



Mt. Prospect Park District
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Mt. Prospect Park District
Comprehensive Annual
Financial Report

for the fiscal year ended Dec. 31, 2016

**Mt. Prospect Park District
Mount Prospect, Illinois
Comprehensive Annual Financial Report
For The Year Ended December 31, 2016**

Submitted By:
Department of Finance

Mt. Prospect Park District
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Mt. Prospect Park District

1000 W. Central Road • Mt. Prospect, IL 60056-2223 • (847) 255-5380 • Fax (847) 255-1438

May 31, 2017

Board of Park Commissioners
Mt. Prospect Park District
1000 W. Central Avenue
Mt. Prospect, IL 60056

Honorable Commissioners:

The Comprehensive Annual Financial Report (CAFR) of the Mt. Prospect Park District for the fiscal year ending December 31, 2016, is submitted herewith. The report was prepared by the District Executive Director, Financial Advisor and Treasurer, working with the District's auditor. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Mt. Prospect Park District. We believe the data presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and the results of operations of the Mt. Prospect Park District as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

ECONOMIC CONDITION AND OUTLOOK

The District is located approximately 20 miles northwest of the Chicago "Loop" business district and immediately northwest of O'Hare International Airport.

The Village experienced its greatest growth during the period of 1950 to 1960. The Village's population increased 575.5% during this period from 2,803 in 1950 to 18,906 in 1960. The 2010 Census population of 54,771 for the Village represents a modest 4.0% increase from the 1980 population of 52,634. Potential for future population growth is modest due to the generally developed character of the land within the District. In the last five tax years (10 through 14) the District's equalized assessed valuation has decreased by 26.81% due to the decrease in market value in these economic times. However, tax extensions have increased annually within tax capped limits or the C.P.I.

Cook County ranks 10th in the state for per capita personal income and Mt. Prospect's median family income is 127% of the Cook County figure. This contributes to the District's strong demand for facilities and programs. As we move forward in the 21st century, the community the District serves is well-positioned for a prosperous future.

MAJOR INITIATIVES/HAPPENINGS FOR THE YEAR

The 2016 Budgeted revenue and expenditures for Operations are increased from 2015.

Capital spending decreased \$.6million to \$2.1 million. The completion of the Golf Course renovation, included all 18 holes, irrigation and cart paths, and was the culmination of 8 years of planning. The Board, Golf Committee, and citizens groups all participated in this major event.



The District is a member of M.R.M.A. (see note 5). Terms of the membership call for self insurance over policy amounts.

FUTURE INITIATIVES/FUTURE DIRECTION

The District annually updates its capital projects plans. In 2016 this process was continued and updated by the Board of Commissioners. Long term projects include:

Infrastructure repairs to various facilities and parking lots
Potential Renovation of Big Surf pool
Other capital needs identified in a park & facility assessment study
completed in early 2014

Projects will be completed as funding becomes available and in the priority as determined by the Park Board of Commissioners.

FINANCIAL INFORMATION

Accounting System and Budgetary Control

The Park District's records for general governmental operations are maintained on a modified accrual basis, with the revenues being recorded when available and measurable and expenditures being recorded when the services or goods are received and the liabilities are incurred. Records for the Park Districts proprietary activities are maintained on the accrual basis

In developing and maintaining the Park District's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the Park District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control has been established at the individual fund level. The fund is the level at which management cannot over expend without the approval of the governing body. Financial reports are produced showing budget and actual expenditures by line item, and are distributed monthly to District departmental and divisional management, commissioners and to others upon request.

Individual line items are reviewed and analyzed for budgetary compliance. Personnel expenditures are monitored and controlled at a position level and capital expenditures (items over \$5,000 and having a useful life of one or more years) are monitored and controlled item by item. Revenue and expense budgets are reviewed monthly.

The Reporting Entity and its Services

This report includes all of the funds, account groups and activities controlled by the District.

The District participates in the Illinois Municipal Retirement Fund, Metro Risk Management Association, and the Northwest Special Recreation Association. Those organizations are

separate governmental units because 1) they are organized entities, (2) have governmental character, and (3) are substantially autonomous. Audited financial statements for these organizations are not included in this report. However, such statements are available upon request from their respective business offices.

The Mt. Prospect Park District provides recreation programs, park and facility management, capital development and general administration.

The District owns 324 acres and leases 141 acres. Facilities operated by the District during 2016 include: three swimming pools, including an outdoor wave pool constructed in 1984, one outdoor pool constructed in 2002, and one indoor pool; an 18-hole golf course and clubhouse located on 115 acres; three recreation centers; and a Conservatory. There are 30 park sites totaling over 202 acres with playgrounds, baseball and softball diamonds, football, soccer, and basketball fields. There are two outdoor ice-skating rinks and over 16 outdoor tennis courts.

A full schedule of recreation programs is provided by the District, including classes and activities in aerobics, swimming, music, dance, visual arts, and various sports. Recreational activities are available for all ages. The District is a member of the award-winning Northwest Special Recreation Association, which provides recreation services to physically or mentally challenged persons. Approximately 300 programs are provided yearly.

General Government Functions

The reporting period covered by these financial statements encompasses twelve months. Funds are provided for services by taxes, user fees, issuance of bonds, interest income, cash-in-lieu of land, grants, donations and miscellaneous sources.

Property taxes are a major source of income for general operations. The 2.5% increase in taxes extended by the county was due to the increase in CPI and 2% new growth. Decreases in interest income are due to the decrease in investable capital project funds.

Equalized assessed valuation for 2016 was \$1,653,232,361 and 2015 was \$1,406,791,767 which represents a 18.00% Increase.

Collections for the 2015 tax year were 99.6% of the extended levy. Allocation of the 2016 and 2015 property tax levy are as follows (amounts for each \$100 of equalized assessed value).

	2016	2015
Purpose		
General Fund	0.1272	0.1449
Special Revenue Funds	0.2774	0.3151
General Obligation Debt	0.1890	0.2210
Total Tax Rate	<u>0.5940</u>	<u>0.6810</u>

Debt Administration Total long-term debt decreased from \$24,494,020 in 2014 by \$1,236,231 to a balance of \$23,257,789 at December 31, 2016. The decrease was due to scheduled debt retirements.

All general obligation bond and debt certificate payments are made from the Debt Service Fund. There are eight outstanding bond issues at December 31, 2016 totaling \$21,355,000 in principal, and two debt certificates totaling \$1,730,000.

Capital Assets As of December 31, 2016 capital assets, net of accumulated depreciation, of the Park District amounted to \$36,445,637. The capitalized asset purchases during 2016 totaled \$1,100,247.

Financial Policies All of the financial policies contribute to a transparent and accountable agency with oversight on board, management, and taxpayer levels.

Independent Audit Chapter 50, Section 310/2 of the Illinois Revised Statutes requires that park districts secure a licensed public accountant to perform an annual audit of accounts. The firm of Knutte & Associates, P.C. has performed the audit for the year ended December 31, 2016. Their unqualified opinion on the basic financial statements is presented in this report.

OTHER INFORMATION

Certificate of Achievement The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

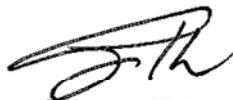
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report (CAFR), whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe our current report conforms to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

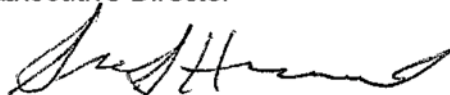
Acknowledgments The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. Appreciation is expressed to the District's employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

We would like to thank the members of the Board of Commissioners for their interest and support in planning and conducting the financial operation of the District in a responsible and progressive manner.

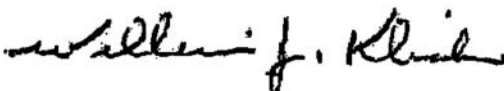
Respectfully submitted,



Gregory Kuhs
Executive Director



Lee J. Howard, CPA
Financial Advisor



William Klicka
Treasurer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Mount Prospect Park District
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2015

A handwritten signature in black ink, reading "Jeffrey R. Egan". The signature is written in a cursive, flowing style.

Executive Director/CEO

**MT. PROSPECT PARK DISTRICT
LIST OF PRINCIPAL OFFICIALS
December 31, 2016**

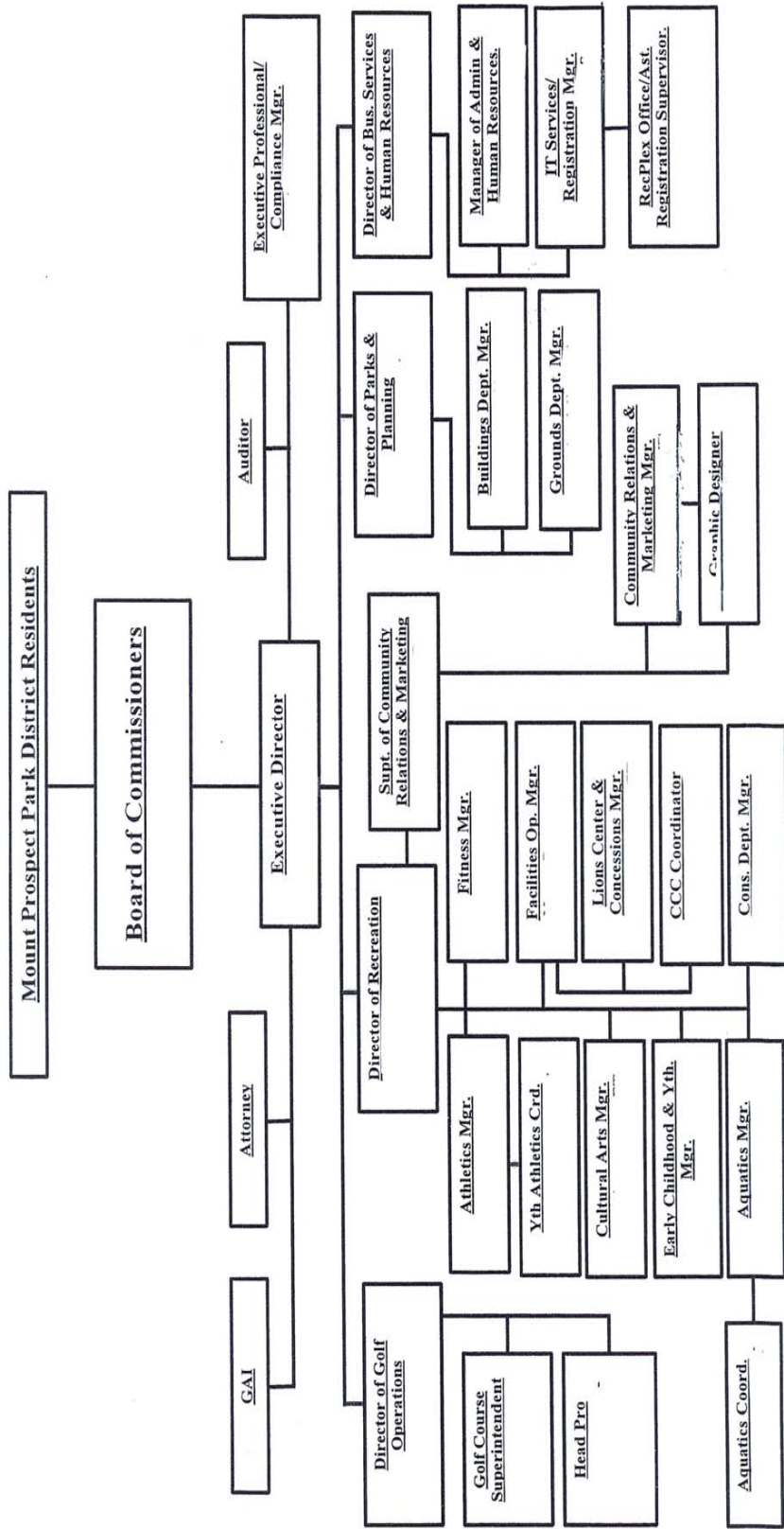
BOARD OF PARK COMMISSIONERS

Steve Kurka	President
Timothy R. Doherty	Vice President
William Starr	Secretary
William (Bill) Klicka	Treasurer
Raymond Massie	Commissioner
Lisa Tenuta	Commissioner
Michael Murphy	Commissioner

ADMINISTRATIVE STAFF

Greg Kuhs	Chief Executive Officer
Barry Kurcz	Director of Business Services & Human Resources
Brian Taylor	Director of Recreation
Jim Jarog	Director of Parks & Planning
Brett Barcel	Director of Golf Operations
Thomas G. Hoffman	Attorney at Law
Lee J. Howard, CPA	Financial Advisor

Mt. Prospect Park District - General Organizational Chart





KNUTTE & ASSOCIATES, P.C.

