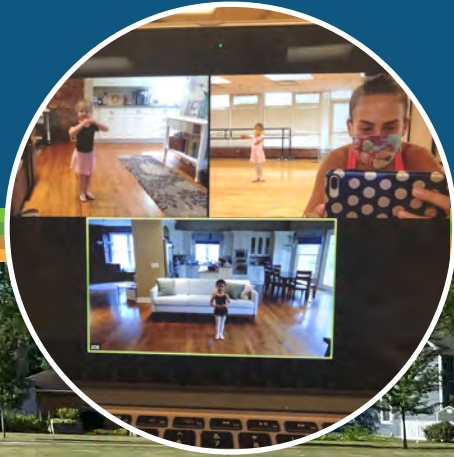


ARLINGTON HEIGHTS PARK DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT 2021-2022

FISCAL YEAR ENDING APRIL 30, 2022



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

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Year Ended
April 30, 2022

Prepared by

Jason S. 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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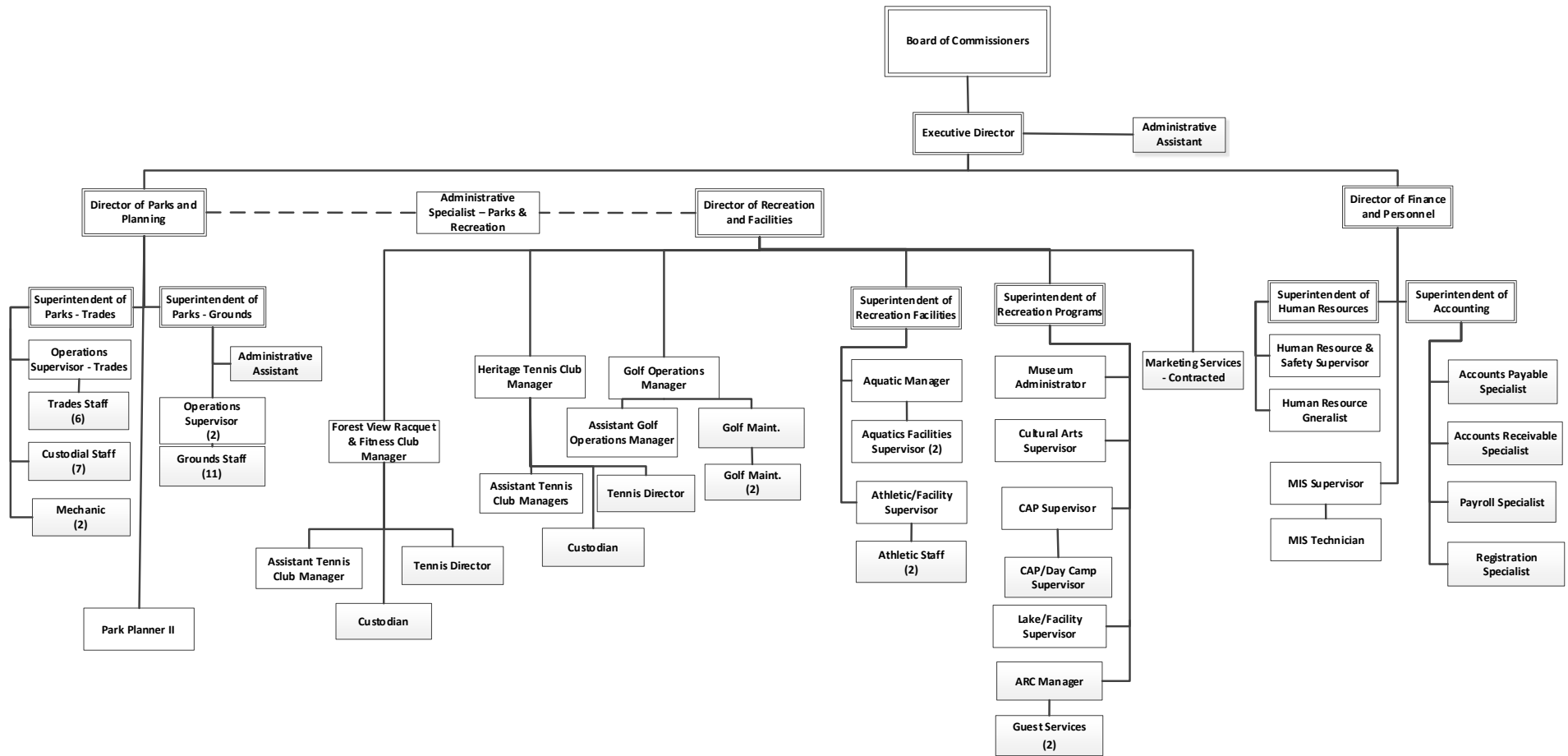
Board of Commissioners

Maryfran H. Leno	President
Timothy Gelinas	Vice President
Robert J. Nesvacil	Commissioner
Brian Owen	Commissioner
Open	Commissioner

Administrative Staff

Carrie A. Fullerton	Executive Director
Jason S. Myers	Director of Finance & Personnel
Benjamin M. Rea	Director of Parks & Planning
Brian E. Meyer	Director of Recreation & Facilities

Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Arlington Heights Park District
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

April 30, 2021

Christopher P. Morill

Executive Director/CEO



October 28, 2022

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

The Annual Comprehensive Financial Report of the Arlington Heights Park District (District) for the fiscal year ending April 30, 2022 is hereby submitted as mandated by State statutes. This report provides a broad view of the District's financial activities for the 2022 fiscal year and its financial position at April 30, 2022. 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, 2022. 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 Annual Comprehensive Financial Report, 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 74 full-time staff and over 1,100 part-time staff throughout the year.

410 N. Arlington Heights Rd. | Arlington Heights, IL 60004 | Phone 847-577-3000 | Fax 847-577-3050 | WWW.AHPD.ORG

Services include recreation programs, park management, capital development, and general administration. Recreational facilities operated by the Park District include 58 parks, totaling 713.98 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, pickleball courts, 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 71% residential and 29% commercial, industrial, railroad, and farm. Based on information available, staff anticipates real estate tax collections to remain stable.

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.

COVID-19 Pandemic

The District has been impacted by COVID-19 since March 2020 in every aspect of operations. However, the District has been committed to maintain essential services to the residents while protecting the financial stability of the organization. The District moved quickly to freeze hiring, minimize non-essential spending, and reduce capital spending in order to assess the economic impacts of COVID-19. Additional cost savings measures took place since 2020/21. Staff was able to secure a \$5,000 grant from Cook County and nearly \$68,000 from FEMA for a portion of the \$130,000 in COVID-19 expenditures. It is important to note that park districts were not eligible for CARES Funds and/or other state/federal funds that other governmental agencies may have received. Despite these unforeseen challenges, the District was able to manage expenses and this resulted in a surplus in revenue for the year.

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 and was recently extended through 2021/22. 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 2021/22 capital budget were planned capital expenditures of \$2.7 million. The capital budget includes major projects such as:

- Green Slopes Tennis Courts
- Pickleball Courts
- Roof Replacement
- Turf Replacement at Melas
- Dectron Replacement at ARC
- Volz and Dryden Tennis Courts

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 \$136,000 projects (ADA) for 2021/22.

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, 2021. This was the thirty-sixth 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 Annual Comprehensive Financial Report that satisfied both generally accepted accounting principles and applicable legal requirements.

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

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

Respectfully Submitted,

Jason S. Myers

Jason S. Myers, Director of Finance and Personnel

FINANCIAL SECTION

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

SIKICH.COM

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Commissioners
Arlington Heights Park District
Arlington Heights, Illinois

Report on the Audit of the Financial Statements

Opinions

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, 2022, and the related notes to financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective 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, 2022, 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.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we

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

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 inquires 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules 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 basic financial statements.

The combining and individual fund financial statements and schedules 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

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

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

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, 2021, 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 2021 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 2021 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.

Sikich LLP

Naperville, Illinois
October 28, 2022

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

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

**MANAGEMENT DISCUSSION AND ANALYSIS
April 30, 2022**

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, 2022. 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 5).

FINANCIAL HIGHLIGHTS

- Net Position (assets and deferred outflows minus liabilities and deferred inflows) of the Park District totaled \$64,151,654 as of April 30, 2022. Of this amount, \$44.6 million is net investment in capital assets (net of related debt), \$2.2 million is restricted, and \$17.4 million is unrestricted and may be used to meet the District's general obligations. Net Position increased by \$9.24 million or 16.8% from 2021.
- The District's combined Governmental Funds ending fund balance increased \$5,369,065 (or 29.7%) as of April 30, 2022. The majority of the increase is attributable to continued cost savings measures and programs and services returning more quickly than expected from lows during COVID-19.
- At the end of the current fiscal year, the District assigned \$2.0 million in the General fund and \$3.0 million in the Recreation Fund for future capital spending.
- Governmental debt outstanding was \$18.87 million, compared to \$20.9 million last year, reflecting a 9.7% decrease. 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.
- Property tax revenue increased by \$990,228 (or 6.8%) for a total of \$15,456,155.
- Non-tax revenue was up overall by \$5,724,100 (or 79.3%). The net increase is primarily due to an increases of other taxes in the amount of \$347,500, charges for recreation programs in the amount of \$3,475,800, swimming pool revenues in the amount of \$1,094,900, and lesson revenue in the amount of \$536,600 from prior year.
- Expenditures were up \$3,159,655. This increase directly relates to being able to fully offer program and services in a post COVID-19 environment and was offset by increases in revenues.

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 5) 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 6) 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 5-6 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 7-8 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 55-57.

Major Funds

General
Recreation

Debt Service

Non-Major Funds

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

Land Dedication Fund
Capital Improvement Fund
Capital Projects

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

The basic governmental fund financial statements can be found on pages 7 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 11 through 40 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide benefits to its employees. Required supplementary information can be found on pages 41 through 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 63 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, 2022
(in thousands)

	Total	
	2022	2021
Assets		
Current and other assets	\$ 40,185	\$ 28,199
Capital assets	64,729	66,645
Total assets	104,914	94,844
Deferred outflows of resource		
Pension items - IMRF	643	1,115
Total assets and deferred outflows of resources	105,557	95,959
Liabilities		
Current and other liabilities	3,938	2,974
Long-term liabilities:		
Due within one year	2,265	3,280
Due in more than one year	18,724	22,188
Total liabilities	24,927	28,442
Deferred inflows of resource		
Unearned revenue - property taxes	8,151	7,413
Pension items - IMRF	8,328	5,191
Total liabilities and deferred inflows of resources	41,406	41,046
Net Position		
Net investment in capital assets	44,642	44,269
Restricted	2,152	1,711
Unrestricted	17,358	8,933
Total Net Position	\$ 64,152	\$ 54,913

In fiscal year ended 2022, net position increased 16.8% to 64,151,654 as a result of increases in revenues associated with program and services, an increase in property tax revenues, and continued implementation of cost saving measures.

The net pension liability for IMRF became a net pension asset of \$4,880,760. The increase in total liabilities and deferred inflows of resources by 0.9% or \$359,352 primarily due to the difference between expected and actual experience since last year's valuation and a change in assumptions.

Net Position increased by \$9.24 million or 16.98% from 2021. The net investment in capital assets increased \$373,323. There are restrictions on \$2,152,137 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 27.1% or \$17,357,516 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 5.

