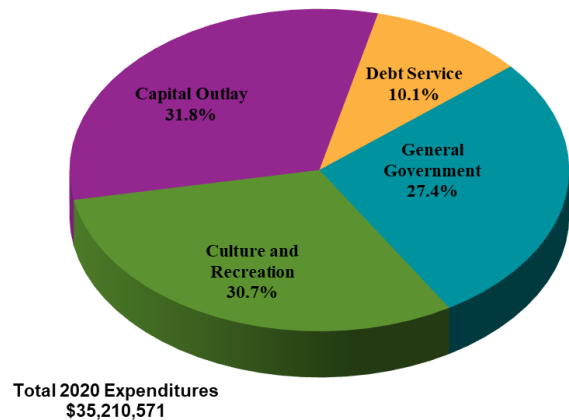
Expenditures

The total cost of providing all programs and services for the governmental funds of the District was \$35.2 million compared to \$36.4 million (includes capital spending and debt refunding) in 2018/19. Of this 2019/20 total, general government expenditures captured 27.4% and culture and recreation expenditures accounted for 30.7% of total costs.

The following chart shows the major expenditures of governmental funds for the year ended April 30, 2020:

The largest component this year was capital outlay at 31.8% due to the construction of ARC.

The 2nd largest component at 30.7% 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 3rd largest component is the General Government function at 27.4% that includes all expenses related to the maintenance of our 58 parks, as well as administrative expenses. The third largest component of this was Capital Outlay at 24.0%.

Fund Balances

The Recreation Fund had a \$2,236,129 decrease in fund balance due to a debt certificate payment and lower charges for services. The General Fund had an decrease in fund balance of \$219,841 as more transfers out were incurred in the current year. The unassigned fund balance for the General Fund is \$1,367,510; 26.4% 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 \$26,716,892 of revenues and other financing sources and \$36,085,071 in expenditures. The Net Change in Fund Balance after Other Financing Sources (Uses) resulted in a decrease of \$9,368,179 in the fund balance of all governmental funds at April 30, 2020. The combined fund balance of all governmental funds at April 30, 2020, was \$17,064,441.

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 \$1,367,510 which represents 26.4% of its total expenditures including transfers to other funds. The unassigned fund balance decreased 9.4% or \$1,946,449 as compared to the prior year primarily due additional investment income and property tax collections.

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 \$5,998,304 representing 37.4% of total expenditures. This is an increase of 0.3% or \$20,136 compared to the prior year. Expenditures decreased by \$2.67 million due to a reduction of principal expenditures due to the refunding in the prior year. Charges for recreation programs and swimming pool revenue were down due to the closing of the indoor swim center during construction. Overall operational expenses were also down due to this construction.

The Olympic Fund

This fund accounts for the construction and renovations at Olympic indoor Swim Center. The ending fund balance was \$(167,980). The fund was created in 2017 and will only be used for tracking the expenses associated with this construction. The building opened to the public on January 1, 2020 and this fund will no longer be used once all expenses have been recorded.

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 \$688,444. The fund balance improved by \$243,441 as compared to fiscal year ended 2020. Total expenditures were \$2,173,876. 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 2019/20.

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 \$2,009,456. This is a decrease of 19.3% from year-end 2019 primarily as a result of a grant for the development of Lake Arlington and the construction of ARC. Revenues decreased by \$262,643 from last year and total spending decreased by \$350,451.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Park District's investment in capital assets, net of depreciation as of April 30, 2020, was \$68.6 million. Net capital assets increased by \$4,878,051 from fiscal year ended 2019. Accumulated depreciation through fiscal year end 2020 was \$64.1 million.

Table 4
Capital Assets (net of depreciation) at April 30, 2020

	Total	
	2020	2019
Land and construction in progress	\$ 31,973,184	\$ 23,371,460
Buildings	18,637,157	20,207,845
Improvements other buildings	15,814,361	17,692,696
Machinery and equipment	2,208,910	2,483,560
Net Capital Assets	<u>\$ 68,633,612</u>	<u>\$ 63,755,561</u>

Major capital highlights for 2019/20 included renovation to the Arlington Ridge Center (formerly the Olympic Indoor Swim Center), parking lot improvements at the Administration Center and Lake Arlington, enhancements to Recreation Pool, replacement of backstops at Melas, 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 \$23.6 million, compared to \$25.7 million last year, reflecting an 8.2% decrease.

Table 5
Outstanding Debt at April 30, 2020

	Total	
	2020	2019
General obligation bonds	\$ 13,149,000	\$ 14,320,000
Debt Certificates	10,480,000	11,410,000
Total outstanding debt	<u>\$ 23,629,000</u>	<u>\$ 25,730,000</u>

At April 30, 2020, the Park District had total long-term debt outstanding of \$23,629,000. This amount included \$13,149,000 of general obligation bonds and \$10,480,000 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 \$469,000 in general obligation bonds during 2020 to finance capital spending.

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 2020 and was re-accredited with an overall score of 98.38%.

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 58.1% funded as of December 31, 2019, down from 61.8% 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, 2019 is \$10,704,831. On a market basis, the funded ratio would be 47.48%.

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 2019/20

The 2019/20 fiscal year total operating budget is \$25,923,510, an increase of 4.7% from fiscal year 2019/20 with another \$11,064,750 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 2017 was 49.4¢ per \$100 of equalized assessed valuation. The 2019 tax rate will be 51.4¢. The tax rate increased due to the equalized assessed valuation decreasing \$41,971,458 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 2019/20 capital budget are planned capital expenditures of need to update \$11.1 million. The capital budget includes major projects such as:

- Arlington Ridge Center
- Lake Arlington Parking Lot
- Arlington Ridge Center Existing Conditions, Roof, and Parking Lot
- Vehicle & Equipment Replacements
- Recreation Pool Improvements
- 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 equalized assessed value stabilize. The average Park District taxes per household has increased. The Park District represents approximately 5% of the average household 2019 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, 2020

	Governmental Activities
ASSETS	
Cash and investments	\$ 19,952,578
Receivables (net, where applicable, of allowances for uncollectibles)	
Property taxes	7,036,856
Accrued interest	122,727
Other	29,349
Merchandise inventory	96,427
Prepaid expenses	129,292
Capital assets not being depreciated	31,973,184
Capital assets (net of accumulated depreciation)	36,660,428
Total assets	96,000,841
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	980,645
OPEB items	61,241
	1,041,886
Total deferred outflows of resources	1,041,886
Total assets and deferred outflows of resources	97,042,727
LIABILITIES	
Accounts payable	375,264
Retainage payable	167,980
Accrued interest	328,144
Accrued liabilities	747,505
Unearned revenue	1,997,003
Noncurrent liabilities	
Due within one year	3,227,353
Due in more than one year	29,876,046
	29,876,046
Total liabilities	36,719,295
DEFERRED INFLOWS OF RESOURCES	
Deferred revenue - property taxes	7,015,036
Pension items - IMRF	2,762,143
	2,762,143
Total deferred inflows of resources	9,777,179
Total liabilities and deferred inflows of resources	46,496,474
NET POSITION	
Net investment in capital assets	43,344,202
Restricted for	
Public audit	6,094
Museum	49,123
Retirement	1,121,543
Unrestricted	6,025,291
	6,025,291
TOTAL NET POSITION	\$ 50,546,253

See accompanying notes to financial statements.

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

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2020

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	\$ 12,641,497	\$ 129,746	\$ -	\$ 42,709	\$ (12,469,042)
Culture and recreation	11,990,719	10,071,551	171,216	25	(1,747,927)
Interest	841,650	-	-	-	(841,650)
Total governmental activities	25,473,866	10,201,297	171,216	42,734	(15,058,619)
TOTAL PRIMARY GOVERNMENT	\$ 25,473,866	\$ 10,201,297	\$ 171,216	\$ 42,734	(15,058,619)
		General revenues			
		Taxes			
		Property			14,008,123
		Replacement			278,267
		Investment income			507,610
		Miscellaneous			144,369
		Loss on disposal of capital assets			(1,841,319)
		Total			13,097,050
		CHANGE IN NET POSITION			(1,961,569)
		NET POSITION, MAY 1			52,507,822
		NET POSITION, APRIL 30			\$ 50,546,253

See accompanying notes to financial statements.

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

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2020

	<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	\$ 5,980,150	\$ 11,395,586	\$ 80,763	\$ -	\$ 2,496,079	\$ 19,952,578
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	2,518,412	1,768,483	-	1,108,014	1,641,947	7,036,856
Accrued interest	46,638	71,180	-	-	4,909	122,727
Other	8,102	18,779	-	-	2,468	29,349
Due from other funds	1,135,103	-	-	-	-	1,135,103
Inventory	-	93,280	-	-	3,147	96,427
Prepaid items	48,658	80,634	-	-	-	129,292
TOTAL ASSETS	<u>\$ 9,737,063</u>	<u>\$ 13,427,942</u>	<u>\$ 80,763</u>	<u>\$ 1,108,014</u>	<u>\$ 4,148,550</u>	<u>\$ 28,502,332</u>

	General	Recreation	Olympic	Debt Service	Other Governmental Funds	Total Governmental Funds
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 56,560	\$ 184,351	\$ 80,763	\$ -	\$ 53,590	\$ 375,264
Retainage payable	-	-	167,980	-	-	167,980
Accrued liabilities	95,394	649,665	-	-	2,446	747,505
Due to other funds	-	-	-	688,839	446,264	1,135,103
Unearned revenue	221	1,996,186	-	-	596	1,997,003
Total liabilities	152,175	2,830,202	248,743	688,839	502,896	4,422,855
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	2,508,370	1,762,849	-	1,107,619	1,636,198	7,015,036
Total deferred inflows of resources	2,508,370	1,762,849	-	1,107,619	1,636,198	7,015,036
Total liabilities and deferred inflows of resources	2,660,545	4,593,051	248,743	1,796,458	2,139,094	11,437,891
FUND BALANCES						
Nonspendable						
Inventory	-	93,280	-	-	3,147	96,427
Prepaid items	48,658	80,634	-	-	-	129,292
Restricted						
Public audit	-	-	-	-	6,094	6,094
Museum	-	-	-	-	49,123	49,123
Retirement	-	-	-	-	1,121,543	1,121,543
Committed						
Fiscal sustainability	2,125,760	3,427,458	-	-	-	5,553,218
Assigned						
Recreation purposes	-	5,998,262	-	-	-	5,998,262
Construction and development	-	-	-	-	1,179,352	1,179,352
Specific purposes	2,508,370	1,762,849	-	-	89,360	4,360,579
Subsequent year's budget	1,026,220	-	-	-	-	1,026,220
Unassigned (deficit)	1,367,510	(2,527,592)	(167,980)	(688,444)	(439,163)	(2,455,669)
Total fund balances (deficit)	7,076,518	8,834,891	(167,980)	(688,444)	2,009,456	17,064,441
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 9,737,063	\$ 13,427,942	\$ 80,763	\$ 1,108,014	\$ 4,148,550	\$ 28,502,332

