



**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2019



SIKICH.COM

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WAUCONDA, ILLINOIS  
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**WAUCONDA, ILLINOIS**  
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1415 West Diehl Road, Suite 400  
Naperville, IL 60563  
630.566.8400

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## **INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Wauconda Park District  
Wauconda, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Wauconda Park District, Wauconda, Illinois (the District), as of and for the year ended April 30, 2019, and the related notes to financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## **Opinion**

In our opinion, the basic 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 Wauconda Park District, Wauconda, Illinois, as of April 30, 2019, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principle**

The District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which established standards for measuring and recognizing liabilities, deferred inflows and outflows of resources and expenses and modified certain disclosures in the notes to financial statements and the required supplementary information as discussed in Note 11 to the basic financial statements. Our opinion is not modified with respect to this matter.

As part of our audit of the 2019 financial statements we also audited adjustments described in Note 11 that were applied to restate the 2018 financial statements. In our opinion, such adjustments are appropriate and have been properly applied. We were not engaged to audit, review, or apply any procedures to the 2018 financial statements of the District other than with respect to the adjustments and, accordingly, we do not express an opinion or any other form of assurance on the 2018 financial statements as a whole.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The 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 information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The supplemental information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Sikich LLP*

Naperville, Illinois  
November 6, 2019

**GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS**



## **Management's Discussion and Analysis April 30, 2019**

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

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in its Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the District's financial statements beginning on page 4.

### **District Profile**

The Wauconda Park District is located in the southeastern part of Wauconda Township on the banks of beautiful Bangs Lake. The Wauconda Park District was established as a separate governmental agency in April 1959 and is governed by a Board – Director form of government. The Board consists of five individuals who are elected from the District at large to serve four-year staggered terms. The Board employs a Director who is responsible for the day to day operations.

The Wauconda Park District's mission is "to enrich lives in the community by providing quality recreation and leisure opportunities". The District has four core values, that they operate by which are Integrity, Teamwork, Service and Commitment.

District facilities include a Community Center which houses the District's Fitness First center, Beach House/Preschool building, Marina facility and a Maintenance shop. In fiscal year 2018-2019, the District purchased waterfront property at 328 N. Main Street as well as a land parcel across the street at 333 N. Main Street intended for parking. "Phil's Beach" is currently under construction and scheduled for opening the summer of 2020. The District also manages approximately 100 acres of parkland and 15 park sites which include various baseball/softball fields, soccer/football fields, tennis courts, playgrounds, basketball courts, handicap accessible fishing pier, and picnic areas.

## Financial Highlights

- Change in Revenue Recognition method: In prior years the District adhered to the “60 Day Rule” for revenue recognition, which recognizes the first installment of each property tax bill (billed in May and due in June) as revenue as of April 30. The District is changing to the “Year Intended to Finance” method of revenue recognition which recognizes property taxes billed and received within the same year for which it is budgeted. This method more closely adheres to GASB Statement No. 31. Prior period adjustments have been made to the fund balances. Please see Note 11 on page 34 for detail.
- Overall government wide revenues this past year were \$3,556,758, representing an 8.18% increase over the previous year’s total revenue of \$3,287,678. Expenses were \$3,037,868 compared to the previous year’s expenses of \$2,992,842, representing an increase of 1.5% overall in expenses.
- Total net position was \$8,158,810 as of April 30, 2019, compared to \$7,639,920, after prior period adjustment, the previous year. The difference is primarily due to the \$312,192 grant.
- Taxes levied and collected were \$1,729,128.
- Total Charges for Services were \$1,422,163 over the past year compared to \$1,511,248 for the previous year. Property taxes accounted for 29.4% of the Recreation fund budget.
- The District currently has the ability to devote resources toward maintaining its parks, playgrounds and facilities as well as adding valuable assets. In fiscal year 2019, \$1,129,371 was spent on capital outlay for the District’s infrastructure. This amount includes the purchase and beginning phases of construction of the Phil’s Beach property.
- The District’s outstanding short-term bond payable was \$200,000 as of April 30, 2019. The long-term note payable for the purchase of Phil’s beach was \$571,248, due in 60 monthly installments at 3% annual interest.

## Overview of the Financial Statements

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

## Government-wide Financial Statements

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

The first of these government-wide statements is the *Statement of Net Position*. This is the District-wide statement of position presenting information that includes all of the District's assets and liabilities, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors such as diversification of the taxpayer base or the condition of the District's infrastructure in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities* that reports how the District's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the District's distinct activities or functions on revenues provided by the District's taxpayers.

Both government-wide financial statements distinguish governmental activities of the District that are principally supported by taxes and intergovernmental revenues, such as grants, from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. The District does not have any funds that would be considered business-type activities.

The government-wide financial statements are presented beginning on page 4 of this report.

## **Fund Financial Statements**

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

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

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives.

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

The basic governmental fund financial statements are presented beginning on page 6 of this report.

### **Notes to the Financial Statements**

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 12 of this report.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The supplementary information includes information concerning the District's IMRF employee pension obligations as well as computation of District's legal debt margin detail and assessed valuations. Supplementary information can be found beginning on page 35 of this report.

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

## Government-wide Financial Analysis

Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net position may be observed and used to discuss the changing financial position of the District as whole. The following tables show that in the case of the Wauconda Park District, assets exceeded liabilities/deferred inflows by \$8,158,810.

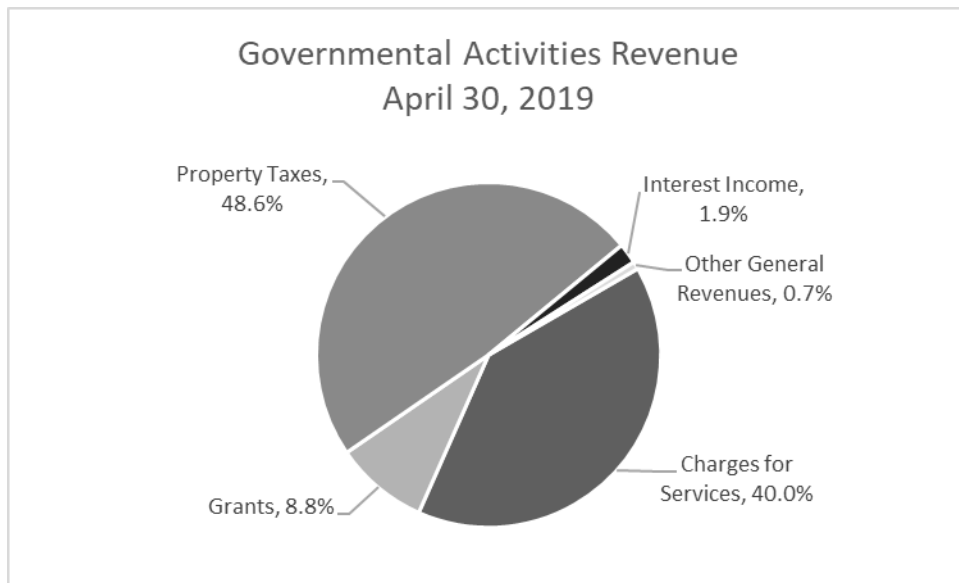
	Governmental Activities	
	2019	2018
Current and Other Assets	4,868,983	4,824,007
Capital Assets	6,270,475	5,427,145
Deferred Outflows	491,980	246,849
Total Assets/Deferred Outflows	11,631,438	10,498,001
Long Term Debt	960,962	200,000
Other Liabilities	609,410	434,193
Deferred Inflows	1,902,256	399,974
Total Liabilities/Deferred Inflows	3,472,628	1,034,167
Net Position		
Net Investment in Capital Assets	5,699,227	5,427,145
Restricted	61,461	234,520
Unrestricted	2,398,122	3,802,169
Total Net Position	8,158,810	9,463,834

A large portion of the District's net position, \$5,699,227 or 69.9 percent reflects its net investment in capital assets (for example: land, buildings, machinery and equipment). The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. An additional portion, \$61,461 or .8%, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining 29.3%, or \$2,398,122 represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

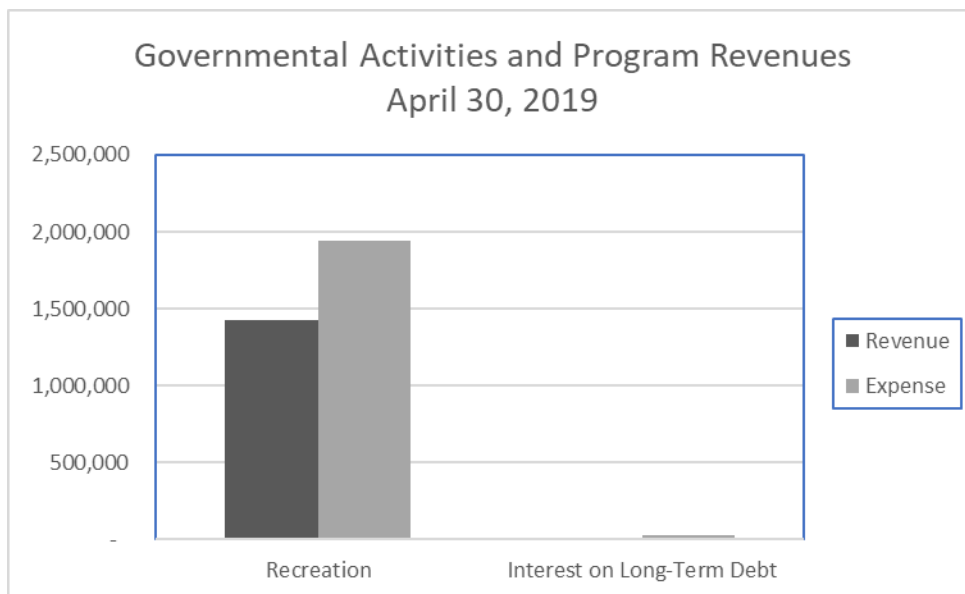
	<u>Changes in Net Position</u>	
	<u>2019</u>	<u>2018</u>
Revenues		
<u>Program Revenues</u>		
Charges for Services	1,422,163	1,511,248
Grants	312,192	-
<u>General Revenues</u>		
Taxes	1,729,128	1,724,595
Interest Income	68,166	36,431
Other General Revenues	25,109	15,404
<u>Total Revenues</u>	<u>3,556,758</u>	<u>3,287,678</u>
Expenses		
General Government	1,087,715	1,172,745
Recreation	1,923,049	1,810,348
Interest on LT Debt	27,104	9,749
<u>Total Expenses</u>	<u>3,037,868</u>	<u>2,992,842</u>
<u>Change in Net Position</u>	518,890	294,836
Net Position - Beginning	9,463,834	9,046,415
Prior Period Adjustment	(1,823,914)	122,583
Net Position - Ending	<u>7,639,920</u>	<u>9,168,998</u>
<u>Total Net Position</u>	<u>8,158,810</u>	<u>9,463,834</u>

Net position of the District changed by 13.8% from \$9,463,834 to \$8,158,810, primarily due to the one-time prior period adjustment for change in revenue recognition method (see Note 11 for detail). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraint totaled \$2,398,122 as of 4/30/19.