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

To The Board of Commissioners
Mt. Prospect Park District
Mt. Prospect, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Mt. Prospect Park District as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the 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 Mt. Prospect Park District, as of December 31, 2016, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

The major fund budgetary comparison schedules listed on the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. This Required Supplementary Information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ending December, 31, 2016 and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Mt. Prospect Park District's basic financial statements. The combining and individual fund financial schedules for the year ended December 31, 2016 listed in the table of contents 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 financial statements. The combining and individual fund financial schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The "Letter of Transmittal" and "Statistical Section" have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

May 12, 2017
Darien, Illinois

Kuntze & Associates, P.C.
1

**MOUNT PROSPECT PARK DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
DECEMBER 31, 2016**

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

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

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the District's financial statements (beginning on page 10.)

Financial Highlights

The District's financial status continues to be strong. Overall revenues for all governmental funds this past year were \$16,064,877, expenditures were \$19,354,883 and issuance of debt was \$2,740,000 for a net decrease of \$550,006 due to completion of capital projects expenditures net of financing.

Total net position decreased by \$178,734 from \$24,776,379 to \$24,597,645 over the course of the year. Depreciation was \$2,115,019.

Property taxes levied and collected for the 2015 tax year were \$9,428,502 compared to the prior year of \$9,424,481 for a .04% increase.

Recreation revenues increased over the past year, due to fees and admissions growth, resulting in revenues for the year of \$7,389,616 for an increase of \$1,006,383.

The District continues to have the ability to devote resources toward maintaining, improving and expanding its parks, playgrounds and facilities. In 2016, \$2,143,298 was spent on capital outlay for the District's infrastructure.

The District's outstanding long-term debt remains at \$23,257,789 as of December 31, 2016.

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.

**MOUNT PROSPECT PARK DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS (CONTINUED)
DECEMBER 31, 2016**

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 which 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 statements 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. Governmental activities include general government, culture and recreation. Fiduciary activities such as employee pension plans are not included in the government-wide statements since these assets are not available to fund District programs.

The government-wide financial statements are presented on pages 10 - 11 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.

The District has two kinds of funds:

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 statement 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.

**MOUNT PROSPECT PARK DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS (CONTINUED)
DECEMBER 31, 2016**

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 on pages 12 - 15 of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the District charges customers a fee. There are two kinds of proprietary funds. These are enterprise funds and internal service funds. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Internal service funds provide services to customers within the District's organization. Because the District's internal service fund primarily serves governmental functions, it is included within the governmental activities of the government-wide financial statements.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements but with more detail for major enterprise funds. Individual fund information for the internal service fund is found in combining statements in a later section of this report. Internal service funds are an accounting device used to accumulate and allocate costs internally within the District. The District uses an internal service fund to account for capital projects completed by District personnel. The basic proprietary fund financial statements are presented on pages 16 - 18 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 19 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its employees. Supplementary information starts on page 43 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 57.

Government-wide Financial Analysis

The District implemented the new financial reporting model used in this report beginning with the fiscal year ended December 31, 2003. Over time, as year to year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the District as a whole.

**MOUNT PROSPECT PARK DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS (CONTINUED)
DECEMBER 31, 2016**

The District's combined net position decreased .72% or \$178,734 to \$24,597,645 as a result of a change related to pensions. The District's financial position remains strong after surpluses in previous years.

Statement of Net Position

	Governmental	Activities	
	December 31,	December 31,	
	2016	2015	
Assets			
Current and other assets	\$ 15,368,181	\$ 15,664,575	
Capital assets	36,445,637	37,472,880	
Total assets	51,813,818	53,137,455	
Deferred Outflows	2,604,599	1,533,024	
Liabilities			
Current and other liabilities	4,959,891	4,418,251	
Non-Current liabilities	24,496,563	24,915,805	
Total liabilities	29,456,454	29,333,056	
Deferred Inflows	364,318	561,044	
Net position			
Investment in capital assets	14,579,661	14,808,927	
Restricted	3,500,284	3,777,273	
Unrestricted	6,517,700	6,190,179	
Total net position	\$ 24,597,645	\$ 24,776,379	

Changes in Net Assets

	Governmental	Activities	
	For the year ended,	December 31,	December 31,
		2015	2014
Revenues			
Program revenues			
Charges for services	\$ 6,670,466	\$ 5,571,916	
Operating grants and donations	29,100	37,284	
General Revenues			
Property tax	9,642,585	9,687,217	
Replacement Tax	174,012	146,402	
Interest	27,217	10,999	
Other	299,800	376,014	
Total revenues		16,843,180	15,829,832
Expenses			
General government	7,515,393	7,142,913	
Recreation	8,763,693	7,634,791	
Change in Net Pension Liability	0	309,028	
Interest on long-term debt	742,828	888,215	
Total expenses		17,021,914	15,974,947
Increase in net position	\$ (178,734)	\$ (145,115)	
Net Position, Beginning of Year		24,776,379	27,664,470
Prior Period Adjustment, Pensions		-	(2,742,976)
Net Position, Ending of Year		\$ 24,597,645	\$ 24,776,379

**MOUNT PROSPECT PARK DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS (CONTINUED)
DECEMBER 31, 2016**

Governmental Activities

Governmental activities decreased the District's net assets by \$178,734. Key elements of the entity-wide performance are as follows:

The total revenues increased by 6.4% or \$1,013,348 from \$15,829,832 in 2015 to \$16,843,180 in 2016. This is primarily due to strong programming revenues.

The total expenses increased by 6.6% or \$1,046,967 from \$15,974,947 in 2015 to \$17,021,914 in 2016. This is primarily due to Program Activities (Refer to the Statement of Activities on page 11.)

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 \$6,264,864. Of this year-end total approximately \$608,466 is unassigned and undesignated, indicating availability for continuing the District's operations. Assigned fund balances include: \$756,862 in the recreation fund assigned for general recreation purposes, \$1,391,813 in the capital projects fund assigned for capital projects, \$735,323 for debt service and \$2,764,961 is restricted in special revenue funds. Amounts considered to be non-spendable total \$7,439.

The total ending fund balances of governmental funds show a decrease of \$550,006 over the prior year. This decrease is primarily due to the expenditure of capital projects funds during the year.

The total expenditures decreased by 2.75% or \$517,128 from \$18,837,705 in 2015 to \$19,354,883 in 2016. (Refer to the Statement of Revenues, Expenditures and Changes in Fund Balance on page 14.)

Major Governmental Funds

The General, Recreation, Special Recreation and Capital projects funds are the primary operating funds of the District.

The General Fund surplus as of December 31, 2016 was \$758,890 an increase of \$138,388 from the prior year. This amount is unassigned and undesignated. This increase was due to the allocation of levy revenues.

The Recreation Fund Surplus of \$763,301 has increased by \$79,906 over the prior year. Although these funds are assigned for recreation purposes, they are considered generally available. This increase was caused by planned operating revenue and expenditure increases. (See page 47).

The Special Recreation Fund surplus as of December 31, 2016 was \$1,728,095 a decrease of \$130,806 from the prior year. The amount accumulated is restricted and being spent down to fund ADA capital improvements. The District has prepared a study indicating parks and facilities which are in need of handicapped accessibility, and plans to follow these guidelines. (See Page 48).

**MOUNT PROSPECT PARK DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS (CONTINUED)
DECEMBER 31, 2016**

The Capital Projects Fund decreased its balance by \$438,258 to \$1,391,813 due to the timing of projects completed, compared to the receipt of proceeds from the sale of bonds in 2016.

The Debt Service Fund increased its balance by \$9,453 to \$735,323, due to the timing of tax receipts and the effect on deferrals. (See Page 56).

Business-type Activities

Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status.

General Fund Budgetary Highlights

During the 2016 Budget year, the District did not revise the annual operating budget.

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 \$2,261,847 which was \$15,319 (.67%) under budget.

Expenditures were \$2,123,459 which was \$132,532 (5.9%) under budget. Expenditures were as planned. The net budget variance was a favorable \$117,213.

The general fund's net change in fund balance was \$138,388 which was \$117,213 over budget. The fund balance increased to \$758,890 at the end of the year from \$620,502 in the prior year.

Capital Asset and Debt Administration

Capital Assets

The District's investment in capital assets, net of accumulated depreciation for governmental activities as of December 31, 2016 and 2015 was \$36,445,637 and \$37,472,878 respectively. The overall change was a result of an increase of net accumulated depreciation of \$1,922,817 and net additions/deletions in capital assets of \$1,027,241 details of the District's capital assets can be found in the notes to financial statements on page 33.

Capital Assets (Net of Depreciation)

December 31, 2016

	<u>Governmental Activities</u>
Land	\$ 8,291,043
Land improvements	12,123,616
Buildings	13,654,708
Machinery and equipment	2,100,658
Vehicles	<u>275,612</u>
Capital assets, net	<u>\$ 36,445,637</u>

**MOUNT PROSPECT PARK DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS (CONTINUED)
DECEMBER 31, 2016**

Debt Administration

As of December 31, 2016, the Park District has general obligation bond issues outstanding of \$23,257,789. The fund surplus of the Debt Service Fund amounted to \$735,323 as of December 31, 2016.

	<u>Governmental Activities</u>
General obligation bonds	\$ 21,355,000
Debt certificates	1,730,000
Notes Payable	<u>169,000</u>
Total	<u><u>\$ 23,254,000</u></u>

General obligation bonds are amortized over three to four years and secured by future tax revenues and/or the full faith and credit of the District. Debt certificates are amortized over ten to twenty years and secured not with tax levies but any otherwise lawful source including proceeds from general obligation bonds. Details of the District's outstanding debt can be found in the notes to financial statements starting on page 34-35.

Factors bearing on the District's Future

At the time these financial statements were prepared and audited, the District was not aware of any existing circumstances that would adversely affect its financial health in the near future.

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 Lee J. Howard, CPA, Financial Advisor, Mount Prospect Park District, 1000 West Central Road, Mount Prospect, IL 60056.