Net position serves as a useful indicator of the District's financial position. The District's net position exceeded liabilities and deferred inflows by \$22,745,842 at the close of the fiscal year. The change in net position is an increase of \$9,238,970 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, 2022
(in thousands)

	Total	
	2022	2021
Revenues		
Program Revenues:		
Charges for services	\$ 11,650	\$ 6,288
Capital grants and contributions	284	185
Operating grants and contributions	228	89
General Revenues:		
Taxes	15,456	14,466
Other taxes	610	262
Investment income	74	153
Donations and miscellaneous	96	241
Loss on disposal of assets		
Total Revenues	<u>28,398</u>	<u>21,684</u>
Expenses		
Program Expenses:		
General government	11,081	10,442
Culture and recreation	7,517	6,217
Interest	561	658
Total Expenses	<u>19,159</u>	<u>17,317</u>
Change in Net Position	9,239	4,367
Net Position, May 1	<u>54,913</u>	<u>50,546</u>
Change in accounting principle	-	-
Net Position, April 30	<u>\$ 64,152</u>	<u>\$ 54,913</u>

Governmental Activities

The cost of all governmental activities this year was \$19.16 million. General government expenses, which primarily reflect the support services needed to provide the recreational program and services, accounted for 57.8% of total expense or \$11.1 million. Culture and recreation expenses captured 39.21% of the total expenses or \$7.5 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)

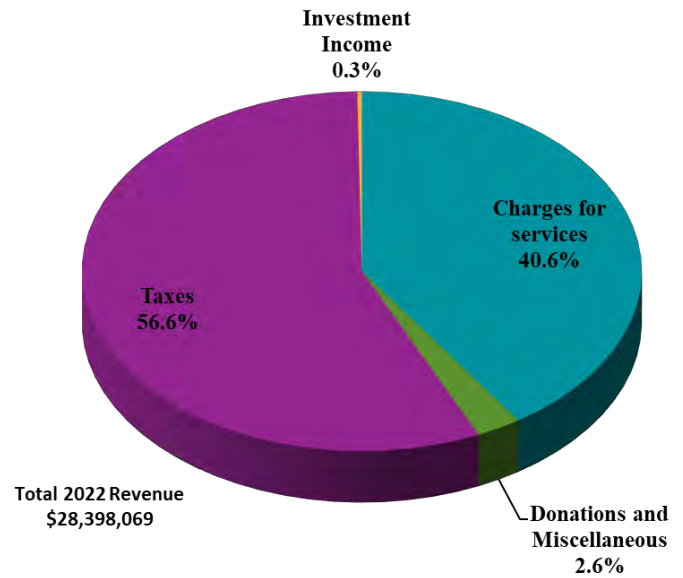
	Total Cost of Services		Net Cost of Services	
	2022	2021	2022	2021
General Government	\$ 11,080,754	\$ 10,442,172	(10,507,002)	(10,227,028)
Culture and Recreation	7,516,946	6,217,274	4,071,114	128,647
Interest	561,399	657,864	(561,399)	(657,864)
Total Expenses	\$ 19,159,099	\$ 17,317,310	\$ (6,997,287)	\$ (10,756,245)

Revenues

The following chart shows the major sources of governmental funds revenue for the year ended April 30, 2022:

Total revenue increased \$6,714,328 to \$28,398,069 in 2021/22. Property tax revenues increased \$990,000, charges for services increased \$3,476,000 from prior year including, pool revenue increased by \$1,095,000, interest income decreased by \$79,000 due to record low interest rates.

Tax revenue (property tax and other taxes) represented the largest portion of the revenue base, generating 56.6% 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.



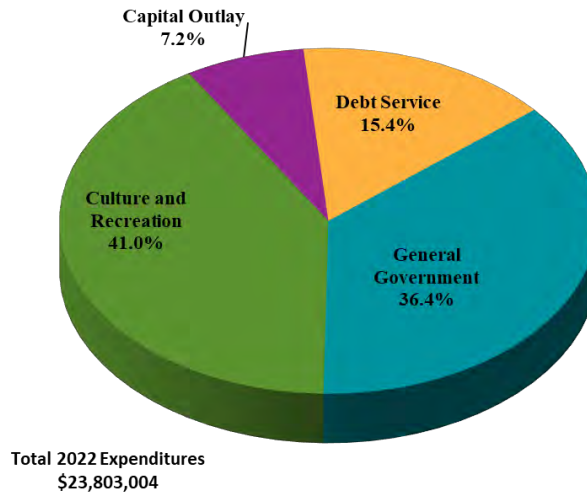
Charges for services accounted for 40.6% of total revenues. Because the District does not receive 100% of its funding through property tax revenue, it must charge a fee for programs and services that it provides to its residents in order to cover all costs associated with those program offerings. Pricing of programs is evaluated each year before the preparation of the following fiscal year budget.

Expenditures

The total cost of providing all programs and services for the governmental funds of the District was \$23.8 million compared to \$20.6 million (includes capital spending and debt refunding) in 2020/21. Of this 2021/22 total, general government expenditures captured 36.4% and culture and recreation expenditures accounted for 41.0% of total costs.

The following chart shows the major expenditures of governmental funds for the year ended April 30, 2022:

The largest component this year was Culture and Recreation 41.0% 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 2nd largest component at 36.4% is the General Government function.



The 3rd largest component is the Debt Service function at 15.4% that includes all expenses related making debt and interest payments. The 4th largest component of this was Capital Outlay at 7.2%.

Fund Balances

The overall fund balance experienced a \$5,369,065 increase. The Recreation Fund had a \$2,337,798 increase in fund balance due a successful year offering programs and services. The General Fund had an increase in fund balance of \$1,159,488 as staff managed expenses and adapt to lower staffing levels. The District maintains fiscal sustainability levels in both the General and Recreation Fund, which is 40% of budgeted expenses. Unassigned fund balance for the General Fund is \$78,797 after the 40% fiscal sustainability assignment based on the District's Fund Balance Policy. In addition, \$5.0 million has been assigned for future capital spending within the General (\$2.0 million) and Recreation (\$3 million) Funds.

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, and Debt Service funds are the major operating funds of the District. Governmental funds reported a

combined total of \$30,372,069 of revenues and other financing sources and \$25,003,004 in expenditures. The Net Change in Fund Balance after Other Financing Sources (Uses) resulted in an increase of \$5,369,065 in the fund balance of all governmental funds at April 30, 2022. The combined fund balance of all governmental funds at April 30, 2022, was \$23,473,898.

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 committed fund balance for fiscal sustainability is \$2,162,836, which represents 40% of total expenditures and an unassigned fund balance is \$78,797. In addition, \$2.0 million has been assigned for future capital. The total fund balance increased by \$1,159,488.

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 committed fund balance for Fiscal Sustainability is \$5,213,073 representing 40.0% of total expenditures. This is an increase of 41.7% or \$1,534,842 compared to the prior year. Expenditures increased by \$3.3 million due to retuning to more historical service levels. Charges for recreation programs and swimming pool revenue up as the District continued to rebound from low participation numbers caused by the pandemic.

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 \$486,946. The fund balance improved by \$268,168 as compared to fiscal year ended 2021. Total expenditures were \$2,269,089. As a result of not levying for loss in cost over the years, the Park District transferred \$200,000 from the General Fund to address the cumulative impact of not levying for the loss in cost in prior years.

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, and Special Recreation funds had a fund balance of \$4,181,025. This is an increase of 62.2% from year-end 2021 primarily as a result of a debt issuance, reduced capital spending, and increased property taxes. Revenues increased by \$2,129,020 from last year and total spending increased by \$1,557,296.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Park District's investment in capital assets, net of depreciation as of April 30, 2022, was \$64.7 million. Net capital assets decreased by \$1,916,004 from fiscal year ended 2021. Accumulated depreciation through fiscal year end 2022 was \$70.4 million.

Table 4
Capital Assets (net of depreciation) at April 30, 2022

	Total	
	2022	2021
Land and construction in progress	\$ 17,291,760	\$ 16,305,213
Buildings	32,759,894	34,177,760
Improvements other buildings	12,793,242	14,104,360
Machinery and equipment	1,883,862	2,057,429
Net Capital Assets	<u>\$ 64,728,758</u>	<u>\$ 66,644,762</u>

Major capital highlights for 2021/22 included renovation of tennis courts and the addition of pickleball courts at Green Slopes, Volz, and Dryden; artificial turf replacement at Melas; roof replacement at Camelot Recreation Center; asphalt replacement at Nickol Knoll; 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 \$18.9 million, compared to \$20.9 million last year, reflecting an 9.9% decrease.

Table 5
Outstanding Debt at April 30, 2022

	Total	
	2022	2021
General obligation bonds	\$ 10,369,000	\$ 11,427,000
Debt Certificates	8,500,000	9,510,000
Total outstanding debt	<u>\$ 18,869,000</u>	<u>\$ 20,937,000</u>

At April 30, 2022, the Park District had total long-term debt outstanding of \$18,869,000. This amount included \$10,369,000 of general obligation bonds and \$8,500,000 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 \$774,000 in general obligation bonds during 2022 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 108.15% funded as of December 31, 2021, up from 96.51% in the previous year. Details on the IMRF plan are in Note 10, beginning on page 32. On a market value basis, the actuarial value of assets as of December 31, 2021 is \$26,993,441. On a market basis, the funded ratio would be 124.01%.

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 2021/22

The 2021/22 fiscal year total operating budget is \$25,499,274, an increase of 26.5% from fiscal year 2020/21 with another \$2,793,250 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 2020 was 46.9¢ per \$100 of equalized assessed valuation. The 2021 tax rate is estimated to be 47.8¢ as Cook County has not released this information as of the printing of this report. The assumed tax rate increased due to an equalized assessed valuation assumed increase \$14,489,106 combined with a \$0.5 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 2021/22 capital budget are planned capital expenditures of need to update \$2.7 million. The capital budget includes major projects such as:

- Greens Slopes Tennis Courts
- Volz Pickleball Courts
- Camelot Roof Replacement
- Melas Artificial Turf Replacement
- Dryden Pickleball and Tennis Court Improvements
- Nickol Knoll walking path enhancements

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 2021 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.

BASIC FINANCIAL STATEMENTS

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

STATEMENT OF NET POSITION

April 30, 2022

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 26,861,915
Receivables (net, where applicable, of allowances for uncollectibles)	
Property taxes	8,176,379
Accrued interest	26,230
Other	62,726
Merchandise inventory	79,809
Prepaid expenses	97,671
Net pension asset	4,880,760
Capital assets not being depreciated	17,291,760
Capital assets (net of accumulated depreciation)	<u>47,436,998</u>
Total assets	<u>104,914,248</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	581,710
OPEB items	<u>61,508</u>
Total deferred outflows of resources	<u>643,218</u>
Total assets and deferred outflows of resources	<u>105,557,466</u>
LIABILITIES	
Accounts payable	618,408
Retainage payable	62,016
Accrued interest	257,622
Accrued liabilities	536,399
Unearned revenue	2,463,505
Noncurrent liabilities	
Due within one year	2,265,109
Due in more than one year	<u>18,724,261</u>
Total liabilities	<u>24,927,320</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred revenue - property taxes	8,150,504
Pension items - IMRF	7,990,791
Pension items - OPEB	<u>337,197</u>
Total deferred inflows of resources	<u>16,478,492</u>
Total liabilities and deferred inflows of resources	<u>41,405,812</u>
NET POSITION	
Net investment in capital assets	44,642,001
Restricted for	
Public audit	10,219
Museum	142,114
Payroll taxes	968,397
Retirement	748,201
Special recreation	283,206
Unrestricted	<u>17,357,516</u>
TOTAL NET POSITION	<u><u>\$ 64,151,654</u></u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2022

FUNCTIONS/PROGRAMS	Program Revenues			Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position Governmental Activities
	Expenses	Charges for Services	Operating Grants		
PRIMARY GOVERNMENT					
Governmental Activities					
General government	\$ 11,080,754	\$ 153,883	\$ 192,151	\$ 227,718	\$ (10,507,002)
Culture and recreation	7,516,946	11,495,680	92,380	-	4,071,114
Interest	561,399	-	-	-	(561,399)
Total governmental activities	19,159,099	11,649,563	284,531	227,718	(6,997,287)
TOTAL PRIMARY GOVERNMENT	\$ 19,159,099	\$ 11,649,563	\$ 284,531	\$ 227,718	(6,997,287)
			General revenues		
			Taxes		
			Property taxes		15,456,155
			Intergovernmental (unrestricted)		
			Replacement tax		609,897
			Investment income		74,293
			Miscellaneous		95,912
			Total		16,236,257
			CHANGE IN NET POSITION		9,238,970
			NET POSITION, MAY 1		54,912,684
			NET POSITION, APRIL 30		\$ 64,151,654

See accompanying notes to financial statements.