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, 2020

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 17,064,441
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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	68,633,612
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Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date are recognized as deferred outflows and inflows of resources on the statement of net position

IMRF	(1,781,498)
OPEB	61,241

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	(328,144)
Net pension liability - IMRF	(6,232,476)
Total OPEB liability	(1,044,161)
Compensated absences payable	(537,352)
Bonds and debt certificates payable	(23,629,000)

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>(1,660,410)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 50,546,253</u></u>
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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, 2020

	General	Recreation	Olympic	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property taxes	\$ 5,130,532	\$ 3,436,722	\$ -	\$ 2,217,287	\$ 3,223,582	\$ 14,008,123
Other taxes	278,267	-	-	-	-	278,267
Intergovernmental	-	-	-	-	-	-
Restaurant and merchandise sales	-	286,890	-	-	-	286,890
Charges for recreation programs	-	5,868,736	-	-	65,867	5,934,603
Swimming pool revenue	-	1,030,038	-	-	-	1,030,038
Sales and rental revenue	62,568	460,511	-	-	67,178	590,257
Memberships	-	196,272	-	-	-	196,272
Court time	-	370,942	-	-	-	370,942
Lessons	-	974,123	-	-	-	974,123
League	-	59,703	-	-	-	59,703
Green fees	-	631,398	-	-	-	631,398
Investment income	193,625	223,386	75,304	-	15,295	507,610
Miscellaneous recreation programs	-	39,497	18,189	-	-	57,686
Miscellaneous						
Developer contributions	-	-	-	-	42,709	42,709
Donations and miscellaneous revenue	168,158	203,127	-	-	13,710	384,995
Total revenues	5,833,150	13,781,345	93,493	2,217,287	3,428,341	25,353,616
EXPENDITURES						
Current						
General government	5,178,491	3,816,837	-	-	678,351	9,673,679
Recreation	-	8,327,480	-	-	2,468,791	10,796,271
Capital outlay	-	2,486,110	6,861,686	-	1,831,902	11,179,698
Debt service						
Principal retirement	-	930,000	-	1,640,000	-	2,570,000
Interest	-	457,047	-	533,876	-	990,923
Total expenditures	5,178,491	16,017,474	6,861,686	2,173,876	4,979,044	35,210,571

	General	Recreation	Olympic	Debt Service	Other Governmental Funds	Total Governmental Funds
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 654,659	\$ (2,236,129)	\$ (6,768,193)	\$ 43,411	\$ (1,550,703)	\$ (9,856,955)
OTHER FINANCING SOURCE (USES)						
Transfers in	-	-	-	200,000	674,500	874,500
Transfers (out)	(874,500)	-	-	-	-	(874,500)
Bonds issued, at par	-	-	-	-	469,000	469,000
Debt certificates issued, at par	-	-	-	-	-	-
Premium on debt issue	-	-	-	-	-	-
Insurance proceeds	-	-	-	-	19,776	19,776
Total other financing sources (uses)	(874,500)	-	-	200,000	1,163,276	488,776
NET CHANGE IN FUND BALANCES	(219,841)	(2,236,129)	(6,768,193)	243,411	(387,427)	(9,368,179)
FUND BALANCES (DEFICIT), MAY 1	7,296,359	11,071,020	6,600,213	(931,855)	2,396,883	26,432,620
FUND BALANCES (DEFICIT), APRIL 30	\$ 7,076,518	\$ 8,834,891	\$ (167,980)	\$ (688,444)	\$ 2,009,456	\$ 17,064,441

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, 2020

NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ (9,368,179)
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	10,194,072
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	2,570,000
The amortization of bond discount and premium is not reported as an expenditure in governmental funds	221,326
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	(469,000)
The change in accrued interest is reported as an expense on the statement of activities	(72,053)
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	(3,474,702)
The change in the Illinois Municipal Retirement Fund net pension liability is not a source or use of financial resources	5,739,113
The change in deferred inflows and outflows of resources is reported only on the statement of activities	
IMRF	(5,238,659)
OPEB	53,293
The change in compensated absences payable is shown as an expense on the statement of activities	(364,888)
The change in total OPEB liability is reported as an expense on the statement on activities	89,427
	89,427
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ (120,250)

See accompanying notes to financial statements.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2020

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 Olympic Fund accounts for the construction and renovation of the Arlington Ridge Center.

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. The District has elected to report this fund as major.

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, 2020.

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 \$25,000 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 committed fund balance for the General Fund. Any deficit fund balance of any other governmental fund is reported as unassigned.

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, committed or assigned 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			Committed
		Fiscal Sustainability	Remainder	Total	Fiscal Sustainability
General	\$ 48,658	\$ -	\$ -	\$ -	\$ 2,125,760
Recreation	173,914	-	-	-	3,427,458
Olympic	-	-	-	-	-
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
IMRF and Social Security	-	447,588	673,955	1,121,543	-
Public audit	-	4,533	1,561	6,094	-
Museum	3,147	20,757	28,366	49,123	-
Special recreation	-	-	-	-	-
Land dedication	-	-	-	-	-
Capital improvement	-	-	-	-	-
TOTAL	\$ 225,719	\$ 472,878	\$ 703,882	\$ 1,176,760	\$ 5,553,218

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	\$ 2,508,370	\$ 1,026,220	\$ 3,534,590	\$ 1,367,510	\$ 7,076,518
Recreation	1,762,849	5,998,292	7,761,111	(2,527,592)	8,834,891
Olympic	-	-	-	(167,980)	(167,980)
Debt service	-	-	-	(688,444)	(688,444)
Capital Projects	-	1,027,466	1,027,466	-	1,027,466
IMRF and Social					
Security	-	-	-	-	1,121,543
Public audit	15,856	-	15,856	-	21,950
Museum	73,504	-	73,504	-	125,774
Special recreation	-	-	-	(439,163)	(439,163)
Land dedication	-	95,956	95,956	-	95,956
Capital improvement	-	55,930	55,930	-	55,930
TOTAL	\$ 4,360,579	\$ 8,203,834	\$ 12,564,413	\$ (2,455,669)	\$ 17,064,441

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 fair 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. The District's investment policy requires diversification of investment to avoid unreasonable risk but has no set percentage limits.

3. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2020 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 15,285,097	\$ -	\$ 99,078	\$ 15,186,019
Construction in progress	8,086,363	8,727,139	26,337	16,787,165
Total capital assets not being depreciated	23,371,460	8,727,139	125,415	31,973,184

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

3. CAPITAL ASSETS

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES (Continued)				
Capital assets being depreciated				
Buildings	\$ 41,069,937	\$ -	\$ 757,910	\$ 40,312,027
Improvements other than buildings	52,514,647	968,024	2,952,134	50,530,537
Machinery and equipment	12,892,456	498,909	3,490,041	9,901,324
Total capital assets being depreciated	<u>106,477,040</u>	<u>1,466,933</u>	<u>7,200,085</u>	<u>100,743,888</u>
Less accumulated depreciation for				
Buildings	20,862,092	1,184,110	371,332	21,674,870
Improvements other than buildings	34,821,951	1,897,687	2,003,462	34,716,176
Machinery and equipment	10,408,896	392,905	3,109,387	7,692,414
Total accumulated depreciation	<u>66,092,939</u>	<u>3,474,702</u>	<u>5,484,181</u>	<u>64,083,460</u>
Total capital assets being depreciated, net	<u>40,384,101</u>	<u>(2,007,769)</u>	<u>1,715,904</u>	<u>36,660,428</u>
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 63,755,561</u>	<u>\$ 6,719,370</u>	<u>\$ 1,841,319</u>	<u>\$ 68,633,612</u>

Due to a change in District policy, assets previously capitalized below \$25,000 are shown as decreases of capital assets in 2020.

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 3,081,797
Recreation	<u>392,905</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 3,474,702</u>

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.

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.

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

4. PROPERTY TAXES (Continued)

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 2019 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 2020 tax levy, which attached as an enforceable lien on property as of January 1, 2020, has not been recorded as a receivable as of April 30, 2020 as the tax has not yet been levied by the District and is not to be levied until December 2020 and, therefore, the levy is not measurable at April 30, 2020.

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.

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.

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

5. RISK MANAGEMENT (Continued)

Park District Risk Management Agency (Continued)

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.

The District made \$398,918 of payments to PDRMA during the year ended April 30, 2020.

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.

Complete financial statements for PDRMA can be obtained from PDRMA's administration offices at 2033 Burlington Avenue, Lisle, Illinois 60532.

Health Insurance

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

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.

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

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

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
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	\$ 6,115,000	\$ -	\$ 1,205,000	\$ 4,910,000	\$ 950,000
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	2,685,000	-	170,000	2,515,000	575,000
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	335,000	-	-	335,000	-
2018A General Obligation Limited Park Bonds - \$5,185,000; due in annual installments of \$265,000 to \$1,285,000 through December 1, 2030; interest at 3% to 5%. Funded by Debt Service Fund property tax levies.	Debt Service	5,185,000	-	265,000	4,920,000	-
2020 General Obligation Limited Park Bonds - \$469,000; due in annual installments of \$197,000 to \$272,000 through December 1, 2022; interest at 1.48% to 1.52%. Funded by Debt Service Fund property tax levies.	Debt Service	-	469,000	-	469,000	197,000
TOTAL		<u>\$ 14,320,000</u>	<u>\$ 469,000</u>	<u>\$ 1,640,000</u>	<u>\$ 13,149,000</u>	<u>\$ 1,722,000</u>

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
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	\$ -
2018B Debt Certificates - \$2,910,000; 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	2,910,000	-	930,000	1,980,000	930,000
TOTAL		<u>\$ 11,410,000</u>	<u>\$ -</u>	<u>\$ 930,000</u>	<u>\$ 10,480,000</u>	<u>\$ 930,000</u>

Debt Certificates, Series 2017B

The District issued \$8,500,000 Debt Certificates, Series 2017B to finance various improvements. The bonds were issued directly to a bank, bear interest at 4% and are payable in installments of \$1,020,000 to \$1,500,000 through December 1, 2032. The bonds are considered general obligations payable from property taxes.

