

Wauconda Park District

Wauconda, Illinois

Annual Financial Report

Year Ended
April 30, 2023

Roger E. Wooten, CPA

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Wauconda Park District
Wauconda, Illinois

Opinions

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Wauconda Park District, as of and for the year ended April 30, 2023, and the related notes to the financial statements, which collectively comprise the Wauconda Park District's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Wauconda Park District, as of April 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the Wauconda Park District, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, I:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Wauconda Park District's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 my opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

A handwritten signature in black ink, appearing to read "Raja P. Porter". The signature is fluid and cursive, with the first name "Raja" being more prominent and the last name "Porter" following in a similar style.

Garden Prairie, Illinois
October 14, 2023

Management's Discussion and Analysis April 30, 2023

The Wauconda Park District (the District) offers readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended April 30, 2023. This 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 recent activities resulting in net position changes, (4) identify any material deviations from the financial plan (the budget), and (5) identify any individual fund issues or concerns.

The major components of the financial statements are the statement of net position and the statement of activities. The statement of net position shows the total assets and liabilities of the District. The statement of activities reflects the total operations of the District for the past year, shown first net of revenues from taxes, interest and miscellaneous items and then in total.

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, Phil's Beach and a Maintenance shop. 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

- Overall government wide revenues this past year were \$4,046,911 representing a 26.3% increase over the previous year's total revenue of \$3,204,278. Expenses were \$4,639,975 compared to the previous year's expenses of \$3,015,639, representing an increase of 53.86% overall in expenses.
- Total net position was \$8,311,109 as of April 30, 2023, compared to \$8,904,173 previous year.
- Taxes levied and collected were \$1,880,097.
- Total Charges for Services were \$2,015,798 over the past year compared to \$1,259,784 for the previous year. Property taxes accounted for 17.54% 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 2023, \$95,254 was spent on capital outlay for the District's infrastructure.

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 42.

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 \$8,311,109.

	Condensed Statement of Net Position	
	April 30, 2023	April 30, 2022
	<u>Governmental Activities</u>	<u>Governmental Activities</u>
Current assets	4,741,564	4,385,588
Capital assets (net)	9,190,259	9,574,797
Deferred Outflows	<u>268,044</u>	<u>390,996</u>
Total assets	<u>14,199,867</u>	<u>14,351,381</u>
Deferred outflows of resources		
Current Liabilities	1,008,705	793,677
Noncurrent Liabilities	2,358,132	2,086,165
Deferred Inflows	<u>2,521,921</u>	<u>2,567,366</u>
Total liabilities	<u>5,888,758</u>	<u>5,447,208</u>
Net Position:		
Invested in capital assets	6,832,127	7,289,069
Restricted	185,826	185,427
Unrestricted	<u>1,293,156</u>	<u>1,429,677</u>
Total net position	<u><u>8,311,109</u></u>	<u><u>8,904,173</u></u>

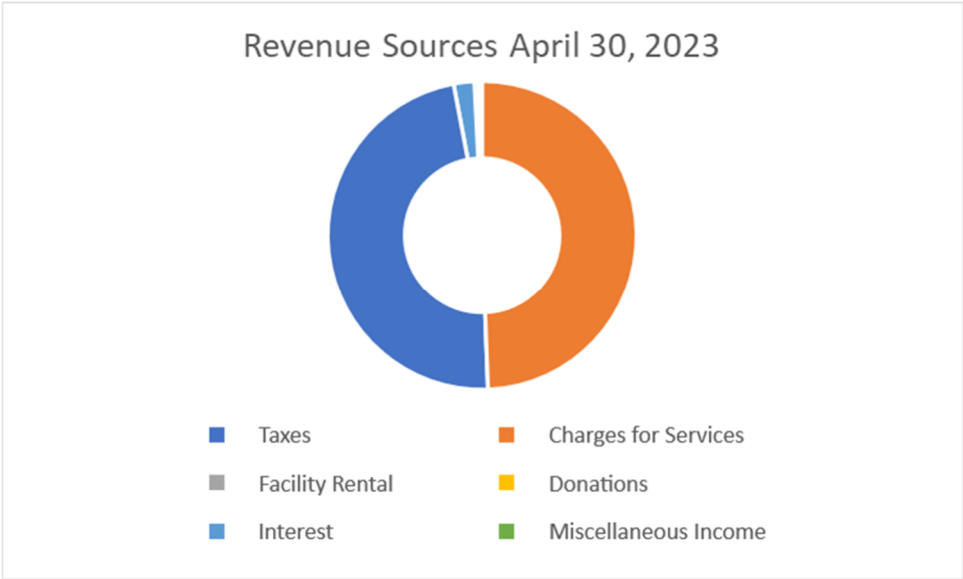
A large portion of the District's net position, \$6,832,127 or 82% percent reflects its net investment in capital assets (for example: land, buildings, machinery and equipment). The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. An additional portion, \$185,826 or .02%, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining 16%, or \$1,293,156 represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

Condensed Statement of Activities

	<u>May 1, 2022 - April 30, 2023</u>	<u>May 1, 2021 - April 30, 2022</u>
	<u>Governmental Activities</u>	<u>Governmental Activities</u>
<u>Revenues</u>		
Program revenues:		
Charges for services	\$2,015,798	\$1,259,784
Grants and contributions	7,650	36,000
Taxes:		
Property taxes	1,935,496	1,882,493
Interest	87,967	1,743
Other General Revenues	<u>24,258</u>	<u>24,258</u>
 Total revenues	 4,046,911	 3,204,278
<u>Expenses</u>		
General government		
Corporate	1,114,024	1,054,296
Recreation	3,225,438	1,933,531
Bond Payments	296,295	
Interest /Fees	<u>4,218</u>	<u>27,812</u>
 Total expenses	 <u>4,639,975</u>	 <u>3,015,639</u>
 Change in net position	 <u>(593,064)</u>	 <u>188,639</u>

Net position of the District decreased by 7% from \$8,904,173 to \$8,311,109.

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 that the less significant percentage the District receives from donations, facility rental, and interest income is insignificant.



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 \$2,577,033. Restricted fund balances were \$185,826. Non-Spendable fund balances total \$40,283, which consists of resources that cannot be spent because of their form. \$1,293,156 is assigned, which consists of resources which have constraints resulting from intended use.

The total ending fund balance of Governmental Funds was \$2,577,033, representing a 64.0% Increase from the previous year balance of \$1,649,822, primarily due to the increase in charges for services.

Major Governmental Funds

The General, Recreation, Capital Projects, and Debt Service funds are the primary operating funds of the District. The fund balance of the General Fund as of April 30, 2023 was \$353,368. The Recreation Fund's fund balance was \$903,074, the Capital Projects Fund balance was \$1,190,753 and the Debt Service Fund's balance was (\$100,827) .