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

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2022

	General	Recreation	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments	\$ 8,447,266	\$ 13,538,875	\$ -	\$ 4,875,774	\$ 26,861,915
Receivables (net, where applicable, of allowances for uncollectibles)					
Property taxes	3,147,221	2,186,346	1,198,205	1,644,607	8,176,379
Accrued interest	16,394	9,836	-	-	26,230
Other	9,252	34,163	-	19,311	62,726
Due from other funds	490,746	-	-	-	490,746
Inventory	-	77,854	-	1,955	79,809
Prepaid items	37,375	60,296	-	-	97,671
TOTAL ASSETS	\$ 12,148,254	\$ 15,907,370	\$ 1,198,205	\$ 6,541,647	\$ 35,795,476
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 192,566	\$ 316,054	\$ -	\$ 109,788	\$ 618,408
Retainage payable	-	4,247	-	57,769	62,016
Accrued liabilities	84,499	398,806	-	53,094	536,399
Due to other funds	-	-	490,746	-	490,746
Unearned revenue	17,233	1,945,676	-	500,596	2,463,505
Total liabilities	294,298	2,664,783	490,746	721,247	4,171,074
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	3,137,284	2,179,440	1,194,405	1,639,375	8,150,504
Total deferred inflows of resources	3,137,284	2,179,440	1,194,405	1,639,375	8,150,504
Total liabilities and deferred inflows of resources	3,431,582	4,844,223	1,685,151	2,360,622	12,321,578
FUND BALANCES					
Nonspendable					
Inventory	-	77,854	-	1,955	79,809
Prepaid items	37,375	60,296	-	-	97,671
Restricted					
Public audit	-	-	-	10,219	10,219
Museum	-	-	-	142,114	142,114
Special recreation	-	-	-	283,206	283,206
Payroll taxes	-	-	-	968,397	968,397
Retirement	-	-	-	748,201	748,201
Committed					
Fiscal sustainability	2,162,836	5,213,073	-	-	7,375,909
Assigned					
Recreation purposes	-	532,484	-	-	532,484
Construction and development	-	-	-	1,937,098	1,937,098
Specific purposes	3,137,284	2,179,440	-	89,835	5,406,559
Subsequent year's budget	1,300,380	-	-	-	1,300,380
Future capital	2,000,000	3,000,000	-	-	5,000,000
Unassigned (deficit)	78,797	-	(486,946)	-	(408,149)
Total fund balances (deficit)	8,716,672	11,063,147	(486,946)	4,181,025	23,473,898
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 12,148,254	\$ 15,907,370	\$ 1,198,205	\$ 6,541,647	\$ 35,795,476

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, 2022

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 23,473,898
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	64,728,758
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	(7,409,081)
OPEB	(275,689)
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	(257,622)
Total OPEB liability	(519,678)
Compensated absences payable	(382,934)
Bonds and debt certificates payable	(18,869,000)
The net pension asset of the Illinois Municipal Retirement Fund is not due and payable in the current period and, therefore, is not reported in the governmental funds	4,880,760
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>(1,217,758)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 64,151,654</u></u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

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

For the Year Ended April 30, 2022

	General	Recreation	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Property taxes	\$ 5,742,768	\$ 4,009,481	\$ 2,337,257	\$ 3,366,649	\$ 15,456,155
Other taxes	609,897	-	-	-	609,897
Intergovernmental revenue	192,151	-	-	-	192,151
Restaurant and merchandise sales	-	273,852	-	-	273,852
Charges for recreation programs	-	5,692,295	-	45,478	5,737,773
Swimming pool revenue	-	1,419,001	-	-	1,419,001
Sales and rental revenue	58,808	663,192	-	95,075	817,075
Memberships	-	257,715	-	-	257,715
Court time	-	444,556	-	-	444,556
Lessons	-	1,556,372	-	-	1,556,372
League	-	50,917	-	-	50,917
Green fees	-	942,715	-	-	942,715
Investment income	60,858	13,435	-	-	74,293
Miscellaneous recreation programs	-	23,525	-	-	23,525
Miscellaneous					
Developer contributions	-	-	-	227,718	227,718
Donations and miscellaneous revenue	26,559	211,606	-	76,189	314,354
Total revenues	6,691,041	15,558,662	2,337,257	3,811,109	28,398,069
EXPENDITURES					
Current					
General government	4,331,553	3,574,227	-	759,299	8,665,079
Recreation	-	7,653,495	-	2,112,504	9,765,999
Capital outlay	-	602,742	-	1,109,695	1,712,437
Debt service					
Principal retirement	-	1,010,000	1,832,000	-	2,842,000
Interest	-	380,400	437,089	-	817,489
Total expenditures	4,331,553	13,220,864	2,269,089	3,981,498	23,803,004
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,359,488	2,337,798	68,168	(170,389)	4,595,065
OTHER FINANCING SOURCE (USES)					
Transfers in	-	-	200,000	1,000,000	1,200,000
Transfers (out)	(1,200,000)	-	-	-	(1,200,000)
Bonds issued, at par	-	-	-	774,000	774,000
Total other financing sources (uses)	(1,200,000)	-	200,000	1,774,000	774,000
NET CHANGE IN FUND BALANCES	1,159,488	2,337,798	268,168	1,603,611	5,369,065
FUND BALANCES (DEFICIT), MAY 1	7,557,184	8,725,349	(755,114)	2,577,414	18,104,833
FUND BALANCES (DEFICIT), APRIL 30	\$ 8,716,672	\$ 11,063,147	\$ (486,946)	\$ 4,181,025	\$ 23,473,898

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, 2022

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 5,369,065
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized and depreciated in the statement of activities	1,621,768
Loss on disposal of capital assets does not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	(168,658)
The proceeds from issuance of debt are an other financing source in the governmental funds	(774,000)
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	2,842,000
The amortization of bond discount and premium is not reported as an an expenditure in governmental funds	221,326
The change in accrued interest is reported as an expense on the statement of activities	34,764
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	(3,369,114)
The change in the Illinois Municipal Retirement Fund net pension asset/liability is not a source or use of financial resources	6,938,499
The change in deferred inflows and outflows of resources is reported only on the statement of activities IMRF	(3,552,241)
OPEB	(56,626)
The change in compensated absences payable is shown as an expense on the statement of activities	14,460
The change in total OPEB liability is reported as an expense on the statement on activities	<u>117,727</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 9,238,970</u>

See accompanying notes to financial statements.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2022

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.

Based on the criteria of GASB Statement No 61, *The Financial Reporting Entity: Omnibus - an Amendment of GASB Statements No. 14 and No. 34*, the District does not have any component units. The Arlington Heights Park District Foundation, while a potential component unit, is not significant to the District and, therefore, has been excluded from its reporting 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.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

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

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 activities of the District. The effect of material interfund activity has been eliminated from these statements except for interfund services provided and used. Governmental activities are supported by taxes and intergovernmental revenues.

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

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

The District reports the following major governmental funds:

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

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

e. Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The District held no investments to measure at fair value at April 30, 2022.

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 and Recreation Fund. Any deficit fund balance of any other governmental fund is reported as unassigned. The committed fund balance can only be accessed with board approval.

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		Total	Committed Fiscal Sustainability
		Fiscal Sustainability	Remainder		
General	\$ 37,375	\$ -	\$ -	\$ -	\$ 2,162,836
Recreation	138,150	-	-	-	5,213,073
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
Public audit	-	10,219	-	10,219	-
Museum	1,955	65,102	77,012	142,114	-
Special recreation	-	283,206	-	283,206	-
IMRF and Social Security	-	726,299	990,299	1,716,598	-
Land dedication	-	-	-	-	-
Capital improvement	-	-	-	-	-
TOTAL	\$ 177,480	\$ 1,084,826	\$ 1,067,311	\$ 2,152,137	\$ 7,375,909

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	Remainder	Total	Remainder	Total
	Property Taxes				
General	\$ 3,137,284	\$ 3,300,380	\$ 6,437,664	\$ 78,797	\$ 8,716,672
Recreation	2,179,440	3,532,484	5,711,924	-	11,063,147
Debt service	-	-	-	(486,946)	(486,946)
Capital Projects	-	1,594,936	1,594,936	-	1,594,936
Public audit	17,386	-	17,386	-	27,605
Museum	72,449	-	72,449	-	216,518
Special recreation	-	-	-	-	283,206
IMRF and Social Security	-	-	-	-	1,716,598
Land dedication	-	286,232	286,232	-	286,232
Capital improvement	-	55,930	55,930	-	55,930
TOTAL	\$ 5,406,559	\$ 8,769,962	\$ 14,176,521	\$ (408,149)	\$ 23,473,898

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.

p. Postponement of Implementation of Certain Authoritative Guidance

In accordance with the provisions of GASB Statement of No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, the District has delayed the implementation of GASB Statement No. 87, *Leases*, to April 30, 2023.

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

2. DEPOSITS AND INVESTMENTS

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 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. The Illinois Funds are rated AAA.

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, 2022 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 16,305,213	\$ -	\$ -	\$ 16,305,213
Construction in progress	-	986,547	-	986,547
Total capital assets not being depreciated	<u>16,305,213</u>	<u>986,547</u>	<u>-</u>	<u>17,291,760</u>

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

3. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES (Continued)				
Capital assets being depreciated				
Buildings	\$ 57,160,111	\$ 103,402	\$ 285,860	\$ 56,977,653
Improvements other than buildings	50,664,616	469,841	95,850	51,038,607
Machinery and equipment	9,738,060	61,978	-	9,800,038
Total capital assets being depreciated	<u>117,562,787</u>	<u>635,221</u>	<u>381,710</u>	<u>117,816,298</u>
Less accumulated depreciation for				
Buildings	22,982,351	1,352,610	117,202	24,217,759
Improvements other than buildings	36,560,256	1,780,959	95,850	38,245,365
Machinery and equipment	7,680,631	235,545	-	7,916,176
Total accumulated depreciation	<u>67,223,238</u>	<u>3,369,114</u>	<u>213,052</u>	<u>70,379,300</u>
Total capital assets being depreciated, net	<u>50,339,549</u>	<u>(2,733,893)</u>	<u>168,658</u>	<u>47,436,998</u>
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET				
	<u>\$ 66,644,762</u>	<u>\$ (1,747,346)</u>	<u>\$ 168,658</u>	<u>\$ 64,728,758</u>

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 3,133,569
Recreation	<u>235,545</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 3,369,114</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.

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.

4. PROPERTY TAXES (Continued)

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 2021 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 2022 tax levy, which attached as an enforceable lien on property as of January 1, 2022, has not been recorded as a receivable as of April 30, 2022 as the tax has not yet been levied by the District and is not to be levied until December 2022 and, therefore, the levy is not measurable at April 30, 2022.

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.

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

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

5. RISK MANAGEMENT (Continued)

Park District Risk Management Agency (Continued)

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 \$379,757 of payments to PDRMA during the year ended April 30, 2022.

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	\$ 3,960,000	\$ -	\$ 960,000	\$ 3,000,000	\$ 1,000,000
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	1,940,000	-	600,000	1,340,000	610,000
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	4,920,000	-	-	4,920,000	-
2020 General Obligation Limited Park Bonds - \$469,000; due in annual installments of \$197,000 to \$272,000 through December 1, 2021; interest at 1.48% to 1.52%. Funded by Debt Service Fund property tax levies.	Debt Service	272,000	-	272,000	-	-

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

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Issue	Fund Debt Retired by	Balances May 1	Additions	Reductions/ Refundings	Balances April 30	Current Portion
2022 General Obligation Limited Park Bonds - \$774,000; due in annual installments of \$309,000 to \$465,000 through December 1, 2023; interest at 1.10% to 1.50%. Funded by Debt Service Fund property tax levies.	Debt Service	\$ -	\$ 774,000	\$ -	\$ 774,000	\$ 309,000
TOTAL		\$ 11,427,000	\$ 774,000	\$ 1,832,000	\$ 10,369,000	\$ 1,919,000

General Obligation Limited Tax Park Bonds, Series 2022

The District issued \$774,000 General Obligation Limited Park Bonds, Series 2022 to finance various improvements. The bonds bear interest at 1.10% to 1.50% and are payable in installments of \$309,000 to \$465,000 through December 1, 2023. The bonds are considered general obligations payable from property taxes.

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 \$930,000 to \$1,010,000 through December 1, 2021; interest at 4%. Funded by Debt Service Fund property tax levies.	Recreation	1,010,000	-	1,010,000	-	-
TOTAL		\$ 9,510,000	\$ -	\$ 1,010,000	\$ 8,500,000	\$ -

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

6. LONG-TERM DEBT (Continued)

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 \$930,000 to \$1,010,000 through December 1, 2021. The bonds are considered general obligations payable from property taxes.

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
2023	\$ 1,919,000	\$ 380,293	\$ -	\$ 340,000
2024	2,095,000	318,988	-	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	\$ 10,369,000	\$ 1,500,133	\$ 8,500,000	\$ 2,803,200

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

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities

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

	Balances May 1	Additions	Reductions/ Refundings	Balances April 30	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation bonds	\$ 11,427,000	\$ 774,000	\$ 1,832,000	\$ 10,369,000	\$ 1,919,000
Installment contracts/debt certificates	9,510,000	-	1,010,000	8,500,000	-
Unamortized premiums	1,439,084	-	221,326	1,217,758	-
Compensated absences*	397,394	259,973	274,433	382,934	265,038
Net pension liability - IMRF*	2,057,739	-	2,057,739	-	-
Total OPEB liability**	637,405	-	117,727	519,678	81,071
TOTAL	\$ 25,468,622	\$ 1,033,973	\$ 5,513,225	\$ 20,989,370	\$ 2,265,109

*Compensated absences and net pension liability are funded by the General and Recreation Funds. The net pension liability became a net pension asset as of April 30, 2022.