The following table graphically depicts the major revenue sources of the Park District. It depicts very clearly the reliance on property taxes and charges for services to fund government activities. It also clearly identifies the less significant percentage the District receives from replacement taxes and interest income.



The following “Expenses and Program Revenues” table identifies those government functions where program expenses greatly exceed revenues. For the Recreation function, the District charges direct user fees (charges for services) that don’t entirely offset the cost of Recreation program expenses; therefore, the District levies property taxes to support the remaining expenses of the Recreation function.



## **Financial Analysis of the District's Funds**

### **Governmental Funds**

As discussed, governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements.

Governmental funds reported ending fund balances of \$2,856,617. Restricted fund balances were \$61,461. Non-Spendable fund balances total \$33,402, which consists of resources that cannot be spent because of their form. \$3,156,991 is assigned, which consists of resources which have limitations resulting from intended use.

The total ending fund balance of Governmental Funds was \$2,856,617, representing a 22.8% decrease from the previous year balance of \$3,699,842, primarily due to the change in revenue recognition method.

### **Major Governmental Funds**

The General, Recreation, and Capital Projects funds are the primary operating funds of the District. Fund balances were affected by the one-time prior period adjustment for change in revenue recognition method (see Note 11). The fund balance of the General Fund as of April 30, 2019 was \$(209,707). The Recreation Fund's fund balance was \$75,782 and the Capital Projects Fund balance was \$3,112,231.

### **General Fund Budgetary Highlights**

The General Fund is reported as a major fund and accounts for the routine park operations of the District. Revenues in the General Fund were \$757,443, which was \$70,740 over budget. Expenditures were \$571,199 which was \$40,181 under budget. The net budget variance was a favorable \$110,921. The fund balance decreased to (\$209,707) at year end from \$165,506 in the previous year, primarily due to the prior period adjustment of (\$337,457) due to the change in revenue recognition method.



## Capital Asset and Debt Administration

### Capital Assets

The District's capital assets, net of accumulated depreciation for governmental activities as of April 30, 2019 was \$5,699,227. This investment in capital assets includes land, construction in process, buildings and improvements and vehicles and equipment.

	<u>Capital Assets - Net of Depreciation</u>	
	<u>Governmental Activities</u>	
	<u>2019</u>	<u>2018</u>
Land	2,774,396	2,039,396
Construction in Process	381,685	47,043
Land Improvements	1,289,184	1,402,261
Buildings and Improvements	1,311,839	1,378,760
Machinery & Equipment	458,432	545,606
Vehicles	<u>54,939</u>	<u>14,081</u>
Total	<u>6,270,475</u>	<u>5,427,147</u>

This year's major additions included:

Land	735,000
Construction in Process	<u>334,642</u>
	<u>1,069,642</u>

Major additions to capital assets included the purchase of Phil's Beach property and the beginning of construction. Phil's Beach is scheduled to be completed and operational by summer of 2020.

## Debt Administration

As of April 30, 2019, the Park District has multi-year general obligation bond issues outstanding of \$200,000. The fund balance of the Debt Service Fund amounted to (\$99,741) as of April 30, 2019 primarily due to the one-time prior period adjustment of (\$99,305) for change in revenue recognition method. The District has a \$690,000 long-term note payable for the purchase of Phil's Beach, due in 60 installments at 3% interest.

	Long Term Debt Outstanding	
	2019	2018
Installment Contracts	571,248	-
General Obligation Bonds	200,000	396,000
Total	771,248	396,000

State statute limits the amount of general obligation debt a non-home rule government entity may issue to 2.875 percent of its total valuation. The current debt margin for the District is \$10,779,293. Additional information on the District's long-term debt can be found in Note 5.

## Economic Factors and Next Year's Budget and Rates

The Wauconda Park District's elected and appointed officials considered many factors when setting the fiscal year budget and fees that will be charged for its governmental activities. One major factor anticipated to affect fees in the coming years is the Illinois Minimum Wage Law (820 ILCS 105) increasing minimum wage rates beginning January 1, 2020.

## Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances, comply with finance related laws and regulations and demonstrate the District's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact the Director for the Park District located at 600 N. Main St., Wauconda, IL 60084.

## **BASIC FINANCIAL STATEMENTS**

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

STATEMENT OF NET POSITION

April 30, 2019

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and investments	\$ 2,761,150
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	1,752,197
Prepaid expenses	33,402
Interest receivable	7,646
Other receivables	314,588
Capital assets not being depreciated	3,156,081
Capital assets being depreciated (net of accumulated depreciation)	3,114,394
Total assets	11,139,458
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension items - IMRF	484,556
OPEB items	7,424
Total deferred outflows of resources	491,980
Total assets and deferred outflows of resources	11,631,438
<b>LIABILITIES</b>	
Accounts payable	119,636
Accrued payroll	59,262
Unearned revenue	81,271
Noncurrent liabilities	
Due within one year	349,241
Due in more than one year	960,962
Total liabilities	1,570,372
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred property tax revenue	1,752,197
Pension items - IMRF	150,059
Total deferred inflows of resources	1,902,256
Total liabilities and deferred inflows of resources	3,472,628
<b>NET POSITION</b>	
Net investment in capital assets	5,699,227
Restricted for	
Special recreation	61,461
Unrestricted	2,398,122
<b>TOTAL NET POSITION</b>	<b>\$ 8,158,810</b>

See accompanying notes to financial statements.

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2019

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Change in Net Position
PRIMARY GOVERNMENT	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities					
General government	\$ 1,087,715	\$ -	\$ -	\$ -	\$ (1,087,715)
Recreation	1,923,049	1,422,163	-	312,192	(188,694)
Interest and fiscal charges	27,104	-	-	-	(27,104)
Total governmental activities	3,037,868	1,422,163	-	312,192	(1,303,513)
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 3,037,868</b>	<b>\$ 1,422,163</b>	<b>\$ -</b>	<b>\$ 312,192</b>	<b>(1,303,513)</b>
			General Revenues		
			Taxes		
			Property and replacement	1,729,128	
			Interest income	68,166	
			Other	25,109	
			Total	1,822,403	
			CHANGE IN NET POSITION	518,890	
			NET POSITION, MAY 1	9,463,834	
			Prior period adjustment	(1,823,914)	
			NET POSITION, MAY 1, RESTATED	7,639,920	
			<b>NET POSITION, APRIL 30</b>	<b>\$ 8,158,810</b>	

See accompanying notes to financial statements.

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2019

	General	Recreation	Capital Projects
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
<b>ASSETS</b>			
Cash and investments	\$ -	\$ 205,606	\$ 2,523,481
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	689,064	390,164	-
Prepaid items	2,080	31,022	-
Due from other funds	-	-	314,644
Interest receivable	7,646	-	-
Other receivables	2,396	-	312,192
	701,186	626,792	3,150,317
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
None	-	-	-
	-	-	-
Total deferred outflows of resources	-	-	-
	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 701,186</b>	<b>\$ 626,792</b>	<b>\$ 3,150,317</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 40,346	\$ 41,204	\$ 38,086
Accrued payroll	10,181	38,371	-
Unearned revenue	-	81,271	-
Due to other funds	171,302	-	-
	221,829	160,846	38,086
Total liabilities	221,829	160,846	38,086
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property tax revenue	689,064	390,164	-
	689,064	390,164	-
Total deferred inflows of resources	689,064	390,164	-
	689,064	390,164	-
Total liabilities and deferred inflows of resources	910,893	551,010	38,086
	910,893	551,010	38,086
<b>FUND BALANCES</b>			
Nonspendable			
Prepaid items	2,080	31,022	-
Restricted			
Special recreation	-	-	-
Unrestricted			
Assigned	-	44,760	3,112,231
Unassigned (deficit)	(211,787)	-	-
	(209,707)	75,782	3,112,231
Total fund balances (deficit)	(209,707)	75,782	3,112,231
	(209,707)	75,782	3,112,231
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 701,186</b>	<b>\$ 626,792</b>	<b>\$ 3,150,317</b>
	<b>\$ 701,186</b>	<b>\$ 626,792</b>	<b>\$ 3,150,317</b>

<b>Debt Service</b>	<b>Nonmajor Governmental</b>	<b>Total Governmental</b>
\$ 1,863	\$ 30,200	\$ 2,761,150
206,444	466,525	1,752,197
-	300	33,402
-	40,073	354,717
-	-	7,646
-	-	314,588
<u>208,307</u>	<u>537,098</u>	<u>5,223,700</u>
-	-	-
-	-	-
<u>\$ 208,307</u>	<u>\$ 537,098</u>	<u>\$ 5,223,700</u>
\$ -	\$ -	\$ 119,636
-	10,710	59,262
-	-	81,271
<u>99,304</u>	<u>84,111</u>	<u>354,717</u>
<u>99,304</u>	<u>94,821</u>	<u>614,886</u>
<u>206,444</u>	<u>466,525</u>	<u>1,752,197</u>
<u>206,444</u>	<u>466,525</u>	<u>1,752,197</u>
<u>305,748</u>	<u>561,346</u>	<u>2,367,083</u>
-	300	33,402
-	61,461	61,461
-	-	3,156,991
<u>(97,441)</u>	<u>(86,009)</u>	<u>(395,237)</u>
<u>(97,441)</u>	<u>(24,248)</u>	<u>2,856,617</u>
<u>\$ 208,307</u>	<u>\$ 537,098</u>	<u>\$ 5,223,700</u>

See accompanying notes to financial statements.