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 \$883,870, which was \$116,106 over budget. Expenditures were \$684,354 which was \$68,736 under budget. The net budget variance was \$184,842. The fund balance increased to \$353,368 at year end from \$153,852 in the previous year, primarily due to interest.

Capital Asset and Debt Administration

Capital Assets

The District's capital assets, net of accumulated depreciation for governmental activities as of April 30, 2023 was \$9,190,259. This investment in capital assets includes land, construction in process, buildings and improvements and vehicles and equipment.

	Capital Assets - Net of Depreciation	
	2023	2022
Land	2,925,176	2,925,176
Land Improvements	3,251,374	3,491,358
Buildings and Improvements	2,668,981	2,756,077
Machinery and Equipment	324,168	375,306
Vehicles	20,560	26,880
Total Capital Assets	9,190,259	9,574,797

Debt Administration

The fund balance of the Debt Service Fund was (\$100,827) as of April 30, 2023. The District has a \$216,295 General Obligation bond long- term note payable for the purchase of Phil's Beach, due in 60 installments at 3% interest. A \$1,230,000 General Obligation Bond (ARS) for the purchase of a second Marina at 3% interest. A \$720,000 General Obligation Bond (ARS) for funding various capital projects. And a 224,035 General Obligation Bond (ARS) for funding various capital projects.

	Long Term Debt Outstanding	
	2023	2022
General Obligation Bonds	2,094,035	2,166,295

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 \$12,731,848. Additional information on the District's long-term debt can be found in Note 4.

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.

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.

WAUCONDA PARK DISTRICT
Statement of Net Position
April 30, 2023

ASSETS

Current Assets

Cash & investments	\$2,728,700
Property Taxes Receivable	1,972,581
Prepaid Expenses	40,283
Total Current Assets	4,741,564

Capital assets

Land	2,925,176
Other capital assets, net of depreciation	6,265,083
Total Capital Assets	9,190,259

Total Assets	13,931,823
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Deferred Outflows

Pension Related	252,182
OBEP items	15,862

Total deferred outflows of resources	268,044
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Total assets and deferred outflows of resources	14,199,867
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LIABILITIES

Current Liabilities

Accounts Payable	59,670
Accrued Payroll	24,378
Accrued interest payable	22,833
Unearned revenue	95,910
Customer deposits	11,780
Net pension liability	793,922
Other Liabilities	212

Non - Current Liabilities

Due within one year	314,848
Due in more than one year	2,043,284

Total Liabilities	3,366,837
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Deferred Inflows

Pension Related	463,956
Property Taxes	1,972,581
OBEP items	85,384

Total Deferred Inflows	2,521,921
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NET POSITION

Invested in capital assets, net of related debt	6,832,127
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Restricted for

Liability Insurance	14,940
Retirement - Social Security	18,898
Paving and Lighting	9,459
Special Recreation	139,249
Audit	3,280
Unrestricted	1,293,156

Total Net Position	\$8,311,109
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The accompanying notes are an integral part of this statement

WAUCONDA PARK DISTRICT
Statement of Activities
For the Year Ended April 30, 2023

FUNCTIONS/ PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSES) REVENUES & CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
Governmental Activities				
General Government	\$ 1,114,024			\$ (1,114,024)
Recreation	3,225,438	\$ 2,015,798	\$ 7,650	(1,201,990)
Bond Payments	296,295			(296,295)
Interest	4,218			(4,218)
Total Governmental Activities	<u>4,639,975</u>	<u>2,015,798</u>	<u>7,650</u>	<u>(2,616,527)</u>
 General revenues				
Property taxes and replacement tax				1,935,496
Investment earnings				87,967
Transfers				
Total general revenues				<u>2,023,463</u>
 Change in Net Assets				 (593,064)
 Net position - beginning of year				 8,904,173
 Net position - end of year				 <u>\$ 8,311,109</u>

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Balance Sheet
All Governmental Fund Types
April 30, 2023

	<u>General</u>	<u>Recreation</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
ASSETS						
Cash & Cash Equivalent	\$ 360,597	\$1,032,414	\$1,086,104	\$4,000	\$245,585	\$ 2,728,700
Property taxes receivable	767,569	451,841		234,780	518,391	1,972,581
						-
Prepays	4,828	\$35,455				40,283
Due from other funds	5,303		\$104,827			110,130
Other receivables						-
Total Assets	<u>\$ 1,138,297</u>	<u>\$ 1,519,710</u>	<u>\$ 1,190,931</u>	<u>\$ 238,780</u>	<u>\$ 763,976</u>	<u>\$ 4,851,694</u>
LIABILITIES						
Accounts payable	\$9,881	\$41,913	\$178		\$7,698	\$59,670
Accrued payroll	7,267	15,192			1,919	24,378
Unearned revenue		95,910				95,910
Customer deposits		11,780				11,780
Due to other funds				104,827	5,303	110,130
Other Liabilities	212					212
Total liabilities	17,360	164,795	178	104,827	14,920	302,080
DEFERRED INFLOWS OF RESOURCES						
Unavailable property tax revenue	767,569	451,841	0	234,780	518,391	1,972,581
Total deferred inflows of resources	767,569	451,841	0	234,780	518,391	1,972,581
Total liabilities and deferred inflows of resources	784,929	616,636	178	339,607	533,311	2,274,661
Fund Balance						
Nonspendable						
Prepays	4,828	35,455	0	0	0	40,283
Restricted						0
Liability insurance					23,928	23,928
Retirement - Social Security					6,921	6,921
Paving and lighting					9,463	9,463
Special recreation					193,686	193,686
Audit					4,678	4,678
Unrestricted					-	0
Assigned					(8,011)	(8,011)
Unassigned (deficit)	\$ 348,540	\$ 867,619	\$ 1,190,753	\$ (100,827)	-	2,306,085
Total Fund Equity	353,368	903,074	1,190,753	(100,827)	230,665	2,577,033
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>1,138,297</u>	<u>1,519,710</u>	<u>1,190,931</u>	<u>238,780</u>	<u>763,976</u>	<u>4,851,694</u>

The accompanying notes are an integral part of this statement

WAUCONDA PARK DISTRICT
All Governmental Fund Types
Statement of Revenues, Expenditures, and Changes in Fund Balance
For the year ended April 30, 2023