Debt Certificates, Series 2018B

The District issued \$2,910,000 Debt Certificates, Series 2018B to finance various improvements. The bonds were issued directly to a bank, bear interest at 4% and are payable in installments of \$1,020,000 to \$1,500,000 through December 1, 2032. The bonds are considered general obligations payable from property taxes.

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

6. LONG-TERM DEBT (Continued)

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 - Direct Placement	
	Governmental Activities		Governmental Activities	
	Principal	Interest	Principal	Interest
2021	\$ 1,722,000	\$ 494,105	\$ 970,000	\$ 419,200
2022	1,832,000	435,447	1,010,000	380,400
2023	1,610,000	372,513	-	340,000
2024	1,630,000	312,013	-	340,000
2025	1,575,000	250,513	-	340,000
2026	1,620,000	202,263	-	340,000
2027	685,000	127,963	1,020,000	340,000
2028	705,000	93,713	1,070,000	299,200
2029	710,000	70,800	1,135,000	256,400
2030	730,000	42,400	1,190,000	211,000
2031	330,000	13,200	1,255,000	163,400
2032	-	-	1,330,000	113,200
2033	-	-	1,500,000	60,000
TOTAL	\$ 13,149,000	\$ 2,414,930	\$ 10,480,000	\$ 3,602,800

d. Changes in Long-Term Liabilities

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

	Balances May 1, Restated	Additions	Reductions/ Refundings	Balances April 30	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation bonds	\$ 14,320,000	\$ 469,000	\$ 1,640,000	\$ 13,149,000	\$ 1,722,000
Installment contracts/debt certificates	11,410,000	-	930,000	10,480,000	970,000
Unamortized premiums	1,881,736	-	221,326	1,660,410	-
Compensated absences*	172,464	364,888	-	537,352	308,510
Net pension liability - IMRF*	11,971,589	-	5,739,113	6,232,476	-
Total OPEB liability**	1,133,588	-	89,427	1,044,161	226,843
TOTAL	\$ 40,889,377	\$ 833,888	\$ 8,619,866	\$ 33,103,399	\$ 3,227,353

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

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

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

6. LONG-TERM DEBT (Continued)

e. Legal Debt Margin

2020 equalized assessed valuation (most recent available)	<u>\$ 3,226,379,740</u>
Debt limitation - 2.875% of assessed valuation	<u>\$ 92,758,418</u>
Amount of debt applicable to debt limit	
Park Certificates Series of 2017B	8,500,000
Park Certificates Series of 2018B	1,980,000
Park Bond Series of 2014B	4,910,000
Park Bond Series of 2015	2,515,000
Park Bond Series of 2017A	335,000
Park Bond Series of 2018A	4,920,000
Park Bond Series of 2020	<u>469,000</u>
Total debt	<u>23,629,000</u>
LEGAL DEBT MARGIN	<u>\$ 69,129,418</u>

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."

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 17 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 2020 contribution was determined based upon the ratio of the members' assessed valuations and the amounts were as follows:

Arlington Heights	\$ 568,480
Bartlett	249,650
Buffalo Grove	331,163
Elk Grove	315,019
Hanover Park	152,967
Hoffman Estates	307,468
Inverness	42,440
Mount Prospect	351,983
Palatine	484,241
Prospect Heights	80,293
River Trails	104,738
Rolling Meadows	132,629
Salt Creek	36,991
Schaumburg	668,986
South Barrington	83,763
Streamwood	179,079
Wheeling	<u>230,418</u>
TOTAL	<u>\$ 4,320,308</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, 2020 are as follows:

Receivable Fund	Payable Fund	Amount
General	Debt Service	\$ 688,839
General	Special Recreation	<u>446,264</u>
TOTAL		<u><u>\$ 1,135,103</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 and Special Recreation Fund to cover temporary cash overdrafts. All amounts will be repaid within one year.

Interfund Transfers

	Transfers In	Transfers Out
General		
Debt Service	\$ -	\$ 200,000
Nonmajor	-	674,500
Debt Service		
General	200,000	-
Nonmajor		
General	<u>674,500</u>	-
TOTAL	<u><u>\$ 874,500</u></u>	<u><u>\$ 874,500</u></u>

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

- \$200,000 transferred from General Fund to Debt Service Fund for debt service.
- \$674,500 transferred from General Fund to Nonmajor Fund for funding capital projects.

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, 2019, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	170
Inactive employees entitled to but not yet receiving benefits	166
Active employees	<u>134</u>
 TOTAL	 <u><u>470</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

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)

each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011 are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. 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 fiscal year ended April 30, 2020 was 14.94% of covered payroll.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2018 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, 2019
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.50%
Salary increases	3.35% to 14.25%
Investment rate of return	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair 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 7.25% for 2019. 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.

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

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2019	\$ 55,755,456	\$ 43,783,867	\$ 11,971,589
Changes for the period			
Service cost	686,506	-	686,506
Interest	3,956,534	-	3,956,534
Difference between expected and actual experience	(472,469)	-	(472,469)
Changes in assumptions	-	-	-
Employer contributions	-	970,075	(970,075)
Employee contributions	-	308,723	(308,723)
Net investment income	-	8,356,691	(8,356,691)
Benefit payments and refunds	(3,051,641)	(3,051,641)	-
Other (net transfer)	-	274,195	(274,195)
Net changes	1,118,930	6,858,043	(5,739,113)
BALANCES AT DECEMBER 31, 2019	\$ 56,874,386	\$ 50,641,910	\$ 6,232,476

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

For the year ended April 30, 2020, the District recognized pension expense of \$1,541,686. At April 30, 2020, 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	\$ -	\$ 479,246
Changes in assumption	575,989	71,299
Net difference between projected and actual earnings on pension plan investments	-	2,211,598
Contributions made subsequent to the measurement date	404,656	-
TOTAL	<u>\$ 980,645</u>	<u>\$ 2,762,143</u>

\$404,656 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending April 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2021	\$ (553,303)
2022	(783,816)
2023	198,304
2024	(1,047,339)
2025	-
Thereafter	-
TOTAL	<u>\$ (2,186,154)</u>

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

10. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

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 7.25% 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 (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 12,898,412	\$ 6,232,476	\$ 775,308

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.

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At April 30, 2019 (most recent data available), membership consisted of:

Retirees and beneficiaries currently receiving benefits	16
Terminated employees entitled to benefits but not yet receiving them	-
Active employees - vested	-
Active employees - not vested	<u>96</u>
TOTAL	<u>112</u>
Participating employers	<u><u>1</u></u>

d. Actuarial Assumptions and Other Inputs

The total OPEB liability was determined by an actuarial valuation performed as of May 1, 2018 rolled forward to April 30, 2020, using the following actuarial methods and assumptions.

Actuarial valuation date	May 1, 2018
Measurement date	April 30, 2020
Actuarial cost method	Entry-age normal
Inflation	3.00%
Discount rate	2.56%
Healthcare cost trend rates	6.00% in Fiscal 2019, to an Ultimate Trend rate of 5.00%
Asset valuation method	N/A
Mortality rates	RP - 2014 with Blue Collar Adjustment, improved generationally using MP-2016 improvement rates

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Discount Rate

The discount rate was based on the S&P Municipal Bond 20 year high-grade rate index rate for tax exempt general obligation municipal bonds rated AA or better at April 30, 2020.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2019	<u>\$ 1,133,588</u>
Changes for the period	
Service cost	38,699
Interest	38,665
Changes in assumptions	60,052
Difference between expected and actual experience	-
Implicit benefit payments	<u>(226,843)</u>
Net changes	<u>(89,427)</u>
BALANCES AT APRIL 30, 2020	<u><u>\$ 1,044,161</u></u>

There was a change in the discount rate assumption in 2020.

g. Rate Sensitivity

The following is a sensitive analysis of total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the District calculated using the discount rate of 2.56% as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.56%) or 1 percentage point higher (3.56%) than the current rate:

	1% Decrease (1.56%)	Current Discount Rate (2.56%)	1% Increase (3.56%)
Total OPEB liability	\$ 1,097,437	\$ 1,044,161	\$ 994,875

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

g. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the District calculated using the healthcare rate of 6% as well as what the District's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (5%) or 1 percentage point higher (7%) than the current rate:

	1% Decrease (5%)	Current Healthcare Rate (6%)	1% Increase (7%)
Total OPEB liability	\$ 957,160	\$ 1,044,161	\$ 1,145,549

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

For the year ended April 30, 2020, the District recognized OPEB expense of \$142,720. At April 30, 2020, the District reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources
Changes in assumption	\$ 61,241
TOTAL	\$ 61,241

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

Fiscal Year Ending April 30,	
2021	\$ 6,759
2022	6,759
2023	6,759
2024	6,759
2025	6,759
Thereafter	27,446
TOTAL	\$ 61,241

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

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.