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

April 30, 2019

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 2,856,617
Amounts reported for governmental activities in the statement 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	6,270,475
Loss on bond refunding are not financial resources and, therefore, are not recorded in governmental funds	-
Differences between expected and actual experiences, assumption changes and net difference between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position	334,497
Differences between expected and actual experiences, assumption changes and net difference between projected and actual earnings and contributions subsequent to the measurement date for the Other Postemployment Benefit Plan are recognized as deferred outflows and inflows of resources on the statement of net position	7,424
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in governmental funds	
General obligation bonds	(200,000)
Debt certificates	(571,248)
Net pension liability - IMRF	(383,517)
Total OPEB liability	(127,437)
Compensated absences	(28,001)
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u><u>\$ 8,158,810</u></u>

See accompanying notes to financial statements.



**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

For the Year Ended April 30, 2019

	<u>General</u>	<u>Recreation</u>	<u>Capital Projects</u>
<b>REVENUES</b>			
Taxes	\$ 676,932	\$ 381,473	\$ -
Charges for services	-	1,422,163	-
Facility rental	-	4,578	-
Grant income	-	-	312,192
Interest income	68,166	-	-
Other	12,345	6,435	-
	<hr/>		
Total revenues	757,443	1,814,649	312,192
<b>EXPENDITURES</b>			
Current			
General government	571,199	-	-
Recreation	-	1,692,577	-
Capital outlay	-	-	1,109,882
Debt service			
Principal retirement	-	-	118,752
Interest and fiscal charges	-	-	17,632
Bond issuance costs	-	-	1,250
	<hr/>		
Total expenditures	571,199	1,692,577	1,247,516
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>			
	186,244	122,072	(935,324)
<b>OTHER FINANCING SOURCES (USES)</b>			
Note proceeds	-	-	690,000
Transfers in	-	-	500,000
Transfers (out)	(224,000)	(300,000)	-
	<hr/>		
Total other financing sources (uses)	(224,000)	(300,000)	1,190,000
<b>NET CHANGE IN FUND BALANCES</b>			
	(37,756)	(177,928)	254,676
<b>FUND BALANCES, MAY 1</b>			
	165,506	442,261	2,857,555
Prior period adjustment	(337,457)	(188,551)	-
	<hr/>		
FUND BALANCES (DEFICIT), MAY 1, RESTATED	(171,951)	253,710	2,857,555
<b>FUND BALANCES (DEFICIT), APRIL 30</b>			
	\$ (209,707)	\$ 75,782	\$ 3,112,231

	<b>Debt Service</b>	<b>Nonmajor Governmental</b>	<b>Total Governmental</b>
\$	206,086	\$ 464,638	\$ 1,729,129
	-	-	1,422,163
	-	-	4,578
	-	-	312,192
	-	-	68,166
	-	1,750	20,530
	206,086	466,388	3,556,758
	-	392,644	963,843
	-	56,777	1,749,354
	-	50,377	1,160,259
	196,000	-	314,752
	8,222	-	25,854
	-	-	1,250
	204,222	499,798	4,215,312
	1,864	(33,410)	(658,554)
	-	-	690,000
	-	24,000	524,000
	-	-	(524,000)
	-	24,000	690,000
	1,864	(9,410)	31,446
	9,468	225,052	3,699,842
	(108,773)	(239,890)	(874,671)
	(99,305)	(14,838)	2,825,171
\$	(97,441)	\$ (24,248)	\$ 2,856,617

See accompanying notes to financial statements.

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

**RECONCILIATION OF THE 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, 2019

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	<b>\$ 31,446</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	1,129,371
Depreciation on capital assets is reported as an expense in the statement of activities	(286,043)
The proceeds of long-term debt does not provide current financial resources and, therefore, is not reported as revenue in the governmental funds	(690,000)
The change in the Illinois Municipal Retirement Fund net pension liability, deferred inflows and deferred outflows are not a source or use of a financial resource	29,213
The change in the total OPEB liability, deferred inflows and deferred outflows are not a source or use of a financial resource	(12,092)
The change in the compensated absences are not report in the funds	2,243
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	<u>314,752</u>
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u><u>\$ 518,890</u></u></b>

See accompanying notes to financial statements.

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS**

April 30, 2019

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Wauconda Park District, Wauconda, 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 is a body corporate and politic established under Illinois Compiled Statutes (ILCS) incorporated in 1947. The District operates under a President-Commissioner form of government, providing recreation and other services to the residents of the Village of Wauconda including recreation programs, park management, capital development and general administration. The District has a separately elected board. The District is considered to be a primary government as defined by GASB Statement No. 14 and No. 61, since it is legally separate and fiscally independent. The accompanying basic financial statements present the District only since the District does not have component units.

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 governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

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

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

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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, other than interfund service transactions, has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for support. The District does not report any business-type activities.

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 contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. Contributions of land by developers under land/cash ordinances are reported as capital grants and contributions on the statement of activities.

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 except those accounted for in another fund.

The Recreation Fund, a special revenue fund, is used to account for revenue and expenditures related to recreation programs funded by a tax levy and user fees. Additionally, the fund includes revenues and expenditures related to the operations of the marina, the fitness center and Waucondafest.

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities.

The Debt Service Fund is used to account for the accumulation of resources for and the payment of principal and interest on governmental activities long-term debt.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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. With this measurement focus, all assets and all liabilities associated with the operation of these activities/funds are included on the statement of net position. 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. Program revenues consist of user fees and other charges for services, operating grants and capital grants.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. 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 or soon enough thereafter to be used to pay liabilities of the current period (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 liability is incurred. However, debt service expenditures are recorded only when payment is due, unless due the first day of the following fiscal year.

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

The District reports deferred/unearned/unavailable revenue on its financial statements. Deferred/unearned/unavailable revenues arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period for governmental funds or earned at the government-wide level. Deferred/unearned/unavailable revenues also arise when resources are received by the government before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met, or when the government has a legal claim to the resources by meeting all eligibility requirements, the deferred inflows of resources or liability is removed from the financial statements and revenue is recognized.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

e. Investments

Investments with 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 maturity greater than one year at time of purchase, if any, are stated at fair value. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. 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, 2019.

f. Inventories

Inventories consist of amounts available for resale and are accounted for using the consumption method. Inventories are valued at cost on the first-in/first-out (FIFO) method.

g. Prepaid Expenses/Items

Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid expenses/items using the consumption method. Such amounts are offset by nonspendable fund balance for prepaid expenses/items in the fund financial statements.

h. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., bike trails, paths and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,500, tangible in nature and have an estimated useful life in excess of one year. Such assets are reported at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

h. Capital Assets (Continued)

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

Assets	Years
Land improvements	20
Building and building improvements	7-25
Machinery and equipment	5-20
Vehicles	8

i. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities 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.

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.

j. Compensated Absences

Vacation leave is recorded in governmental funds upon employee retirement or termination. Vested or accumulated vacation leave of governmental activities is recorded as an expense and liability as the benefits accrue to employees. For full-time employees, five days of vacation accrual may be carried over to the next year. After five years of employment a request can be made to payout the five carry over days rather than accumulate them. A maximum of 20 vacation days will be paid out upon separation from the District. The District allows an employee to accumulate a maximum of 60 sick days. Unused sick leave is cancelled when an employee leaves the District. Therefore, no liability is recorded for nonvesting accumulated rights to receive sick pay benefits.



**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

k. Property Taxes

The District's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk no later than the fourth Tuesday in December of each year. Taxes are due and collectible one-half in June and one-half in September of the following year. Property taxes attach as an enforceable lien on property as of January 1. Property taxes which have been levied but are not due before the end of the fiscal year are recorded as receivable. The entire receivable is offset by unavailable/deferred property tax revenue as they are intended to finance the subsequent fiscal year. The provision for uncollectible taxes is computed based upon one percent of the total current levy as extended.

l. Net Position/Fund Balances

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. The Board of Commissioners would also take action to modify or rescind committed fund balance, if applicable. 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 Executive Director and Accounting Manager through the approved fund balance policy of the District. Any residual fund balance in the General Fund is reported as unassigned. Deficit fund balances in other governmental funds are also 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.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment 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.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

m. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred inflows are also reported related to pension items.

n. Interfund Transactions

Reciprocal interfund service 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 are reported as transfers.

o. 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 fund” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans).

p. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources 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.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**2. DEPOSITS AND INVESTMENTS**

ILCS and the District's investment policy authorize the District to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, 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 Park District Liquid fund.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

**Deposits with Financial Institutions**

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name.

**Investments**

Interest rate risk is the risk that change in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds.

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. The District's investment policy does not address custodial credit risk for investments.

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not address concentration of credit risk.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**3. PROPERTY TAX CALENDAR**

The following information gives significant dates on the property tax calendar of the District.

- The property tax lien date is January 1;
- The annual tax levy ordinance for 2018 was passed December 11, 2018;
- Property taxes are due to the County Collector in two installments, June 6 and September 6; and
- Property taxes for 2018 are normally received monthly beginning in June and generally ending by November 2020.