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

e. Legal Debt Margin

2020 equalized assessed valuation (most recent available)	<u>\$ 3,249,612,320</u>
Debt limitation - 2.875% of assessed valuation	<u>\$ 93,426,354</u>
Amount of debt applicable to debt limit	
Park Certificates Series of 2017B	8,500,000
Park Bond Series of 2014B	3,000,000
Park Bond Series of 2015	1,340,000
Park Bond Series of 2017A	335,000
Park Bond Series of 2018A	4,920,000
Park Bond Series of 2022	<u>774,000</u>
Total debt	<u>18,869,000</u>
LEGAL DEBT MARGIN	<u><u>\$ 74,557,354</u></u>

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

6. LONG-TERM DEBT (Continued)

e. Legal Debt Margin (Continued)

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

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.

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 2022 contribution was determined based upon the ratio of the members' assessed valuations and the amounts were as follows on the following page.

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

8. JOINTLY GOVERNED ORGANIZATION (Continued)

Northwest Special Recreation Association (Continued)

Arlington Heights	\$ 571,988
Bartlett	237,522
Buffalo Grove	317,288
Elk Grove	322,954
Hanover Park	152,910
Hoffman Estates	311,405
Inverness	38,635
Mount Prospect	360,825
Palatine	480,992
Prospect Heights	78,647
River Trails	105,809
Rolling Meadows	138,104
Salt Creek	38,944
Schaumburg	672,676
South Barrington	75,357
Streamwood	180,707
Wheeling	<u>235,545</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.

9. INDIVIDUAL FUND DISCLOSURES

Due From/To Other Funds

Interfund receivable and payables at April 30, 2022 are as follows:

Receivable Fund	Payable Fund	Amount
General	Debt Service	<u>\$ 490,746</u>
TOTAL		<u>\$ 490,746</u>

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

9. INDIVIDUAL FUND DISCLOSURES (Continued)

Due From/To Other Funds (Continued)

Interfund receivables/payables resulted from the following:

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

Interfund Transfers

	Transfers In	Transfers Out
General		
Nonmajor	\$ -	\$ 1,200,000
Debt Service		
General	200,000	-
Nonmajor		
General	1,000,000	-
	<u>1,200,000</u>	<u>-</u>
TOTAL	<u>\$ 1,200,000</u>	<u>\$ 1,200,000</u>

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

- \$1,000,000 transferred from General Fund to Nonmajor Fund for funding capital projects.
- \$200,000 transferred from General Fund to Debt Service Fund for funding capital projects.

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.

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

10. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund

Plan Administration

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

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

Plan Membership

At December 31, 2021, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	193
Inactive employees entitled to but not yet receiving benefits	188
Active employees	<u>101</u>
TOTAL	<u><u>482</u></u>

Benefits Provided

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

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

10. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

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, 2022 was 22.72% of covered payroll.

Actuarial Assumptions

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

Actuarial valuation date	December 31, 2021
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.25%
Salary increases	2.85% to 13.75%
Investment rate of return	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

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

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

The discount rate used to measure the total pension liability was 7.25% for 2021. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2021	\$ 59,042,992	\$ 56,985,253	\$ 2,057,739
Changes for the period			
Service cost	565,633	-	565,633
Interest	4,178,772	-	4,178,772
Difference between expected and actual experience	(547,828)	-	(547,828)
Changes in assumptions	-	-	-
Employer contributions	-	1,370,552	(1,370,552)
Employee contributions	-	264,609	(264,609)
Net investment income	-	9,734,388	(9,734,388)
Benefit payments and refunds	(3,375,151)	(3,375,151)	-
Other (net transfer)	-	(234,473)	234,473
Net changes	821,426	7,759,925	(6,938,499)
BALANCES AT DECEMBER 31, 2021	\$ 59,864,418	\$ 64,745,178	\$ (4,880,760)

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, 2022, the District recognized pension expense of \$(2,023,605). At April 30, 2022, 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	\$ 322,366	\$ 313,937
Changes in assumption	-	135,998
Net difference between projected and actual earnings on pension plan investments	-	7,540,856
Contributions made subsequent to the measurement date	259,344	-
TOTAL	<u>\$ 581,710</u>	<u>\$ 7,990,791</u>

\$259,344 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, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending April 30,</u>	
2023	\$ (1,702,679)
2024	(2,978,247)
2025	(1,852,592)
2026	(1,134,907)
2027	-
Thereafter	-
TOTAL	<u>\$ (7,668,425)</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 (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the District calculated using the discount rate of 7.25% as well as what the District's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 1,504,047	\$ (4,880,760)	\$ (9,931,483)

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, 2022, membership consisted of:

Retirees and beneficiaries currently receiving benefits	10
Terminated employees entitled to benefits but not yet receiving them	-
Active employees - vested	-
Active employees - not vested	<u>73</u>
TOTAL	<u>83</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, 2021 rolled forward to April 30, 2022, using the following actuarial methods and assumptions.

Actuarial valuation date	May 1, 2021
Measurement date	April 30, 2022
Actuarial cost method	Entry-age normal
Inflation	2.25%
Discount rate	3.21%
Healthcare cost trend rates	5.00% in Fiscal 2022, to an Ultimate Trend Rate of 5.00%
Asset valuation method	N/A
Mortality rates	PubG-2010(B), improved generationally using MP-2020 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, 2022.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2021	<u>\$ 637,405</u>
Changes for the period	
Service cost	32,475
Interest	13,549
Changes in assumptions	(82,680)
Difference between expected and actual experience	-
Implicit benefit payments	<u>(81,071)</u>
Net changes	<u>(117,727)</u>
BALANCES AT APRIL 30, 2022	<u>\$ 519,678</u>

There were changes in assumptions relating to discount rates, mortality rates, retirement rates, termination rates, and disability rates in 2022.

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 3.21% 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 (2.21%) or 1 percentage point higher (4.21%) than the current rate:

	<u>1% Decrease (2.21%)</u>	<u>Current Discount Rate (3.21%)</u>	<u>1% Increase (4.21%)</u>
Total OPEB liability	\$ 545,511	\$ 519,678	\$ 494,704

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 5% 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 (4%) or 1 percentage point higher (6%) than the current rate:

	1% Decrease (4%)	Current Healthcare Rate (5%)	1% Increase (6%)
Total OPEB liability	\$ 486,098	\$ 519,678	\$ 559,184

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

For the year ended April 30, 2022, the District recognized OPEB expense of \$19,970. At April 30, 2022, the District reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ -	\$ 261,670
Changes in assumption	61,508	75,527
TOTAL	\$ 61,508	\$ 337,197

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,	
2023	\$ (26,054)
2024	(26,054)
2025	(26,054)
2026	(26,054)
2027	(26,504)
Thereafter	(145,419)
TOTAL	\$ (275,689)

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, 2022:

<u>Year Ending</u> <u>April 30,</u>	<u>Amount</u>
2023	<u>\$ 6,730</u>
TOTAL	<u><u>\$ 6,730</u></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, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes			
General corporate levy	\$ 4,925,355	\$ 5,405,433	\$ 5,025,740
Public liability levy	352,000	337,335	337,264
Other taxes	206,460	609,897	262,370
Intergovernmental revenue	-	192,151	-
Investment income	94,530	60,858	110,810
Sales and rental revenue	62,560	58,808	62,568
Miscellaneous	30,470	26,559	179,371
	<hr/>		
Total revenues	5,671,375	6,691,041	5,978,123
	<hr/>		
EXPENDITURES			
General government			
Salaries and wages	2,576,569	2,220,523	2,297,805
Insurance	1,064,290	761,856	843,557
Commodities	204,335	164,228	145,787
Utilities	125,350	123,824	116,535
Contractual services	793,923	577,156	713,466
Maintenance and repairs	419,572	355,053	297,068
Other	175,035	128,913	83,239
	<hr/>		
Total expenditures	5,359,074	4,331,553	4,497,457
	<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	312,301	2,359,488	1,480,666
OTHER FINANCING SOURCE (USES)			
Transfers (out)	(1,200,000)	(1,200,000)	(1,000,000)
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (887,699)</u>	1,159,488	480,666
FUND BALANCE, MAY 1		<u>7,557,184</u>	<u>7,076,518</u>
FUND BALANCE, APRIL 30		<u>\$ 8,716,672</u>	<u>\$ 7,557,184</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, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 3,743,378	\$ 4,009,481	\$ 3,585,124
Restaurant and merchandise sales	288,645	273,852	241,434
Charges for recreation programs	5,286,148	5,692,295	2,240,908
Memberships	237,350	257,715	102,313
Court time	411,610	444,556	324,237
Lessons	1,123,920	1,556,372	1,019,812
League	77,000	50,917	36,050
Green fees	819,750	942,715	974,175
Sales and rental revenue	629,990	663,192	727,046
Swimming pool revenue	1,023,632	1,419,001	324,095
Investment income	30,000	13,435	42,261
Miscellaneous recreation programs	40,084	23,525	23,965
Miscellaneous	179,992	211,606	180,429
Total revenues	13,891,499	15,558,662	9,821,849
EXPENDITURES			
General government			
Salaries and wages	1,613,686	1,846,924	1,818,083
Insurance	319,960	277,743	358,153
Commodities	429,642	251,902	149,555
Utilities	328,484	532,656	422,332
Contractual services	483,850	521,303	310,706
Maintenance and repairs	101,500	108,451	34,621
Other	105,350	35,248	46,683
Total general government	3,382,472	3,574,227	3,140,133
Recreation			
Salaries and wages	2,041,305	1,443,342	1,156,665
Personal services	1,982,977	1,996,997	1,795,418
Insurance	308,603	224,695	255,427
Commodities	391,090	484,167	386,085
Utilities	444,878	109,487	91,969
Contractual services	375,975	212,213	192,142
Maintenance and repairs	79,870	41,811	12,523
Programs	3,421,156	2,943,910	1,235,879
Cost of goods sold	145,950	188,185	145,353
Other	38,500	8,688	12,862
Total recreation	9,230,304	7,653,495	5,284,323

(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, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
EXPENDITURES (Continued)			
Capital outlay	\$ 769,250	\$ 602,742	\$ 117,735
Debt service			
Principal retirement	1,010,000	1,010,000	970,000
Interest and fees	380,400	380,400	419,200
Total debt service	1,390,400	1,390,400	1,389,200
Total expenditures	14,772,426	13,220,864	9,931,391
NET CHANGE IN FUND BALANCE	<u>\$ (880,927)</u>	2,337,798	(109,542)
FUND BALANCE, MAY 1		8,725,349	8,834,891
FUND BALANCE, APRIL 30		<u>\$ 11,063,147</u>	<u>\$ 8,725,349</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 Four Fiscal Years

MEASUREMENT DATE APRIL 30,	2022	2021	2020	2019
TOTAL OPEB LIABILITY				
Service cost	\$ 32,475	\$ 31,492	\$ 38,699	\$ 36,305
Interest	13,549	24,635	38,665	46,208
Difference between expected and actual experience	-	(315,846)	-	-
Changes in assumptions	(82,680)	16,641	60,052	8,813
Benefit payments	(81,071)	(163,678)	(226,843)	(243,360)
Net change in total OPEB liability	(117,727)	(406,756)	(89,427)	(152,034)
Total OPEB liability - beginning	637,405	1,044,161	1,133,588	1,285,622
TOTAL OPEB LIABILITY - ENDING	\$ 519,678	\$ 637,405	\$ 1,044,161	\$ 1,133,588
Covered employee payroll	\$ 6,217,161	\$ 6,287,264	\$ 6,075,990	\$ 7,193,513
Employer's total OPEB liability as a percentage of covered employee payroll	8.36%	10.14%	17.19%	15.76%

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

There were changes in assumptions related to the discount rate, mortality rates, retirement rates, termination rates and disability rates in 2022.

There was a change in assumptions related to the discount rate assumptions in 2019, 2020 and 2021.