Mt. Prospect Park District
Statement of Net Position
December 31, 2016

	GOVERNMENTAL ACTIVITIES
ASSETS	
Cash	\$ 5,413,063
Receivables:	
Property Taxes	9,894,375
Replacement Taxes	25,034
Other	28,270
Inventory	6,439
Prepaid Expenses	1,000
Capital Assets	
Capital Assets Not Being Depreciated	8,291,043
Other Capital Assets, Net of Depreciation	28,154,594
Total Capital Assets	<u>36,445,637</u>
TOTAL ASSETS	<u>51,813,818</u>
DEFERRED OUTFLOWS	
IMRF Deferred Outflows	1,777,906
IMRF Plan Year Adjustment	826,693
DEFERRED OUTFLOWS	<u>2,604,599</u>
LIABILITIES	
Due within one year	
Accounts Payable	344,274
Accrued Payroll and Expenses	95,741
Accrued Interest	68,552
Accrued Vacation	12,611
Bonds Payable	4,066,112
Notes Payable	169,000
Deposits Payable	59,790
Unearned Program Revenue	143,811
Due in more than one year	
Bonds Payable, net of premiums and discounts	19,022,677
Net Pension Liability	5,473,886
TOTAL LIABILITIES	<u>29,456,454</u>
DEFERRED INFLOWS	
IMRF Deferred Inflows	364,318
TOTAL DEFERRED INFLOWS	<u>364,318</u>
NET POSITION	
Net Investment in Capital Assets	14,579,661
Restricted Amounts	
Special Recreation	1,728,095
Debt Service	735,323
Retirement	122,646
Liability Insurance	286,326
Paving and Lighting	6,420
Conservatory	621,474
Unrestricted Amounts	6,517,700
TOTAL NET POSITION	<u>\$ 24,597,645</u>

See Accompanying Notes To The Financial Statements.

Mt. Prospect Park District
Statement of Activities
For The Year Ended December 31, 2016

		Program Revenues		Net (Expenses)
		Charges for Services	Operating Grants and Contributions	Revenues and Changes in Net Position
	Expenses			Governmental Activities
FUNCTIONS/PROGRAMS				
Governmental Activities				
General Government	\$ 7,512,851	\$ 50,277	\$ 0	(7,462,574)
Recreation	8,763,693	6,620,189	29,100	(2,114,404)
Interest on Long-Term Debt	745,370	0	0	(745,370)
Total Governmental Activities	\$ 17,021,914	\$ 6,670,466	\$ 29,100	(10,322,348)

GENERAL REVENUES

Taxes	
Property taxes levied for general purposes	9,642,585
Replacement taxes for general purposes	174,012
Interest	27,217
Miscellaneous	299,800
TOTAL GENERAL REVENUES	10,143,614

CHANGE IN NET POSITION (178,734)

NET POSITION,
BEGINNING OF YEAR 24,776,379

END OF YEAR \$ 24,597,645

See Accompanying Notes To The Financial Statements.

**Mt. Prospect Park District
Governmental Funds
Balance Sheet
December 31, 2016**

	General	Recreation	Special Recreation	IMRF	Capital Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash	\$ 328,845	\$ 915,127	\$ 1,639,281	\$ 21,589	\$ 1,405,665	\$ 248,675	\$ 793,613	\$ 5,352,795
Receivables:								
Property Taxes	2,068,420	1,275,389	587,043	778,947	0	3,210,003	1,974,573	9,894,375
Replacement Taxes	12,517	12,517	0	0	0	0	0	25,034
Other	0	28,270	0	0	0	0	0	28,270
Inventory	0	6,439	0	0	0	0	0	6,439
Prepaid Expenditures	0	0	0	0	0	0	1,000	1,000
Due From Other Funds	210,000	0	0	0	0	0	0	210,000
TOTAL ASSETS	2,619,782	2,237,742	2,226,324	800,536	1,405,665	3,458,678	2,769,186	15,517,913
TOTAL DEFERRED OUTFLOWS	0	0	0	0	0	0	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS	2,619,782	2,237,742	2,226,324	800,536	1,405,665	3,458,678	2,769,186	15,517,913
LIABILITIES								
Accounts Payable	84,317	123,649	0	91,625	13,852	0	25,357	338,800
Accrued Payroll and Taxes	19,410	62,544	0	0	0	0	11,614	93,568
Accrued Vacation	3,676	4,924	0	0	0	0	4,011	12,611
Program Revenue	0	143,811	0	0	0	0	0	143,811
Deposits Payable	0	59,790	0	0	0	0	0	59,790
Due to Other Funds	0	0	0	200,000	0	0	10,000	210,000
TOTAL LIABILITIES	107,403	394,718	0	291,625	13,852	0	50,982	858,580
DEFERRED INFLOWS								
Property Tax Revenue	1,753,489	1,079,723	498,229	659,335	0	2,723,355	1,680,338	8,394,469
TOTAL DEFERRED INFLOWS	1,753,489	1,079,723	498,229	659,335	0	2,723,355	1,680,338	8,394,469
FUND BALANCES (DEFICITS)								
Non-spendable	0	6,439	0	0	0	0	1,000	7,439
Restricted	0	0	1,728,095	0	0	735,323	1,036,866	3,500,284
Assigned	0	756,862	0	0	1,391,813	0	0	2,148,675
Unassigned	758,890	0	0	(150,424)	0	0	0	608,466
TOTAL FUND BALANCES (DEFICITS)	758,890	763,301	1,728,095	(150,424)	1,391,813	735,323	1,037,866	6,264,864
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 2,619,782	\$ 2,237,742	\$ 2,226,324	\$ 800,536	\$ 1,405,665	\$ 3,458,678	\$ 2,769,186	\$ 15,517,913

See Accompanying Notes To The Financial Statements.

Mt. Prospect Park District
Reconciliation of the Balance Sheet to the Statement of Net Position
For The Year Ended December 31, 2016

Fund Balances of Governmental Funds:	\$ 6,264,864
(Balance Sheet - Governmental Funds)	

Amounts are different in the Statement of Net Position because:

Internal Service funds are not reported in fund financial statements.	52,621
Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds.	36,445,637
Deferred Property Tax Revenue is not recorded on the Statement of Net Position.	8,394,469
IMRF Deferred Outflows are not recorded in the fund financial statements.	1,777,906
IMRF Plan Year Adjustment is not recorded in the fund financial statements	826,693
Notes Payable are not reported as liabilities in the fund financial statements.	(169,000)
Bonds Payable are not reported as liabilities in the fund financial statements.	(21,355,000)
Debt Certificates Payable are not reported as liabilities in the fund financial statements.	(1,730,000)
Premium on Bonds Payable is not reported as a liability in the fund financial statements.	(153,124)
Discount on Debt Certificates is not reported as a liability in the fund financial statements.	149,335
Accrued Interest is not recorded in the fund financial statements.	(68,552)
IMRF Deferred Inflows are not recorded on the fund financial statements.	(364,318)
IMRF Net Pension Liability is not recorded in the fund financial statements.	<u>(5,473,886)</u>

Net Position of Governmental Funds	<u>\$ 24,597,645</u>
(Statement of Net Position - Governmental Activities)	

See Accompanying Notes To The Financial Statements.

Mt. Prospect Park District
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
For The Year Ended December 31, 2016

	General	Recreation	Special Recreation	IMRF	Capital Projects	Debt Service	Other Governmental Funds	TOTAL
REVENUES								
Property Taxes	\$ 1,983,617	\$ 1,263,690	\$ 541,498	\$ 773,837	\$ 0	\$ 3,009,467	\$ 1,703,898	\$ 9,276,007
Replacement Taxes	87,006	87,006	0	0	0	0	0	174,012
Fees and Admissions	0	5,317,353	0	0	0	0	79,201	5,396,554
Sales	0	162,044	0	0	0	0	0	162,044
Rentals	50,277	530,423	0	0	0	0	50,244	630,944
Donations and Grants	0	29,100	0	0	0	0	0	29,100
Interest	2,163	0	0	0	25,054	0	0	27,217
Other	138,784	0	0	0	230,215	0	0	368,999
TOTAL REVENUES	2,261,847	7,389,616	541,498	773,837	255,269	3,009,467	1,833,343	16,064,877
EXPENDITURES								
Current								
General	2,123,459	0	0	0	2,933	5,228	0	2,131,620
Recreation	0	7,309,710	355,591	0	0	0	781,679	8,446,980
Retirement - IMRF	0	0	0	826,884	0	0	0	826,884
Retirement - Social Security	0	0	0	0	0	0	473,089	473,089
Liability Insurance	0	0	0	0	0	0	655,780	655,780
Debt Service:								
Principal Retirement	0	0	0	0	0	3,295,000	0	3,295,000
Debt Certificates	0	0	0	0	0	600,000	0	600,000
Principal on Notes Payable	0	0	0	0	31,000	31,000	0	62,000
Interest and Fees	0	0	0	0	0	754,165	0	754,165
Capital Outlay	0	0	316,713	0	1,714,215	0	78,437	2,109,365
TOTAL EXPENDITURES	2,123,459	7,309,710	672,304	826,884	1,748,148	4,685,393	1,988,985	19,354,883
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	138,388	79,906	(130,806)	(53,047)	(1,492,879)	(1,675,926)	(155,642)	(3,290,006)
OTHER FINANCING SOURCES								
Issuance of Debt	0	0	0	0	1,054,621	1,685,379	0	2,740,000
TOTAL OTHER FINANCING SOURCE:	0	0	0	0	1,054,621	1,685,379	0	2,740,000
NET CHANGE IN FUND BALANCES	138,388	79,906	(130,806)	(53,047)	(438,258)	9,453	(155,642)	(550,006)
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	620,502	683,395	1,858,901	(97,377)	1,830,071	725,870	1,193,508	6,814,870
END OF YEAR	\$ 758,890	\$ 763,301	\$ 1,728,095	\$ (150,424)	\$ 1,391,813	\$ 735,323	\$ 1,037,866	\$ 6,264,864

See Accompanying Notes To The Financial Statements.

Mt. Prospect Park District
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For The Year Ended December 31, 2016

Net Change in Fund Balances - Total Governmental Funds (Statement of Revenues, Expenditures and Changes in Fund Balances)	\$ (550,006)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Depreciation of capital assets is not considered an expenditure in the fund financial statements	(2,115,019)
Purchase of capital assets is considered an expenditure in the fund financial statements	1,100,247
Loss on disposition of capital assets is considered an expenditure in the fund financial statements	(12,469)
Property tax revenues in the Statement of Activities that do not provide current financial resources are reported as deferred property tax revenue in the fund financial statements	366,578
Debt payments are considered an expenditure in the fund financial statements	3,957,000
Proceeds from bond issues and installment contracts are considered other financing sources in the fund financial statements	(2,740,000)
The annual change in Accrued Interest is not recorded in the fund financial statements.	8,795
The issuance of long term debt in prior years resulted in premiums and discounts that are being amortized over several years in the government-wide statements.	
Amortization of Current Year Portion of Bond Premium	30,482
Amortization of Current Year Portion of Bond Discount	(11,251)
Pension-related accounts are not recorded to the fund financial statements as follows:	
Changes in the IMRF Plan Year Expense	94,337
Changes in the Net Pension Liability	(1,521,100)
Changes in the Deferred Outflows	977,238
Changes in the Deferred Inflows	196,726
Internal service fund activity which relates to the governmental funds is eliminated on the government-wide financial statements	<u>39,708</u>
Change in Net Position of Governmental Activities (Statement of Activities)	<u><u>\$ (178,734)</u></u>

See Accompanying Notes To The Financial Statements.