The 2018 tax levy, which attached as an enforceable lien on property as of January 1, 2019, has been recorded as a receivable as of April 30, 2019 as the tax was levied by the District in December 2018.

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

**4. CAPITAL ASSETS**

Capital asset activity for the year ended April 30, 2019 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 2,039,396	\$ 735,000	\$ -	\$ 2,774,396
Construction in progress	47,043	334,642	-	381,685
Total capital assets not being depreciated	<u>2,086,439</u>	<u>1,069,642</u>	<u>-</u>	<u>3,156,081</u>
Capital assets being depreciated				
Land improvements	2,552,390	4,402	-	2,556,792
Building and building improvements	2,820,767	-	-	2,820,767
Machinery and equipment	1,855,306	5,364	-	1,860,670
Vehicles	270,337	49,963	-	320,300
Total capital assets being depreciated	<u>7,498,800</u>	<u>59,729</u>	<u>-</u>	<u>7,558,529</u>

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**4. CAPITAL ASSETS (Continued)**

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES (Continued)				
Less accumulated depreciation for				
Land improvements	\$ 1,150,129	\$ 117,479	\$ -	\$ 1,267,608
Building and building improvements	1,442,007	66,921	-	1,508,928
Machinery and equipment	1,309,700	92,538	-	1,402,238
Vehicles	256,256	9,105	-	265,361
Total accumulated depreciation	4,158,092	286,043	-	4,444,135
Total capital assets being depreciated, net	3,340,708	(226,314)	-	3,114,394
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 5,427,147	\$ 843,328	\$ -	\$ 6,270,475

Depreciation expense was charged to functions/programs of the District's governmental activities as follows:

GOVERNMENTAL ACTIVITIES		
General government		\$ 127,793
Culture and recreation		158,250
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES		<u>\$ 286,043</u>

**5. LONG-TERM DEBT**

The following is a summary of changes in long-term debt for governmental activities for the year ended April 30, 2019:

Fund Debt Retired By	Beginning Balances, Restated	Additions	Reductions	Ending Balances	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation	Debt				
Bonds (Series 2017A)	Service	\$ 396,000	\$ -	\$ 196,000	\$ 200,000
Note payable	Recreation	-	690,000	118,752	133,473
Compensated absences	General and Recreation	30,244	-	2,243	3,024
Net pension liability	General and Recreation	(74,892)	458,409	-	-
Total OPEB liability	General and Recreation	107,921	19,516	-	12,744
TOTAL GOVERNMENTAL ACTIVITIES		\$ 459,273	\$ 1,167,925	\$ 316,995	\$ 1,310,203
				\$ 349,241	

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. LONG-TERM DEBT (Continued)**

Long-term debt at April 30, 2019 is comprised of the following:

Bonds

The \$587,000 General Obligation Limited Tax Park Bond, Series 2017A, was authorized for the purpose of funding various capital projects. It is dated February 9, 2017 and provides for principal payments between \$191,000 and \$200,000. Principal payments are payable on December 15<sup>th</sup> and interest is payable on June 15<sup>th</sup> and December 15<sup>th</sup> at a rate of 2.04%.

Note Payable

\$690,000 note payable dated September 13, 2016 due in 60 monthly installments of \$12,398 inclusive of interest of 3% annually.

Debt Service to Maturity

The annual requirements to amortize to maturity serial debt outstanding as of April 30, 2019 are as follows:

Fiscal Year Ending April 30,	General Obligation Bonds		Note Payable	
	Principal	Interest	Principal	Interest
2020	\$ 200,000	\$ 4,400	\$ 133,473	\$ 15,303
2021	-	-	137,532	11,244
2022	-	-	141,735	7,041
2023	-	-	146,027	2,749
2024	-	-	12,481	-
<b>TOTAL</b>	<b>\$ 200,000</b>	<b>\$ 4,400</b>	<b>\$ 571,248</b>	<b>\$ 36,337</b>

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. INDIVIDUAL FUND DISCLOSURES**

a. Interfund Transfers

Individual fund interfund transfers are as follows:

	Transfers In	Transfers (Out)
<b>MAJOR GOVERNMENTAL FUNDS</b>		
General Fund	\$ -	\$ 224,000
Recreation Fund	-	300,000
Capital Projects Fund	500,000	-
	<hr/>	<hr/>
Total Major Governmental Funds	500,000	524,000
<b>NONMAJOR GOVERNMENTAL FUNDS</b>		
IMRF Fund	24,000	-
	<hr/>	<hr/>
Total Nonmajor Governmental Funds	24,000	-
	<hr/>	<hr/>
<b>TOTAL</b>	<b>\$ 524,000</b>	<b>\$ 524,000</b>

The transfers resulted from:

- \$500,000 transferred to the Capital Projects Fund from the Recreation Fund and General Fund is to subsidize the development of Phil's Beach acquisition. The amount will not be repaid.
- \$24,000 transferred to the IMRF Fund from the General Fund is for operations. The amounts will not be repaid.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**6. INDIVIDUAL FUND DISCLOSURES (Continued)**

b. Interfund Receivables/Payables

	Due to Other Funds	Due from Other Funds
General	\$ 171,302	\$ -
Capital Projects	-	314,644
Debt Service	99,304	-
Nonmajor Governmental		
Social Security	38,555	-
IMRF	1,429	-
Liability Insurance	31,708	-
Paving and Lighting	5,132	-
Special Recreation	-	40,073
Audit	7,287	-
	<hr/>	<hr/>
TOTAL	<u>\$ 354,717</u>	<u>\$ 354,717</u>

The due to/from other funds in the above table relates to deficit cash balances. The amounts will be repaid within one year.

**7. JOINT GOVERNED ORGANIZATION**

The District is a member of the Northern Illinois Special Recreation Association (NISRA), which was organized by several 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 district's contribution is based upon a formula set out in the operating agreement. NISRA's Board of Directors consists of one member from each participating district. The Board of Directors is the governing body of NISRA and is responsible for establishing all major policies and changes therein and for approving all budgets, capital outlay, programming and master plans. The District is not financially accountable for the activities of NISRA and, accordingly, NISRA has not been included in the accompanying financial statements. The financial statements of NISRA 285 Memorial Dr., Crystal Lake, Illinois, 60014.



**8. RISK MANAGEMENT**

The District is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries and illness to employees; and net income losses. The District's health insurance is purchased through the Park District Risk Management Agency (PDRMA) and pays agreed-upon annual premiums on a monthly basis.

The District is a member of PDRMA, a risk management pool of park and forest preserve districts and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials' and workers' compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. In the event losses exceeded the per occurrence self-insured and reinsurance limit, the District would be liable for the excess amount. PDRMA's Board of Directors evaluates the aggregate self-insured limit annually.

The District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, to cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

PDRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Program Council. PDRMA also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss reduction and prevention procedures to be followed by the members.

Since 96% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the member balances are adjusted annually as more recent loss information becomes available.

**9. RETIREMENT FUND COMMITMENTS**

Illinois Municipal Retirement Fund

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 report that includes financial statements and supplementary information for the plan as a whole but not by individual employer.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

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](http://www.imrf.org).

*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, 2018 (most recent information available), IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently receiving benefits	11
Inactive employees entitled to but not yet receiving benefits	20
Active employees	<u>27</u>
 TOTAL	 <u><u>58</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.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Contributions*

Participating members are required to contribute 4.50% of their annual covered 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, 2019 was 8.83% of covered payroll.

*Actuarial Assumptions*

The District's net pension liability was measured as of April 30, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2018
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.50%
Salary increases	3.39% to 14.25%
Interest rate	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Market value

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

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

*Discount Rate*

The discount rate used to measure the total pension liability was 7.50% in 2017 and 7.25% in 2018. 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 District's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Changes in the Net Pension Liability (Asset)*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability (Asset)
BALANCES AT JANUARY 1, 2018	\$ 3,419,107	\$ 3,493,999	\$ (74,892)
Changes for the period			
Service cost	101,733	-	101,733
Interest	257,239	-	257,239
Difference between expected and actual experience	55,867	-	55,867
Changes in assumptions	136,920	-	136,920
Employer contributions	-	88,408	(88,408)
Employee contributions	-	55,968	(55,968)
Net investment income	-	(139,720)	139,720
Benefit payments and refunds	(80,229)	(80,229)	-
Other (net transfer)	-	88,694	(88,694)
Net changes	471,530	13,121	458,409
BALANCES AT DECEMBER 31, 2018	\$ 3,890,637	\$ 3,507,120	\$ 383,517

Changes in assumptions related to discount rate were made since the prior measurement date.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**9. RETIREMENT FUND COMMITMENTS (Continued)**

Illinois Municipal Retirement Fund (Continued)

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

For the year ended April 30, 2019, the District recognized pension expense of \$(29,212). At April 30, 2019, 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	\$ 130,696	\$ 85,071
Changes in assumption	113,236	64,988
Net difference between projected and actual earnings on pension plan investments	218,929	-
Contributions subsequent to measurement date	21,695	-
<b>TOTAL</b>	<u>\$ 484,556</u>	<u>\$ 150,059</u>

\$21,695 reported as deferred outflows of pensions result from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending April 30, 2019. 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>	
2020	\$ 128,239
2021	59,887
2022	20,330
2023	110,919
2024	15,122
Thereafter	-
<b>TOTAL</b>	<u>\$ 334,497</u>

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. RETIREMENT FUND COMMITMENTS (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)	\$ 1,016,783	\$ 383,517	\$ (123,305)

**10. OTHER POSTEMPLOYMENT BENEFITS**

a. Plan Description

In addition to providing the pension benefits described, the District provides other 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. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. 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.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**10. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

c. Membership

At April 30, 2018 (the latest information available), membership consisted of:

Inactive fund members or beneficiaries currently receiving benefits payments	4
Inactive fund members entitled to but not yet receiving benefit payments	-
Active fund members	<u>47</u>
<b>TOTAL</b>	<b><u>51</u></b>

d. Actuarial Assumptions and Other Inputs

The total OPEB liability was determined by an actuarial valuation performed as of May 1, 2018 and rolled forward to April 30, 2019 using the following actuarial methods and assumptions.