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 Seven Fiscal Years

FISCAL YEAR ENDED APRIL 30,	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$ 887,655	\$ 972,851	\$ 1,041,232	\$ 1,150,846	\$ 962,727	\$ 1,118,492	\$ 1,105,091
Contributions in relation to the actuarially determined contribution	887,655	972,851	1,041,232	1,150,846	962,727	1,118,470	1,105,091
Additional contributions	475,000	-	-	-	-	-	-
CONTRIBUTION DEFICIENCY (Excess)	\$ (475,000)	\$ -	\$ -	\$ -	\$ -	\$ 22	\$ -
Covered payroll	\$ 5,998,001	\$ 6,054,582	\$ 6,967,864	\$ 7,021,114	\$ 7,132,994	\$ 7,767,307	\$ 7,574,305
Contributions as a percentage of covered payroll	22.72%	16.07%	14.94%	16.39%	13.50%	14.40%	14.59%

Noted to Required Supplementary Information

The information presented was determined as part of the actuarial valuation as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was aggregate entry-age normal; the amortization method was level percentage of payroll, closed; the remaining amortization period was 22 years, closed, until the remaining period reaches 15 years, then 15-year rolling period; the asset valuation method was five-year smoothed fair value with a 20% corridor and the significant actuarial assumptions were an investment rate of return at 7.25% annually; projected salary increases of 3.35% to 14.25% compounded annually, including inflation; postretirement benefit increases of 3.25% 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 Seven Fiscal Years

MEASUREMENT DATE APRIL 30,	2021	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY							
Service cost	\$ 565,633	\$ 682,946	\$ 686,506	\$ 680,303	\$ 680,014	\$ 809,218	\$ 789,221
Interest	4,178,772	4,034,978	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	(547,828)	990,554	(472,469)	(372,427)	(445,945)	2,343,249	281,872
Changes of assumptions	-	(417,886)	-	1,484,631	(1,631,419)	(187,209)	58,964
Benefit payments, including refunds of member contributions	(3,375,151)	(3,121,986)	(3,051,641)	(2,980,797)	(2,884,700)	(2,151,447)	(2,040,059)
Net change in total pension liability	821,426	2,168,606	1,118,930	2,704,280	(358,965)	4,423,017	2,519,030
Total pension liability - beginning	59,042,992	56,874,386	55,755,456	53,051,176	53,410,141	48,987,124	46,468,094
TOTAL PENSION LIABILITY - ENDING	\$ 59,864,418	\$ 59,042,992	\$ 56,874,386	\$ 55,755,456	\$ 53,051,176	\$ 53,410,141	\$ 48,987,124
PLAN FIDUCIARY NET POSITION							
Contributions - employer	\$ 1,370,552	\$ 1,360,264	\$ 970,075	\$ 1,241,350	\$ 954,971	\$ 1,118,470	\$ 1,105,091
Contributions - member	264,609	306,429	308,723	322,335	332,779	349,656	350,591
Net investment income	9,734,388	7,227,911	8,356,691	(2,713,779)	7,663,304	2,641,923	199,453
Benefit payments, including refunds of member contributions	(3,375,151)	(3,121,986)	(3,051,641)	(2,980,797)	(2,884,700)	(2,151,447)	(2,040,059)
Other	(234,473)	570,725	274,195	579,007	(1,155,125)	184,143	483,935
Net change in plan fiduciary net position	7,759,925	6,343,343	6,858,043	(3,551,884)	4,911,229	2,142,745	99,011
Plan net position - beginning	56,985,253	50,641,910	43,783,867	47,335,751	42,424,522	40,281,777	40,182,766
PLAN NET POSITION - ENDING	\$ 64,745,178	\$ 56,985,253	\$ 50,641,910	\$ 43,783,867	\$ 47,335,751	\$ 42,424,522	\$ 40,281,777
EMPLOYER'S NET PENSION LIABILITY (ASSET)	\$ (4,880,760)	\$ 2,057,739	\$ 6,232,476	\$ 11,971,589	\$ 5,715,425	\$ 10,985,619	\$ 8,705,347

MEASUREMENT DATE APRIL 30,	2021	2020	2019	2018	2017	2016	2015
Plan fiduciary net position as a percentage of the total pension liability	108.15%	96.51%	89.04%	78.53%	89.23%	79.43%	82.23%
Covered payroll	\$ 5,880,190	\$ 6,765,780	\$ 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	(83.00%)	30.41%	90.85%	169.06%	81.45%	141.43%	114.93%

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

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, 2022

LEGAL COMPLIANCE AND ACCOUNTABILITY

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

Budgetary Data

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

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

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

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

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

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

LEGAL COMPLIANCE AND ACCOUNTABILITY (Continued)

Budgetary Data (Continued)

- f. Budgets for the General, Special Revenue, Capital Projects 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.

**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, 2022

	<u>Recreation Subfunds</u>						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	\$ 11,387,592	\$ -	\$ -	\$ 931,351	\$ -	\$ 1,219,932	\$ 13,538,875	\$ -	\$ 13,538,875
Receivables									
Property taxes	2,186,346	-	-	-	-	-	2,186,346	-	2,186,346
Other	27,923	-	-	3,600	2,640	-	34,163	-	34,163
Due from other funds	1,716,617	-	-	-	-	-	1,716,617	(1,716,617)	-
Interest receivable	9,836	-	-	-	-	-	9,836	-	9,836
Inventory	3,037	-	3,349	5,033	60,918	5,517	77,854	-	77,854
Prepaid items	34,700	18,572	367	576	6,081	-	60,296	-	60,296
TOTAL ASSETS	\$ 15,366,051	\$ 18,572	\$ 3,716	\$ 940,560	\$ 69,639	\$ 1,225,449	\$ 17,623,987	\$ (1,716,617)	\$ 15,907,370

	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	\$ 192,533	\$ 40,050	\$ 8,697	\$ 8,872	\$ 54,805	\$ 11,097	\$ 316,054	\$ -	\$ 316,054
Retainage payable	4,247	-	-	-	-	-	4,247	-	4,247
Accrued liabilities	259,287	32,886	4,770	22,815	56,317	22,731	398,806	-	398,806
Unearned revenue	1,937,190	-	-	-	8,486	-	1,945,676	-	1,945,676
Due to other funds	-	127,789	719,243	-	869,585	-	1,716,617	(1,716,617)	-
Total liabilities	2,393,257	200,725	732,710	31,687	989,193	33,828	4,381,400	(1,716,617)	2,664,783
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue - property taxes	2,179,440	-	-	-	-	-	2,179,440	-	2,179,440
Total deferred inflows of resources	2,179,440	-	-	-	-	-	2,179,440	-	2,179,440
Total liabilities and deferred inflows of resources	4,572,697	200,725	732,710	31,687	989,193	33,828	6,560,840	(1,716,617)	4,844,223
FUND BALANCES									
Nonspendable									
Inventory	3,037	-	3,349	5,033	60,918	5,517	77,854	-	77,854
Prepaid items	34,700	18,572	367	576	6,081	-	60,296	-	60,296
Committed									
Fiscal sustainability	3,272,285	-	-	903,264	-	1,037,524	5,213,073	-	5,213,073
Assigned									
Recreation purposes	2,303,892	-	-	-	-	148,580	2,452,472	(1,919,988)	532,484
Specific purposes	2,179,440	-	-	-	-	-	2,179,440	-	2,179,440
Future Capital	3,000,000	-	-	-	-	-	3,000,000	-	3,000,000
Unassigned (deficit)	-	(200,725)	(732,710)	-	(986,553)	-	(1,919,988)	1,919,988	-
Total fund balances (deficit)	10,793,354	(182,153)	(728,994)	908,873	(919,554)	1,191,621	11,063,147	-	11,063,147
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES									
	\$ 15,366,051	\$ 18,572	\$ 3,716	\$ 940,560	\$ 69,639	\$ 1,225,449	\$ 17,623,987	\$ (1,716,617)	\$ 15,907,370

(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, 2022

	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	\$ 4,009,481	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,009,481
Restaurant and merchandise sales	-	-	-	9,675	253,431	10,746	273,852
Charges for recreation programs	5,104,834	587,461	-	-	-	-	5,692,295
Memberships	-	-	-	123,125	-	134,590	257,715
Court time	-	-	-	158,266	-	286,290	444,556
Lessons	-	-	-	849,542	52,309	654,521	1,556,372
League	-	-	-	39,931	-	10,986	50,917
Green fees	-	-	-	-	942,715	-	942,715
Sales and equipment rental	-	-	276,902	-	382,490	3,800	663,192
Swimming pool revenue	508,123	910,878	-	-	-	-	1,419,001
Investment income	13,435	-	-	-	-	-	13,435
Miscellaneous recreation programs	-	-	-	23,525	-	-	23,525
Miscellaneous	149,968	70	-	-	33,173	28,395	211,606
Total revenues	9,785,841	1,498,409	276,902	1,204,064	1,664,118	1,129,328	15,558,662
EXPENDITURES							
General government							
Salaries and wages	1,452,386	394,538	-	-	-	-	1,846,924
Insurance	252,985	24,758	-	-	-	-	277,743
Commodities	248,647	3,255	-	-	-	-	251,902
Utilities	337,078	195,578	-	-	-	-	532,656
Contractual services	342,788	178,515	-	-	-	-	521,303
Maintenance and repairs	90,587	17,864	-	-	-	-	108,451
Other	22,820	12,428	-	-	-	-	35,248
Total general government	2,747,291	826,936	-	-	-	-	3,574,227

	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	\$ 1,076,966	\$ 227,246	\$ 139,130	\$ -	\$ -	\$ -	\$ 1,443,342
Personal services	-	-	-	692,268	803,126	501,603	1,996,997
Insurance	37,973	-	12,858	53,272	49,970	70,622	224,695
Commodities	6,491	39,285	34,171	84,241	260,085	59,894	484,167
Utilities	67,467	17,251	24,769	-	-	-	109,487
Contractual services	7,337	-	17,124	48,783	94,086	44,883	212,213
Maintenance and repairs	-	-	10,896	12,762	12,667	5,486	41,811
Programs	2,686,982	256,928	-	-	-	-	2,943,910
Cost of goods sold	-	-	4,776	8,477	167,679	7,253	188,185
Other	-	-	95	386	7,031	1,176	8,688
Total recreation	3,883,216	540,710	243,819	900,189	1,394,644	690,917	7,653,495
Capital outlay	602,742	-	-	-	-	-	602,742
Debt service							
Principal retirement	1,010,000	-	-	-	-	-	1,010,000
Interest and fees	380,400	-	-	-	-	-	380,400
Total debt service	1,390,400	-	-	-	-	-	1,390,400
Total expenditures	8,623,649	1,367,646	243,819	900,189	1,394,644	690,917	13,220,864
NET CHANGE IN FUND BALANCES	1,162,192	130,763	33,083	303,875	269,474	438,411	2,337,798
FUND BALANCES (DEFICIT), MAY 1	9,631,162	(312,916)	(762,077)	604,998	(1,189,028)	753,210	8,725,349
FUND BALANCES (DEFICIT), APRIL 30	\$ 10,793,354	\$ (182,153)	\$ (728,994)	\$ 908,873	\$ (919,554)	\$ 1,191,621	\$ 11,063,147

(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, 2022
(with comparative prior year)

	<u>2022</u>		<u>2021</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Actual</u>
REVENUES			
Property taxes	\$ 2,317,460	\$ 2,337,257	\$ 2,151,078
Total revenues	<u>2,317,460</u>	<u>2,337,257</u>	<u>2,151,078</u>
EXPENDITURES			
Debt service			
Principal retirement	1,832,000	1,832,000	1,722,000
Interest and fees	437,410	437,089	495,748
Total expenditures	<u>2,269,410</u>	<u>2,269,089</u>	<u>2,217,748</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>48,050</u>	<u>68,168</u>	<u>(66,670)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Total other financing sources (uses)	<u>200,000</u>	<u>200,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 248,050</u>	268,168	(66,670)
FUND BALANCE (DEFICIT), MAY 1		<u>(755,114)</u>	<u>(688,444)</u>
FUND BALANCE (DEFICIT), APRIL 30		<u>\$ (486,946)</u>	<u>\$ (755,114)</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.

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.

IMRF 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 Illinois Municipal Retirement Fund or Social Security Administration.