**Mt. Prospect Park District
Internal Service Fund
Statement of Fund Net Position
December 31, 2016**

ASSETS	
Cash	\$ 60,268
TOTAL ASSETS	<u>60,268</u>
DEFERRED OUTFLOWS	<u>0</u>
LIABILITIES	
Accounts Payable	5,474
Accrued Payroll	<u>2,173</u>
TOTAL LIABILITIES	<u>7,647</u>
DEFERRED INFLOWS	<u>0</u>
NET POSITION	<u><u>\$ 52,621</u></u>

See Accompanying Notes To The Financial Statements.

Mt. Prospect Park District
Internal Service Fund
Statement of Revenues, Expenses, and Changes in Fund Net Position
For The Year Ended December 31, 2016

OPERATING REVENUES	
Capital Project Billings	\$ 411,725
TOTAL OPERATING REVENUES	<u>411,725</u>
OPERATING EXPENSES	
Personnel Services	106,889
Contractual Services	137,515
Commodities	91,770
Employee Fringe Benefits	<u>35,843</u>
TOTAL OPERATING EXPENSES	<u>372,017</u>
CHANGE IN FUND NET POSITION	39,708
FUND NET POSITION, BEGINNING OF YEAR	<u>12,913</u>
END OF YEAR	<u><u>\$ 52,621</u></u>

See Accompanying Notes To The Financial Statements.

**Mt. Prospect Park District
Internal Service Fund
Statement of Cash Flows
For The Year Ended December 31, 2016**

	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Capital Project Billings	\$ 411,725
Cash Payments to Employees and Vendors	<u>(375,540)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	36,185
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>24,083</u>
END OF YEAR	<u><u>\$ 60,268</u></u>
 RECONCILIATION OF CHANGE IN FUND NET POSITION TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Change in Fund Net Position	\$ 39,708
Adjustments to Reconcile Change in Fund Net Position to Net Cash Provided by Operating Activities	
Changes in Certain Assets and Liabilities	
Accounts Payable	(348)
Accrued Payroll	<u>(3,175)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 36,185</u></u>

See Accompanying Notes To The Financial Statements.

Mt. Prospect Park District
Notes To The Financial Statements
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Mount Prospect Park District (Park District) operates under a Board Manager form of government, providing recreation and other services to the residents of Mount Prospect which include: recreation programs, park management, capital development, and general administration.

The accounting and reporting policies of the Park District included in the accompanying basic financial statements conform to generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

A. Reporting Entity

The Park District follows the provisions of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14". As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Park District has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Park District is not required to be included as a component unit of any other entity.

Governmental Accounting Standards Board Statement No. 61, "The Financial Reporting Entity", is an amendment of GASB Statements No. 14 and No. 39, which does not have impact on the current year financial statements.

B. Basis of Presentation

GOVERNMENT-WIDE 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. The statements distinguish between governmental and business type activities, when applicable. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business type activities are financed in whole or in part by fees charged to external parties for goods or services.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The Park District does not allocate indirect expenses to functions in the Statement of Activities. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the 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.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets and deferred outflows, liabilities and deferred inflows, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

Funds are organized as major funds or non-major funds within the governmental statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type and
- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

Governmental Funds (Governmental Activities)

Governmental fund types are those through which most governmental functions of the Park District are financed. The Park District's expendable financial resources are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the Park District's governmental funds follows:

General Fund

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

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Funds included in this fund category are:

Recreation	Liability Insurance
Special Recreation	Paving and Lighting
IMRF	Conservatory
Social Security	

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Capital Projects Fund

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets, excluding those types of capital related outflows financed by proprietary funds.

Proprietary Funds (Business Activities)

The proprietary fund type is used to account for activities which are similar to those often found in the private sector, where the determination of net income is necessary or useful to sound financial administration. The Internal Service Fund is reported as a separate column on the proprietary financial statements.

Internal Service Fund

The Internal Service Fund is used to account for the financing of capital projects provided by one department to other departments of the Park District on a cost-plus basis.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

MAJOR FUNDS

The Park District reports the following major governmental funds:

- The General Fund, which accounts for the park district's primary operating activities.
- The Recreation Fund, which accounts for the operations of the recreation programs offered to residents. Financing is provided by a specific annual property tax levy to the extent user charges are not sufficient to provide such financing.
- Special Recreation Fund, the Northwest Special Recreation Association (NWSRA) provides recreational facilities and programs for the handicapped. The Park District, funded by special levy, contributes annually for membership in NWSRA.
- The Illinois Municipal Retirement Fund, which accounts for the Park District's participation in the Illinois Municipal Retirement Fund. The Park District receives a special tax levy for funding the employer contributions to the Illinois Municipal Retirement Fund
- Capital Projects Fund, which accounts for financial resources to be, used for the acquisition or construction of major capital facilities, equipment, and capital asset replacements.
- The Debt Service Fund, which accounts for the payment of long-term debt principal, interest and related costs.

NON-MAJOR FUNDS

The Park District reports the following non-major funds:

- Social Security Fund
- Liability Insurance Fund
- Paving and Lighting Fund
- Conservatory Fund

PROPRIETARY FUNDS

The Park District reports the following proprietary fund:

- Internal Service Fund

C. Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The current financial resources measurement focus and the modified accrual basis of accounting are followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the Park District's operations. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The Park District considers property taxes available if they are due and collected within 60 days after year-end. Class registration fees received by the Park District are recognized as revenue when the class starts. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The Park District reports unearned/deferred revenues on its Statement of Net Position and its Governmental Funds Balance Sheet. For government-wide financial statements, unearned revenues arise from program fees paid for in the current year, which are for subsequent year's programs. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the Park District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the Park District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

D. Measurement Focus

On the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities, where applicable, are presented using the flow of economic resources measurement focus as defined below.

Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources are included as liabilities in the government-wide and proprietary fund financial statements, but are excluded from the governmental funds financial statements. The related expenditures are recognized in the governmental fund financial statements when the liabilities are liquidated.

E. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Use of Estimates (Continued)

the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

F. Budgetary Data

The Park District follows these procedures in establishing the budget:

1. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for general, special revenue, capital projects and debt service funds. Expenditures may not legally exceed appropriations at the fund level.
2. The Executive Director and the Financial Advisor jointly submit to the Board of Commissioners a proposed operating budget for the fiscal year commencing on the following January 1. The operating budget includes proposed expenditures and the means to finance them.
3. The budget document is available for public inspection for at least thirty days prior to the Board of Commissioners passage of the annual Appropriation Ordinance. The Board must hold at least one public hearing prior to passage.
4. The combined Budget and Appropriation Ordinance must be enacted into law prior to the end of the first quarter of the fiscal year (March 31).
5. The Board of Commissioners has the power to:
 - Amend the Combined Budget and Appropriation Ordinance in the same manner as its original enactment
 - Transfer between items of any fund not exceeding in the aggregate ten percent of the total amount appropriated in such fund.
 - By two-thirds vote, transfer any appropriation item it anticipates to be unexpended to any other appropriation item after six months of the fiscal year.
6. Management may not amend the appropriations budget without approval from the Board of Commissioners.

Unspent budgetary amounts lapse at the year-end and, therefore, are not carried over to succeeding years. The budget information stated in the financial statements includes adjustments made during the year.

The budget is an estimate of actual expenditures and the appropriation represents the legal spending limit. A summary of the annual combined budget and appropriation for the fiscal year ending December 31, 2016, is as follows:

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Budgetary Data (Continued)

Fund	Budget	Appropriation
General	\$ 2,255,991	\$ 2,481,590
Recreation	7,352,158	8,087,374
Special Recreation	1,294,456	1,423,902
IMRF	736,800	810,480
Debt Service	4,720,100	5,192,110
Social Security	510,000	561,000
Liability Insurance	660,389	726,428
Paving and Lighting	100,000	110,000
Conservatory	813,901	895,291
Internal Service	411,725	452,898
Total	<u>\$ 18,855,520</u>	<u>\$ 20,741,073</u>

G. Budget Basis of Accounting

Budgetary information for individual funds is prepared on the same basis as the basic financial statements. The budget is prepared in accordance with the Illinois Park District Code and is derived from the combined annual budget and appropriation ordinance of the Park District. Budgets for the general, special revenue, and debt service funds are legally adopted on a basis consistent with GAAP. Working budgets are prepared for all governmental fund types. All budgets are prepared based on the annual fiscal year of the Park District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements, which govern the Park District.

H. Cash, Cash Equivalents, and Investments

The Park District considers all highly liquid investments with an initial maturity date within three months of the date acquired by the Park District and investment pools to be cash equivalents.

I. Inventory

Pro shop inventories have been recorded on the first-in, first-out consumption method at cost.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2016 are recorded as prepaid items.

K. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations, and whether they are reported in the government-wide or fund financial statements.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Capital Assets (Continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, fixed assets are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual cost is unavailable. The Park District has a minimum threshold of \$5,000 for recording capital assets. Donated capital assets are stated at their fair market value as of the date donated.

Depreciation of all exhaustible capital assets over the threshold of \$5,000 is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	20 - 30 Years
Improvements	30 Years
Machinery and Equipment	6 - 30 Years
Vehicles	4 Years

FUND FINANCIAL STATEMENTS

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) capital assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets used in proprietary fund operations are accounted for the same in the fund financial statements as they are in the government-wide statements.

L. Accrued Vacation

Park District employees are entitled to vacation and sick leave in varying amounts.

Full-time employees are required to take vacations in the year in which the vacation is credited, or the vacation time is forfeited. Employees wishing to extend their unused time to the first quarter of the new year may apply to the Board of Commissioners. If approved, the time must be used by March 31st. All vacations are credited on an annual basis beginning January 1. Vacation entitlements for varying lengths of service are as follows:

<u>Years of Service</u>	<u>Vacation Days</u>
1 - 4 Years	10 Days
5 - 9 Years	15 Days
10 Years and Over	One additional day for every year of service to a maximum of twenty-six days

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Accrued Vacation (Continued)

Part-time employees are entitled to a maximum of five paid vacation days.

Employees who earn more than two weeks vacation may apply to the Board of Commissioners for financial compensation for unused time in excess of two weeks. The applicant must explain the general circumstances preventing the use of vacation time during the credited calendar year. Applications must be provided to the Board of Commissioners at the regular January meeting for determination.

If the application is denied, all remaining vacation must be used in the first quarter of the new fiscal year or forfeited.

Vacations earned in the current fiscal year and paid in January of the new fiscal year are recorded as a compensated absences liability in the General, Special Revenue and Internal Service Funds.

Full-time employees are granted six sick days on January 1 of each year. Part-time employees do not have sick leave benefits.

At the end of the fiscal year (December 31) only, an employee who has accumulated 18 days, may cash in any or all of these days for 100% pay.

Sick leave accumulated at the end of the current fiscal year and paid in January of the new fiscal year is recorded as compensated absences liability in the General and Special Revenue Funds.

Vacation and sick leave commitments of governmental fund types are recorded as liabilities in the government wide financial statements.