Actuarial valuation date	May 1, 2018
Actuarial cost method	Entry-age normal
Inflation	3.00%
Discount rate	3.21%
Healthcare cost trend rates	4.5% to 7.10% in fiscal 2029 based on type of plan, to an ultimate trend rate of 4.50%
Asset valuation method	N/A
Mortality rates	RP - 2014 Combined Annuitant Table for males and females

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, 2019.

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**10. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2018 (RESTATED)	<u>\$ 107,921</u>
Changes for the period	
Service cost	7,378
Interest	3,918
Changes in assumptions	4,756
Other changes	<u>3,464</u>
Net changes	<u>19,516</u>
BALANCES AT APRIL 30, 2018	<u>\$ 127,437</u>

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:

	1% Decrease (2.21%)	Current Discount Rate (3.21%)	1% Increase (4.21%)
Total OPEB liability	\$ 116,403	\$ 127,437	\$ 139,483

The table below presents the total OPEB liability of the District calculated using the healthcare rate of 4.55% to 10.5% 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 (3.5% to 9.5%) or 1 percentage point higher (5.5% to 11.5%) than the current rate:

	1% Decrease (3.5% to 9.5%)	Current Healthcare Rate (4.5% to 10.5%)	1% Increase (5.5% to 11.5%)
Total OPEB liability	\$ 145,459	\$ 127,437	\$ 112,125



**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**10. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

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

For the year ended April 30, 2019, the District recognized OPEB expense of \$12,092. At April 30, 2019, 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
Changes in assumption	\$ 7,424	\$ -
<b>TOTAL</b>	<b>\$ 7,424</b>	<b>\$ -</b>

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,	
2020	\$ 796
2021	796
2022	796
2023	796
2024	796
Thereafter	<u>3,444</u>
<b>TOTAL</b>	<b>\$ 7,424</b>

**WAUCONDA PARK DISTRICT**  
**WAUCONDA, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**11. PRIOR PERIOD ADJUSTMENT**

Net position and fund balance have been restated as described below. The details of these restatements are as follows:

	Governmental Activities	General Fund	Recreation Fund	Debt Service Fund	Nonmajor Fund
NET POSITION/FUND BALANCE APRIL 30, 2018 (AS REPORTED)	\$ 9,463,834	\$ 165,506	\$ 442,261	\$ 9,468	\$ 225,052
Record opening total OPEB Liability in order to implement GASB Statement No. 75	(107,921)	-	-	-	-
Change in revenue recognition - property taxes	(1,685,749)	(349,373)	(201,342)	(108,773)	(245,239)
Remove compensated absences liability from the fund financials at April 30, 2018	(30,244)	12,104	12,791	-	5,349
Subtotal	(1,823,914)	(337,457)	(188,551)	(108,773)	(239,890)
NET POSITION/FUND BALANCE APRIL 30, 2019 (AS RESTATED)	\$ 7,639,920	\$ (171,951)	\$ 253,710	\$ (99,305)	\$ (14,838)

**REQUIRED SUPPLEMENTARY INFORMATION**

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property taxes		\$ 662,703	\$ 662,294	\$ (409)
Replacement taxes		12,000	14,638	2,638
Interest income		12,000	68,166	56,166
Other		-	12,345	12,345
		686,703	757,443	70,740
Total revenues				
<b>EXPENDITURES</b>				
Current				
General government				
Salaries and wages	\$ 435,588	322,658	318,470	(4,188)
Benefits	193,860	101,622	60,007	(41,615)
Contractual services	41,175	42,000	45,991	3,991
Utilities	20,925	23,600	21,447	(2,153)
Commodities	133,815	121,500	125,284	3,784
		825,363	611,380	(40,181)
Total expenditures				
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>				
		75,323	186,244	110,921
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (out)	\$ (16,200)	(12,000)	(224,000)	(212,000)
		(12,000)	(224,000)	(212,000)
Total other financing sources (uses)				
<b>NET CHANGE IN FUND BALANCE</b>				
		\$ 63,323	(37,756)	\$ (101,079)
<b>FUND BALANCE, MAY 1</b>				
			165,506	
Prior period adjustment			(337,457)	
<b>FUND BALANCE (DEFICIT), MAY 1, RESTATED</b>				
			(171,951)	
<b>FUND BALANCE (DEFICIT), APRIL 30</b>				
			\$ (209,707)	

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Property taxes		\$ 381,806	\$ 381,473	\$ (333)
Charges for services		1,485,578	1,422,163	(63,415)
Facility rental		7,000	4,578	(2,422)
Other		8,400	6,435	(1,965)
		1,882,784	1,814,649	(68,135)
<b>EXPENDITURES</b>				
Current				
Recreation				
Salaries and wages	\$ 1,335,107	1,021,893	961,322	(60,571)
Benefits	181,717	159,480	131,764	(27,716)
Contractual services	97,032	327,005	276,912	(50,093)
Commodities	838,308	275,039	253,018	(22,021)
Utilities	71,078	52,650	44,648	(8,002)
Triathlon	-	28,000	24,913	(3,087)
Capital outlay				
Capital projects	-	5,000	-	(5,000)
		\$ 2,523,242	1,869,067	(176,490)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>				
		13,717	122,072	108,355
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (out)		-	(300,000)	(300,000)
		-	(300,000)	(300,000)
<b>NET CHANGE IN FUND BALANCE</b>				
		\$ 13,717	(177,928)	\$ (191,645)
<b>FUND BALANCE, MAY 1</b>				
			442,261	
Prior period adjustment			(188,551)	
<b>FUND BALANCE, MAY 1, RESTATED</b>				
			253,710	
<b>FUND BALANCE, APRIL 30</b>				
			\$ 75,782	

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

Last Four Fiscal Years

<b>FISCAL YEAR ENDED DECEMBER 31,</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
Actuarially determined contribution	\$ 91,676	\$ 80,173	\$ 92,792	\$ 82,286
Contributions in relation to the actuarially determined contribution	91,676	80,173	92,792	82,286
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 956,355	\$ 913,951	\$ 976,372	\$ 997,452
Contributions as a percentage of covered payroll	9.59%	8.77%	9.50%	8.25%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations 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 entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 26 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 3.75% to 14.50% compounded annually and postretirement benefit increases of 3.00% compounded annually.

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

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

Last Four Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018
<b>TOTAL PENSION LIABILITY</b>				
Service cost	\$ 96,503	\$ 104,678	\$ 98,288	\$ 101,733
Interest	199,894	234,190	243,781	257,239
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	273,006	(169,458)	(2,379)	55,867
Changes of assumptions	4,972	(4,873)	(100,326)	136,920
Benefit payments, including refunds of member contributions	(201,826)	(32,211)	(43,051)	(80,229)
Net change in total pension liability	372,549	132,326	196,313	471,530
Total pension liability - beginning	2,717,919	3,090,468	3,222,794	3,419,107
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 3,090,468</b>	<b>\$ 3,222,794</b>	<b>\$ 3,419,107</b>	<b>\$ 3,890,637</b>
<b>PLAN FIDUCIARY NET POSITION</b>				
Contributions - employer	\$ 100,226	\$ 78,327	\$ 91,780	\$ 88,408
Contributions - member	43,036	41,128	43,937	55,968
Net investment income	13,383	189,208	475,362	(139,720)
Benefit payments, including refunds of member contributions	(201,826)	(32,211)	(43,051)	(80,229)
Other	28,396	(12,886)	(26,720)	88,694
Net change in plan fiduciary net position	(16,785)	263,566	541,308	13,121
Plan net position - beginning	2,705,910	2,689,125	2,952,691	3,493,999
<b>PLAN NET POSITION - ENDING</b>	<b>\$ 2,689,125</b>	<b>\$ 2,952,691</b>	<b>\$ 3,493,999</b>	<b>\$ 3,507,120</b>
<b>EMPLOYER'S NET PENSION LIABILITY (ASSET)</b>	<b>\$ 401,343</b>	<b>\$ 270,103</b>	<b>\$ (74,892)</b>	<b>\$ 383,517</b>
Plan fiduciary net position as a percentage of the total pension liability (asset)	87.01%	91.62%	102.19%	90.14%
Covered payroll	\$ 956,355	\$ 913,951	\$ 976,372	\$ 1,001,214
Employer's net pension liability (asset) as a percentage of covered payroll	41.97%	29.55%	(7.67%)	38.31%

There was a change in assumptions related to interest rates in 2018.

There was a change in assumptions related to price inflation, salary increases, retirement age and mortality rates in 2017.

There was a change in assumptions related to the discount rate in 2015 and 2016.

There was a change in assumptions related to the retirement age and mortality rates in 2014.

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.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

Last Fiscal Year

---

<b>MEASUREMENT DATE DECEMBER 31,</b>	<b>2018</b>
<hr/>	
<b>TOTAL OPEB LIABILITY</b>	
Service cost	\$ 7,378
Interest	3,918
Changes in assumptions	4,756
Implicit benefit payments	-
Other changes	3,464
	<hr/>
Net change in total OPEB liability	19,516
Total OPEB liability - beginning	<hr/> 107,921
<b>TOTAL OPEB LIABILITY - ENDING</b>	<hr/> <b>\$ 127,437</b> <hr/>
Covered payroll	\$ 989,178
Employer's total OPEB liability as a percentage of covered payroll	12.88%

There was a change in assumptions related to the discount rate in 2018.

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.)



**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2019

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**BUDGETS**

The Board of Commissioners follows these procedures in establishing the budgetary data reflected in the financial statements. Prior to the December board meeting, 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.