REVENUE	<u>Corporate</u>	<u>Recreation</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
Taxes	\$786,463	\$431,184		\$223,166	\$ 494,683	\$1,935,496
Charges for Services		2,007,465				2,007,465
Facility Rental		8,333				8,333
Donations		5,150	2,500			7,650
Interest	81,884	6,083				87,967
Miscellaneous Income	15,523				1,500	17,023
	<u>883,870</u>	<u>2,458,215</u>	<u>2,500</u>	<u>223,166</u>	<u>496,183</u>	<u>4,063,934</u>
EXPENDITURES						
Current:						
General Government	684,354				310,133	994,487
Recreation		1,927,806			122,698	2,050,504
Capital outlay			95,254			95,254
Debt service						0
Principal retirement				216,295		216,295
Interest and fiscal charges				4,218		4,218
	<u>684,354</u>	<u>1,927,806</u>	<u>95,254</u>	<u>220,513</u>	<u>432,831</u>	<u>3,360,758</u>
Excess (deficiency) of revenues over expenditures before other financing	199,516	530,409	(92,754)	2,653	63,352	703,176
Other Financing Sources -						
Bonds issued	0	0	224,035	0	0	224,035
Premiums on bonds issued						
NET CHANGES IN FUND BALANCES	<u>199,516</u>	<u>530,409</u>	<u>131,281</u>	<u>2,653</u>	<u>63,352</u>	<u>927,211</u>
Fund Balances						
Beginning of year	153,852	372,665	1,059,472	(103,480)	167,313	1,649,822
End of year	<u>\$353,368</u>	<u>\$903,074</u>	<u>\$1,190,753</u>	<u>(\$100,827)</u>	<u>230,665</u>	<u>\$2,577,033</u>

The accompanying notes are an integral part of this statement

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Wauconda Park District is an Illinois local government located in Lake County. The following significant accounting policies are presented to assist the reader in evaluating the financial statements.

A. Reporting Entity

The District is 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 and 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 of the 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.

C. Government Wide, Fund Financial Statements and Basis of Accounting

The Park District's financial statements (i.e. the Statement of Net Assets and the Statement of Activities) include all government activities, organizations and functions for which the board of commissioners has oversight responsibility. Therefore, they include all of the Governmental Funds of the District whose expenditures are approved by the Board.

Separate financial statements are provided for all major funds.

The government wide financial statements are reported using 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.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The financial transactions of the Park District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the Park District:

Governmental Funds

The focus of the governmental funds measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

- a. General Fund is the general operating fund of the Park District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. Special Revenue Funds are used to account for the proceed of specific revenue sources that are legally restricted to expenditures for a particular purpose.

The Park District reports the following major governmental funds:

General Fund is the general operating fund of the Park District. It is used to account for all financial resources except those required to be accounted for in another fund.

Recreation Fund is used to account for the collection of funds relating to recreational activities and the accumulation of the costs related to all recreational activities. These collections of funds are classified as program revenues.

Capital Projects Fund is used to account for the purchase or construction of major capital facilities.

Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt, principal, interest and related costs.

D. Government Wide, Fund Financial Statements

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business type activities, when applicable. Governmental activities generally are financed through taxes. Business type activities are financed in whole or in part by fees charged to external parties for goods and services.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges to residents who use or benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Separate financial statements are provided for governmental, business type, and fiduciary funds, when applicable, even though the latter are excluded from the government- wide financial statements. Major individual government funds are reported in separate columns in the fund financial statements.

E. Budgets

The Park District's budget is prepared on the cash basis of accounting which does not differ significantly from the basis of accounting required by generally accepted accounting principles.

Appropriations lapse at year end and there were no modifications to the ordinance as originally passed. The appropriations represent the legal spending limit. To obtain greater budgetary control, the Board also approves an operating budget. A summary of the differences by fund between the appropriations ordinance and operating budget is presented below:

<u>Fund</u>	<u>Budgeted Expenditures</u>	<u>Total Appropriations</u>
Corporate	\$768,590	\$1,037,597
Recreation	2,409,765	3,253,183
Capital	450,000	607,500
Debt Service	222,720	300,672
Non Major		
Governmental	512,545	691,935
Totals	<u>\$4,363,620</u>	<u>\$5,890,887</u>

F. Cash and Investments

The Park District's cash and cash equivalents consist of bank deposits. Investments in certificates of deposit are recorded at cost plus interest credited to the account. These investments have been authorized by the Park Board.

Investments with maturities greater than one year, if any, are stated at fair value. The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on valuation inputs used to measure the fair value of the asset. The District held no investments to measure at fair value at April 30, 2023.

G. Property Taxes

It is the Park District's intention that property taxes generated from the 2022 property tax levy be used to finance the operating budget for the year ended April 30, 2023. The annual ordinance for 2022 was passed December 13, 2022. Property taxes are paid in two installments June 6 and September 6. Therefore, property tax receipts represent the receipts generated by the 2022 property tax levy.

The Park District's property tax is levied on or before the fourth Tuesday in December each year on all taxable real property located in the Park District. 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

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

H. Compensated Absences

Vacation Pay – Full-time employees are eligible for five vacation days which 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.

Sick Pay – Full-time employees are allowed to accumulate a maximum of 60 sick days. Unused sick pay at termination will not be paid.

I. 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.

J. Prepaid Expenses

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

K. Capital Assets

Capital assets, which include land, buildings, building improvements, and equipment, are reported in the government-wide financial statements. The Park District defines capital assets as assets with an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated assets are stated at estimated fair market value as of the date of acquisition.

The cost of normal maintenance and repair that do not add to the values of the asset or materially extend the useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. All capital assets, except land and construction in progress which are not depreciated, are being depreciated using the straight line method over the following useful lives. The capitalization threshold for all equipment is \$2,500.

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Building and building improvements	7-25
Machinery and Equipment	5-20
Vehicles	8

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Long-Term Liabilities

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.

M. 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.

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.

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.

2. DEPOSITS AND INVESTMENTS (Continued)

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.

3. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2023, was as follows:

<u>Governmental Activities:</u>	<u>Balance 5/1/22</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 4/30/23</u>
Capital assets, not being depreciated:				
Land	\$ 2,925,176			\$ 2,925,176
Total capital assets, not being depreciated	<u>\$ 2,925,176</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,925,176</u>
<u>Governmental Activities:</u>	<u>Balance 5/1/22</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 4/30/23</u>
Capital assets, being depreciated:				
Land Improvements	\$ 5,632,700			\$ 5,632,700
Building and building improvements	4,480,223	10,290		4,490,513
Machinery and equipment	1,733,396	3,628		1,737,024
Vehicles	320,300			320,300
Total capital assets, being depreciated	<u>\$ 12,166,619</u>	<u>\$ 13,918</u>	<u>\$ -</u>	<u>\$ 12,180,537</u>
Total all Fixed Assets	<u>\$ 15,091,795</u>	<u>\$ 13,918</u>	<u>\$ -</u>	<u>\$ 15,105,713</u>
<u>Governmental Activities:</u>	<u>Balance 5/1/22</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 4/30/23</u>
Accumulated Depreciation:				
Land Improvements	\$ 2,141,342	\$ 239,984		\$ 2,381,326
Building and building improvements	1,724,146	97,386		1,821,532
Machinery and equipment	1,358,090	54,766		1,412,856
Vehicles	293,420	6,320		299,740
Total Accumulated Depreciation	<u>\$ 5,516,998</u>	<u>\$ 398,456</u>	<u>\$ -</u>	<u>\$ 5,915,454</u>
Total capital assets, being depreciated, net	<u>\$ 6,649,621</u>	<u>\$ (384,538)</u>		<u>\$ 6,265,083</u>
Governmental Assets, Net	<u>\$ 9,574,797</u>	<u>\$ (384,538)</u>		<u>\$ 9,190,259</u>