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, 2022

	<u>Special Revenue</u>				<u>Capital Project</u>			Total Nonmajor Governmental Funds
	Public Audit	Museum	Special Recreation	IMRF and Social Security	Land Dedication	Capital Improvement	Capital Projects	
ASSETS								
Cash and investments	\$ 27,550	\$ 226,512	\$ 281,101	\$ 1,761,515	\$ 268,361	\$ 55,930	\$ 2,254,805	\$ 4,875,774
Receivables								
Property taxes	17,441	72,680	665,349	889,137	-	-	-	1,644,607
Other	-	-	-	-	17,871	-	1,440	19,311
Inventory	-	1,955	-	-	-	-	-	1,955
TOTAL ASSETS	<u>\$ 44,991</u>	<u>\$ 301,147</u>	<u>\$ 946,450</u>	<u>\$ 2,650,652</u>	<u>\$ 286,232</u>	<u>\$ 55,930</u>	<u>\$ 2,256,245</u>	<u>\$ 6,541,647</u>

	Special Revenue			Capital Project			Total Nonmajor Governmental Funds	
	Public Audit	Museum	Special Recreation	IMRF and Social Security	Land Dedication	Capital Improvement		Capital Projects
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
LIABILITIES								
Accounts payable	\$ -	\$ 6,248	\$ -	\$ -	\$ -	\$ -	\$ 103,540	\$ 109,788
Retainage payable	-	-	-	-	-	-	57,769	57,769
Accrued liabilities	-	5,336	-	47,758	-	-	-	53,094
Unearned revenue	-	596	-	-	-	-	500,000	500,596
Total liabilities	-	12,180	-	47,758	-	-	661,309	721,247
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - property taxes	17,386	72,449	663,244	886,296	-	-	-	1,639,375
Total deferred inflows of resources	17,386	72,449	663,244	886,296	-	-	-	1,639,375
Total liabilities and deferred inflows of resources	17,386	84,629	663,244	934,054	-	-	661,309	2,360,622
FUND BALANCES								
Nonspendable								
Inventory	-	1,955	-	-	-	-	-	1,955
Restricted								
Public audit	10,219	-	-	-	-	-	-	10,219
Museum	-	142,114	-	-	-	-	-	142,114
Special recreation	-	-	283,206	-	-	-	-	283,206
Payroll taxes	-	-	-	968,397	-	-	-	968,397
Retirement	-	-	-	748,201	-	-	-	748,201
Assigned								
Park developments and improvements	-	-	-	-	286,232	55,930	1,594,936	1,937,098
Specific purposes	17,386	72,449	-	-	-	-	-	89,835
Total fund balances	27,605	216,518	283,206	1,716,598	286,232	55,930	1,594,936	4,181,025
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
	\$ 44,991	\$ 301,147	\$ 946,450	\$ 2,650,652	\$ 286,232	\$ 55,930	\$ 2,256,245	\$ 6,541,647

(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, 2022

	Special Revenue				Capital Project			Total Nonmajor Governmental Funds
	Public Audit	Museum	Special Recreation	IMRF and Social Security	Land Dedication	Capital Improvement	Capital Projects	
REVENUES								
Property taxes	\$ 32,983	\$ 148,874	\$ 1,252,043	\$ 1,932,749	\$ -	\$ -	\$ -	\$ 3,366,649
Charges for recreation programs	-	45,478	-	-	-	-	-	45,478
Sales and rental income	-	-	-	-	-	-	95,075	95,075
Investment income	-	-	-	-	-	-	-	-
Miscellaneous	-	3,808	-	-	227,718	-	72,381	303,907
Total revenues	32,983	198,160	1,252,043	1,932,749	227,718	-	167,456	3,811,109
EXPENDITURES								
Current								
General government	30,356	28,460	-	689,983	-	-	10,500	759,299
Recreation	-	134,296	852,446	1,125,762	-	-	-	2,112,504
Capital outlay	-	-	-	-	-	-	1,109,695	1,109,695
Total expenditures	30,356	162,756	852,446	1,815,745	-	-	1,120,195	3,981,498
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,627	35,404	399,597	117,004	227,718	-	(952,739)	(170,389)
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	1,000,000	1,000,000
Bonds issued, at par	-	-	-	-	-	-	774,000	774,000
Total other financing sources (uses)	-	-	-	-	-	-	1,774,000	1,774,000
NET CHANGE IN FUND BALANCES	2,627	35,404	399,597	117,004	227,718	-	821,261	1,603,611
FUND BALANCES (DEFICIT), MAY 1	24,978	181,114	(116,391)	1,599,594	58,514	55,930	773,675	2,577,414
FUND BALANCES, APRIL 30	\$ 27,605	\$ 216,518	\$ 283,206	\$ 1,716,598	\$ 286,232	\$ 55,930	\$ 1,594,936	\$ 4,181,025

(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, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 33,670	\$ 32,983	\$ 32,500
Total revenues	33,670	32,983	32,500
EXPENDITURES			
General government			
Contractual services	32,130	30,356	29,472
Total expenditures	32,130	30,356	29,472
NET CHANGE IN FUND BALANCE	\$ 1,540	2,627	3,028
FUND BALANCE, MAY 1		24,978	21,950
FUND BALANCE, APRIL 30		\$ 27,605	\$ 24,978

(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, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 129,651	\$ 148,874	\$ 149,138
Charges for recreation programs	66,453	45,478	21,113
Miscellaneous	39,650	3,808	4,056
Total revenues	<u>235,754</u>	<u>198,160</u>	<u>174,307</u>
EXPENDITURES			
General government			
Insurance	7,470	17,539	7,148
Commodities	7,500	4,660	1,450
Utilities	3,505	4,574	3,561
Contractual services	3,800	1,237	2,873
Other	2,500	450	(68)
Total general government	<u>24,775</u>	<u>28,460</u>	<u>14,964</u>
Recreation			
Salaries and wages	121,631	120,002	92,294
Programs	37,385	14,294	11,709
Total recreation	<u>159,016</u>	<u>134,296</u>	<u>104,003</u>
Capital outlay	<u>30,000</u>	-	-
Total expenditures	<u>213,791</u>	<u>162,756</u>	<u>118,967</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 21,963</u></u>	35,404	55,340
FUND BALANCE, MAY 1		<u>181,114</u>	<u>125,774</u>
FUND BALANCE, APRIL 30		<u><u>\$ 216,518</u></u>	<u>\$ 181,114</u>

(See independent auditor's report.)

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

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

For the Year Ended April 30, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 1,142,200	\$ 1,252,043	\$ 1,134,481
Total revenues	1,142,200	1,252,043	1,134,481
EXPENDITURES			
Current			
Recreation - programs	859,340	852,446	709,830
Total expenditures	859,340	852,446	709,830
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	282,860	399,597	424,651
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	-	(101,879)
Total other financing sources (uses)	-	-	(101,879)
NET CHANGE IN FUND BALANCE	\$ 282,860	399,597	322,772
FUND BALANCE (DEFICIT), MAY 1		(116,391)	(439,163)
FUND BALANCE (DEFICIT), APRIL 30		\$ 283,206	\$ (116,391)

(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, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Property taxes	\$ 2,142,579	\$ 1,932,749	\$ 2,050,602
Total revenues	2,142,579	1,932,749	2,050,602
EXPENDITURES			
Current			
General government	716,036	689,983	597,569
Recreation	1,168,269	1,125,762	974,982
Total expenditures	1,884,305	1,815,745	1,572,551
NET CHANGE IN FUND BALANCE	\$ 258,274	117,004	478,051
FUND BALANCE, MAY 1		1,599,594	1,121,543
FUND BALANCE, APRIL 30		\$ 1,716,598	\$ 1,599,594

(See independent auditor's report.)

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

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

For the Year Ended April 30, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Miscellaneous	\$ 60,000	\$ 227,718	\$ 88,598
Total revenues	60,000	227,718	88,598
EXPENDITURES			
Capital outlay	-	-	126,040
Total expenditures	-	-	126,040
NET CHANGE IN FUND BALANCE	\$ 60,000	227,718	(37,442)
FUND BALANCE, MAY 1		58,514	95,956
FUND BALANCE, APRIL 30		\$ 286,232	\$ 58,514

(See independent auditor's report.)

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

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

For the Year Ended April 30, 2022
(with comparative prior year)

	2022		2021
	Original and Final Budget	Actual	Actual
REVENUES			
Sales and rental income	\$ 103,430	\$ 95,075	\$ 63,978
Miscellaneous income	50,000	72,381	58,212
Total revenues	153,430	167,456	122,190
EXPENDITURES			
General government			
Contractual services	20,000	10,500	20,152
Capital outlay	1,874,000	1,109,695	1,355,829
Total expenditures	1,894,000	1,120,195	1,375,981
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,740,570)	(952,739)	(1,253,791)
OTHER FINANCING SOURCES (USES)			
Transfers in	1,000,000	1,000,000	1,000,000
Bonds issued, at par	680,000	774,000	-
Total other financing sources (uses)	1,680,000	1,774,000	1,000,000
NET CHANGE IN FUND BALANCE	\$ (60,570)	821,261	(253,791)
FUND BALANCE, MAY 1		773,675	1,027,466
FUND BALANCE, APRIL 30		\$ 1,594,936	\$ 773,675

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Arlington Heights Park District, Arlington Heights, Illinois' annual comprehensive 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.	64-75
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	76-79
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.	80-83
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.	84-85
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.	86-87

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive 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	2013	2014	2015	2016
GOVERNMENTAL ACTIVITIES/ PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 38,778	\$ 37,435	\$ 43,516	\$ 39,514
Restricted	3,905	5,448	2,648	5,038
Unrestricted	8,312	11,684	11,525	7,940
TOTAL GOVERNMENTAL ACTIVITIES/ PRIMARY GOVERNMENT				
	<u>\$ 50,995</u>	<u>\$ 54,567</u>	<u>\$ 57,689</u>	<u>\$ 52,492</u>

Data Source

Audited Financial Statements

	2017	2018	2019	2020	2021	2022
\$	42,396	\$ 40,426	\$ 42,601	\$ 43,344	\$ 44,269	\$ 44,642
	3,126	3,380	2,456	1,177	1,711	2,152
	6,666	7,980	7,450	6,025	8,933	17,358
\$	52,188	\$ 51,786	\$ 52,507	\$ 50,546	\$ 54,913	\$ 64,152

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

CHANGE IN NET POSITION
(in thousands)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2013	2014	2015	2016
EXPENSES				
Governmental activities				
General government	\$ 10,689	\$ 10,715	\$ 11,237	\$ 11,903
Culture and recreation	12,223	11,811	11,971	11,934
Interest	809	821	436	386
	<hr/>			
Total governmental activities expenses	23,721	23,347	23,644	24,223
	<hr/>			
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 23,721	\$ 23,347	\$ 23,644	\$ 24,223
	<hr/>			
PROGRAM REVENUES				
Governmental activities				
Charges for services				
General government	\$ 148	\$ 133	\$ 134	\$ 101
Culture and recreation	9,995	9,927	9,831	9,154
Operating grants and contributions	130	22	167	77
Capital grants and contributions	30	1,678	1,461	96
	<hr/>			
Total governmental activities program revenues	10,303	11,760	11,593	9,428
	<hr/>			
TOTAL PRIMARY GOVERNMENT PROGRAM ACTIVITIES	\$ 10,303	\$ 11,760	\$ 11,593	\$ 9,428
	<hr/>			
NET (EXPENSE) REVENUE				
Governmental activities	\$ (13,418)	\$ (11,587)	\$ (12,051)	\$ (14,795)
	<hr/>			
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (13,418)	\$ (11,587)	\$ (12,051)	\$ (14,795)
	<hr/>			

	2017	2018	2019	2020	2021	2022
\$	11,901	\$ 10,871	\$ 13,757	\$ 12,641	\$ 10,442	\$ 11,081
	13,077	13,347	10,087	11,991	6,217	7,517
	439	1,125	187	842	658	561
	25,417	25,343	24,031	25,474	17,317	19,159
\$	25,417	\$ 25,343	\$ 24,031	\$ 25,474	\$ 17,317	\$ 19,159
\$	130	\$ 133	\$ 127	\$ 130	\$ 127	\$ 154
	10,063	11,145	11,031	10,072	6,161	11,496
	54	24	25	171	185	285
	219	361	345	43	89	228
	10,466	11,663	11,528	10,416	6,562	12,163
\$	10,466	\$ 11,663	\$ 11,528	\$ 10,416	\$ 6,562	\$ 12,163
\$	(14,951)	\$ (13,680)	\$ (12,503)	\$ (15,058)	\$ (10,755)	\$ (6,996)
\$	(14,951)	\$ (13,680)	\$ (12,503)	\$ (15,058)	\$ (10,755)	\$ (6,996)

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

CHANGE IN NET POSITION (Continued)
(in thousands)