Notice is given and public meetings are conducted to obtain taxpayer comments. The Board of Commissioners may add to, subtract from or change appropriations, but may not change the form of the budget. Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of an annual combined budget and appropriation ordinance.

Budgets for the General, Special Revenue, Capital Projects and Debt Service Funds are legally adopted on a basis consistent with accounting principles generally accepted in the United States of America. Budgetary information for individual funds is prepared on the same basis as the basic financial statements. All budgets are prepared based on the annual fiscal year of the District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements which govern the District. The legal level of budgetary control at the fund level.

The appropriation law allows for transfers by management among line items in any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Commissioners. After the first six months of any fiscal year, the District Board of Commissioners may, by a two-thirds vote, amend the initially approved budget and appropriations ordinance. Unused appropriations lapse at the end of the fiscal year. The budget and appropriation ordinance was not amended for the year ended April 30, 2019.

The following funds had expenditures greater than the budget for the year ended April 30, 2019:

Fund	Appropriations	Actual Expenditures	Budget
Paving and Lighting	\$ 40,500	\$ 31,064	\$ 30,000

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

**MAJOR GOVERNMENTAL FUNDS**

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

COMBINING BALANCE SHEET  
RECREATION FUND

April 30, 2019

	Recreation Subfunds				Total Recreation Fund
	Recreation	Waucondafest	Fitness	Beach/ Marina	
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>					
<b>ASSETS</b>					
Cash	\$ (6,689)	\$ 43,727	\$ 123,725	\$ 44,843	\$ 205,606
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	390,164	-	-	-	390,164
Prepaid items	8,530	17,288	3,031	2,173	31,022
Total assets	392,005	61,015	126,756	47,016	626,792
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
None	-	-	-	-	-
Total deferred outflows of resources	-	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 392,005</b>	<b>\$ 61,015</b>	<b>\$ 126,756</b>	<b>\$ 47,016</b>	<b>\$ 626,792</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 40,175	\$ -	\$ 521	\$ 508	\$ 41,204
Accrued payroll	32,462	2,472	2,832	605	38,371
Unearned revenue	25,126	500	8,625	47,020	81,271
Due to other funds	-	-	-	-	-
Total liabilities	97,763	2,972	11,978	48,133	160,846
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable property tax revenue	390,164	-	-	-	390,164
Total deferred inflows of resources	390,164	-	-	-	390,164
Total liabilities and deferred inflows of resources	487,927	2,972	11,978	48,133	551,010
<b>FUND BALANCES</b>					
Nonspendable					
Prepaid items	8,530	17,288	3,031	2,173	31,022
Assigned for recreation programs	-	40,755	111,747	-	152,502
Unrestricted (deficit)	(104,452)	-	-	(3,290)	(107,742)
Total fund balances (deficit)	(95,922)	58,043	114,778	(1,117)	75,782
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 392,005</b>	<b>\$ 61,015</b>	<b>\$ 126,756</b>	<b>\$ 47,016</b>	<b>\$ 626,792</b>

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	Recreation Subfunds				Total Recreation Fund
	Recreation	Waucondafest	Fitness	Beach/ Marina	
<b>REVENUES</b>					
Property taxes	\$ 381,473	\$ -	\$ -	\$ -	\$ 381,473
Charges for services	939,123	266,897	150,642	65,501	1,422,163
Facility rental	4,578	-	-	-	4,578
Other	6,435	-	-	-	6,435
Total revenues	1,331,609	266,897	150,642	65,501	1,814,649
<b>EXPENDITURES</b>					
Current					
Recreation					
Salaries and wages	770,829	62,604	76,149	51,740	961,322
Benefits	116,392	-	3,257	12,115	131,764
Contractual services	133,724	125,660	17,528	-	276,912
Commodities	185,313	54,181	6,788	6,736	253,018
Utilities	38,740	-	5,908	-	44,648
Triathlon	-	-	24,913	-	24,913
Total expenditures	1,244,998	242,445	134,543	70,591	1,692,577
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	86,611	24,452	16,099	(5,090)	122,072
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers (out)	(250,000)	(50,000)	-	-	(300,000)
Total other financing sources (uses)	(250,000)	(50,000)	-	-	(300,000)
NET CHANGE IN FUND BALANCES	(163,389)	(25,548)	16,099	(5,090)	(177,928)
FUND BALANCES, MAY 1	260,252	80,029	98,309	3,671	442,261
Prior period adjustment	(192,785)	3,562	370	302	(188,551)
FUND BALANCES, MAY 1, RESTATED	67,467	83,591	98,679	3,973	253,710
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<b>\$ (95,922)</b>	<b>\$ 58,043</b>	<b>\$ 114,778</b>	<b>\$ (1,117)</b>	<b>\$ 75,782</b>

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
<b>SALARIES AND WAGES</b>				
Director	\$ -	\$ 26,317	\$ 26,425	\$ 108
Superintendent of Parks	-	59,037	57,542	(1,495)
Full-time maintenance	435,588	182,729	196,594	13,865
Seasonal maintenance	-	22,400	17,325	(5,075)
Custodian	-	15,180	8,510	(6,670)
Accounting	-	16,995	12,074	(4,921)
Total salaries and wages	435,588	322,658	318,470	(4,188)
<b>EMPLOYEE BENEFITS</b>				
Employee insurance	193,860	99,122	58,506	(40,616)
Continuing education	-	1,000	100	(900)
Uniforms	-	1,500	1,401	(99)
Total employee benefits	193,860	101,622	60,007	(41,615)
<b>CONTRACTUAL SERVICES</b>				
Contractual services	41,175	18,500	21,187	2,687
Legal	-	12,000	15,199	3,199
Licenses and fees	-	3,500	2,473	(1,027)
Rental of equipment	-	8,000	7,132	(868)
Total contractual services	41,175	42,000	45,991	3,991
<b>UTILITIES</b>				
Telephone	20,925	2,750	2,680	(70)
Electricity	-	8,500	8,402	(98)
Natural gas	-	2,000	2,408	408
Water and sewer	-	1,000	1,273	273
Irrigation water	-	1,250	343	(907)
Waste services	-	8,100	6,341	(1,759)
Total utilities	20,925	23,600	21,447	(2,153)
<b>COMMODITIES</b>				
Custodial supplies	-	8,000	8,385	385
Materials and supplies	133,815	50,000	49,787	(213)
Fuel and oil	-	19,000	18,036	(964)
Office supplies	-	250	451	201
Vehicle maintenance	-	7,250	12,233	4,983
Tractor supplies	-	4,000	7,621	3,621
Athletic fields	-	16,000	10,317	(5,683)
Maintenance of buildings and grounds	-	7,500	7,017	(483)
Small machinery	-	2,500	1,881	(619)
Salt	-	5,000	8,516	3,516
Technology	-	2,000	1,040	(960)
Total commodities	133,815	121,500	125,284	3,784
<b>TOTAL EXPENDITURES</b>	<b>\$ 825,363</b>	<b>\$ 611,380</b>	<b>\$ 571,199</b>	<b>\$ (40,181)</b>

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
RECREATION FUND

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>SALARIES AND WAGES</b>				
Director	\$ -	\$ 26,317	\$ 26,416	\$ 99
Superintendent of Recreation	1,032,365	58,753	57,161	(1,592)
Recreation supervisor	-	96,807	73,168	(23,639)
Program staff	-	14,335	9,559	(4,776)
Administrative	-	86,481	82,975	(3,506)
Custodian	-	16,385	17,987	1,602
Preschool staff	-	139,500	130,822	(8,678)
Club staff	-	154,500	172,761	18,261
Accounting staff	-	20,875	22,550	1,675
Dance	-	45,340	49,331	3,991
Marketing	-	25,585	17,487	(8,098)
Athletics staff	-	30,000	26,215	(3,785)
Camp staff	-	111,900	112,946	1,046
Waucondafest	125,888	93,250	62,604	(30,646)
Lifeguards	61,873	25,835	28,759	2,924
Instructors	-	3,465	2,185	(1,280)
Concessions	-	2,925	4,465	1,540
Group fitness	-	7,500	5,270	(2,230)
Consultant	114,981	59,500	56,683	(2,817)
Personal training	-	2,640	1,978	(662)
<b>Total salaries and wages</b>	<b>1,335,107</b>	<b>1,021,893</b>	<b>961,322</b>	<b>(60,571)</b>
<b>EMPLOYEE BENEFITS</b>				
Employee insurance	181,717	134,605	108,163	(26,442)
Memberships	-	8,500	8,504	4
Continuing education	-	11,750	11,985	235
Uniforms	-	2,875	1,655	(1,220)
Mileage	-	1,750	1,457	(293)
<b>Total employee benefits</b>	<b>181,717</b>	<b>159,480</b>	<b>131,764</b>	<b>(27,716)</b>
<b>CONTRACTUAL SERVICES</b>				
Contractual services	97,032	28,275	20,928	(7,347)
Public relations	-	57,750	56,123	(1,627)
Employee recognition	-	5,500	2,876	(2,624)
Licenses and fees	-	35,200	36,772	1,572
Athletics contractual	-	35,100	32,245	(2,855)
Technology	-	18,430	15,728	(2,702)
Rides expense	-	86,050	57,870	(28,180)
Layout and rentals	-	25,700	23,641	(2,059)
Entertainment	-	35,000	30,729	(4,271)
<b>Total contractual services</b>	<b>97,032</b>	<b>327,005</b>	<b>276,912</b>	<b>(50,093)</b>

(This schedule is continued on the following page.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)  
RECREATION FUND

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>COMMODITIES</b>				
Materials and supplies				
General	\$ 543,895	\$ 19,650	\$ 15,509	\$ (4,141)
Dance	-	34,515	29,744	(4,771)
Early childhood	-	4,000	486	(3,514)
Marina	-	1,000	2,241	1,241
Office contractual	-	8,500	7,704	(796)
Office supplies	-	4,750	5,220	470
Postage	-	3,000	1,666	(1,334)
Special events	294,413	90,109	73,711	(16,398)
Athletics	-	16,825	11,886	(4,939)
Camp	-	32,000	41,546	9,546
Pee Wee Camp	-	640	247	(393)
Club	-	25,000	24,894	(106)
Preschool	-	11,050	12,201	1,151
Trips	-	24,000	25,963	1,963
Total commodities	838,308	275,039	253,018	(22,021)
<b>UTILITIES</b>				
Telephone	63,990	6,000	5,366	(634)
Electricity	7,088	35,500	29,818	(5,682)
Natural gas	-	7,000	6,409	(591)
Water and sewer	-	4,150	3,055	(1,095)
Total utilities	71,078	52,650	44,648	(8,002)
<b>TRIATHLON</b>				
Triathlon	-	28,000	24,913	(3,087)
Total triathlon	-	28,000	24,913	(3,087)
<b>CAPITAL OUTLAY</b>				
Capital projects	-	5,000	-	(5,000)
Total capital outlay	-	5,000	-	(5,000)
<b>TOTAL EXPENDITURES</b>	<b>\$ 2,523,242</b>	<b>\$ 1,869,067</b>	<b>\$ 1,692,577</b>	<b>\$ (176,490)</b>

(See independent auditor's report.)