The following is a schedule by years of minimum future rental income on noncancelable operating leases as of April 30, 2020:

<u>Year Ending April 30,</u>	<u>Amount</u>
2021	\$ 35,261
2022	36,807
2023	38,508
2024	6,730
2025	<u>-</u>
TOTAL	<u>\$ 117,306</u>

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, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes			
General corporate levy	\$ 5,009,060	\$ 4,807,369	\$ 4,905,551
Public liability levy	318,242	323,163	310,996
Other taxes	201,884	278,267	211,363
Investment income	189,300	193,625	243,052
Sales and rental revenue	62,568	62,568	61,560
Miscellaneous	28,550	168,158	27,551
Total revenues	5,809,604	5,833,150	5,760,073
EXPENDITURES			
General government			
Salaries and wages	2,805,725	2,667,603	2,677,887
Insurance	1,065,915	1,004,335	1,103,167
Commodities	310,695	236,581	232,796
Utilities	118,540	120,931	125,906
Contractual services	776,806	643,046	554,864
Maintenance and repairs	610,840	445,949	450,054
Other	107,405	60,046	57,459
Total expenditures	5,795,926	5,178,491	5,202,133
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	13,678	654,659	557,940
OTHER FINANCING SOURCE (USES)			
Transfers (out)	(874,500)	(874,500)	(200,000)
NET CHANGE IN FUND BALANCE			
	<u>\$ (860,822)</u>	(219,841)	357,940
FUND BALANCE, MAY 1			
		7,296,359	6,938,419
FUND BALANCE, APRIL 30			
		<u>\$ 7,076,518</u>	<u>\$ 7,296,359</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, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 3,370,238	\$ 3,436,722	\$ 3,301,303
Restaurant and merchandise sales	376,525	286,890	351,752
Charges for recreation programs	6,835,298	5,868,736	6,339,199
Memberships	215,494	196,272	224,979
Court time	411,970	370,942	419,095
Lessons	1,007,200	974,123	989,390
League	77,190	59,703	78,766
Green fees	764,000	631,398	690,807
Sales and rental revenue	544,050	460,511	473,484
Swimming pool revenue	1,220,416	1,030,038	1,242,599
Investment income	215,600	223,386	212,852
Miscellaneous recreation programs	49,430	39,497	49,944
Miscellaneous	474,800	203,127	212,031
Total revenues	15,562,211	13,781,345	14,586,201
EXPENDITURES			
General government			
Salaries and wages	2,219,062	2,054,210	1,916,225
Insurance	416,715	396,949	380,042
Commodities	272,860	194,320	241,052
Utilities	574,327	455,157	434,351
Contractual services	549,513	450,943	413,833
Maintenance and repairs	178,350	151,212	58,574
Other	162,700	114,046	94,221
Total general government	4,373,527	3,816,837	3,538,298
Recreation			
Salaries and wages	1,890,541	1,772,875	1,802,347
Personal services	2,026,810	1,869,918	1,949,228
Insurance	336,921	289,580	277,092
Commodities	443,760	587,240	578,982
Utilities	244,350	77,236	75,740
Contractual services	219,081	191,825	201,745
Maintenance and repairs	46,130	19,051	11,999
Programs	4,238,553	3,341,008	3,756,799
Cost of goods sold	(178,895)	162,790	202,689
Other	23,000	15,957	16,554
Total recreation	9,290,251	8,327,480	8,873,175

(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, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Capital outlay	\$ 3,368,616	\$ 2,486,110	\$ 1,135,796
Debt service			
Principal retirement	217,847	930,000	5,040,000
Interest and fees	217,847	457,047	100,800
Total debt service	435,694	1,387,047	5,140,800
Total expenditures	17,468,088	16,017,474	18,688,069
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,905,877)	(2,236,129)	(4,101,868)
OTHER FINANCING SOURCES (USES)			
Bonds issued, at par	-	-	2,910,000
Transfers in	-	-	2,545,200
Total other financing sources (uses)	-	-	5,455,200
NET CHANGE IN FUND BALANCE	<u>\$ (1,905,877)</u>	(2,236,129)	1,353,332
FUND BALANCE, MAY 1		11,071,020	9,717,688
FUND BALANCE, APRIL 30		<u>\$ 8,834,891</u>	<u>\$ 11,071,020</u>

(See independent auditor's report.)

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

**SCHEDULE OF CHANGES IN THE EMPLOYER'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POSTEMPLOYMENT BENEFIT PLAN**

Last Two Fiscal Years

MEASUREMENT DATE APRIL 30,	2020	2019
TOTAL OPEB LIABILITY		
Service cost	\$ 38,699	\$ 36,305
Interest	38,665	46,208
Difference between expected and actual experience	-	-
Changes in assumptions	60,052	8,813
Benefit payments	(226,843)	(243,360)
Net change in total OPEB liability	(89,427)	(152,034)
Total OPEB liability - beginning	1,133,588	1,285,622
TOTAL OPEB LIABILITY - ENDING	\$ 1,044,161	\$ 1,133,588
Covered payroll	\$ 6,075,990	\$ 7,193,513
Employer's total OPEB liability as a percentage of covered payroll	17.19%	15.76%

No assets accumulate in a trust that meets the criteria in paragraph 4 in GASB Statement No. 75.

There was a change in assumptions related to the discount rate assumptions in 2020 and 2019.

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 EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Five Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 1,041,232	\$ 1,150,846	\$ 962,727	\$ 1,118,492	\$ 1,105,091
Contributions in relation to the actuarially determined contribution	1,041,232	1,150,846	962,727	1,118,470	1,105,091
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ 22	\$ -
Covered payroll	\$ 6,967,864	\$ 7,021,114	\$ 7,132,994	\$ 7,767,307	\$ 7,574,305
Contributions as a percentage of covered payroll	14.94%	16.39%	13.50%	14.40%	14.59%

Noted to Required Supplementary Information

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 24 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 3.35% to 14.25% 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 Five Fiscal Years

MEASUREMENT DATE APRIL 30,	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY					
Service cost	\$ 686,506	\$ 680,303	\$ 680,014	\$ 809,218	\$ 789,221
Interest	3,956,534	3,892,570	3,923,085	3,609,206	3,429,032
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(472,469)	(372,427)	(445,945)	2,343,249	281,872
Changes of assumptions	-	1,484,631	(1,631,419)	(187,209)	58,964
Benefit payments, including refunds of member contributions	(3,051,641)	(2,980,797)	(2,884,700)	(2,151,447)	(2,040,059)
Net change in total pension liability	1,118,930	2,704,280	(358,965)	4,423,017	2,519,030
Total pension liability - beginning	55,755,456	53,051,176	53,410,141	48,987,124	46,468,094
TOTAL PENSION LIABILITY - ENDING	\$ 56,874,386	\$ 55,755,456	\$ 53,051,176	\$ 53,410,141	\$ 48,987,124
PLAN FIDUCIARY NET POSITION					
Contributions - employer	\$ 970,075	\$ 1,241,350	\$ 954,971	\$ 1,118,470	\$ 1,105,091
Contributions - member	308,723	322,335	332,779	349,656	350,591
Net investment income	8,356,691	(2,713,779)	7,663,304	2,641,923	199,453
Benefit payments, including refunds of member contributions	(3,051,641)	(2,980,797)	(2,884,700)	(2,151,447)	(2,040,059)
Other	274,195	579,007	(1,155,125)	184,143	483,935
Net change in plan fiduciary net position	6,858,043	(3,551,884)	4,911,229	2,142,745	99,011
Plan net position - beginning	43,783,867	47,335,751	42,424,522	40,281,777	40,182,766
PLAN NET POSITION - ENDING	\$ 50,641,910	\$ 43,783,867	\$ 47,335,751	\$ 42,424,522	\$ 40,281,777
EMPLOYER'S NET PENSION LIABILITY					
Plan fiduciary net position					
as a percentage of the total pension liability	89.04%	78.53%	89.23%	79.43%	82.23%
Covered payroll	\$ 6,860,507	\$ 7,081,289	\$ 7,016,964	\$ 7,767,307	\$ 7,574,305
Employer's net pension liability					
as a percentage of covered payroll	90.85%	169.06%	81.45%	141.43%	114.93%

Changes in assumptions related to the discount rate were made in 2018.

Changes in assumptions related to price inflation, salary increases, retirement age and mortality rates were made in 2017.

Changes in assumptions for the discount rate were made in 2015 and 2016.

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, 2020

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 and Debt Service Funds are adopted on a basis consistent with GAAP. 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 following funds had an excess of actual expenditures over budget for the year ended April 30, 2020:

Fund	Excess
Special Recreation	\$ 588,636
Olympic	1,561,186

**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, 2020

	Recreation Subfunds						Total Recreation Fund	Elimination	Total Recreation Fund
	Recreation	ARC	Nickol Knoll Golf Club	Forest View Racquet and Fitness Club	Arlington Lakes Golf Club	Heritage Tennis Club			
ASSETS									
Cash and investments	\$ 10,112,646	\$ 31,070	\$ -	\$ 560,495	\$ -	\$ 691,375	\$ 11,395,586	\$ -	\$ 11,395,586
Receivables									
Property taxes	1,768,483	-	-	-	-	-	1,768,483	-	1,768,483
Other	16,309	-	-	-	2,470	-	18,779	-	18,779
Due from other funds	2,449,852	-	-	-	-	-	2,449,852	(2,449,852)	-
Interest receivable	71,180	-	-	-	-	-	71,180	-	71,180
Inventory	4,252	-	2,274	10,091	68,944	7,719	93,280	-	93,280
Prepaid items	70,651	-	-	-	9,983	-	80,634	-	80,634
TOTAL ASSETS	\$ 14,493,373	\$ 31,070	\$ 2,274	\$ 570,586	\$ 81,397	\$ 699,094	\$ 15,877,794	\$ (2,449,852)	\$ 13,427,942

	Recreation Subfunds						Total Recreation Fund	Elimination	Total Recreation Fund
	Recreation	ARC	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	\$ 150,418	\$ 42	\$ 6,488	\$ 4,584	\$ 16,179	\$ 6,640	\$ 184,351	\$ -	\$ 184,351
Accrued liabilities	580,122	-	2,174	11,021	44,554	11,794	649,665	-	649,665
Unearned revenue	1,984,871	-	79	-	10,736	500	1,996,186	-	1,996,186
Due to other funds	-	-	868,681	-	1,581,171	-	2,449,852	(2,449,852)	-
Total liabilities	2,715,411	42	877,422	15,605	1,652,640	18,934	5,280,054	(2,449,852)	2,830,202
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue - property taxes	1,762,849	-	-	-	-	-	1,762,849	-	1,762,849
Total deferred inflows of resources	1,762,849	-	-	-	-	-	1,762,849	-	1,762,849
Total liabilities and deferred inflows of resources	4,478,260	42	877,422	15,605	1,652,640	18,934	7,042,903	(2,449,852)	4,593,051
FUND BALANCES									
Nonspendable									
Inventory	4,252	-	2,274	10,091	68,944	7,719	93,280	-	93,280
Prepaid items	70,651	-	-	-	9,983	-	80,634	-	80,634
Committed									
Fiscal sustainability	2,695,333	-	-	175,123	-	557,002	3,427,458	-	3,427,458
Assigned									
Recreation purposes	5,482,028	31,028	-	369,767	-	115,439	5,998,262	-	5,998,262
Specific purposes	1,762,849	-	-	-	-	-	1,762,849	-	1,762,849
Unassigned (deficit)	-	-	(877,422)	-	(1,650,170)	-	(2,527,592)	-	(2,527,592)
Total fund balances (deficit)	10,015,113	31,028	(875,148)	554,981	(1,571,243)	680,160	8,834,891	-	8,834,891
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 14,493,373	\$ 31,070	\$ 2,274	\$ 570,586	\$ 81,397	\$ 699,094	\$ 15,877,794	\$ (2,449,852)	\$ 13,427,942