Depreciation expense was charged to governmental functions as follows:

Governmental Activities:	
General Government	\$ 119,537
Recreation	<u>278,919</u>
Total depreciation expense governmental activities	<u>\$ 398,456</u>

4. LONG-TERM DEBT

A summary of the changes in general long-term debt is as follows:

	<u>4/30/2022</u>	<u>ISSUED</u>	<u>PAYMENTS</u>	<u>4/30/2023</u>	<u>CURRENT 2023</u>
GENERAL OBLIGATION Series 2021A	1,230,000			1,230,000	
GENERAL OBLIGATION Series 2020	216,295		216,295	0	
GENERAL OBLIGATION Series 2021B	720,000		80,000	640,000	80,000
GENERAL OBLIGATION Series 2022		224,035		224,035	224,035
	<u>2,166,295</u>	<u>224,035</u>	<u>296,295</u>	<u>2,094,035</u>	<u>304,035</u>

The \$1,230,000 General Obligation Park Bond (Alternative Revenue Source), Series 2021A, was authorized for the purpose of funding various capital projects. It is dated December 7, 2021 and provides for principal payments between \$40,000 and \$125,000. Principal payments are payable on December 15th and interest is payable on June 15th and December 15th at a rate of 3.000%.

The \$720,000 General Obligation Park Bond (Alternative Revenue Source), Series 2021B, was authorized for the purpose of funding various capital projects. It is dated December 7, 2021 and provides for principal payments between \$80,000 and \$125,000. Principal payments are payable on December 15th and interest is payable on June 15th and December 15th with rates from 0.900% to 2.150%.

The \$224,035 General Obligation Limited Tax Park Bond, Series 2022, was authorized for the purpose of funding various capital projects. It is dated October 25, 2022. Principal and interest are payable on December 15th at a rate of 3.300%.

4. LONG-TERM DEBT (Continued)

Debt Service to Maturity

The annual requirements on all General Obligation debt to maturity as of April 30, 2023 are as follows:

Year Ending April 30,	Principal	Interest	Total
2024	304,035	56,705	360,740
2025	80,000	47,565	127,565
2026	85,000	46,285	131,285
2027	85,000	44,925	129,925
2028	85,000	43,565	128,565
2029	85,000	41,737	126,737
2030	90,000	39,910	129,910
2031	90,000	37,975	127,975
2032	95,000	35,700	130,700
2033	95,000	32,850	127,850
2034	100,000	30,000	130,000
2035	100,000	27,000	127,000
2036	105,000	24,000	129,000
2037	105,000	20,850	125,850
2038	110,000	17,700	127,700
2039	115,000	14,400	129,400
2040	120,000	10,950	130,950
2041	120,000	7,350	127,350
2042	125,000	3,750	128,750
Totals	<u>\$2,094,035</u>	<u>\$583,217</u>	<u>\$2,677,252</u>

5. INDIVIDUAL FUND DISCLOSURES

	<u>Other Funds</u>	<u>Other Funds</u>
General Fund	\$ 5,303	
IMRF		\$ 5,303
Capital Projects		104,827
Debt Service	<u>104,827</u>	
TOTAL	<u>\$ 110,130</u>	<u>\$ 110,130</u>

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

a. Deficit Fund Balance

The following funds had deficit fund balances at year end:

	<u>Fund Deficit</u>
Governmental	
Debt Service	\$ (100,827)
Nonmajor Governmental	
IMRF	(8,011)

6. 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.

7. 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.

8. 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.

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.

Plan Administration

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

8. Retirement Fund Commitments (Continued)

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, 2022 (most recent information available), IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	15
Inactive employees entitled to but not yet receiving benefits	28
Active employees	<u>18</u>
TOTAL	<u><u>61</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.

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, 2023, was 8.52% (9.58% in 2022) of covered payroll.

Actuarial Assumptions

The District's net pension liability was measured as of December 31, 2022 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.

8. Retirement Fund Commitments (Continued)

Actuarial valuation date	December 31, 2022
Actuarial cost method	Entry-age normal
Assumptions	
Price inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Cost of living adjustments	3.00%
Asset valuation method	Fair value

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

Discount Rate

The discount rate used to measure the total pension liability was 7.25% in 2023. 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.

8. Retirement Fund Commitments (Continued)

Illinois Municipal Retirement Fund (Continued)

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, 2022	\$ 5,128,038	\$ 5,520,139	\$ (392,101)
Changes for the period			
Service Cost	87,805		87,805
Interest	368,092		368,092
Difference between expected and actual experience	70,901		70,901
Changes in assumptions			
Employer contributions		67,902	(67,902)
Employee contributions		42,146	(42,146)
Net investment income		(677,974)	677,974
Benefit payments and refunds	(189,619)	(189,619)	
Other (net transfer)		(91,299)	91,299
Net changes	337,179	(848,844)	1,186,023
Balances at December 31, 2022	\$ 5,465,217	\$ 4,671,295	\$ 793,922

8. 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, 2022, the District recognized pension expense of \$(91,165). At April 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflow of Resources	Deferred flow of Resources
Difference between expected and actual experience	\$ 241,442	\$ 13,703
Changes in assumption	10,740	19,136
Net difference between projected and actual earnings on pension plan investments		431,117
Contributions subsequent to measurement date	<u>28,001</u>	
<u>TOTAL</u>	<u>\$ 280,183</u>	<u>\$ 463,956</u>

\$28,001 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, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending <u>April 30,</u>	
2023	\$132,957
2024	159,484
2025	143,621
2026	214,398
2027	
Thereafter	
TOTAL	<u>\$ 650,460</u>

8. 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)	\$	1,527,639	\$ 793,922	\$ 208,904

9. 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.