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2013	2014	2015	2016
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental activities				
Property and replacement taxes	\$ 14,723	\$ 15,040	\$ 15,065	\$ 15,441
Investment earnings	27	23	26	47
Insurance proceeds	-	-	-	-
Miscellaneous	93	97	81	69
Loss on sale of property, plant and equipment	26	-	-	-
Total governmental activities	14,869	15,160	15,172	15,557
TOTAL PRIMARY GOVERNMENT	\$ 14,869	\$ 15,160	\$ 15,172	\$ 15,557
EXCESS (DEFICIT) BEFORE TRANSFERS				
Governmental activities	\$ 1,451	\$ 3,573	\$ 3,121	\$ 762
TOTAL EXCESS (DEFICIT) BEFORE TRANSFERS	\$ 1,451	\$ 3,573	\$ 3,121	\$ 762
TRANSFERS				
Governmental	\$ -	\$ -	\$ -	\$ -
Total transfers	-	-	-	-
CHANGE IN NET POSITION				
Governmental	1,451	3,573	3,121	762
TOTAL PRIMARY GOVERNMENT CHANGES IN NET POSITION	\$ 1,451	\$ 3,573	\$ 3,121	\$ 762

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

	2017	2018	2019	2020	2021	2022
\$	14,427	\$ 12,888	\$ 14,062	\$ 14,286	\$ 14,728	\$ 16,066
	72	252	686	508	153	74
	-	-	96	-	-	-
	148	138	130	144	241	96
	-	-	-	(1,841)	-	-
	14,647	13,278	14,974	13,097	15,122	16,236
\$	14,647	\$ 13,278	\$ 14,974	\$ 13,097	\$ 15,122	\$ 16,236
\$	(304)	\$ (402)	\$ 2,471	\$ (1,961)	\$ 4,367	\$ 9,240
\$	(304)	\$ (402)	\$ 2,471	\$ (1,961)	\$ 4,367	\$ 9,240
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
	(304)	(402)	2,471	(1,961)	4,367	9,240
\$	(304)	\$ (402)	\$ 2,471	\$ (1,961)	\$ 4,367	\$ 9,240

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

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	2013	2014	2015	2016
GENERAL FUND				
Nonspendable	\$ 61,499	\$ 59,403	\$ -	\$ 1,300
Restricted				
Tort	86,030	62,021	20,390	29,707
Committed	1,282,726	1,287,828	1,278,131	1,315,880
Assigned	2,355,449	2,414,397	2,492,797	2,887,352
Unassigned	1,694,274	1,982,141	2,026,711	1,571,595
TOTAL GENERAL FUND	\$ 5,479,978	\$ 5,805,790	\$ 5,818,029	\$ 5,805,834
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	\$ 155,555	\$ 151,473	\$ 398,501	\$ 87,049
Restricted				
Debt service	237,034	176,014	100,637	-
Special recreations	836,703	1,050,614	809,718	871,254
Specific purposes	458,435	596,202	590,820	490,204
Park development/improvements	2,287,131	3,625,666	1,146,776	3,676,462
Committed	3,048,711	3,071,995	2,696,156	2,730,037
Assigned	6,258,221	6,516,097	8,666,790	7,363,435
Unassigned, reported in				
Debt service funds	-	-	-	(176,502)
Special revenue funds	-	-	-	-
Capital project funds	(668,881)	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 12,612,909	\$ 15,188,061	\$ 14,409,398	\$ 15,041,939
TOTAL GOVERNMENTAL FUND BALANCES	\$ 18,092,887	\$ 20,993,851	\$ 20,227,427	\$ 20,847,773

Data Source

Audited Financial Statements

2017	2018	2019	2020	2021	2022
\$ 957,555	\$ 72,437	\$ 89,800	\$ 48,658	\$ 26,585	\$ 37,375
102,265	-	-	-	-	-
1,336,894	1,369,198	1,352,667	2,125,760	2,300,830	2,162,836
2,187,120	2,468,896	2,539,933	3,534,590	3,444,497	6,437,664
1,781,227	3,027,888	3,313,959	1,367,510	1,785,272	78,797
<u>\$ 6,365,061</u>	<u>\$ 6,938,419</u>	<u>\$ 7,296,359</u>	<u>\$ 7,076,518</u>	<u>\$ 7,557,184</u>	<u>\$ 8,716,672</u>
\$ 177,791	\$ 161,120	\$ 156,607	\$ 177,061	\$ 143,925	\$ 140,105
-	-	-	-	-	-
1,127,030	987,579	387,606	-	-	283,206
627,502	615,008	819,307	1,176,760	1,711,081	1,868,931
1,268,846	10,131,080	7,706,780	-	-	-
2,827,086	2,968,169	3,330,313	3,427,458	3,678,231	5,213,073
5,984,335	7,193,735	7,667,503	9,029,823	5,885,917	7,738,857
(866,896)	(1,152,831)	(931,855)	(688,444)	(755,114)	(486,946)
-	-	-	(2,966,755)	(116,391)	-
-	-	-	(167,980)	-	-
<u>\$ 11,145,694</u>	<u>\$ 20,903,860</u>	<u>\$ 19,136,261</u>	<u>\$ 9,987,923</u>	<u>\$ 10,547,649</u>	<u>\$ 14,757,226</u>
<u>\$ 17,510,755</u>	<u>\$ 27,842,279</u>	<u>\$ 26,432,620</u>	<u>\$ 17,064,441</u>	<u>\$ 18,104,833</u>	<u>\$ 23,473,898</u>

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	2013	2014	2015	2016
REVENUES				
Taxes	\$ 14,511,775	\$ 14,797,666	\$ 14,828,183	\$ 15,231,249
Other taxes	211,537	242,079	236,127	210,266
Restaurant and merchandise sales	278,197	317,631	327,314	147,244
Intergovernmental	14,000	1,625,000	1,275,000	-
Charges for recreation programs	5,142,450	5,069,135	5,205,104	5,479,772
Swimming pool revenue	1,596,653	1,568,343	1,287,861	1,399,578
Sales and rental revenue	583,357	630,673	658,510	424,745
Memberships	241,581	232,318	223,698	205,761
Court time	389,070	380,772	425,927	416,657
Lessons	972,017	973,183	1,000,053	897,851
League	84,512	96,593	88,071	79,604
Green fees	758,862	760,401	688,931	108,158
Investment income	27,146	23,377	26,227	47,077
Miscellaneous recreation programs	35,087	39,939	36,561	32,829
Miscellaneous				
Developer contributions	15,591	52,688	152,921	95,890
Donations and miscellaneous revenue	284,683	110,153	304,592	208,669
Total revenues	25,146,518	26,919,951	26,765,080	24,985,350
EXPENDITURES				
General government	9,014,604	9,054,156	9,496,712	10,184,206
Recreation	10,780,224	10,259,915	10,302,059	10,202,630
Capital outlay	2,812,424	5,666,113	5,661,149	4,226,590
Debt service				
Principal retirement	3,750,000	11,028,000	11,615,000	4,055,000
Interest	560,166	462,769	651,165	555,019
Total expenditures	26,917,418	36,470,953	37,726,085	29,223,445
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,770,900)	(9,551,002)	(10,961,005)	(4,238,095)

2017	2018	2019	2020	2021	2021
\$ 14,174,870	\$ 12,653,321	\$ 13,849,143	\$ 14,008,123	\$ 14,465,927	\$ 15,456,155
251,253	234,048	211,363	278,267	262,370	609,897
243,887	343,182	351,752	286,890	241,434	273,852
-	200,000	210,000	-	-	192,151
5,776,332	6,445,622	6,422,204	5,934,603	2,262,021	5,737,773
1,401,527	1,384,069	1,242,599	1,030,038	324,095	1,419,001
581,724	650,716	600,622	590,257	853,592	817,075
206,323	221,057	224,979	196,272	102,313	257,715
437,504	432,144	419,095	370,942	324,237	444,556
844,621	921,881	989,390	974,123	1,019,812	1,556,372
85,461	81,174	78,766	59,703	36,050	50,917
507,487	693,044	690,807	631,398	974,175	942,715
72,396	252,249	686,272	507,610	153,084	74,293
41,158	46,748	49,944	57,686	23,965	23,525
219,059	158,705	134,091	42,709	88,598	227,718
269,580	223,057	244,084	384,995	552,068	314,354
25,113,182	24,941,017	26,405,111	25,353,616	21,683,741	28,398,069
9,814,908	9,152,374	9,480,699	9,673,679	8,299,747	8,665,079
10,675,550	10,994,563	10,902,191	10,796,271	7,073,138	9,765,999
4,427,056	1,421,336	8,739,189	11,179,698	1,663,516	1,712,437
2,945,000	1,825,000	6,893,600	2,570,000	2,692,000	2,842,000
627,232	548,368	406,165	990,923	914,948	817,489
28,489,746	23,941,641	36,421,844	35,210,571	20,643,349	23,803,004
(3,376,564)	999,376	(10,016,733)	(9,856,955)	1,040,392	4,595,065

**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	2013	2014	2015	2016
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 658,636	\$ 990,256	\$ 538,982	\$ 889,466
Transfers (out)	(658,636)	(990,256)	(538,982)	(889,466)
Insurance proceeds	12,633	29,756	2,680	10,939
Proceeds from sale of capital assets	40,738	75,810	23,130	20,785
Issuance of bonds	-	12,140,000	9,620,000	4,200,000
Premium on bonds issued	-	206,400	548,771	626,717
Payment to refunded bond escrow agent	-	-	-	-
Total other financing sources (uses)	53,371	12,451,966	10,194,581	4,858,441
NET CHANGE IN FUND BALANCES	(1,717,529)	2,900,964	(766,424)	620,346
FUND BALANCES, MAY 1	19,810,416	18,092,887	20,993,851	20,227,427
Prior period adjustment	-	-	-	-
FUND BALANCES, MAY 1, RESTATED	19,810,416	18,092,887	20,993,851	20,227,427
FUND BALANCES, APRIL 30	\$ 18,092,887	\$ 20,993,851	\$ 20,227,427	\$ 20,847,773
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	18%	34%	38%	16%

Data Source

Audited Financial Statements

	2017	2018	2019	2020	2021	2022
\$	153,593	\$ 290,000	\$ 2,745,200	\$ 874,500	\$ 1,101,879	\$ 1,200,000
	(153,593)	(290,000)	(2,745,200)	(874,500)	(1,101,879)	(1,200,000)
	32,046	13,407	96,296	19,776	-	-
	7,500	-	-	-	-	-
	-	9,135,000	8,095,000	469,000	-	774,000
	-	825,097	415,778	-	-	-
	-	(641,356)	-	-	-	-
	39,546	9,332,148	8,607,074	488,776	-	774,000
	(3,337,018)	10,331,524	(1,409,659)	(9,368,179)	1,040,392	5,369,065
	20,847,773	17,510,755	27,482,279	26,432,620	17,064,441	18,104,833
	-	-	-	-	-	-
	20,847,773	17,510,755	27,482,279	26,432,620	17,064,441	18,104,833
\$	17,510,755	\$ 27,842,279	\$ 26,072,620	\$ 17,064,441	\$ 18,104,833	\$ 23,473,898
	15%	12%	26%	14%	19%	16%

**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	Industrial Property	Railroad Property	Farm Property	Total Taxable Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Full Market Value
2012	\$ 1,969,637,182	\$ 560,992,292	\$ 211,970,739	\$ 810,919	N/A	\$ 2,743,411,132	\$ 0.545	\$ 8,230,233,396
2013	1,671,686,858	506,408,932	202,241,686	996,997	N/A	2,381,334,473	0.633	7,144,003,419
2014	1,759,742,002	517,129,616	128,205,301	1,037,926	\$ 22,982	2,406,137,827	0.636	7,218,413,481
2015	1,715,373,713	505,676,620	126,584,768	1,242,969	22,503	2,348,900,573	0.626	7,046,701,719
2016	2,088,113,593	556,105,619	134,692,900	1,264,483	26,485	2,780,203,080	0.489	8,340,609,240
2017	2,097,867,084	586,711,705	141,203,155	1,289,820	27,992	2,827,099,756	0.494	8,481,299,268
2018	2,077,694,730	579,628,349	141,382,211	1,384,950	27,502	2,800,117,742	0.514	8,400,353,226
2019	2,325,456,082	719,712,325	179,668,583	1,510,759	31,991	3,226,379,740	0.457	9,679,139,220
2020	2,311,653,274	734,752,204	201,596,977	1,574,501	35,364	3,249,612,320	0.469	9,748,836,960
2021	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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.
N/A: Current data not available.