(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, 2020

	Recreation Subfunds						Total Recreation Fund
	Recreation	ARC	Nickol Knoll Golf Club	Forest View Racquet and Fitness Club	Arlington Lakes Golf Club	Heritage Tennis Club	
REVENUES							
Property taxes	\$ 3,436,722	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,436,722
Restaurant and merchandise sales	-	-	-	8,954	258,487	19,449	286,890
Charges for recreation programs	5,678,910	189,826	-	-	-	-	5,868,736
Memberships	-	-	-	103,144	-	93,128	196,272
Court time	-	-	-	152,376	-	218,566	370,942
Lessons	-	-	-	509,292	24,537	440,294	974,123
League	-	-	-	32,941	-	26,762	59,703
Green fees	-	-	-	-	631,398	-	631,398
Sales and equipment rental	-	-	175,633	-	282,498	2,380	460,511
Swimming pool revenue	826,247	203,791	-	-	-	-	1,030,038
Investment income	223,386	-	-	-	-	-	223,386
Miscellaneous recreation programs	-	-	-	39,497	-	-	39,497
Miscellaneous	113,412	(390)	105	15	60,299	29,686	203,127
Total revenues	10,278,677	393,227	175,738	846,219	1,257,219	830,265	13,781,345
EXPENDITURES							
General government							
Salaries and wages	1,937,135	117,075	-	-	-	-	2,054,210
Insurance	390,003	6,946	-	-	-	-	396,949
Commodities	190,168	4,152	-	-	-	-	194,320
Utilities	373,217	81,940	-	-	-	-	455,157
Contractual services	465,790	(14,847)	-	-	-	-	450,943
Maintenance and repairs	151,103	109	-	-	-	-	151,212
Other	113,718	328	-	-	-	-	114,046
Total general government	3,621,134	195,703	-	-	-	-	3,816,837

	Recreation Subfunds						Total Recreation Fund
	Recreation	ARC	Nickol Knoll Golf Club	Forest View Racquet and Fitness Club	Arlington Lakes Golf Club	Heritage Tennis Club	
EXPENDITURES (Continued)							
Recreation							
Salaries and wages	\$ 1,570,591	\$ 79,726	\$ 122,558	\$ -	\$ -	\$ -	\$ 1,772,875
Personal services	-	-	-	600,425	770,488	499,005	1,869,918
Insurance	108,430	-	13,155	42,275	57,504	68,216	289,580
Commodities	147,073	30,987	32,409	74,191	241,001	61,579	587,240
Utilities	52,964	4,123	20,149	-	-	-	77,236
Contractual services	12,676	-	13,139	39,810	82,979	43,221	191,825
Maintenance and repairs	499	-	17,718	-	-	834	19,051
Programs	3,289,348	51,660	-	-	-	-	3,341,008
Cost of goods sold	-	-	10,539	6,554	134,741	10,956	162,790
Other	-	-	1,056	170	10,311	4,420	15,957
Total recreation	5,181,581	166,496	230,723	763,425	1,297,024	688,231	8,327,480
Capital outlay	2,461,293	-	-	-	-	24,817	2,486,110
Debt service							
Principal retirement	930,000	-	-	-	-	-	930,000
Interest and fees	457,047	-	-	-	-	-	457,047
Total debt service	1,387,047	-	-	-	-	-	1,387,047
Total expenditures	12,651,055	362,199	230,723	763,425	1,297,024	713,048	16,017,474
NET CHANGE IN FUND BALANCES	(2,372,378)	31,028	(54,985)	82,794	(39,805)	117,217	(2,236,129)
FUND BALANCES (DEFICIT), MAY 1	12,387,491	-	(820,163)	472,187	(1,531,438)	562,943	11,071,020
FUND BALANCES (DEFICIT), APRIL 30	\$ 10,015,113	\$ 31,028	\$ (875,148)	\$ 554,981	\$ (1,571,243)	\$ 680,160	\$ 8,834,891

(See independent auditor's report.)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

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

For the Year Ended April 30, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Investment income	\$ 12,626	\$ 75,304	\$ 187,912
Miscellaneous	-	18,189	-
Total revenues	12,626	93,493	187,912
EXPENDITURES			
Recreation			
Contractual services	-	-	93,490
Capital outlay	5,300,500	6,861,686	4,949,692
Total expenditures	5,300,500	6,861,686	5,043,182
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	(5,287,874)	(6,768,193)	(4,855,270)
OTHER FINANCING SOURCES (USES)			
Debt certificates issued, at par	-	-	5,185,000
Premium on debt certificates	-	-	415,778
Transfers (out)	-	-	(2,545,200)
Total other financing sources (uses)	-	-	3,055,578
NET CHANGE IN FUND BALANCE			
	<u>\$ (5,287,874)</u>	(6,768,193)	(1,799,692)
FUND BALANCE, MAY 1			
		<u>6,600,213</u>	<u>8,399,905</u>
FUND BALANCE (DEFICIT), APRIL 30			
		<u>\$ (167,980)</u>	<u>\$ 6,600,213</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
DEBT SERVICE FUND**

For the Year Ended April 30, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 2,366,580	\$ 2,217,287	\$ 2,179,941
Total revenues	<u>2,366,580</u>	<u>2,217,287</u>	<u>2,179,941</u>
EXPENDITURES			
Debt service			
Principal retirement	1,834,348	1,640,000	1,853,600
Interest and fees	<u>534,508</u>	<u>533,876</u>	<u>305,365</u>
Total expenditures	<u>2,368,856</u>	<u>2,173,876</u>	<u>2,158,965</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,276)</u>	<u>43,411</u>	<u>20,976</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Total other financing sources (uses)	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ 197,724</u>	243,411	220,976
FUND BALANCE (DEFICIT), MAY 1		<u>(931,855)</u>	<u>(1,152,831)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (688,444)</u>	<u>\$ (931,855)</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.

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

Capital Projects Fund - to account for the acquisition of capital assets or construction of major capital projects.

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

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2020

	<u>Special Revenue</u>				<u>Capital Projects</u>			Total Nonmajor Governmental Funds
	Public Audit	Museum	IMRF and Social Security	Special Recreation	Land Dedication	Capital Improvement	Capital Projects	
ASSETS								
Cash and investments	\$ 21,884	\$ 127,476	\$ 1,161,018	\$ -	\$ 95,956	\$ 55,930	\$ 1,033,815	\$ 2,496,079
Receivables								
Property taxes	15,922	73,741	1,012,237	540,047	-	-	-	1,641,947
Other	-	-	-	-	-	-	2,468	2,468
Due from other funds	-	-	-	-	-	-	-	-
Inventory	-	3,147	-	-	-	-	-	3,147
Accrued interest	-	-	-	4,909	-	-	-	4,909
TOTAL ASSETS	\$ 37,806	\$ 204,364	\$ 2,173,255	\$ 544,956	\$ 95,956	\$ 55,930	\$ 1,036,283	\$ 4,148,550

	Special Revenue			Capital Projects			Total Nonmajor Governmental Funds	
	Public Audit	Museum	IMRF and Social Security	Special Recreation	Land Dedication	Capital Improvement		Capital Projects
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
LIABILITIES								
Accounts payable	\$ -	\$ 2,044	\$ 42,729	\$ -	\$ -	\$ -	\$ 8,817	\$ 53,590
Accrued liabilities	-	2,446	-	-	-	-	-	2,446
Due to other funds	-	-	-	446,264	-	-	-	446,264
Unearned revenue	-	596	-	-	-	-	-	596
Total liabilities	-	5,086	42,729	446,264	-	-	8,817	502,896
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - property taxes	15,856	73,504	1,008,983	537,855	-	-	-	1,636,198
Total deferred inflows of resources	15,856	73,504	1,008,983	537,855	-	-	-	1,636,198
Total liabilities and deferred inflows of resources	15,856	78,590	1,051,712	984,119	-	-	8,817	2,139,094
FUND BALANCES								
Nonspendable								
Inventory	-	3,147	-	-	-	-	-	3,147
Restricted								
Public audit	6,094	-	-	-	-	-	-	6,094
Museum	-	49,123	-	-	-	-	-	49,123
Retirement	-	-	1,121,543	-	-	-	-	1,121,543
Assigned								
Park developments and improvements	-	-	-	-	95,956	55,930	1,027,466	1,179,352
Specific purposes	15,856	73,504	-	-	-	-	-	89,360
Unassigned (deficit)	-	-	-	(439,163)	-	-	-	(439,163)
Total fund balances (deficit)	21,950	125,774	1,121,543	(439,163)	95,956	55,930	1,027,466	2,009,456
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
	\$ 37,806	\$ 204,364	\$ 2,173,255	\$ 544,956	\$ 95,956	\$ 55,930	\$ 1,036,283	\$ 4,148,550