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

c. Membership

At April 30, 2023 (the latest information available), membership consisted of:

Inactive fund members or beneficiaries currently receiving benefits payments	-
Inactive fund members entitled to but not yet receiving benefit payments	-
Active fund members	<u>18</u>
<u>TOTAL</u>	<u>18</u>

d. Actuarial Assumptions and Other Inputs

The total OPEB liability was determined by an actuarial valuation performed as of May 1, 2022, using the following actuarial methods and assumptions. The total OPEB liability was rolled forward by the actuary using updating procedures to April 30, 2023, including updating the discount rate at April 30, 2023.

Actuarial valuation date	May 1, 2022
Measurement date	May 1, 2022
Actuarial cost method	Entry-age normal
Inflation	3.00%
Discount rate	3.98%
Healthcare cost trend rates	4.5% to 5.5% in fiscal 2022 based on type of plan, to an ultimate trend rate of 4.50%
Asset valuation method	N/A
Mortality rates	PubG.H-2010 Mortality Table - General Mortality Improvement using Scale MP-2020

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Discount Rate

The discount rate was based on the S&P Municipal Bond 20-year high-grade rate index rate for tax-exempt general obligation municipal bonds rated AA or better at April 30, 2023.

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2022	\$ 77,009
Changes for the period	
Service cost	7,097
Interest	3,065
Difference between expected and actual experience	(13,724)
Changes in assumptions	<u>(2,852)</u>
Net changes	<u>(6,414)</u>
<u>BALANCES AT APRIL 30, 2023</u>	<u>\$ 70,594</u>

Change in assumptions includes a change in trend rates from 11.61 years to 10.32 years and changes in the discount rate.

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 4.14% 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 3.14% or 1 percentage point higher 5.14% than the current rate:

	1% Increase	Current Discount Rate	1% Decrease
	<u>5.24%</u>	<u>4.14%</u>	<u>3.14%</u>
Total OPEB liability	\$ 64,854	\$ 70,594	\$ 76,874

g. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the District calculated using the healthcare rate of 5.50% as well as what the District's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower 4.50% or 1 percentage point higher 6.50% than the current rate:

	1% Increase	Current Healthcare Rate	1% Decrease
	(6.50%)	(5.50%)	(4.50%)
Total OPEB liability	\$ 79,378	\$ 70,594	\$ 62,999

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

For the year ended April 30, 2023, the District recognized OPEB expense of \$(62). At April 30, 2023, the District reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

Future deferred outflows/inflows of resources

Fiscal year ending April 30		
	Outflows	Inflows
2024	\$2,337	\$9,353
2025	2,337	9,353
2026	2,337	9,353
2027	2,337	9,353
2028	2,337	9,353
Thereafter	4,177	38,622

10. Subsequent Events

The District's operations are heavily dependent on the ability to assess dues, run programming and events, and collect taxes. Management has evaluated subsequent events through October 9, 2023, the date that the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION (RSI)

SUPPLEMENTAL INFORMATION

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

CORPORATE FUND	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
REVENUE				
Real Estate Taxes		\$725,264	\$731,093	\$5,829
Replacement Taxes		30,000	55,370	25,370
Interest		1,500	81,884	80,384
Fair Share Membership		1,500	2,312	812
Grants		0	0	0
Miscellaneous		9,500	13,211	3,711
		<u>767,764</u>	<u>883,870</u>	<u>116,106</u>
EXPENDITURES				
Salaries & Wages	567,587	420,435	392,419	(28,016)
Benefits	151,214	112,010	64,403	(47,607)
Contractual Services	81,675	60,500	61,182	682
Utilities	35,701	26,445	23,126	(3,319)
Commodities	180,495	133,700	143,224	9,524
Capital	2,025	1,500		
Total Expenditures	<u>1,018,697</u>	<u>754,590</u>	<u>684,354</u>	<u>(68,736)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,018,697)</u>	<u>13,174</u>	<u>199,516</u>	<u>\$ 184,842</u>
Transfer to Capital Fund	14,000	18,900	0	
Fund Balances				
Beginning of year			153,852	
End of year			<u>\$ 353,368</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
RECREATION FUND				
REVENUE				
Real Estate Taxes		\$430,325	\$431,184	\$859
Charges for Services		1,574,177	2,007,465	433,288
Facility Rental		10,850	8,333	(2,517)
Donations Other		0	5,150	5,150
Miscellaneous		0	6,083	6,083
		2,015,352	2,458,215	442,863
EXPENDITURES				
General Salaries & Wages	1,472,334	1,090,617	937,527	(534,807)
Benefits	231,593	171,550	137,572	(94,021)
Contractual Services	378,680	280,504	274,179	(104,501)
Utilities	88,088	65,250	64,110	(23,978)
Commodities	386,693	286,439	424,543	37,850
Capital	695,797	515,405	30,258	(665,539)
Triathlon			1,615	1,615
Grant			0	0
Debt Service			48,788	48,788
Interest and Fees			9,214	9,214
Capital outlay			0	
Total Expenditures	3,253,185	2,409,765	1,927,806	(481,959)
Excess (deficiency) of revenues over expenditures	<u>\$ 6,506,370</u>	<u>\$ 4,819,530</u>	530,409	<u>\$ 433,649</u>
Transfer to Bond Fund			0	
Fund Balances				
Beginning of year			372,665	
End of year			<u>\$ 903,074</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT

Illinois Municipal Retirement Fund

Fiscal Year Ended	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contribution	\$ 91,676	\$ 80,173	\$ 92,792	\$ 82,286	\$ 76,562	\$ 77,030	\$ 91,165	\$ 95,903
Contributions in relation to the actuarially determined contribution	91,676	80,173	92,792	82,286	76,562	77,030	91,165	95,903
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 956,355	\$ 913,951	\$ 976,372	\$ 997,452	\$ 1,036,670	\$ 914,188	\$ 951,694	\$ 936,583
Contributions as a percentage of covered payroll	9.59%	8.77%	9.50%	8.25%	7.39%	8.43%	9.58%	10.24%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar 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 21 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.25% annually, projected salary increases assumption of 2.85% to 113.75% compounded annually and postretirement benefit increases of 3.50% 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.