**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>				
Grant income		\$ 318,000	\$ 312,192	\$ (5,808)
Total revenues		318,000	312,192	(5,808)
<b>EXPENDITURES</b>				
Capital outlay				
Contractual services	\$ 27,000	20,000	-	(20,000)
Capital projects	3,223,800	2,388,000	1,109,882	(1,278,118)
Debt service				
Principal retirement	-	-	118,752	118,752
Interest and fiscal charges	-	-	17,632	17,632
Bond issuance costs	-	-	1,250	1,250
Total expenditures	\$ 3,250,800	2,408,000	1,247,516	(1,160,484)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(2,090,000)	(935,324)	1,154,676
<b>OTHER FINANCING SOURCES (USES)</b>				
Note proceeds		-	690,000	690,000
Transfers in		-	500,000	500,000
Total other financing sources (uses)		-	1,190,000	1,190,000
NET CHANGE IN FUND BALANCE		\$ (2,090,000)	254,676	\$ 2,344,676
FUND BALANCE, MAY 1			2,857,555	
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 3,112,231</b>	

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<u>Original and Final Appropriation</u>	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
<b>REVENUES</b>				
Property taxes		\$ 206,266	\$ 206,086	\$ (180)
Total revenues		<u>206,266</u>	<u>206,086</u>	<u>(180)</u>
<b>EXPENDITURES</b>				
Debt service				
Principal retirement	\$ 264,600	196,000	196,000	-
Interest and fiscal charges	<u>11,100</u>	<u>8,222</u>	<u>8,222</u>	<u>-</u>
Total expenditures	<u>\$ 275,700</u>	<u>204,222</u>	<u>204,222</u>	<u>-</u>
NET CHANGE IN FUND BALANCE		<u>\$ 2,044</u>	<u>1,864</u>	<u>\$ (180)</u>
FUND BALANCE, MAY 1			9,468	
Prior period adjustment			<u>(108,773)</u>	
FUND BALANCE (DEFICIT), MAY 1, RESTATED			<u>(99,305)</u>	
<b>FUND BALANCE (DEFICIT), APRIL 30</b>			<u>\$ (97,441)</u>	

(See independent auditor's report.)

## **NONMAJOR GOVERNMENTAL FUNDS**

Special Revenue Funds - are established to account for proceeds from specific revenue sources that are restricted by law or administrative action to expenditure for specific purposes.

Liability Insurance Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the District's liability insurance expenditures.

Social Security Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for paying the employer's portion of Social Security and Medicare.

Illinois Municipal Retirement Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for funding the employer's contribution to IMRF.

Paving and Lighting Fund - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the District's paving and lighting expenditures.

Special Recreation Fund - to account for revenues derived from a specific annual property tax levy and expenditures related to the District's participation in the Northern Illinois Special Recreation Association (NISRA), which provides recreational programs for individuals with disabilities.

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

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2019

	<b>Special Revenue</b>		
	<b>Liability Insurance</b>	<b>Social Security</b>	<b>Illinois Municipal Retirement</b>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
<b>ASSETS</b>			
Cash	\$ -	\$ -	\$ 7,974
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	128,460	111,133	43,730
Due from other funds	-	-	-
Prepaid items	300	-	-
Total assets	<u>128,760</u>	<u>111,133</u>	<u>51,704</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
None	-	-	-
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 128,760</u>	<u>\$ 111,133</u>	<u>\$ 51,704</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accrued payroll	\$ 2,767	\$ -	\$ 6,671
Due to other funds	31,708	38,555	1,429
Total liabilities	<u>34,475</u>	<u>38,555</u>	<u>8,100</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property tax revenue	128,460	111,133	43,730
Total deferred inflows of resources	<u>128,460</u>	<u>111,133</u>	<u>43,730</u>
Total liabilities and deferred inflows of resources	<u>162,935</u>	<u>149,688</u>	<u>51,830</u>
<b>FUND BALANCES</b>			
Nonspendable			
Prepaid items	300	-	-
Restricted			
Special recreation	-	-	-
Unrestricted			
Unassigned (deficit)	(34,475)	(38,555)	(126)
Total fund balances (deficit)	<u>(34,175)</u>	<u>(38,555)</u>	<u>(126)</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<u>\$ 128,760</u>	<u>\$ 111,133</u>	<u>\$ 51,704</u>

<b>Special Revenue</b>			
<b>Paving and Lighting</b>	<b>Special Recreation</b>	<b>Audit</b>	<b>Total</b>
\$ -	\$ 22,226	\$ -	\$ 30,200
15,948	151,306	15,948	466,525
-	40,073	-	40,073
-	-	-	300
15,948	213,605	15,948	537,098
-	-	-	-
-	-	-	-
\$ 15,948	\$ 213,605	\$ 15,948	\$ 537,098
\$ -	\$ 838	\$ 434	\$ 10,710
5,132	-	7,287	84,111
5,132	838	7,721	94,821
15,948	151,306	15,948	466,525
15,948	151,306	15,948	466,525
21,080	152,144	23,669	561,346
-	-	-	300
-	61,461	-	61,461
(5,132)	-	(7,721)	(86,009)
(5,132)	61,461	(7,721)	(24,248)
\$ 15,948	\$ 213,605	\$ 15,948	\$ 537,098

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Special Revenue</b>		
	<b>Liability Insurance</b>	<b>Social Security</b>	<b>Illinois Municipal Retirement</b>
<b>REVENUES</b>			
Property taxes	\$ 119,352	\$ 102,481	\$ 66,260
Other income	1,750	-	-
Total revenues	<u>121,102</u>	<u>102,481</u>	<u>66,260</u>
<b>EXPENDITURES</b>			
Current			
General government	137,273	105,251	25,509
Recreation	-	-	56,777
Capital outlay	-	-	-
Total expenditures	<u>137,273</u>	<u>105,251</u>	<u>82,286</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(16,171)</u>	<u>(2,770)</u>	<u>(16,026)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	24,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>24,000</u>
NET CHANGE IN FUND BALANCES	<u>(16,171)</u>	<u>(2,770)</u>	<u>7,974</u>
FUND BALANCES, MAY 1	41,209	18,305	26,872
Prior period adjustment	<u>(59,213)</u>	<u>(54,090)</u>	<u>(34,972)</u>
FUND BALANCES (DEFICIT), MAY 1, RESTATED	<u>(18,004)</u>	<u>(35,785)</u>	<u>(8,100)</u>
<b>FUND BALANCES (DEFICIT), APRIL 30</b>	<u><u>\$ (34,175)</u></u>	<u><u>\$ (38,555)</u></u>	<u><u>\$ (126)</u></u>

<b>Special Revenue</b>			
<b>Paving and Lighting</b>	<b>Special Recreation</b>	<b>Audit</b>	<b>Total</b>
\$ 15,593	\$ 145,359	\$ 15,593	\$ 464,638
-	-	-	1,750
15,593	145,359	15,593	466,388
-	108,335	16,276	392,644
-	-	-	56,777
31,064	19,313	-	50,377
31,064	127,648	16,276	499,798
(15,471)	17,711	(683)	(33,410)
-	-	-	24,000
-	-	-	24,000
(15,471)	17,711	(683)	(9,410)
18,569	118,905	1,192	225,052
(8,230)	(75,155)	(8,230)	(239,890)
10,339	43,750	(7,038)	(14,838)
\$ (5,132)	\$ 61,461	\$ (7,721)	\$ (24,248)

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under) Budget</b>
<b>REVENUES</b>				
Property taxes	\$ 102,570	\$ 102,570	\$ 102,481	\$ (89)
Total revenues	102,570	102,570	102,481	(89)
<b>EXPENDITURES</b>				
Current				
General government				
Payroll tax expense	\$ 150,005	111,115	105,251	(5,864)
Total expenditures	\$ 150,005	111,115	105,251	(5,864)
NET CHANGE IN FUND BALANCE		\$ (8,545)	(2,770)	\$ 5,775
FUND BALANCE, MAY 1			18,305	
Prior period adjustment			(54,090)	
FUND BALANCE (DEFICIT), MAY 1, RESTATED			(35,785)	
<b>FUND BALANCE (DEFICIT), APRIL 30</b>			<b>\$ (38,555)</b>	

(See independent auditor's report.)