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	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
PARK DISTRICT DIRECT RATES										
Corporate	0.171	0.202	0.204	0.211	0.180	0.175	0.182	0.152	0.156	N/A
Bonds and interest	0.077	0.175	0.175	0.060	0.006	-	-	-	-	N/A
Social Security and pension	0.066	0.071	0.070	0.075	0.065	0.067	0.070	0.066	0.067	N/A
Auditing	0.001	0.001	0.001	0.001	0.001	0.001	0.001	0.001	0.001	N/A
Liability insurance	0.010	0.012	0.012	0.013	0.011	0.011	0.012	0.011	0.011	N/A
Recreation	0.106	0.126	0.128	0.132	0.112	0.118	0.122	0.115	0.118	N/A
Museum Fund	0.005	0.006	0.006	0.006	0.005	0.005	0.005	0.005	0.005	N/A
Handicapped Fund	0.040	0.040	0.040	0.040	0.034	0.040	0.040	0.035	0.038	N/A
Limited bonds	0.069	-	-	0.088	0.075	0.077	0.082	0.072	0.073	N/A
TOTAL PARK DISTRICT DIRECT RATES	0.545	0.633	0.636	0.626	0.489	0.494	0.514	0.457	0.469	N/A
OVERLAPPING RATES										
Cook County including Forest Preserve	0.594	0.629	0.637	0.621	0.596	0.589	0.549	0.543	0.511	N/A
Metropolitan Water Reclamation District	0.370	0.417	0.430	0.426	0.406	0.402	0.396	0.389	0.378	N/A
School District #25, #214, #512	6.113	6.871	6.905	7.337	6.370	6.476	6.729	6.005	6.125	N/A
Village	1.062	1.270	1.269	1.359	1.182	1.217	1.265	1.108	1.108	N/A
Arlington Heights Library	0.470	0.548	0.547	0.566	0.483	0.479	0.493	0.432	0.432	N/A
All Others	0.088	0.129	0.094	0.096	0.073	0.077	0.079	0.070	0.068	N/A
TOTAL OVERLAPPING RATES	8.697	9.864	9.882	10.405	9.110	9.240	9.511	8.547	8.622	N/A
TOTAL TAX RATE	9.242	10.497	10.518	11.031	9.599	9.734	10.025	9.004	9.091	N/A

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.)

N/A: Current data not available.

Data Source

Office of the County Clerk

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

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2022			2013			
	2020 Equalized Assessed Value* (1)	Rank	Percentage of Total Equalized Assessed Valuation	2012 Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Valuation	
Robert F. Rohrman	\$ 58,244,415	1	1.79%	Luther Village	\$ 46,428,179	1	1.69%
Luther Village	43,894,479	2	1.35%	Nokia Siemens Network	31,145,072	2	1.14%
E. Property Tax Ridge Plaza	36,726,225	3	1.13%	Town & Country Mall	21,775,003	3	0.79%
JRK Property Holdings	20,916,630	4	0.64%	Amcap Northpoint LLC	20,411,079	4	0.74%
Town & Country Chicago	20,700,000	5	0.64%	YPI Arlington	13,594,945	5	0.50%
200 Arlington Place	19,200,000	6	0.59%	Stonebridge Real Estate	13,304,248	6	0.48%
Amcap Northpoint LLC	18,953,979	7	0.58%	Tanglewood Apts.	12,640,527	7	0.46%
Stonebridge Village	18,882,993	8	0.58%	New Plan Exccel Property Trust	12,590,713	8	0.46%
RMR Group Five Star Senior Living	17,982,558	9	0.55%	WBCMT	10,902,693	9	0.40%
Wilke Road 3850 LLC	<u>12,880,077</u>	10	<u>0.40%</u>	Robin Realty Management	<u>10,586,122</u>	10	<u>0.39%</u>
	<u>\$ 268,381,356</u>		<u>8.26%</u>		<u>\$ 193,378,581</u>		<u>7.05%</u>

*Most recent data available

(1) Some values may include tax increment value

Note: The above taxpayers represent 8.19% of the District's 2020 EAV of \$3,249,612,320 (2021 EAV not available at time of printing). 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
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	14,787,264	98.17%
2014	15,301,614	7,816,316	51.08%	7,419,095	15,235,411	99.57%
2015	14,683,432	6,475,156	51.08%	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%	6,813,126	14,387,679	97.63%
2020	15,218,181	7,652,800	50.29%	7,296,750	14,949,550	98.23%
2021	15,979,090	8,159,406	51.06%	-	8,159,406	51.06%

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		Total Primary Government	Percent of Equalized Assessed Value	Per Capita (1)
				General Obligation Bonds	Installment Notes Payable/Debt Certificates			
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%	276.03
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	0.84%	269.37
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
2021	2020	75,101	3,249,612	11,427,000	9,510,000	20,937,000	0.64%	278.78
2022	2021	74,409	3,249,612	11,050,889	9,035,868	20,086,757	0.62%	269.95

(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
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	0.48%	176.52
2018	11,200,000	(1,152,831)	13,256,897	0.48%	176.52
2019	14,320,000	(688,444)	15,008,444	0.53%	199.84
2020	13,149,000	(755,114)	13,904,114	0.43%	185.14
2021	11,427,000	-	11,427,000	0.35%	152.16
2022	11,050,889	-	11,050,889	0.34%	147.15

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 76 for property value data.

ARLINGTON HEIGHTS PARK DISTRICT
ARLINGTON HEIGHTS, ILLINOIS

DIRECT AND OVERLAPPING DEBT OUTSTANDING

April 30, 2022

Overlapping Agencies	Outstanding Debt	Applicable to the District	
		Percent	Amount
County			
Cook County	\$ 2,642,000,000	1.874 %	\$ 49,511,080
Cook County Forest Preserve	130,570,000	1.874	2,446,882
Metropolitan Water Reclamation District	2,694,934,000	1.910	5,147,323,940
Municipalities			
Village of Arlington Heights	61,499,590	93.083	57,245,663
Village of Mt. Prospect	166,911,008	2.720	4,539,979
Village of Palatine	40,680,000	0.099	40,273
City of Prospect Heights	8,995,000	7.920	712,404
City of Rolling Meadows	14,537,218	0.647	94,056
School Districts			
School District #15	43,375,000	0.823	356,976
School District #21	88,265,000	20.727	18,294,687
Prospect Heights #23	10,500,000	36.907	3,875,235
School District #25	40,250,000	96.141	38,696,753
Mt. Prospect #57	5,970,000	3.712	221,606
School District #59	28,830,000	14.383	4,146,619
School District #214	27,650,000	32.684	9,037,126
William Rainey Harper College	254,770,000	15.973	40,694,412
Total overlapping debt	6,259,736,816		5,377,237,691
Direct Debt			
Arlington Heights Park District	20,086,757	100.000	20,086,757
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 6,279,823,573		\$ 5,397,324,448

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	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Legal debt limit	\$ 78,873,070	\$ 68,463,366	\$ 69,176,463	\$ 67,530,891	\$ 79,930,839	\$ 80,373,034	\$ 80,503,385	\$ 92,758,418	\$ 93,426,534	\$ 93,426,354
Total net debt applicable to limit	20,730,121	22,225,000	20,230,000	20,375,000	17,430,000	24,740,000	25,730,000	23,629,000	20,937,000	18,869,000
LEGAL DEBT MARGIN	\$ 58,142,949	\$ 46,238,366	\$ 48,946,463	\$ 47,155,891	\$ 62,500,839	\$ 55,633,034	\$ 54,773,385	\$ 69,129,418	\$ 72,489,534	\$ 74,557,354
Total net debt applicable to the limit as a percentage of debt limit	26.28%	32.46%	29.24%	30.17%	21.81%	30.78%	31.96%	25.47%	22.41%	20.20%

Legal Debt Margin Calculation for Fiscal 2022

Assessed value (most recent available)	\$ 3,249,612,320
Legal debt margin	<u>2.875%</u>
Debt limit	93,426,354
Debt applicable to limit General obligation bonds, notes and certificates	<u>18,869,000</u>
LEGAL DEBT MARGIN	<u>\$ 74,557,354</u>

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

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population (1)	Change in Population From Previous Year	Personal Income (3)	Per Capita Personal Income (3)	Total Personal Income	Unemployment Rate (2)
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%
2021	75,101	-	98,291	40,645	3,052,480,145	8.10%
2022	74,409	(692)	102,628	53,594	3,987,875,946	5.30%

*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

2022				2013			
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	4.84%	Northwest Community Healthcare	4,000	1	5.3%
School District #214	1,700	2	2.28%	School District #214	1,700	2	2.3%
HSBC Finance Corp.	1,500	3	2.02%	Paddock Publications	500	3	0.7%
Lutheran Home	800	4	1.08%	Alexian Brothers Health System	500	4	0.7%
Robert Bosch Tool Corporation	650	5	0.87%	Kroeschell Inc.	450	6	0.6%
Paddock Publications, Inc.	500	6	0.67%	Level 3 Communications	500	5	0.7%
Alexian Brothers Health System	500	7	0.67%	Weber Marking Systems	300	7	0.4%
Clearbrook	450	8	0.60%	Pace Suburban	300	8	0.4%
Kroeschell Inc.	450	9	0.60%	Gurtz Electric Co.	300	9	0.4%
Village of Arlington Heights	450	10	0.60%	Advance Mechanical Systems, Inc.	250	10	0.3%
	<u>10,600</u>		<u>14.2%</u>		<u>8,800</u>		<u>11.8%</u>

Data Sources

Illinois Services and Illinois Manufacturers Directories

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

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
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	1	1
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	30	30	30	30	30	30	30	30	17	19
Clerical	1	1	1	1	1	1	0	0	1	1
Custodians	7	7	6	7	7	7	8	8	7	7
Total Parks and Planning Department	46	46	45	46	46	46	46	46	32	34
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	5	5	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	0	0
Total Finance and Personnel Department	12	12	12	12	12	12	12	12	11	11
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 Marketing and Communications	1	1	1	1	1	1	1	1	0	0
Graphic Communications Specialist	1	1	1	1	1	1	1	1	0	0
Clerical	1	1	1	1	1	1	1	1	1	1
Total Executive Director's Office	4	4	4	4	4	4	4	4	2	2
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	2	2
Recreation Supervisor II	9	9	9	9	9	9	9	9	6	2
Recreation Supervisor I	6	6	6	6	6	6	6	6	5	5
Graphics Communications Specialist	0	0	0	0	0	0	0	0	0	6
Golf Operations Supervisor	2	2	2	2	2	2	2	2	1	1
Assistant Golf Operations Supervisor	1	1	1	1	1	1	1	1	0	1
Maintenance Supervisor I-Golf	2	2	2	2	2	2	2	2	1	2
Golf Maintenance Labor	3	3	3	3	2	2	2	2	2	1
Racquet Club Supervisor	2	2	2	2	2	2	2	2	2	2
Asst. Racquet Club Supervisor	2	2	2	2	4	4	4	4	4	4
Clerical	5	5	5	5	5	5	5	5	3	3
Custodians	3	3	3	3	3	3	3	3	2	2
Total Recreation and Facilities Department	39	39	39	39	40	40	40	40	29	32
TOTAL PARK DISTRICT	101	101	100	101	102	102	102	102	74	79

Data Source

District Finance Department

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

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
PARKS										
Number	58	58	58	58	58	58	58	58	58	58
Owned acres	457.42	457.42	457.42	457.42	457.42	457.42	457.42	457.42	457.85	457.85
Leased acres	258.56	258.56	258.56	258.56	258.56	258.56	258.56	258.56	254.50	254.50
Total acres	715.98	715.98	715.98	715.98	715.98	715.98	715.98	715.98	712.35	712.35
FACILITIES										
Playgrounds	42	44	44	44	44	44	44	44	44	44
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	9	9	9	9
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
Pickleball Courts	-	-	-	-	-	-	-	-	-	16
18 hole golf course	1	1	1	1	1	1	1	1	1	1
9 hole golf course	1	1	1	1	1	1	1	1	1	1
Driving range	1	1	1	1	1	1	1	1	1	1
Football fields	3	3	3	3	3	3	3	3	3	3
Ball fields	43	43	43	43	43	43	43	43	43	43
Soccer fields	31	31	31	31	31	31	31	31	31	31
Outdoor tennis courts	51	50	50	50	50	50	48	48	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	16.3 miles	16.3 miles	16.3 miles	16.3 miles

Data Source

Various District departments