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Changes in the Employers Net Pension Liability
December 31, 2022

	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022
Total Pension Liability								
Service Cost	\$ 96,503	\$ 104,678	\$ 98,288	\$ 101,733	\$ 105,718	\$ 111,946	\$ 87,528	\$ 87,805
Interest	199,894	234,190	243,781	257,239	282,884	308,359	322,595	368,092
Differences Between Expected and Actual Experience	273,006	(169,458)	(2,379)	55,867	54,331	(38,471)	378,618	70,901
Change of Assumptions	4,972	(4,873)	(100,326)	136,920	-	(53,726)	-	-
Benefit Payments, Including Refunds of Member Contributions	(201,826)	(32,211)	(43,051)	(80,229)	(83,304)	(106,021)	(133,056)	(189,619)
Net Change in Total Pension Liability	372,549	132,326	196,313	471,530	359,629	222,087	655,685	337,179
Total Pension Liability - Beginning	2,717,919	3,090,468	3,222,794	3,419,107	3,890,637	4,250,266	4,472,353	5,128,038
Total Pension Liability - Ending	3,090,468	3,222,794	3,419,107	3,890,637	4,250,266	4,472,353	5,128,038	5,465,217
Plan Fiduciary Net Position								
Contributions - Employer	100,226	78,327	91,780	88,408	71,750	76,123	94,927	67,902
Contributions - Members	43,036	41,128	43,937	55,968	57,949	41,421	45,977	42,146
Net Investment Income	13,383	189,208	475,362	(139,720)	628,391	559,103	759,226	(677,974)
Benefit Payments, Including Refunds of Member Contributions	(201,826)	(32,211)	(43,051)	(80,229)	(83,304)	(106,021)	(133,056)	(189,619)
Other (Net Transfer)	28,396	(12,886)	(26,720)	88,694	(31,616)	18,247	13,902	(91,299)
Net Change in Plan Fiduciary Net Position	(16,785)	263,566	541,308	13,121	643,170	588,873	780,976	(848,844)
Plan Net Position - Beginning	2,705,910	2,689,125	2,952,691	3,493,999	3,507,120	4,150,290	4,739,163	5,520,139
Plan Net Position - Ending	2,689,125	2,952,691	3,493,999	3,507,120	4,150,290	4,739,163	5,520,139	4,671,295
Employer's Net Position Liability	401,343	270,103	(74,892)	383,517	99,976	(266,810)	(392,101)	793,922
Plan fiduciary net position as a percentage of total pension liability	87.01%	91.62%	102.19%	90.14%	97.65%	105.97%	107.65%	85.47%
Covered Payroll	\$ 956,355	\$ 913,951	\$ 976,372	\$ 1,001,214	\$ 1,029,400	\$ 920,481	\$ 939,861	\$ 936,583
Employer's Net Position Liability as a Percentage of Covered Payroll	41.97%	29.55%	-7.67%	38.31%	9.71%	-28.99%	-41.72%	84.77%

Note:

This schedule is intended to show information for ten years. Such information will be displayed as it becomes available.

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

CORPORATE FUND	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
REVENUE				
Real Estate Taxes		\$725,264	\$731,093	\$5,829
Replacement Taxes		30,000	55,370	25,370
Interest		1,500	81,884	80,384
Fair Share Membership		1,500	2,312	812
Grants		0	0	0
Miscellaneous		9,500	13,211	3,711
		<u>767,764</u>	<u>883,870</u>	<u>116,106</u>
EXPENDITURES				
Salaries & Wages	567,587	420,435	392,419	(28,016)
Benefits	151,214	112,010	64,403	(47,607)
Contractual Services	81,675	60,500	61,182	682
Utilities	35,701	26,445	23,126	(3,319)
Commodities	180,495	133,700	143,224	9,524
Capital	2,025	1,500		
Total Expenditures	<u>1,018,697</u>	<u>754,590</u>	<u>684,354</u>	<u>(68,736)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,018,697)</u>	<u>13,174</u>	<u>199,516</u>	<u>\$ 184,842</u>
Transfer to Capital Fund	14,000	18,900	0	
Fund Balances				
Beginning of year			153,852	
End of year			<u>\$ 353,368</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
RECREATION FUND				
REVENUE				
Real Estate Taxes		\$430,325	\$431,184	\$859
Charges for Services		1,574,177	2,007,465	433,288
Facility Rental		10,850	8,333	(2,517)
Donations Other		0	5,150	5,150
Miscellaneous		0	6,083	6,083
		2,015,352	2,458,215	442,863
EXPENDITURES				
General Salaries & Wages	1,472,334	1,090,617	937,527	(534,807)
Benefits	231,593	171,550	137,572	(94,021)
Contractual Services	378,680	280,504	274,179	(104,501)
Utilities	88,088	65,250	64,110	(23,978)
Commodities	386,693	286,439	424,543	37,850
Capital	695,797	515,405	30,258	(665,539)
Triathlon			1,615	1,615
Grant			0	0
Debt Service			48,788	48,788
Interest and Fees			9,214	9,214
Capital outlay			0	
Total Expenditures	3,253,185	2,409,765	1,927,806	(481,959)
Excess (deficiency) of revenues over expenditures	\$ 6,506,370	\$ 4,819,530	530,409	\$ 433,649
Transfer to Bond Fund			0	
Fund Balances				
Beginning of year			372,665	
End of year			\$ 903,074	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance
Recreation Fund
For the year ended April 30, 2023

	Recreation Sub funds						Total Recreation Fund
	Recreation	Waucondafest	Fitness	Beach	Marina	Eliminations	
ASSETS							
Cash	317,055	71,215	67,760	79,105	497,279		1,032,414
Property Tax	451,841						451,841
Due from other funds	10,818					(10,818)	
Prepays	9,907	16,494	3,406	4,420	1,228		35,455
	789,621	87,709	71,166	83,525	498,507	(10,818)	1,519,710
LIABILITIES							
Accounts payable	28,852	6,364	1,203	1,578	3,916		41,913
Accrued payroll	13,142	543	1,507				15,192
Unearned revenue	72,442		15,284	8,174	10		95,910
Customer Deposits					11,780		11,780
Due to other funds		10,818				(10,818)	
DEFERRED inflows							
	451,841						451,841
	566,277	17,725	17,994	9,752	15,706	(10,818)	616,636
FUND BALANCES							
Nonspendable							
Prepaid items	9,907	16,494	3,406	4,420	1,228		35,455
Assigned for recreation programs	213,437	53,490	49,766	69,353	481,573		867,619
Unassigned (deficit)							
Total fund balances (deficit)	223,344	69,984	53,172	73,773	482,801		903,074

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance
Recreation Fund
For the year ended April 30, 2023