(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, 2020

	Special Revenue				Capital Projects			Total Nonmajor Governmental Funds
	Public Audit	Museum	IMRF and Social Security	Special Recreation	Land Dedication	Capital Improvement	Capital Projects	
REVENUES								
Property taxes	\$ 30,886	\$ 143,331	\$ 1,967,051	\$ 1,082,314	\$ -	\$ -	\$ -	\$ 3,223,582
Charges for recreation programs	-	65,867	-	-	-	-	-	65,867
Sales and rental income	-	-	-	-	-	-	67,178	67,178
Investment income	-	-	-	15,295	-	-	-	15,295
Miscellaneous	-	500	-	-	42,709	-	13,210	56,419
Total revenues	30,886	209,698	1,967,051	1,097,609	42,709	-	80,388	3,428,341
EXPENDITURES								
Current								
General government	30,221	23,865	611,704	-	-	-	12,561	678,351
Recreation	-	177,242	998,046	1,293,503	-	-	-	2,468,791
Capital outlay	-	-	-	630,875	392,712	-	808,315	1,831,902
Total expenditures	30,221	201,107	1,609,750	1,924,378	392,712	-	820,876	4,979,044
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	665	8,591	357,301	(826,769)	(350,003)	-	(740,488)	(1,550,703)
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	674,500	674,500
Insurance proceeds	-	-	-	-	-	-	19,776	19,776
Bonds issued, at par	-	-	-	-	-	-	469,000	469,000
Total other financing sources (uses)	-	-	-	-	-	-	1,163,276	1,163,276
NET CHANGE IN FUND BALANCES	665	8,591	357,301	(826,769)	(350,003)	-	422,788	(387,427)
FUND BALANCES, MAY 1	21,285	117,183	764,242	387,606	445,959	55,930	604,678	2,396,883
FUND BALANCES (DEFICIT), APRIL 30	\$ 21,950	\$ 125,774	\$ 1,121,543	\$ (439,163)	\$ 95,956	\$ 55,930	\$ 1,027,466	\$ 2,009,456

(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, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 31,303	\$ 30,886	\$ 30,083
Total revenues	31,303	30,886	30,083
EXPENDITURES			
General government			
Contractual services	30,500	30,221	29,629
Total expenditures	30,500	30,221	29,629
NET CHANGE IN FUND BALANCE	\$ 803	665	454
FUND BALANCE, MAY 1		21,285	20,831
FUND BALANCE, APRIL 30		\$ 21,950	\$ 21,285

(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, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 140,861	\$ 143,331	\$ 137,852
Charges for recreation programs	94,056	65,867	83,005
Miscellaneous	3,870	500	4,502
Total revenues	<u>238,787</u>	<u>209,698</u>	<u>225,359</u>
EXPENDITURES			
General government			
Insurance	8,140	7,567	7,814
Commodities	7,041	7,123	8,084
Utilities	4,090	3,451	3,347
Contractual services	3,490	4,192	1,671
Other	4,080	1,532	1,452
Total general government	<u>26,841</u>	<u>23,865</u>	<u>22,368</u>
Recreation			
Salaries and wages	146,743	145,326	144,844
Programs	49,792	31,916	39,882
Total recreation	<u>196,535</u>	<u>177,242</u>	<u>184,726</u>
Total expenditures	<u>223,376</u>	<u>201,107</u>	<u>207,094</u>
NET CHANGE IN FUND BALANCE	<u>\$ 15,411</u>	8,591	18,265
FUND BALANCE, MAY 1		<u>117,183</u>	<u>98,918</u>
FUND BALANCE, APRIL 30		<u>\$ 125,774</u>	<u>\$ 117,183</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, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 1,930,320	\$ 1,967,051	\$ 1,890,117
Total revenues	1,930,320	1,967,051	1,890,117
EXPENDITURES			
Current			
General government	735,562	611,704	646,667
Recreation	1,200,128	998,046	1,055,089
Total expenditures	1,935,690	1,609,750	1,701,756
NET CHANGE IN FUND BALANCE	\$ (5,370)	357,301	188,361
FUND BALANCE, MAY 1		764,242	575,881
FUND BALANCE, APRIL 30		\$ 1,121,543	\$ 764,242

(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, 2020
(with comparative prior year)

	2020		2019
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 1,132,298	\$ 1,082,314	\$ 1,093,300
Investment income	10,549	15,295	26,522
Total revenues	1,142,847	1,097,609	1,119,822
EXPENDITURES			
Current			
Recreation - programs	830,742	1,293,503	695,711
Capital outlay	505,000	630,875	1,548,798
Total expenditures	1,335,742	1,924,378	2,244,509
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	(192,895)	(826,769)	(1,124,687)
NET CHANGE IN FUND BALANCE			
	<u>\$ (192,895)</u>	(826,769)	(1,124,687)
FUND BALANCE, MAY 1			
		387,606	1,512,293
FUND BALANCE, APRIL 30			
		<u>\$ (439,163)</u>	<u>\$ 387,606</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.	63-74
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	75-78
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.	79-82
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.	83-84
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.	85-86

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	2011	2012	2013	2014
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 34,772	\$ 35,406	\$ 38,778	\$ 37,435
Restricted	10,471	5,589	3,905	5,448
Unrestricted	3,158	8,686	8,312	11,684
TOTAL GOVERNMENTAL ACTIVITIES	\$ 48,401	\$ 49,681	\$ 50,995	\$ 54,567
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 34,772	\$ 35,406	\$ 38,778	\$ 37,435
Restricted	10,471	5,589	3,905	5,448
Unrestricted	3,158	8,686	8,312	11,684
TOTAL PRIMARY GOVERNMENT	\$ 48,401	\$ 49,681	\$ 50,995	\$ 54,567

Data Source

Audited Financial Statements

	2015	2016	2017	2018	2019	2020
\$	43,516	\$ 39,514	\$ 42,396	\$ 40,426	\$ 42,601	\$ 43,344
	2,648	5,038	3,126	3,380	2,456	1,177
	11,525	7,940	6,666	7,980	7,450	6,025
\$	57,689	\$ 52,492	\$ 52,188	\$ 51,786	\$ 52,507	\$ 50,546
\$	43,516	\$ 39,514	\$ 42,396	\$ 40,426	\$ 42,601	\$ 43,344
	2,648	5,038	3,126	3,380	2,456	1,177
	11,525	7,940	6,666	7,980	7,450	6,025
\$	57,689	\$ 52,492	\$ 52,188	\$ 51,786	\$ 52,507	\$ 50,546

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

CHANGE IN NET POSITION
(in thousands)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2011	2012	2013	2014
EXPENSES				
Governmental activities				
General government	\$ 10,517	\$ 11,274	\$ 10,689	\$ 10,715
Culture and recreation	11,858	12,012	12,223	11,811
Interest	1,287	919	809	821
	<hr/>			
Total governmental activities expenses	23,662	24,205	23,721	23,347
	<hr/>			
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 23,662	\$ 24,205	\$ 23,721	\$ 23,347
	<hr/> <hr/>			
PROGRAM REVENUES				
Governmental activities				
Charges for services				
General government	\$ 151	\$ 150	\$ 148	\$ 133
Culture and recreation	9,759	9,868	9,995	9,927
Operating grants and contributions	142	61	130	22
Capital grants and contributions	93	265	30	1,678
	<hr/>			
Total governmental activities program revenues	10,145	10,344	10,303	11,760
	<hr/>			
TOTAL PRIMARY GOVERNMENT PROGRAM ACTIVITIES	\$ 10,145	\$ 10,344	\$ 10,303	\$ 11,760
	<hr/> <hr/>			
NET (EXPENSE) REVENUE				
Governmental activities	\$ (13,517)	\$ (13,861)	\$ (13,418)	\$ (11,587)
	<hr/>			
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (13,517)	\$ (13,861)	\$ (13,418)	\$ (11,587)
	<hr/> <hr/>			

2015	2016	2017	2018	2019	2020
\$ 11,237	\$ 11,903	\$ 11,901	\$ 10,871	\$ 13,757	\$ 12,641
11,971	11,934	13,077	13,347	10,087	11,991
436	386	439	1,125	187	842
23,644	24,223	25,417	25,343	24,031	25,474
\$ 23,644	\$ 24,223	\$ 25,417	\$ 25,343	\$ 24,031	\$ 25,474
\$ 134	\$ 101	\$ 130	\$ 133	\$ 127	\$ 130
9,831	9,154	10,063	11,145	11,031	10,072
167	77	54	24	25	171
1,461	96	219	361	345	43
11,593	9,428	10,466	11,663	11,528	10,416
\$ 11,593	\$ 9,428	\$ 10,466	\$ 11,663	\$ 11,528	\$ 10,416
\$ (12,051)	\$ (14,795)	\$ (14,951)	\$ (13,680)	\$ (12,503)	\$ (15,058)
\$ (12,051)	\$ (14,795)	\$ (14,951)	\$ (13,680)	\$ (12,503)	\$ (15,058)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

CHANGE IN NET POSITION (Continued)
(in thousands)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2011	2012	2013	2014
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental activities				
Taxes	\$ 14,046	\$ 15,088	\$ 14,723	\$ 15,040
Investment earnings	74	53	27	23
Donations	-	-	-	-
Insurance proceeds	-	-	-	-
Miscellaneous	56	1	93	97
Loss on sale of property, plant and equipment	-	-	26	-
Total governmental activities	14,176	15,142	14,869	15,160
TOTAL PRIMARY GOVERNMENT	\$ 14,176	\$ 15,142	\$ 14,869	\$ 15,160
EXCESS (DEFICIT) BEFORE TRANSFERS				
Governmental activities	\$ 659	\$ 1,281	\$ 1,451	\$ 3,573
TOTAL EXCESS (DEFICIT) BEFORE TRANSFERS	\$ 659	\$ 1,281	\$ 1,451	\$ 3,573
TRANSFERS				
Governmental	\$ -	\$ -	\$ -	\$ -
Total transfers	-	-	-	-
CHANGE IN NET POSITION				
Governmental	659	1,281	1,451	3,573
TOTAL PRIMARY GOVERNMENT CHANGES IN NET POSITION	\$ 659	\$ 1,281	\$ 1,451	\$ 3,573

Note: Due to a change District policy, previously capitalized assets below \$25,000 were removed from capitalized assets balances in 2020.