M. Long-Term Liabilities

In the government-wide financial statements, debt principal payments are reported as decreases in the balance of the liability on the Statement of Net Position. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

N. Property Taxes - General

The Park District submits its tax levy to the County Clerk's office prior to the last Tuesday of December. The tax levy is a retroactive lien on property from January 1. The Park District's property tax is levied each year on all taxable real property located within the jurisdiction, essentially portions of Mount Prospect and Des Plaines, Illinois. The maximum statutory tax rate limit for each of the District's taxing funds per \$100 of equalized assessed valuation is as follows:

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Property Taxes – General (Continued)

General Fund	\$	0.350
Special Revenue Funds:		
Recreation		0.370
Paving and Lighting		0.005
Audit		0.005
Liability Insurance	As Required	
Handicapped Recreation		0.040
Municipal Retirement (Including Social Security)	As Required	
Conservatory		0.050
Debt Service Fund	Limited by	
	Maximum Debt	

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

Property in Cook County is separated into six classifications for assessment purposes. After the Assessor establishes the fair market value of a parcel of land, that value is multiplied by one of the following classification percentages to arrive at the "Assessed Valuation" for that parcel:

- 16% for residential property
- 22% for unimproved land
- 30% for miscellaneous property
- 33% for rental residential property
- 36% for industrial property
- 38% for commercial property

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the State. Each year the Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment among counties. This factor (the "Equalization Factor") is then applied to the Assessed Valuation to compute the valuation (the "Equalization Factor") of property to which a tax rate will be applied.

The County Clerk adds the Equalized Valuation of all real property in the county to the valuation of property assessed directly by the State (to which the Equalization Factor is not applied) to arrive at the base amount (the "Assessment Base") used in calculating the annual tax rates, as described above. The Equalized Valuation for Mount Prospect Park District for the extension of the 2015 tax levy was \$1,406,791,767 .

On July 29, 1981, the state legislature passed the "Truth in Taxation Act" placing additional procedural requirements on the levying of property taxes. The law states that if an aggregate annual levy, exclusive of election costs, is estimated to exceed 105% of the levy of the preceding year, a public notice shall be published and a public hearing shall be held on the proposed increase. If the final levy as adopted exceeds 105% of the prior year's levy and exceeds the proposed levy and no notice was required, notice of the adoption of such levy must be published within 15 days of the adoption thereof. No amount in excess of 105% of the

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Property Taxes – General (Continued)

preceding year's levy can be extended unless the levy is accomplished by a certification of compliance with the foregoing procedures. The express purpose of the legislation is to require published disclosure of an intention to adopt a levy in excess of the specified levels. The Park District has complied with this legislation.

Property taxes are collected by the Cook County Collector/Treasurer who remits to the units their respective shares of the collections. The tax lien date is January 1, and taxes become due and payable the following year in two installments: March 1 and August 1. The first installment is an estimated bill, and is one-half of the tax bill of the prior year. The second installment is based on the current levy, assessment and equalization. Charges from the prior year are reflected in the second installment bill. All taxes over two years old are written-off against property tax receivables.

O. GASB Pronouncements

In June 1999, the GASB issued Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This Statement establishes new financial reporting requirements for state and local governments throughout the United States. The requirements of this Statement are effective in three phases based on a government's total revenues in the first year ending after June 15, 1999. The Park District has adopted this Statement for the period beginning January 1, 2004.

As of January 1, 2012, the District has implemented GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position.

As of January 1, 2012, the District has implemented GASB Statement No. 65 "Items previously reported as Assets and Liabilities". The objective of this statement is to establish accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The Statement also recognizes as outflows of resources or inflows of resources certain items that were previously reported as assets and liabilities.

As of January 1, 2015, the District has implemented GASB Statement No. 68 "Accounting and Financial Reporting for Pensions" which is an amendment of GASB Statement No. 27. The objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

Upon implementation of GASB 68, the District has also implemented GASB Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date" – an amendment of GASB Statement No. 68.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Equity is classified as net assets and displayed in three components:

- Net Investment in capital assets – consists of capital assets, net of accumulated depreciation and related debt, if applicable.
- Restricted Amounts – consists of amounts with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted Amounts – consists of all other amounts that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. The components of fund balance are:

- Non-spendable – consists of resources that cannot be spent because they are either:
a) not in a spendable form; or b) legally or contractually required to be maintained intact.
- Restricted – consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either; a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.
- Committed – consists of resources constrained (issuance of an ordinance) to specific purposes by a government itself, using its highest level of decision-making authority, the Board of Commissioners; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constrain.
- Assigned – amounts that are constrained by the Board of Commissioners' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by (a) the Board of Commissioners itself or (b) a body or official to which the Board of Commissioners has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Commissioners, who is authorized to assign amounts to a specific purpose.
- Unassigned – consists of the residual net resources of a fund that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

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

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Equity Classifications (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

Fund	General	Recreation	Special Recreation	IMRF	Capital Projects	Debt Service	Non-Major Funds	Total
Non-spendable								
Inventory	\$ 0	\$ 6,439	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,439
Prepaid Items	0	0	0	0	0	0	1,000	1,000
Restricted								
Special Recreation	0	0	1,728,095	0	0	0	0	1,728,095
Debt Service	0	0	0	0	0	735,323	0	735,323
Social Security	0	0	0	0	0	0	122,646	122,646
Liability Insurance							286,326	286,326
Paving and Lighting	0	0	0	0	0	0	6,420	6,420
Conservatory	0	0	0	0	0	0	621,474	621,474
Assigned								
Recreation	0	756,862	0	0	0	0	0	756,862
Capital Expenditures	0	0	0	0	1,391,813	0	0	1,391,813
Unassigned	758,890	0	0	(150,424)	0	0	0	608,466
	<u>\$ 758,890</u>	<u>\$ 763,301</u>	<u>\$ 1,728,095</u>	<u>\$ (150,424)</u>	<u>\$ 1,391,813</u>	<u>\$ 735,323</u>	<u>\$ 1,037,866</u>	<u>\$ 6,264,864</u>

NOTE 2 - DEPOSITS AND INVESTMENTS

A. Deposits

At December 31, 2016, the carrying amount of the Park District's deposits was \$5,407,783, including a petty cash fund of \$5,280 kept at the administrative office and the bank balance was \$5,486,782.

B. Investments

The District may, upon adoption of an ordinance, elect to invest in:

- Its own general obligation bonds.
- Its own tax anticipation warrants, bearing interest at a rate not to exceed 4% per annum.
- Bonds or other interest-bearing obligations of the United States or State of Illinois.
- Savings accounts or certificates of deposit of any state or national bank that are insured up to \$100,000 by the Federal Deposit Insurance Corporation (FDIC).
- Treasury notes and other securities issued by agencies of the United States.
- Bonds, notes, certificates of indebtedness, treasury bills, or other securities guaranteed by the full faith and credit of the United States.
- Certificates of deposit or time deposits constituting direct obligations of any bank, as defined in the Illinois Banking Act.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

- Short-term obligations of corporations organized in the United States with assets exceeding \$500 million, if:
 1. such obligations are rated at the time of purchase within the highest standard rating services by at least two rating agencies' and which mature not later than 270 days from the date of purchase;
 2. no more than 25% of any fund is invested in such obligations at any time; and
 3. such purchases do not exceed 10% of the corporation's outstanding obligations.
- Shares or other securities of any state or federally chartered savings and loan association, the shares of investment certificates of which are insured by the Federal Savings and Loan Insurance Corporation.
- The Illinois Governmental Cash Investment Fund.

C. Policies for Investments

It is the policy of the Park 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.

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.

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.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 3 - CAPITAL ASSETS

A summary of the changes in capital assets for the year follows. Total depreciation expense for the recreation function of the governmental activities for the year was \$2,115,019.

	Capital Assets January 1, 2016	Additions	Retirements	Capital Assets December 31, 2016
Assets Not Subject to Depreciation				
Land	\$ 8,291,043	\$ 0	\$ 0	\$ 8,291,043
Subtotal	<u>8,291,043</u>	<u>0</u>	<u>0</u>	<u>8,291,043</u>
Assets Subject to Depreciation				
Buildings	36,364,198	0	(172,523)	36,191,675
Improvements	16,818,417	329,244	(12,103)	17,135,558
Machinery and Equipment	7,223,985	578,923	(20,035)	7,782,873
Vehicles	1,094,596	192,080	0	1,286,676
	<u>61,501,196</u>	<u>1,100,247</u>	<u>(204,661)</u>	<u>62,396,782</u>
Less Accumulated Depreciation:				
Buildings	(21,546,061)	(1,156,729)	165,823	(22,536,967)
Improvements	(4,419,500)	(598,776)	6,334	(5,011,942)
Machinery and Equipment	(5,384,503)	(317,727)	20,035	(5,682,195)
Vehicles	(969,297)	(41,787)	0	(1,011,084)
Total Accumulated Depreciation	<u>(32,319,361)</u>	<u>(2,115,019)</u>	<u>192,192</u>	<u>(34,242,188)</u>
Subtotal	<u>29,181,835</u>	<u>(1,014,772)</u>	<u>(12,469)</u>	<u>28,154,594</u>
TOTAL NET CAPITAL NET ASSETS	<u>\$ 37,472,878</u>	<u>\$ (1,014,772)</u>	<u>\$ (12,469)</u>	<u>\$ 36,445,637</u>

NOTE 4 – DEFICIT FUND BALANCES

The IMRF Fund had a deficit balance of \$150,424 at December 31, 2016.

NOTE 5 - EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

At December 31, 2016, the following fund of the district had an excess of actual expenditures over legally enacted budgeted amounts:

Fund	Budget	Actual
IMRF Fund	\$ 736,800	\$ 826,884

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 6 - DEBT COMMITMENTS

A. Debt Transactions

The following is a summary of debt transactions for the year ended December 31, 2016.

	Balance January 1, 2016	New Debt	Principal Paid	Balance December 31, 2016	Amounts Due Within One Year
Bonds Payable					
Series 2009B Bond	4,000,000	0	425,000	3,575,000	440,000
Series 2011B Bond	3,000,000	0	0	3,000,000	0
Series 2012 Bond	800,000	0	800,000	0	0
Series 2013 Bond	1,607,000	0	750,000	857,000	857,000
Series 2014A Bond	8,000,000	0	0	8,000,000	0
Series 2014C Bond	875,000	0	0	875,000	750,000
Series 2014D Bond	993,000	0	450,000	543,000	543,000
Series 2015 Bond	2,635,000	0	870,000	1,765,000	100,000
Series 2016 Bond	0	2,740,000	0	2,740,000	646,112
	<u>21,910,000</u>	<u>2,740,000</u>	<u>3,295,000</u>	<u>21,355,000</u>	<u>3,336,112</u>
Plus Premium on Bond	183,606	0	30,482	153,124	0
Subtotal	<u>22,093,606</u>	<u>2,740,000</u>	<u>3,325,482</u>	<u>21,508,124</u>	<u>3,336,112</u>
Debt Certificates					
Series 2007	1,330,000	0	600,000	730,000	730,000
Series 2014B	1,000,000	0	0	1,000,000	0
	<u>2,330,000</u>	<u>0</u>	<u>600,000</u>	<u>1,730,000</u>	<u>730,000</u>
Less Discount	(160,586)	0	(11,251)	(149,335)	0
Subtotal	<u>2,169,414</u>	<u>0</u>	<u>588,749</u>	<u>1,580,665</u>	<u>730,000</u>
Notes Payable					
2015	<u>231,000</u>	<u>0</u>	<u>62,000</u>	<u>169,000</u>	<u>169,000</u>
Total Debt	<u>\$ 24,494,020</u>	<u>\$ 2,740,000</u>	<u>\$ 3,976,231</u>	<u>\$ 23,257,789</u>	<u>\$ 4,235,112</u>