	Recreation	Waucondafest	Recreation Sub funds Fitness	Beach	Marina	Eliminations	Total Recreation Fund
REVENUE							
Property Tax	\$431,184						431,184
Charges for Services	952,822	\$390,177	117,652	196,742	350,072		2,007,465
Facility Rental	8,333						8,333
Donations	2,500		2,650				5,150
Other	3,083		3,000				6,083
	1,397,922	390,177	123,302	196,742	350,072		2,458,215
EXPENDITURES							
Current							
Recreation							
General Salaries & Wages	706,747	38,876	69,968	92,429	29,507		937,527
Benefits	124,575		5,090	7,907			137,572
Contractual Services	165,554	88,288	18,703	1,634			274,179
Utilities	33,546		3,722	8,059	18,783		64,110
Commodities	127,294	204,141	8,383	33,087	51,638		424,543
Triathlon			30,258				30,258
Grant			1,615				1,615
Debt Service							-
Interest and Fees					48,788		48,788
Capital outlay					9,214		9,214
	1,157,716	331,305	137,739	143,116	157,930		1,927,806
Excess (deficiency) of revenues over expenditures before other financing	240,206	58,872	(14,437)	53,626	192,142		530,409
							1,927,806
NET CHANGE IN FUND BALANCES	240,206	58,872	(14,437)	53,626	192,142		530,409
FUND BALANCES (DEFICIT), MAY 1	(16,862)	11,112	67,609	20,147	290,659		372,665
FUND BALANCES (DEFICIT), APRIL 30	\$ 223,344	\$ 69,984	\$ 53,172	\$ 73,773	\$ 482,801		903,074

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

CAPITAL PROJECT FUND	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over Under
REVENUE				
Grants		220,000	2,500	
Interest		15		\$ (15)
Total Revenue		220,015	2,500	(15)
EXPENDITURES				
Capital Expenditures	607,500	450,000	95,254	(354,746)
Excess (deficiency) of revenues over expenditures before other financing	(607,500)	(229,985)	(92,754)	(354,776)
Bond Proceeds			224,035	
Fund Balances				
Beginning of year			1,059,472	
End of year			<u>\$ 1,190,753</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
DEBT SERVICE				
REVENUE				
Real Estate Taxes	\$	227,090	\$ 223,166	\$ (3,924)
	0	227,090	223,166	(3,924)
EXPENDITURES				
Principal retirement				
General Obligation Bonds	300,672	222,720	216,295	6,425
Debt Certificates			0	-
Interest & fiscal charges			4,218	(4,218)
	300,672	222,720	220,513	2,207
Excess (deficiency) of revenues over expenditures before other financing	(300,672)	4,370	2,653	(6,131)
Other Financing Sources - Transfers	161,000	161,000	0	(161,000)
Fund Balances				
Beginning of year			(103,480)	
End of year			<u>\$ (100,827)</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance
Recreation Fund
For the year ended April 30, 2023

	Special Revenue						Total
	Liability Insurance	Social Security	Illinois Municipal Retirement	Paving and Lighting	Special Recreation	Audit	
ASSETS							
Cash	26,700	6,921	3,587	9,463	194,236	4,678	245,585
Property Tax	147,229	98,494	86,306	4	170,106	16,252	518,391
Due from other funds							-
Prepays							-
							-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	173,929	105,415	89,893	9,467	364,342	20,930	763,976
							-
LIABILITIES							
Accounts payable	1,403		6,295				7,698
Accrued payroll	1,369				550		1,919
Unearned revenue							-
Customer Deposits							-
Due to other funds			5,303				5,303
							-
Total liabilities	2,772	-	11,598	-	550	-	-
							-
DEFERRED INFLOWS OF RESOURCES							
Unavailable property tax revenue	147,229	98,494	86,306	4	170,106	16,252	518,391
							-
Total deferred inflows of resources	147,229	98,494	86,306	4	170,106	16,252	533,311
							-
Total liabilities and deferred inflows of resources	150,001	98,494	97,904	4	170,656	16,252	-
							-
FUND BALANCES							
Restricted							-
Liability Insurance	23,928						23,928
Retirement - Social Security		6,921					6,921
Paving and lighting				9,463			9,463
Special recreation					193,686		193,686
Audit						4,678	4,678
Unrestricted							-
Unassigned (deficit)			(8,011)				(8,011)
							-
Total fund balances	23,928	6,921	(8,011)	9,463	193,686	4,678	230,665
							-
TOTAL LIABILITIES , DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	173,929	105,415	89,893	9,467	364,342	20,930	230,665

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance
Recreation Fund
For the year ended April 30, 2023

		Special Revenue					Total
		Liability Insurance	Social Security	Illinois Municipal Retirement	Paving and Lighting	Special Recreation	
REVENUE							
	Real Estate Taxes	140,497	93,988	82,360	4	162,328	494,683
	Miscellaneous	1,500					1,500
	Total	141,997	93,988	82,360	4	162,328	496,183
EXPENDITURES							
	Current		-	-			
	General government	133,009	32,725	22,400		107,891	310,133
	Recreation		72,841	49,857			122,698
	Total	133,009	105,566	72,257		107,891	432,831
NET CHANGE IN FUND BALANCES		8,988	(11,578)	10,103	4	54,437	63,352
FUND BALANCES (DEFICIT), May 1		14,940	18,499	(18,114)	9,459	139,249	167,313
FUND BALANCES (DEFICIT), APRIL 30		23,928	6,921	(8,011)	9,463	193,686	230,665

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

		Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
SOCIAL SECURITY FUND					
REVENUE					
	Real Estate Taxes		\$ 93,800	\$ 93,988	\$ 188
	Inclusion Reimbursements				\$ -
	Total Revenues		93,800	93,988	188
EXPENDITURES					
Current					
	General Government				
	Payroll tax expense	46,035	34,100	32,725	(13,310)
	Recreation				
	Payroll tax expense	102,465	75,900	72,841	(29,624)
		148,500	110,000	105,566	(42,934)
Excess (deficiency) of revenues over expenditures		<u>\$ (148,500)</u>	<u>\$ (16,200)</u>	(11,578)	<u>\$ 43,122</u>
	Transfer to Bond Fund			0	
	Transfer to Capital Fund			0	
Fund Balances					
	Beginning of year			18,499	
	End of year			<u>\$ 6,921</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

INSURANCE FUND	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
REVENUE				
Real Estate Taxes		140,220	140,497	\$ 277
Miscellaneous		1,500	1,500	0
	0	140,220	141,997	277
EXPENDITURES				
	96,417	71,420	71,173	(25,244)
	17,213	12,750	0	(17,213)
Contractual Services	81,135	60,100	60,115	(21,020)
Risk Management Expenses	1,350	1,000	1,721	371
	196,115	145,270	133,009	(20,649)
Excess (deficiency) of revenues over expenditures	<u>\$ (196,115)</u>	<u>\$ (5,050)</u>	8,988	<u>\$ 20,926</u>
Transfers			0	
Fund Balances				
Beginning of year			14,940	
End of year			<u>\$ 23,928</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