Data Source

Audited Financial Statements

	2015	2016	2017	2018	2019	2020
\$	15,065	\$ 15,441	\$ 14,427	\$ 12,888	\$ 14,062	\$ 14,286
	26	47	72	252	686	508
	-	-	-	-	-	-
	-	-	-	-	96	-
	81	69	148	138	130	144
	-	-	-	-	-	(1,841)
	15,172	15,557	14,647	13,278	14,974	13,097
\$	15,172	\$ 15,557	\$ 14,647	\$ 13,278	\$ 14,974	\$ 13,097
\$	3,121	\$ 762	\$ (304)	\$ (402)	\$ 2,471	\$ (1,961)
\$	3,121	\$ 762	\$ (304)	\$ (402)	\$ (402)	\$ (1,961)
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
	3,121	762	(304)	(402)	2,471	(1,961)
\$	3,121	\$ 762	\$ (304)	\$ (402)	\$ 2,471	\$ (1,961)

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

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	2011	2012	2013	2014
GENERAL FUND				
Nonspendable	\$ 71,971	\$ 58,459	\$ 61,499	\$ 59,403
Reserved/restricted				
Prepaid items	-	-	-	-
Tort	244,369	30,807	86,030	62,021
Committed	-	1,273,710	1,282,726	1,287,828
Assigned	3,559,123	2,286,770	2,355,449	2,414,397
Unassigned	1,041,407	1,582,773	1,694,274	1,982,141
TOTAL GENERAL FUND	\$ 4,916,870	\$ 5,232,519	\$ 5,479,978	\$ 5,805,790
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	\$ 166,242	\$ 153,973	\$ 155,555	\$ 151,473
Reserved/restricted				
Inventory	-	-	-	-
Prepaid items	-	-	-	-
Advances	-	-	-	-
Debt service	260,491	343,853	237,034	176,014
Special recreations	1,743,264	1,611,682	836,703	1,050,614
Specific purposes	1,865,379	409,010	458,435	596,202
Park development/improvements	6,357,379	3,193,941	2,287,131	3,625,666
Committed	-	3,040,435	3,048,711	3,071,995
Assigned	6,710,699	5,825,003	6,258,221	6,516,097
Unreserved/unassigned, reported in				
Debt service funds	-	-	-	-
Special revenue funds	-	-	-	-
Capital project funds	-	-	(668,881)	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 17,103,454	\$ 14,577,897	\$ 12,612,909	\$ 15,188,061
TOTAL GOVERNMENTAL FUND BALANCES	\$ 22,020,324	\$ 19,810,416	\$ 18,092,887	\$ 20,993,851

Data Source

Audited Financial Statements

2015	2016	2017	2018	2019	2020
\$ -	\$ 1,300	\$ 957,555	\$ 72,437	\$ 89,800	\$ 48,658
-	-	-	-	-	-
20,390	29,707	102,265	-	-	-
1,278,131	1,315,880	1,336,894	1,369,198	1,352,667	2,125,760
2,492,797	2,887,352	2,187,120	2,468,896	2,539,933	3,534,590
2,026,711	1,571,595	1,781,227	3,027,888	3,313,959	1,367,510
\$ 5,818,029	\$ 5,805,834	\$ 6,365,061	\$ 6,938,419	\$ 7,296,359	\$ 7,076,518
\$ 398,501	\$ 87,049	\$ 177,791	\$ 161,120	\$ 156,607	\$ 177,061
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
100,637	-	-	-	-	-
809,718	871,254	1,127,030	987,579	387,606	-
590,820	490,204	627,502	615,008	819,307	1,176,760
1,146,776	3,676,462	1,268,846	10,131,080	7,706,780	-
2,696,156	2,730,037	2,827,086	2,968,169	3,330,313	3,427,458
7,624,379	7,363,435	5,984,335	7,193,735	7,667,503	9,029,823
-	(176,502)	(866,896)	(1,152,831)	(931,855)	(688,444)
-	-	-	-	-	(2,966,755)
1,042,411	-	-	-	-	(167,980)
\$ 14,409,398	\$ 15,041,939	\$ 11,145,694	\$ 20,903,860	\$ 19,136,261	\$ 9,987,923
\$ 20,227,427	\$ 20,847,773	\$ 17,510,755	\$ 27,842,279	\$ 26,432,620	\$ 17,064,441

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	2011	2012	2013	2014
REVENUES				
Taxes	\$ 13,809,234	\$ 14,874,760	\$ 14,511,775	\$ 14,797,666
Other taxes	236,513	213,360	211,537	242,079
Restaurant and merchandise sales	263,874	229,125	278,197	317,631
Intergovernmental	20,583	97,384	14,000	1,625,000
Charges for recreation programs	4,927,159	5,125,688	5,142,450	5,069,135
Swimming pool revenue	1,569,133	1,590,107	1,596,653	1,568,343
Sales and rental revenue	610,538	583,168	583,357	630,673
Memberships	239,367	235,923	241,581	232,318
Court time	369,379	372,745	389,070	380,772
Lessons	943,915	927,740	972,017	973,183
League	93,550	93,544	84,512	96,593
Green fees	687,748	686,215	758,862	760,401
Investment income	74,434	53,014	27,146	23,377
Miscellaneous recreation programs	33,420	37,706	35,087	39,939
Miscellaneous				
Developer contributions	93,244	167,286	15,591	52,688
Donations and miscellaneous revenue	349,248	198,937	284,683	110,153
State grants	-	-	-	-
Total revenues	24,321,339	25,486,702	25,146,518	26,919,951
EXPENDITURES				
General government	9,046,370	9,648,859	9,014,604	9,054,156
Recreation	10,241,464	10,476,701	10,780,224	10,259,915
Capital outlay	1,553,663	3,390,594	2,812,424	5,666,113
Debt service				
Principal retirement	11,754,000	3,553,000	3,750,000	11,028,000
Interest	1,056,334	673,427	560,166	462,769
Total expenditures	33,651,831	27,742,581	26,917,418	36,470,953
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,330,492)	(2,255,879)	(1,770,900)	(9,551,002)

2015	2016	2017	2018	2019	2020
\$ 14,828,183	\$ 15,231,249	\$ 14,174,870	\$ 12,653,321	\$ 13,849,143	\$ 14,008,123
236,127	210,266	251,253	234,048	211,363	278,267
327,314	147,244	243,887	343,182	351,752	286,890
1,275,000	-	-	200,000	210,000	-
5,205,104	5,479,772	5,776,332	6,445,622	6,422,204	5,934,603
1,287,861	1,399,578	1,401,527	1,384,069	1,242,599	1,030,038
658,510	424,745	581,724	650,716	600,622	590,257
223,698	205,761	206,323	221,057	224,979	196,272
425,927	416,657	437,504	432,144	419,095	370,942
1,000,053	897,851	844,621	921,881	989,390	974,123
88,071	79,604	85,461	81,174	78,766	59,703
688,931	108,158	507,487	693,044	690,807	631,398
26,227	47,077	72,396	252,249	686,272	507,610
36,561	32,829	41,158	46,748	49,944	57,686
152,921	95,890	219,059	158,705	134,091	42,709
304,592	208,669	269,580	223,057	244,084	384,995
-	-	-	-	-	-
26,765,080	24,985,350	25,113,182	24,941,017	26,405,111	25,353,616
9,496,712	10,184,206	9,814,908	9,152,374	9,480,699	9,673,679
10,302,059	10,202,630	10,675,550	10,994,563	10,902,191	10,796,271
5,661,149	4,226,590	4,427,056	1,421,336	8,739,189	11,179,698
11,615,000	4,055,000	2,945,000	1,825,000	6,893,600	2,570,000
651,165	555,019	627,232	548,368	406,165	990,923
37,726,085	29,223,445	28,489,746	23,941,641	36,421,844	35,210,571
(10,961,005)	(4,238,095)	(3,376,564)	999,376	(10,016,733)	(9,856,955)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (Continued)

Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	2011	2012	2013	2014
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 2,087,820	\$ 681,283	\$ 658,636	\$ 990,256
Transfers (out)	(2,087,820)	(681,283)	(658,636)	(990,256)
Insurance proceeds	-	-	12,633	29,756
Proceeds from sale of capital assets	10,065,000	45,971	40,738	75,810
Issuance of bonds	291,323	-	-	12,140,000
Premium on bonds issued	-	-	-	206,400
Payment to refunded bond escrow agent	-	-	-	-
Total other financing sources (uses)	10,356,323	45,971	53,371	12,451,966
NET CHANGE IN FUND BALANCES	1,025,831	(2,209,908)	(1,717,529)	2,900,964
FUND BALANCES, MAY 1	25,750,767	22,020,324	19,810,416	18,092,887
Prior period adjustment	(4,756,274)	-	-	-
FUND BALANCES, MAY 1, RESTATED	20,994,493	22,020,324	19,810,416	18,092,887
FUND BALANCES, APRIL 30	\$ 22,020,324	\$ 19,810,416	\$ 18,092,887	\$ 20,993,851
DEBT SERVICE AS A PERCENTAGE OF				
NONCAPITAL EXPENDITURES	41%	44%	18%	18%

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

2015	2016	2017	2018	2019	2020
\$ 538,982	\$ 889,466	\$ 153,593	\$ 290,000	\$ 2,745,200	\$ 874,500
(538,982)	(889,466)	(153,593)	(290,000)	(2,745,200)	(874,500)
2,680	10,939	32,046	13,407	96,296	19,776
23,130	20,785	7,500	-	-	-
9,620,000	4,200,000	-	9,135,000	8,095,000	469,000
548,771	626,717	-	825,097	415,778	-
-	-	-	(641,356)	-	-
10,194,581	4,858,441	39,546	9,332,148	8,607,074	488,776
(766,424)	620,346	(3,337,018)	10,331,524	(1,409,659)	(9,368,179)
20,993,851	20,227,427	20,847,773	17,510,755	27,482,279	26,432,620
-	-	-	-	-	-
20,993,851	20,227,427	20,847,773	17,510,755	27,482,279	26,432,620
<u>\$ 20,227,427</u>	<u>\$ 20,847,773</u>	<u>\$ 17,510,755</u>	<u>\$ 27,842,279</u>	<u>\$ 26,072,620</u>	<u>\$ 17,064,441</u>
37%	16%	15%	12%	26%	14%

**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
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	0.633	7,144,003,419
2014	1,759,764,984	517,129,616	1,037,926	128,205,301	2,406,137,827	0.636	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	0.489	8,340,609,240
2017	2,825,835,273	N/A	1,264,483	N/A	2,827,099,756	0.494	8,481,299,268
2018	2,800,117,742	N/A	N/A	N/A	2,800,117,742	0.514	8,400,353,226
2019	3,224,868,981	N/A	1,510,759	N/A	3,226,379,740	0.457	9,679,139,220