B. General Obligation Bonds, Debt Certificates and Notes Payable

General Obligation Bonds

- A general obligation bond originally issued for \$4,000,000 in 2009 provides for annual installments ranging from \$425,000 to \$590,000 through December 1, 2024. Interest is payable annually in November from 3.75% to 4.40%.
- A general obligation bond originally issued for \$3,000,000 in 2011 provides for annual installments ranging from \$460,000 to \$545,000 through November 1, 2025. Interest is payable semi-annually on May 1 and November 1 at 4.00%.
- A general obligation bond originally issued for \$2,700,000 in 2013 provides for annual installments ranging from \$300,000 to \$857,000 through December 15, 2017. Interest is payable semi-annually on June 15 and December 15 from 0.40% to 1.20%.
- A general obligation bond originally issued for \$8,000,000 in 2014 provides for annual installments ranging from \$140,000 to \$905,000 through November 1, 2034. Interest is payable semi-annually on May 1 and November 1 from 2.00% to 4.00%.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 6 - DEBT COMMITMENTS (CONTINUED)

B. General Obligation Bonds, Debt Certificates and Notes Payable (Continued)

General Obligation Bonds (Continued)

- A general obligation bond originally issued for \$875,000 in 2014 provides for annual installments ranging from \$750,000 to \$125,000 through December 15, 2018. Interest is payable annually on December 15 from 1.00% to 1.20%.
- A general obligation bond originally issued for \$1,940,000 in 2014 provides for annual installments ranging from \$450,000 to \$947,000 through December 15, 2017. Interest is payable annually on December 15 from 0.70% to 1.55%.
- A general obligation bond originally issued for \$2,635,000 in 2015 provides for annual installments ranging from \$100,000 to \$915,000 through December 15, 2019. Interest is payable annually on December 15 from 0.650% to 1.50%.
- A general obligation bond originally issued for \$2,740,000 in 2016 provides for annual installments ranging from \$400,000 to \$943,788 through December 15, 2020. Interest is payable annually on December 15 from 0.820% to 1.22%.

Debt Certificates

- Debt Certificates originally issued for \$2,750,000 in 2007 provide for annual payments through November 1, 2017. Interest is payable annually on November 1 from 4.15% to 4.25%.
- Debt Certificates originally issued for \$1,000,000 in 2014 provide for annual payments through November 1, 2027. Interest is payable annually on November 1 at 4.00%.

Notes Payable

- A Note Payable originally issued for \$262,000 for the purchase of golf carts in 2015 provide for annual payments through April 28, 2017. Interest is included with monthly payment at an annual rate of 2.5%.

C. Annual Debt Service Requirements

The annual requirements on all debt to maturity as of December 31, 2016 are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	4,235,112	706,877	4,941,989
2018	1,970,000	620,136	2,590,136
2019	2,385,000	581,455	2,966,455
2020	2,143,888	533,965	2,677,853
2021	1,420,000	476,901	1,896,901
2022 - 2026	5,755,000	1,645,251	7,400,251
2027 - 2031	3,875,000	680,519	4,555,519
2032 - 2034	1,470,000	108,400	1,578,400
Total	<u>\$ 23,254,000</u>	<u>\$ 5,353,504</u>	<u>\$ 28,607,504</u>

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 7 - INTERFUND BALANCES

The following is a summary of interfund balances at December 31, 2016. The interfund balances were created for operating purposes and are expected to be paid in full during 2017.

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 210,000	\$ 0
IMRF	0	200,000
Paving and Lighting	0	10,000
	<u>\$ 210,000</u>	<u>\$ 210,000</u>

NOTE 8 - SUBSEQUENT EVENTS

The date to which events occurring after December 31, 2016, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosure is May 12, 2017, the date the financial statements were available to be issued.

NOTE 9 - RISK MANAGEMENT

The Mount Prospect Park District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses.

Since 1987, the Mount Prospect Park District has been a member of the Metro Risk Management Agency (MRMA), a joint risk management pool of park districts 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. The following table is a summary of the coverage in effect through April 1, 2018.

<u>Coverage</u>	<u>Insurer/Policy #</u>	<u>Limits</u>	<u>Retention</u>
Property-Occurrence Form Including Builders Risk	Hartford 83 UUN PY 3539	231,816,831 Replacement Cost Blanket Limit	\$100,000 Deductible
Boiler and Machinery	Travelers Insurance Company M5J BME1 430K8615 TIL 15	\$150,000,000 Total Limit Per Breakdown	\$1,000 Per Occurrence
Crime - Occurrence Form	Hanover Insurance Company of Illinois 1903657	\$200,000 Public Theft \$100,000 Theft, Disappearance, Destruction \$100,000 Depositors' Forgery \$100,000 Faithful Performance of Duty	\$2,500 Per Occurrence \$2,500 Per Occurrence \$2,500 Per occurrence \$2,500 Per Occurrence
Excess Workers Compensation & EL Occurrence Form	Safety National Casualty Corporation SP 4052700	\$20,000,000 Excess Limit \$1,000,000 Employer Limit	\$450,000 Self Insured Retention
Liability Coverage A-Public Entity- Coverage B-Public Officials- Auto Liability and EPLI Coverage	Genesis (Reinsurance) C492	\$10,000,000 Per Occurrence per Member District \$10,000,000 Per Occurrence per Member District	\$250,000 Self Insured Retention

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 9 - RISK MANAGEMENT (CONTINUED)

Coverage	Insurer/Policy #	Limits	Retention
Cyber Liability	Beazley	\$1,000,000 agg limit	\$10,000 deductible
Pollution Liability	None (Self-insured)	None (Self-insured)	None (Self-insured)

Note: Only the highest retention applies in the event of a multiple coverage part loss and/or a multiple claimant loss.

The Park District is self-insured for any losses in excess of the above policy amounts.

Contributions to the Agency are based on predetermined composite rates as determined by the Board of Directors of the Agency and annual operating expenditures of the Park District. Additional funds, if any, which may be assessed against each member district to meet self-funded claims is determined periodically by the Agency.

The latest available financial statements for MRMA are as of and for the fiscal year ended March 31, 2016 and report the following information:

	Total	Park District's Share
Assets		
Cash	\$ 956,929	\$ 221,051
Premium Contribution Receivable	249,822	57,709
Total Assets	<u>1,206,751</u>	<u>278,760</u>
Liabilities		
Accounts Payable and Accrued Liabilities	189,851	43,856
Unpaid Claims Liabilities	884,313	204,276
Total Liabilities	<u>1,074,164</u>	<u>248,132</u>
Fund Equity		
Net Position	132,587	30,628
Total Liabilities and Fund Equity	<u>\$ 1,206,751</u>	<u>\$ 278,760</u>
 Total Revenues	 <u>\$ 1,783,381</u>	 <u>\$ 411,961</u>
 Total Expenditures	 <u>\$ 1,516,558</u>	 <u>\$ 350,325</u>

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 10 - SOCIAL SECURITY

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The required contribution by the District was \$473,089 for the fiscal year.

NOTE 11 - SPECIAL RECREATION COOPERATIVE

The District is a member of the Northwest Special Recreation Association. The Park District pays annual contributions to this organization for services it provides for disabled and handicapped members of the District. During the year ended December 31, 2016, the District paid \$355,591 to this organization.

NOTE 12 – PENSION PLAN COMMITMENT

Plan Description. The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Park District plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the Park District Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2015 was 18.39%. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. The required contribution for calendar year 2015 was \$732,350.

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 12 – PENSION PLAN COMMITMENT (CONTINUED)

Actuarial Valuation Date	December 31, 2015
Measurement Date of the Net Pension Liability	December 31, 2015
Fiscal Year End	December 31, 2016

Membership

Number of	
- Retirees and Beneficiaries	95
- Inactive, Non-Retired Members	91
- Active Members	101
- Total	<u>287</u>

Covered Valuation Payroll	<u>\$ 3,982,329</u>
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Net Pension Liability

Total Pension Liability/(Asset)	\$ 26,888,038
Plan Fiduciary Net Position	<u>21,414,152</u>

Net Pension Liability/(Asset)	<u>\$ 5,473,886</u>
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Plan Fiduciary Net Position as a Percentage of total Pension liability	79.64%
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Net Pension Liability as a Percentage of Covered Valuation Payroll	137.45%
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Development of the Single Discount Rate as of December 31, 2015

Long-Term Expected Rate of Investment Return	7.50%
Long-Term Municipal Bond Rate	3.57%
Last year December 31 in the 2016 to 2115 projection period for which projected benefit payments are fully funded	2087
Resulting Single Discount Rate based on the above development	7.48%
Single Discount Rate Calculated using December 31, 2014 Measurement Date	7.49%

Total Pension Expense/(Income)	<u>\$ 1,079,486</u>
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Deferred Outflows and Deferred Inflows of Resources by Source
(to be recognized in Future Pension Expenses)

	Outflows of Resources	Inflows of Resources
1. Difference between expected and actual experience	\$ 3,790	\$ 364,318
2. Assumption Changes	392,829	0
3. Net Difference between projected and actual earnings on pension plan investments	1,381,287	0
3. Total	<u>\$ 1,777,906</u>	<u>\$ 364,318</u>

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 12 – PENSION PLAN COMMITMENT (CONTINUED)

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
CURRENT PERIOD

Calendar Year Ended December 31, 2015

A. Total pension liability	
1. Service cost	\$ 415,266
2. Interest on the total pension liability	1,898,502
3. Changes of benefit terms	0
4. Difference between expected and actual experience of the total pension liability	5,148
5. Changes of assumptions	33,148
6. Benefit payments, including refunds of employee contributions	(1,207,108)
7. Net change in total pension liability	1,144,956
8. Total pension liability – beginning	25,743,082
9. Total pension liability – ending	<u>\$ 26,888,038</u>
 B. Plan fiduciary net position	
1. Contributions – employer	\$ 732,350
2. Contributions – employee	179,705
3. Net investment income	108,214
4. Benefit payments, including refunds of employee contributions	(1,207,108)
5. Other (net transfer)	(189,305)
6. Net change in plan fiduciary net position	(376,144)
7. Plan fiduciary net position – beginning	21,790,296
8. Plan fiduciary net position – ending	<u>\$ 21,414,152</u>
 C. Net pension liability/(asset)	<u>\$ 5,473,886</u>
 D. Plan fiduciary net position as a percentage of the total pension liability	79.64%
E. Covered Valuation Payroll	\$ 3,982,329
F. Net pension liability as a percentage of covered valuation payroll	137.45%

Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 12 – PENSION PLAN COMMITMENT (CONTINUED)

DEFERRED OUTFLOWS AND DEFERRED INFLOWS OF RESOURCES
BY YEAR TO BE RECOGNIZED IN FUTURE PENSION EXPENSES

Plan Year Ending December 31	Net Deferred Outflows of Resources
2016	\$ 372,227
2017	371,896
2018	367,886
2019	301,579
2020	0
Thereafter	0
Total	<u>\$ 1,413,588</u>

SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS
USED IN THE CALCULATION OF THE TOTAL PENSION LIABILITY

Methods and Assumptions Used to Determine Total Pension Liability:

Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.75%
Salary Increases	3.75% to 14.5%, including inflation
Investment Rate of Return	7.48%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). the IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). the IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
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<u>Other Information:</u>	There were no benefit changes during the year.
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Mt. Prospect Park District
Notes To The Financial Statements (Continued)
For the Year Ended December 31, 2016

NOTE 12 – PENSION PLAN COMMITMENT (CONTINUED)

CALCULATION OF THE SINGLE DISCOUNT RATE

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph.