		Original and Final Appropriation	Original and Final Budget	Actual	Variance Over Under
ILLINOIS MUNICIPAL RETIREMENT					
REVENUE					
	Real Estate Taxes		\$ 85,000	\$ 82,360	\$ (2,640)
	Total Revenues		85,000	82,360	(2,640)
EXPENDITURES					
Current					
	General Government				
	Payroll tax expense	34,526	25,575	22,400	(12,127)
	Recreation				
	Payroll tax expense	76,849	56,925	49,857	
Capital outlay					
		111,375	82,500	72,257	(12,127)
Excess (deficiency) of revenues over expenditures		<u>\$ (111,375)</u>	<u>\$ 2,500</u>	10,103	<u>\$ 9,487</u>
	Transfer to Bond Fund	(35,000)	(70,000)	0	
	Transfer to Capital Fund			0	
Fund Balances					
	Beginning of year			(18,114)	
	End of year			<u>\$ (8,011)</u>	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

		Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
PAVING AND LIGHTING FUND					
REVENUE					
	Real Estate Taxes	\$	4	\$	4
	Total Revenues		4	4	0
EXPENDITURES					
General Government					
	Salaries and wages	0	0	0	0
	Contractual services	0	0		0
Capital outlay					
		0	0	0	0
Excess (deficiency) of revenues over expenditures		<u>\$ -</u>	<u>\$ 4</u>	4	<u>\$ -</u>
Fund Balances					
	Beginning of year			9,459	
	End of year			<u>\$ 9,463</u>	

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WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

SPECIAL RECREATION FUND	Original and Final Appropriation	Original and Final Budget	Actual	Variance Over Under
REVENUE				
Real Estate Taxes		\$ 162,000	\$ 162,328	\$ 328
Inclusion Reimbursements				\$ -
Total Revenues		162,000	162,328	328
EXPENDITURES				
General Government				
Salaries and wages	23,895	17,700	29,439	5,544
Contractual services	121,986	90,360	77,251	(44,735)
Materials and supplies	4,725	3,500	0	(4,725)
Other			1,201	1,201
Capital outlay	67,500	50,000		
	218,106	161,560	107,891	(42,715)
Excess (deficiency) of revenues over expenditures	\$ (218,106)	\$ 440	54,437	\$ 43,043
Fund Balances				
Beginning of year			139,249	
End of year			\$ 193,686	

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Comparison Statement
For the year ended April 30, 2023

AUDIT FUND		Original and Final Appropriation	Original and Final Budget	Actual	Variance Over (Under)
REVENUE					
	Real Estate Taxes		\$ 15,475	\$ 15,506	\$ 31
	Total Revenues	0	15,475	15,506	31
EXPENDITURES					
General Government					
	Salaries and wages	2,990	2,215	2,408	(582)
	Contractual services	14,850	11,000	11,700	(3,150)
	Materials and supplies	0		0	0
	Other				
Capital outlay		17,840	13,215	14,108	(3,732)
Excess (deficiency) of revenues over expenditures		\$ (17,840)	\$ 2,260	1,398	\$ 3,763
Fund Balances					
	Beginning of year			3,280	
	End of year			<u>\$ 4,678</u>	

The accompanying notes are an integral part of this statement.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2023

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, 2023.

The following funds had actual expenditures in excess of budgeted amounts:

	Final <u>Appropriation</u>	<u>Final Budget</u>	<u>Expenditures</u>
Audit	\$ 17,840	\$ 13,215	\$ 14,108

The accompanying notes are an integral part of this statement.

WAUCONDA PARK DISTRICT
PROPERTY TAX ASSESSED VALUATIONS,
RATES, EXTENSIONS, AND COLLECTIONS

Tax Levy Year	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Assessed Valuation	\$442,846,895	\$421,085,000	\$400,987,000	\$390,202,000	\$381,884,000	\$377,515,000	\$359,765,000	\$336,620,000	\$324,794,000	\$336,010,000
Tax Rates										
General	0.0037	0.1730	0.1780	0.1850	0.1800	0.1760	0.1820	0.1760	0.2165	0.1540
Recreation	0.0530	0.1020	0.1010	0.1030	0.1020	0.1010	0.1060	0.1120	0.1150	0.1110
Audit	0.1720	0.0040	0.0040	0.0040	0.0040	0.0040	0.0040	0.0050	0.0048	0.0050
Handicapped	0.0195	0.0380	0.0400	0.0400	0.0400	0.0390	0.0390	0.0400	0.0216	0.0240
IMRF	0.0000	0.0200	0.0190	0.0110	0.0110	0.0180	0.0200	0.0290	0.0300	0.0290
Tort Judgements	0.0014	0.0330	0.0340	0.0340	0.0340	0.0320	0.0350	0.0370	0.0000	0.0470
Bonds and Interest	0.1020	0.0530	0.0550	0.0550	0.0540	0.0550	0.0560	0.0600	0.0615	0.0530
Recapture	0.0384	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0026	0.0030
Paving and Lighting	0.0222	0.0000	0.0000	0.0000	0.0040	0.0040	0.0040	0.0050	0.0048	0.0050
Social Security	0.0332	0.0220	0.0300	0.0290	0.0290	0.0270	0.0200	0.0290	0.0300	0.0290
	0.4454	0.4450	0.4610	0.4610	0.4580	0.4560	0.4660	0.4930	0.4868	0.4600
Tax Extensions										
General	16,252	729,635	714,182	722,981	689,064	662,874	655,103	593,255	703,230	517,455
Recreation	234,780	430,324	404,291	400,109	390,164	381,807	379,991	376,873	373,534	372,972
Audit	761,528	15,475	16,757	16,353	15,948	15,606	15,596	15,636	15,496	16,801
Handicapped	86,306	162,004	160,002	156,081	151,308	145,487	141,247	134,648	70,003	80,643
IMRF	4	82,196	75,013	44,846	43,730	66,318	71,219	98,465	97,591	97,443
Tort Judgements	6,040	140,217	136,388	131,736	128,460	119,457	124,590	124,930	0	157,925
Bonds and Interest	451,841	222,720	220,515	215,555	206,445	206,266	202,757	201,490	199,716	178,086
Recapture	170,106	0	0	0	0	0	0	0	8,588	10,080
Paving and Lighting	98,494	4	4	0	15,948	15,606	15,596	15,636	15,496	16,801
Social Security	147,229	93,801	118,853	113,970	111,133	102,571	71,219	98,465	97,591	97,443
	\$1,972,582	\$1,876,376	\$1,846,005	\$1,801,631	\$1,752,200	\$1,715,992	\$1,677,318	\$1,659,398	\$1,581,243	\$1,545,649
Collections		1,880,097	1,840,252	1,782,486	1,747,798	1,714,095	1,671,542	1,652,843	1,581,994	1,541,776
Percent Collected	0.0%	100.2%	99.7%	98.9%	99.7%	99.9%	99.7%	99.6%	100.0%	99.7%

The accompanying notes are an integral part of this statement.