**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under) Budget</b>
<b>REVENUES</b>				
Property taxes		\$ 119,456	\$ 119,352	\$ (104)
Other income		1,500	1,750	250
Total revenues		<u>120,956</u>	<u>121,102</u>	<u>146</u>
<b>EXPENDITURES</b>				
Current				
General government				
Salaries and wages	\$ 100,856	74,708	73,723	(985)
Benefits	-	9,712	8,845	(867)
Contractual services	2,700	2,000	-	(2,000)
Capital outlay	-	10,000	-	(10,000)
Insurance	-	54,500	53,551	(949)
Materials and supplies	94,163	3,750	1,154	(2,596)
Total expenditures	<u>\$ 197,719</u>	<u>154,670</u>	<u>137,273</u>	<u>(17,397)</u>
NET CHANGE IN FUND BALANCE		<u>\$ (33,714)</u>	<u>(16,171)</u>	<u>\$ 17,543</u>
FUND BALANCE, MAY 1			41,209	
Prior period adjustment			<u>(59,213)</u>	
FUND BALANCE (DEFICIT), MAY 1, RESTATED			<u>(18,004)</u>	
<b>FUND BALANCE (DEFICIT), APRIL 30</b>			<u><u>\$ (34,175)</u></u>	

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under) Budget</b>
<b>REVENUES</b>				
Property taxes		\$ 66,318	\$ 66,260	\$ (58)
Total revenues		66,318	66,260	(58)
<b>EXPENDITURES</b>				
Current				
General government				
Benefits	\$ 38,643	28,624	25,509	(3,115)
Recreation				
Benefits	86,011	63,712	56,777	(6,935)
Total expenditures	\$ 124,654	92,336	82,286	(10,050)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(26,018)	(16,026)	9,992
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in		-	24,000	24,000
Total other financing sources (uses)		-	24,000	24,000
NET CHANGE IN FUND BALANCE		\$ (26,018)	7,974	\$ 33,992
FUND BALANCE, MAY 1			26,872	
Prior period adjustment			(34,972)	
FUND BALANCE (DEFICIT), MAY 1, RESTATED			(8,100)	
<b>FUND BALANCE (DEFICIT), APRIL 30</b>			<b>\$ (126)</b>	

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under) Budget</b>
<b>REVENUES</b>				
Property taxes		\$ 15,606	\$ 15,593	\$ (13)
Total revenues		15,606	15,593	(13)
<b>EXPENDITURES</b>				
Current				
Recreation				
Paving and lighting	\$ 40,500	30,000	31,064	1,064
Total expenditures	\$ 40,500	30,000	31,064	1,064
NET CHANGE IN FUND BALANCE		\$ (14,394)	(15,471)	\$ (1,077)
FUND BALANCE, MAY 1			18,569	
Prior period adjustment			(8,230)	
FUND BALANCE, MAY 1, RESTATED			10,339	
<b>FUND BALANCE (DEFICIT), APRIL 30</b>			<b>\$ (5,132)</b>	

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under) Budget</b>
<b>REVENUES</b>				
Property taxes		\$ 145,486	\$ 145,359	\$ (127)
Total revenues		145,486	145,359	(127)
<b>EXPENDITURES</b>				
Current				
General government				
Salaries and wages	\$ 23,684	30,044	29,715	(329)
Contractual services	6,075	78,000	74,739	(3,261)
Materials and supplies	300,375	5,000	2,343	(2,657)
Other	-	4,500	1,538	(2,962)
Capital outlay	-	127,000	19,313	(107,687)
Total expenditures	\$ 330,134	244,544	127,648	(116,896)
NET CHANGE IN FUND BALANCE		\$ (99,058)	17,711	\$ 116,769
FUND BALANCE, MAY 1			118,905	
Prior period adjustment			(75,155)	
FUND BALANCE, MAY 1, RESTATED			43,750	
<b>FUND BALANCE, APRIL 30</b>			<b>\$ 61,461</b>	

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

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

For the Year Ended April 30, 2019

	<b>Original and Final Appropriation</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under) Budget</b>
<b>REVENUES</b>				
Property taxes	\$	15,606	\$ 15,593	\$ (13)
Total revenues		15,606	15,593	(13)
<b>EXPENDITURES</b>				
Current				
General government				
Salaries and wages	\$	10,909	8,081	7,526
Contractual services		11,813	8,750	8,750
Total expenditures	\$	22,722	16,831	16,276
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>				
		(1,225)	(683)	542
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in		3,000	-	(3,000)
Total other financing sources (uses)		3,000	-	(3,000)
<b>NET CHANGE IN FUND BALANCE</b>				
	\$	1,775	(683)	\$ (2,458)
<b>FUND BALANCE, MAY 1</b>				
Prior period adjustment			1,192	(8,230)
<b>FUND BALANCE (DEFICIT), MAY 1, RESTATED</b>				
			(7,038)	
<b>FUND BALANCE (DEFICIT), APRIL 30</b>				
			\$ (7,721)	

(See independent auditor's report.)

## **SUPPLEMENTAL INFORMATION**

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

COMPUTATION OF LEGAL DEBT MARGIN INFORMATION

April 30, 2019

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2018 assessed valuation	<u>\$ 381,888,437</u>
Statutory debt limitation 2.875% of assessed valuation	<u>\$ 10,979,293</u>
Applicable debt	
General Obligation Bonds Series 2017 A	<u>200,000</u>
Total debt	<u>200,000</u>
Total applicable debt	<u>200,000</u>
<b>LEGAL DEBT MARGIN</b>	<u><u>\$ 10,779,293</u></u>

Data Source

Audited Financial Statements

(See independent auditor's report.)

**WAUCONDA PARK DISTRICT  
WAUCONDA, ILLINOIS**

ASSESSED VALUATIONS, TAX RATES, EXTENSIONS AND COLLECTIONS

Last Ten Levy Years

Levy Year	2018	2017	2016	2015
<b>ASSESSED VALUATION (THOUSANDS)</b>	\$ 381,884	\$ 377,515	\$ 359,765	\$ 336,620
<b>TAX RATES</b>				
General fund	\$ 0.180	\$ 0.176	\$ 0.182	\$ 0.176
Recreation fund	0.102	0.101	0.106	0.112
Audit fund	0.004	0.004	0.004	0.005
Handicapped recreation fund	0.040	0.039	0.039	0.040
IMRF fund	0.011	0.018	0.020	0.029
Liability insurance fund	0.034	0.032	0.035	0.037
Debt service fund	0.054	0.055	0.056	0.060
Police protection fund	0.000	0.000	0.000	0.000
Paving and lighting fund	0.004	0.004	0.004	0.005
Social security fund	0.029	0.027	0.020	0.029
<b>TOTAL TAX RATES</b>	<b>\$ 0.458</b>	<b>\$ 0.456</b>	<b>\$ 0.466</b>	<b>\$ 0.493</b>
<b>TAX EXTENSIONS</b>				
General fund	\$ 689,064	\$ 662,874	\$ 655,103	\$ 593,255
Recreation fund	390,164	381,807	379,991	376,873
Audit fund	15,948	15,606	15,596	15,636
Handicapped recreation fund	151,308	145,487	141,247	134,648
IMRF fund	43,730	66,318	71,219	98,465
Liability insurance fund	128,460	119,457	124,590	124,930
Debt service fund	206,445	206,266	202,757	201,490
Police protection fund	-	-	-	-
Paving and lighting fund	15,948	15,606	15,596	15,636
Social security fund	111,133	102,571	71,219	98,465
<b>TOTAL TAX EXTENSIONS</b>	<b>\$ 1,752,200</b>	<b>\$ 1,715,992</b>	<b>\$ 1,677,318</b>	<b>\$ 1,659,398</b>
<b>TOTAL COLLECTIONS</b>	<b>\$ -</b>	<b>\$ 1,714,095</b>	<b>\$ 1,671,542</b>	<b>\$ 1,652,843</b>
<b>TOTAL RATE</b>	<b>0.00%</b>	<b>99.89%</b>	<b>99.66%</b>	<b>99.60%</b>

Note: Tax rates are expressed in dollars per \$100 of assessed valuation.

Data Source

Lake County



	2014	2013	2012	2011	2010	2009
\$	324,794	\$ 336,010	\$ 360,917	\$ 403,251	\$ 432,685	\$ 455,424
\$	0.217	\$ 0.154	\$ 0.136	\$ 0.152	\$ 0.108	\$ 0.100
	0.115	0.111	0.102	0.085	0.076	0.070
	0.005	0.005	0.005	0.005	0.005	0.001
	0.022	0.024	0.023	0.019	0.020	0.031
	0.030	0.029	0.026	0.024	0.020	0.019
	0.000	0.047	0.043	0.000	0.034	0.034
	0.061	0.053	0.049	0.044	0.041	0.039
	0.003	0.003	0.003	0.003	0.002	0.000
	0.005	0.005	0.005	0.005	0.005	0.005
	0.030	0.029	0.026	0.023	0.020	0.018
\$	0.488	\$ 0.460	\$ 0.418	\$ 0.360	\$ 0.331	\$ 0.317
\$	703,230	\$ 517,456	\$ 490,847	\$ 612,943	\$ 467,301	\$ 455,424
	373,534	372,972	368,135	342,764	328,841	318,797
	15,496	16,801	18,046	20,162	21,634	4,554
	70,003	80,643	83,011	76,618	86,537	141,181
	97,591	97,443	93,838	96,780	86,537	86,531
	-	157,925	155,194	-	147,113	154,844
	199,716	178,086	176,849	177,431	177,401	177,615
	8,588	10,080	10,828	12,098	8,654	-
	15,496	16,801	18,046	20,163	21,634	22,771
	97,591	97,443	93,838	92,748	86,537	81,976
\$	1,581,245	\$ 1,545,650	\$ 1,508,632	\$ 1,451,707	\$ 1,432,189	\$ 1,443,693
\$	1,581,994	\$ 1,541,776	\$ 1,508,315	\$ 1,508,315	\$ 1,447,531	\$ 1,427,888
	100.05%	99.75%	99.98%	103.90%	101.07%	98.91%

(See independent auditor's report.)