The single discount rate (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.50%; the municipal bond rate is 3.57%; and the resulting single discount rate is 7.48%.

SENSITIVITY OF NET PENSION LIABILITY/(ASSET) TO THE
SINGLE DISCOUNT RATE ASSUMPTION

	1% Decrease 6.48%	Current Single Discount Rate Assumption 7.48%	1% Increase 8.48%
Total Pension Liability	\$ 30,488,882	\$ 26,888,038	\$ 23,948,578
Plan Fiduciary Net Position	21,414,152	21,414,152	21,414,152
Net Pension Liability/(Asset)	<u>\$ 9,074,730</u>	<u>\$ 5,473,886</u>	<u>\$ 2,534,426</u>

Mt. Prospect Park District
IMRF Pension Disclosures
For the Year Ended December 31, 2016

In accordance with GASB Statement No. 68, "Accounting and Financial Reporting for Pensions – An Amendment of GASB Statements No. 27", the financial statements of employers also include required supplementary information showing the 10-year fiscal history of:

- Sources of changes in the net pension liability;
- Information about the components of the net pension liability and related ratios, including the pension plan's fiduciary net position as a percentage of the total pension liability and the net pension liability as a percentage of covered-employee payroll, and
- Comparison of actual employer contributions to the actuarially determined contributions based on the plan's funding policy.

MULTIYEAR SCHEDULE OF CONTRIBUTIONS
Last 10 Plan Years

Plan Year Ending December 31	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 451,399	\$ 488,859	\$ (37,460)	\$ 3,783,728	12.92%
2015	732,350 *	732,350	0	3,982,329	18.39%

- Estimated based on contribution rate of 18.39% and covered valuation payroll of \$3,982,329.

Mt. Prospect Park District
IMRF Pension Disclosures (Continued)
For the Year Ended December 31, 2016

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date: Actuarially determined contribution rates are calculated as of December 31st of each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2015 Contribution Rates:

Actuarial Cost Method	Aggregate Entry-Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies : 10-year rolling period.
	Taxing bodies (Regular, SLEP and ECO groups): 28-year closed period until remaining period reaches 15 years (then 15-year rolling period).
	Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
	SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 23 years for most employers (two employers were financed over 32 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	4.00%
Price Inflation	3.0% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	4.40% to 16.00% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008-2010.
Mortality	RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men 120% of the table rates were used. For women 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

Other Information: There were no benefit changes during the year.

Mt. Prospect Park District
IMRF Pension Disclosures (Continued)
For the Year Ended December 31, 2016

Schedules of Required Supplementary Information
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios
Last 10 Plan Years (When Available)

Plan Year Ending December 31,	2015	2014
Total pension liability		
Service cost	415,266	484,373
Interest on the total pension liability	1,898,502	1,812,836
Changes of benefit terms	0	0
Difference between expected and actual experience of the total pension liability	5,148	(757,770)
Changes of assumptions	33,148	766,319
Benefit payments, including refunds of employee contributions	(1,207,108)	(1,047,805)
Net change in total pension liability	1,144,956	1,257,953
Total pension liability— beginning	25,743,082	24,485,129
Total pension liability – ending	<u>\$ 26,888,038</u>	<u>\$ 25,743,082</u>
Plan fiduciary net position		
Contributions – employer	\$ 732,350	\$ 488,859
Contributions – employee	179,705	182,774
Net investment income	108,214	1,259,789
Benefit payments, including refunds of employee contributions	(1,207,108)	(1,047,805)
Other (net transfer)	(189,305)	66,308
Net change in plan fiduciary net position	(376,144)	949,925
Plan fiduciary net position		
Beginning	21,790,296	20,840,371
Ending	<u>\$ 21,414,152</u>	<u>\$ 21,790,296</u>
Net pension liability/(asset)	<u>\$ 5,473,886</u>	<u>\$ 3,952,786</u>
Plan fiduciary net position as a percent of the total pension liability	79.64%	84.65%
Covered Valuation Payroll	\$ 3,982,329	\$ 3,783,728
Net pension liability as a percent of covered valuation payroll	137.45%	104.47%

MAJOR FUNDS

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

Recreation Fund - The Recreation Fund accounts for the operations of the recreation programs. Financing is provided primarily from an annual property tax levy, and from fees charged for programs and activities.

Special Recreation Fund - The Northwest Special Recreation Association (NWSRA) provides recreational facilities and programs for the handicapped. The Park District, funded by a special levy, contributes annually for membership in NWSRA.

IMRF - The IMRF Fund accounts for the Park District's participation in the Illinois Municipal Retirement Fund. Financing is provided by a specific annual property tax levy which produces a sufficient amount to pay the Park District's contributions to the fund on behalf of its employees.

Capital Projects - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets, excluding those types of capital related outflows financed by proprietary funds.

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

For all major funds listed, the basis of budgeting is the same as Generally Accepted Accounting Principles (GAAP).

**Mt. Prospect Park District
General Fund
Budgetary Comparison Schedule
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
REVENUES				
Property Taxes	\$ 2,000,166	\$ 2,000,166	\$ 1,983,617	\$ (16,549)
Replacement Taxes	130,000	130,000	87,006	(42,994)
Rentals	17,000	17,000	50,277	33,277
Interest	0	0	2,163	2,163
Other	130,000	130,000	138,784	8,784
TOTAL REVENUES	<u>2,277,166</u>	<u>2,277,166</u>	<u>2,261,847</u>	<u>(15,319)</u>
EXPENDITURES				
Personnel Services	1,185,166	1,185,166	1,129,608	55,558
Employee Fringe Benefits	455,785	455,785	393,300	62,485
Contractual Services	242,863	242,863	233,806	9,057
Commodities	153,756	153,756	123,597	30,159
Utilities	218,421	218,421	243,148	(24,727)
TOTAL EXPENDITURES	<u>2,255,991</u>	<u>2,255,991</u>	<u>2,123,459</u>	<u>132,532</u>
NET CHANGE IN FUND BALANCE	<u>\$ 21,175</u>	<u>\$ 21,175</u>	138,388	<u>\$ 117,213</u>
FUND BALANCE, BEGINNING OF YEAR			<u>620,502</u>	
END OF YEAR			<u>\$ 758,890</u>	

**Mt. Prospect Park District
Recreation Fund
Budgetary Comparison Schedule
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
REVENUES				
Property Taxes	\$ 1,277,484	\$ 1,277,484	\$ 1,263,690	\$ (13,794)
Replacement Taxes	40,000	40,000	87,006	47,006
Fees and Admissions	5,401,950	5,401,950	5,317,353	(84,597)
Sales	170,600	170,600	162,044	(8,556)
Rentals	532,000	532,000	530,423	(1,577)
Donations	49,500	49,500	29,100	(20,400)
TOTAL REVENUES	7,471,534	7,471,534	7,389,616	(81,918)
EXPENDITURES				
Personnel Services	4,222,482	4,222,482	4,246,594	(24,112)
Employee Fringe Benefits	784,381	784,381	618,642	165,739
Contractual Services	790,838	790,838	889,434	(98,596)
Commodities	924,000	924,000	886,946	37,054
Utilities	617,857	617,857	652,868	(35,011)
Other	12,600	12,600	15,226	(2,626)
TOTAL EXPENDITURES	7,352,158	7,352,158	7,309,710	42,448
NET CHANGE IN FUND BALANCE	\$ 119,376	\$ 119,376	79,906	\$ (39,470)
FUND BALANCE, BEGINNING OF YEAR			683,395	
END OF YEAR			\$ 763,301	

**Mt. Prospect Park District
Special Recreation Fund
Budgetary Comparison Schedule
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
REVENUES				
Property Taxes	\$ 588,849	\$ 588,849	\$ 541,498	\$ (47,351)
TOTAL REVENUES	<u>588,849</u>	<u>588,849</u>	<u>541,498</u>	<u>(47,351)</u>
EXPENDITURES				
Payments to NWSRA	343,931	343,931	355,591	(11,660)
Accessibility Improvements	950,525	950,525	316,713	633,812
TOTAL EXPENDITURES	<u>1,294,456</u>	<u>1,294,456</u>	<u>672,304</u>	<u>622,152</u>
NET CHANGE IN FUND BALANCE	<u>\$ (705,607)</u>	<u>\$ (705,607)</u>	<u>(130,806)</u>	<u>\$ 574,801</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1,858,901</u>	
END OF YEAR			<u>\$ 1,728,095</u>	

**Mt. Prospect Park District
IMRF Fund
Budgetary Comparison Schedule
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
REVENUES				
Property Taxes	\$ 803,400	\$ 803,400	\$ 773,837	\$ (29,563)
TOTAL REVENUES	<u>803,400</u>	<u>803,400</u>	<u>773,837</u>	<u>(29,563)</u>
EXPENDITURES				
Retirement - I.M.R.F.	<u>736,800</u>	<u>736,800</u>	<u>826,884</u>	<u>(90,084)</u>
TOTAL EXPENDITURES	<u>736,800</u>	<u>736,800</u>	<u>826,884</u>	<u>(90,084)</u>
NET CHANGE IN FUND DEFICIT	<u>\$ 66,600</u>	<u>\$ 66,600</u>	(53,047)	<u>\$ (119,647)</u>
FUND DEFICIT, BEGINNING OF YEAR			<u>(97,377)</u>	
END OF YEAR			<u>\$ (150,424)</u>	

Mt. Prospect Park District
General Fund
Schedule of Expenditures
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
PERSONNEL SERVICES				
Full-Time Salaries	\$ 1,104,666	\$ 1,104,666	\$ 1,088,953	\$ 15,713
Part-Time Salaries	80,500	80,500	40,655	39,845
TOTAL PERSONNEL SERVICES	1,185,166	1,185,166	1,129,608	55,558
TOTAL EMPLOYEE FRINGE BENEFITS	455,785	455,785	393,300	62,485
CONTRACTUAL SERVICES				
Auditing Services	23,500	23,500	23,004	496
Legal Services	40,000	40,000	25,311	14,689
Financial Services	95,313	95,313	96,599	(1,286)
Public Relations	4,500	4,500	2,367	2,133
Public Notices	3,300	3,300	2,526	774
Promotional Services	8,250	8,250	3,401	4,849
Brochure	10,000	10,000	11,785	(1,785)
Membership and Dues	2,500	2,500	5,423	(2,923)
Postage and Freight	15,150	15,150	15,092	58
Travel, Meetings, and Conferences	2,000	2,000	8,265	(6,265)
Training Seminars	2,000	2,000	1,693	307
Repairs and Maintenance - Services	11,000	11,000	12,786	(1,786)
Service Contracts	6,000	6,000	5,549	451
Laundry and Cleaning Services	6,250	6,250	4,321	1,929
Security System	1,100	1,100	1,145	(45)
Computer Service Fee	4,000	4,000	4,000	0
Computer Programming	1,000	1,000	1,000	0
457 Plan Services	7,000	7,000	9,539	(2,539)
TOTAL CONTRACTUAL SERVICES	242,863	242,863	233,806	9,057
COMMODITIES				
Books and Publications	250	250	559	(309)
Office Supplies	16,156	16,156	15,786	370
Janitorial Supplies	2,050	2,050	1,753	297
Clothing Supplies	500	500	258	242
Vehicle Fuels	65,000	65,000	37,143	27,857
Oils, Lubricants, and Cleaners	6,000	6,000	6,000	0
Small Tools	2,750	2,750	2,950	(200)
Repairs and Maintenance - Material	53,800	53,800	52,317	1,483
Other Commodities	5,750	5,750	5,736	14
Supplies and Awards	1,500	1,500	1,095	405
TOTAL COMMODITIES	153,756	153,756	123,597	30,159
SUBTOTAL FORWARD	\$ 2,037,570	\$ 2,037,570	\$ 1,880,311	\$ 157,259