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	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
PARK DISTRICT DIRECT RATES										
Corporate	0.142	0.156	0.171	0.202	0.204	0.211	0.180	0.175	0.182	0.152
Bonds and interest	0.063	0.071	0.077	0.175	0.175	0.060	0.006	-	-	-
Social Security and pension	0.048	0.056	0.066	0.071	0.070	0.075	0.065	0.067	0.070	0.066
Auditing	0.001	0.001	0.001	0.001	0.001	0.001	0.001	0.001	0.001	0.001
Liability insurance	0.007	0.008	0.010	0.012	0.012	0.013	0.011	0.011	0.012	0.011
Recreation	0.086	0.096	0.106	0.126	0.128	0.132	0.112	0.118	0.122	0.115
Museum Fund	0.004	0.004	0.005	0.006	0.006	0.006	0.005	0.005	0.005	0.005
Handicapped Fund	0.040	0.040	0.040	0.040	0.040	0.040	0.034	0.040	0.040	0.035
Limited bonds	0.059	0.064	0.069	-	-	0.088	0.075	0.077	0.082	0.072
TOTAL PARK DISTRICT DIRECT RATES	0.450	0.496	0.545	0.633	0.636	0.626	0.489	0.494	0.514	0.457
OVERLAPPING RATES										
Cook County including Forest Preserve	0.439	0.520	0.594	0.629	0.637	0.655	0.596	0.589	0.549	0.543
Metropolitan Water Reclamation District	0.274	0.320	0.370	0.417	0.430	0.426	0.406	0.402	0.396	0.389
School District #25, #214, #512	4.947	5.502	6.113	6.871	6.905	7.337	6.367	6.476	6.729	6.005
Village	1.289	0.955	1.062	1.270	1.269	1.359	1.665	1.217	1.265	1.108
All others	0.071	0.082	0.558	0.677	0.641	0.662	0.287	0.556	0.556	0.502
TOTAL OVERLAPPING RATES	7.020	7.379	8.697	9.864	9.882	10.439	9.321	9.240	9.495	8.547
TOTAL TAX RATE	7.470	7.875	9.242	10.497	10.518	11.065	9.810	9.734	10.009	9.004

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	2020			2011			
	2018 Equalized Assessed Value * (1)	Rank	Percentage of Total Equalized Assessed Valuation	2009 Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Valuation	
Luther Vilage	\$ 30,266,744	1	0.94%	Luther Village	\$ 54,374,690	1	1.67%
Town & Country Chicago	21,020,665	2	0.65%	Town & Country Mall	30,027,554	2	0.92%
Amcap Northpoint LLC	16,572,604	3	0.51%	Motorola	38,540,433	3	1.19%
New Plan Excel Property Trust	15,907,570	4	0.49%	Amcap Northpoint LLC	27,852,596	4	0.86%
Hamilton Partners Inc.	14,430,485	5	0.45%	Visconsi Companies Ltd.	24,783,348	5	0.76%
Stonebridge Real Estate	14,075,838	6	0.44%	Poer Tangelwood Apartments	22,216,060	6	0.68%
JRK Property Holdings	13,585,878	7	0.42%	First American Prop	20,055,330	7	0.62%
John Hancock Life Ins.	13,442,961	8	0.42%	Avalon Bay Communities	16,956,576	8	0.52%
Sptmrt Propertiest Trust	12,038,072	9	0.37%	CO Deloitte PTS	15,782,148	9	0.49%
Arlington Town Square	<u>11,400,648</u>	10	<u>0.35%</u>	Robert Rorman	<u>15,620,821</u>	10	<u>0.48%</u>
	<u>\$ 162,741,465</u>		<u>5.04%</u>		<u>\$ 266,209,556</u>		<u>8.19%</u>

* Most recent data available

(1) Some values may include tax increment value

Note: The above taxpayers represent 5.04% of the District's 2019 EAV of \$3,226,379,740. 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
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%	6,370,073	13,633,164	95.16%
2018	14,368,978	7,479,068	52.05%	6,433,571	13,912,639	96.82%
2019	14,736,958	7,574,553	51.40%	-	7,574,553	51.40%

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			
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
2019	2018	75,101	2,800,118	14,320,000	11,410,000	-	25,730,000	0.92%	342.61
2020	2019	75,101	3,223,380	13,149,000	10,480,000	-	23,629,000	0.73%	314.63

(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
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
2019	14,320,000	-	14,320,000	0.51%	190.68
2020	13,149,000	-	13,149,000	0.41%	175.08

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 75 for property value data.

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

DIRECT AND OVERLAPPING DEBT OUTSTANDING

April 30, 2020

Overlapping Agencies	Outstanding Debt	Applicable to the District	
		Percent	Amount
County			
Cook County	\$ 2,950,121,750	1.874 %	\$ 55,285,282
Cook County Forest Preserve	151,010,000	1.874	2,829,927
Metropolitan Water Reclamation District	2,697,667,000	1.910	5,152,543,970
Municipalities			
Village of Arlington Heights	65,182,632	93.083	60,673,949
Village of Mt. Prospect	125,805,762	2.720	3,421,917
Village of Palatine	45,074,374	0.099	44,624
City of Prospect Heights	12,135,144	7.920	961,103
City of Rolling Meadows	16,874,927	0.647	109,181
School Districts			
School District #15	44,000,680	0.823	362,126
School District #21	30,255,000	20.727	6,270,954
Prospect Heights #23	7,540,000	36.907	2,782,788
School District #25	47,360,000	96.141	45,532,378
Mt. Prospect #57	7,860,000	3.712	291,763
School District #59	12,385,000	14.383	1,781,335
School District #214	37,480,000	32.684	12,249,963
William Rainey Harper College	117,785,000	15.973	18,813,798
Total overlapping debt	6,368,537,269		5,363,955,058
Direct Debt			
Arlington Heights Park District	14,809,410	100.000	14,809,410
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 6,383,346,679		\$ 5,378,764,468

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Statistical. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Data Sources

Village of Arlington Heights, Village of Mt. Prospect, Village of Palatine, City of Prospect Heights.

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

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Legal debt limit	\$ 93,416,686	\$ 85,232,610	\$ 78,873,070	\$ 68,463,366	\$ 69,176,463	\$ 67,530,891	\$ 79,930,839	\$ 80,373,034	\$ 80,503,385	\$ 92,758,418
Total net debt applicable to limit	27,327,199	24,117,547	20,730,121	22,225,000	20,230,000	20,375,000	17,430,000	24,740,000	25,730,000	23,629,000
LEGAL DEBT MARGIN	\$ 66,089,487	\$ 61,115,063	\$ 58,142,949	\$ 46,238,366	\$ 48,946,463	\$ 47,155,891	\$ 62,500,839	\$ 55,633,034	\$ 54,773,385	\$ 69,129,418
Total net debt applicable to the limit as a percentage of debt limit	29.25%	28.30%	26.28%	32.46%	29.24%	30.17%	21.81%	30.78%	31.96%	25.47%

Legal Debt Margin Calculation for Fiscal 2020

Assessed value (most recent available)	\$ 3,226,379,740
Legal debt margin	<u>2.875%</u>
Debt limit	92,758,418
Debt applicable to limit General obligation bonds, notes and certificates	<u>23,629,000</u>
LEGAL DEBT MARGIN	<u>\$ 69,129,418</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)
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%
2019*	75,101	-	98,291	40,645	3,052,480,145	3.90%
2020	75,101	-	98,291	40,645	3,052,480,145	3.70%

*Most recent data available

- (1) Population estimates are prepared by the Village of Arlington Heights Planning and Community Development Department.
- (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

2020				2011			
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	5.33%
School District #214	1,700	2	2.26%	Broadwing Communications	2,000	2	2.66%
HSBC Finance Corp.	1,500	3	2.00%	School District #214	1,703	3	2.27%
Lutheran Home	800	4	1.07%	Lutheran Home	598	4	0.80%
Robert Bosch Tool Corp	650	5	0.87%	Paddock Publications	850	5	1.13%
Paddock Publications, Inc.	500	6	0.67%	Alexian Brothers Health System	512	6	0.68%
Alexian Brothers Health System	500	7	0.67%	Kroeschell Inc.	450	7	0.60%
Clearbrook	450	8	0.60%	Village of Arlington Heights	435	8	0.58%
Kroeschell Inc.	450	9	0.60%	Level 3 Communications	500	9	0.67%
Village of Arlington Heights	450	10	0.60%	Pace	300	10	0.40%

Data Sources

2019 Illinois Services and 2019 Illinois Manufacturers Directories

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

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
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	30	30	30	30	30	30	30	30
Clerical	1	1	1	1	1	1	1	1	0	0
Custodians	7	7	7	7	6	7	7	7	8	8
Total Parks and Planning Department	45	45	46	46	45	46	46	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	5	5	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	12	12	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	0	0	1	1	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	0	0	0	0	0	0	0	0
Golf Maintenance Labor	3	3	0	0	0	0	0	0	0	0
Clerical	1	1	1	1	1	1	1	1	1	1
Total Executive Director's Office	10	10	5	4	4	5	5	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	2	2	2	2	2	2	2	2
Golf Maintenance Labor	0	0	3	3	3	3	2	2	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	4	4	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	39	39	39	39	40	40	40	40
TOTAL PARK DISTRICT	102	102	102	101	100	102	103	103	103	103

Data Source

District Finance Department

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

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
PARKS										
Number	58	58	58	58	58	58	58	58	58	58
Owned acres	456.53	457.42	457.42	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	715.98	715.98	715.98	715.98	715.98	715.98	715.98	715.98	715.98
FACILITIES										
Playgrounds	42	42	42	44	44	42	43	43	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	9	9	9	9	9	9	10	10	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	2	2	2	2
Ball fields	43	43	43	43	43	45	46	46	46	46
Soccer fields	31	31	31	31	31	27	32	32	32	32
Outdoor tennis courts	52	52	51	50	50	52	50	50	48	48
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	19 miles	19 miles	19 miles	19 miles

Data Source

Various District departments