Mt. Prospect Park District
General Fund
Schedule of Expenditures (Continued)
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance
	Original	Final	Actual	With Final Budget
SUBTOTAL FORWARDED	<u>\$ 2,037,570</u>	<u>\$ 2,037,570</u>	<u>\$ 1,880,311</u>	<u>\$ 157,259</u>
UTILITIES				
Telephone	56,560	56,560	81,139	(24,579)
Electricity	80,611	80,611	92,390	(11,779)
Gas	45,250	45,250	30,710	14,540
Water	18,500	18,500	20,923	(2,423)
Refuse/Scavenger	17,500	17,500	17,986	(486)
TOTAL UTILITIES	<u>218,421</u>	<u>218,421</u>	<u>243,148</u>	<u>(24,727)</u>
TOTAL EXPENDITURES	<u><u>\$ 2,255,991</u></u>	<u><u>\$ 2,255,991</u></u>	<u><u>\$ 2,123,459</u></u>	<u><u>\$ 132,532</u></u>

**Mt. Prospect Park District
Recreation Fund
Schedule of Expenditures
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
PERSONNEL SERVICES				
Full-Time Salaries	\$ 1,626,865	\$ 1,626,865	\$ 1,655,832	\$ (28,967)
Part-Time Salaries	2,595,617	2,595,617	2,590,762	4,855
TOTAL PERSONNEL SERVICES	4,222,482	4,222,482	4,246,594	(24,112)
TOTAL EMPLOYEE FRINGE BENEFITS	784,381	784,381	618,642	165,739
CONTRACTUAL SERVICES				
Legal Services	2,589	2,589	8,506	(5,917)
Financial Services	72,924	72,924	70,234	2,690
Public Relations	26,500	26,500	22,502	3,998
Classified Advertising	28,000	28,000	25,282	2,718
Instructors/Program Service	385,000	385,000	390,294	(5,294)
Promotional Service	22,000	22,000	16,826	5,174
Brochure	40,925	40,925	42,025	(1,100)
Membership Dues	4,500	4,500	10,346	(5,846)
Postage and Freight	15,750	15,750	15,642	108
Travel, Meetings, and Conference	13,950	13,950	16,583	(2,633)
Training Seminars	6,200	6,200	3,492	2,708
Security System	29,600	29,600	29,709	(109)
Repairs and Maintenance - Services	112,350	112,350	134,123	(21,773)
Service Contracts	16,800	16,800	93,385	(76,585)
Gas Cart Expense	4,000	4,000	2,939	1,061
Equipment Rental	500	500	462	38
Laundry and Cleaning Service	4,250	4,250	2,703	1,547
Computer Programming / Maintenance	5,000	5,000	4,381	619
TOTAL CONTRACTUAL SERVICES	790,838	790,838	889,434	(98,596)
SUBTOTAL FORWARD	\$ 5,797,701	\$ 5,797,701	\$ 5,754,670	\$ 43,031

**Mt. Prospect Park District
Recreation Fund
Schedule of Expenditures (Continued)
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
SUBTOTAL FORWARDED	\$ 5,797,701	\$ 5,797,701	\$ 5,754,670	\$ 43,031
COMMODITIES				
Supplies and Equipment				
Office	27,375	27,375	27,014	361
Horticulture	16,000	16,000	15,242	758
Janitorial	54,025	54,025	45,458	8,567
Clothing	1,000	1,000	1,100	(100)
Medical and Lab	1,500	1,500	1,197	303
Recreation	42,400	42,400	43,073	(673)
Program	335,200	335,200	354,695	(19,495)
Total Supplies and Equipment	477,500	477,500	487,779	(10,279)
Cost of Sales				
Beverage	12,000	12,000	12,965	(965)
Food	36,300	36,300	31,620	4,680
Merchandise	48,850	48,850	47,048	1,802
Total Cost of Sales	97,150	97,150	91,633	5,517
Repairs and Maintenance				
Chemicals - Pools	34,500	34,500	28,436	6,064
Vehicle Fuels	51,500	51,500	34,593	16,907
Oils, Lubricants, and Cleaners	1,800	1,800	1,917	(117)
Fertilizer and Ground Chemicals	82,000	82,000	87,196	(5,196)
Repairs and Maintenance	151,050	151,050	133,105	17,945
Total Repairs and Maintenance	320,850	320,850	285,247	35,603
Miscellaneous				
Tournament Expenses	17,000	17,000	12,013	4,987
Minor Equipment	10,500	10,500	9,626	874
Other	1,000	1,000	648	352
Total Miscellaneous	28,500	28,500	22,287	6,213
TOTAL COMMODITIES	924,000	924,000	886,946	37,054
SUBTOTAL FORWARD	\$ 6,721,701	\$ 6,721,701	\$ 6,641,616	\$ 80,085

**Mt. Prospect Park District
Recreation Fund
Schedule of Expenditures (Continued)
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
SUBTOTAL FORWARDED	<u>\$ 6,721,701</u>	<u>\$ 6,721,701</u>	<u>\$ 6,641,616</u>	<u>\$ 80,085</u>
UTILITIES				
Telephone	54,998	54,998	91,141	(36,143)
Electricity	359,009	359,009	392,314	(33,305)
Gas	102,750	102,750	62,716	40,034
Water	71,350	71,350	76,281	(4,931)
Refuse/Scavenger	29,750	29,750	30,416	(666)
TOTAL UTILITIES	<u>617,857</u>	<u>617,857</u>	<u>652,868</u>	<u>(35,011)</u>
OTHER				
Sales Tax	12,600	12,600	15,226	(2,626)
TOTAL OTHER	<u>12,600</u>	<u>12,600</u>	<u>15,226</u>	<u>(2,626)</u>
TOTAL EXPENDITURES	<u><u>\$ 7,352,158</u></u>	<u><u>\$ 7,352,158</u></u>	<u><u>\$ 7,309,710</u></u>	<u><u>\$ 42,448</u></u>

Mt. Prospect Park District
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance
	Original	Final	Actual	With Final Budget
REVENUES				
Interest	\$ 15,000	\$ 15,000	\$ 25,054	\$ 10,054
Other	381,421	381,421	230,215	(151,206)
TOTAL REVENUES	<u>396,421</u>	<u>396,421</u>	<u>255,269</u>	<u>(141,152)</u>
EXPENDITURES				
Capital				
Recplex	253,758	253,758	106,080	147,678
Park Improvements	1,826,402	1,826,402	845,321	981,081
Equipment	957,807	957,807	629,254	328,553
Buildings	65,729	65,729	37,560	28,169
Pools	30,000	30,000	35,500	(5,500)
Interest on Notes Payable	0	0	2,933	(2,933)
Cost of Issue	50,950	50,950	91,500	(40,550)
TOTAL EXPENDITURES	<u>3,184,646</u>	<u>3,184,646</u>	<u>1,748,148</u>	<u>1,436,498</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,788,225)</u>	<u>(2,788,225)</u>	<u>(1,492,879)</u>	<u>1,295,346</u>
OTHER FINANCING SOURCES				
Issuance of Debt	1,014,621	1,014,621	1,054,621	40,000
TOTAL OTHER FINANCING SOURCES	<u>1,014,621</u>	<u>1,014,621</u>	<u>1,054,621</u>	<u>40,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,773,604)</u>	<u>\$ (1,773,604)</u>	<u>(438,258)</u>	<u>\$ 1,335,346</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1,830,071</u>	
END OF YEAR			<u>\$ 1,391,813</u>	

Mt. Prospect Park District
Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance
	Original	Final	Actual	With Final Budget
REVENUES				
Property Taxes	\$ 3,108,843	\$ 3,108,843	\$ 3,009,467	\$ (99,376)
TOTAL REVENUES	<u>3,108,843</u>	<u>3,108,843</u>	<u>3,009,467</u>	<u>(99,376)</u>
EXPENDITURES				
Contractual Service	6,000	6,000	5,228	772
Debt Service				
Bond Principal	2,870,000	2,870,000	3,295,000	(425,000)
Installment Contracts	1,025,000	1,025,000	600,000	425,000
Notes Payable	67,477	67,477	31,000	36,477
Interest and Fees	751,623	751,623	754,165	(2,542)
TOTAL EXPENDITURES	<u>4,720,100</u>	<u>4,720,100</u>	<u>4,685,393</u>	<u>34,707</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,611,257)	(1,611,257)	(1,675,926)	(64,669)
OTHER FINANCING SOURCES				
Issuance of Debt	1,685,379	1,685,379	1,685,379	0
TOTAL OTHER FINANCING SOURCES	<u>1,685,379</u>	<u>1,685,379</u>	<u>1,685,379</u>	<u>0</u>
NET CHANGE IN FUND BALANCE	<u>\$ 74,122</u>	<u>\$ 74,122</u>	9,453	<u>\$ (64,669)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>725,870</u>	
END OF YEAR			<u>\$ 735,323</u>	

NON-MAJOR FUNDS

Social Security - The Social Security Fund accounts for the Park District's contributions to employee social security benefits. Financing is provided by a specific annual property tax levy which produces a sufficient amount to pay the Park District's contributions to the fund on behalf of its employees.

Liability Insurance - The Liability Insurance Fund accounts for the operation of the Park District's insurance and risk management activities. Financing is provided from an annual property tax levy.

Paving and Lighting - The Paving and Lighting Fund accounts for revenues derived from a specific annual property tax levy and expenditures of these monies for paving and lighting improvements throughout the District.

Conservatory - The Conservatory Fund was established to account for the revenue and expenditures of the Friendship Park Conservatory. An annual tax levy in conjunction with program revenue is used to finance the fund.

Mt. Prospect Park District
Non-Major Funds
Combining Balance Sheet
December 31, 2016

	Special Revenue Funds				
	Social Security	Liability Insurance	Paving and Lighting	Conservatory	Total
ASSETS					
Cash	\$ 48,713	\$ 190,823	\$ 6,718	\$ 547,359	\$ 793,613
Receivables:					
Property Taxes	518,317	649,072	73,381	733,803	1,974,573
Prepaid Expenditures	0	0	0	1,000	1,000
TOTAL ASSETS	567,030	839,895	80,099	1,282,162	2,769,186
DEFERRED OUTFLOWS	0	0	0	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS	567,030	839,895	80,099	1,282,162	2,769,186
LIABILITIES					
Accounts Payable	50	50	1,400	23,857	25,357
Accrued Payroll	0	2,580	0	9,034	11,614
Accrued Vacation	0	0	0	4,011	4,011
Due to Other Funds	0	0	10,000	0	10,000
TOTAL LIABILITIES	50	2,630	11,400	36,902	50,982
DEFERRED INFLOWS					
Deferred Property Tax Revenue	444,334	550,939	62,279	622,786	1,680,338
TOTAL DEFERRED INFLOWS	444,334	550,939	62,279	622,786	1,680,338
FUND BALANCES					
Non-spendable	0	0	0	1,000	1,000
Restricted	122,646	286,326	6,420	621,474	1,036,866
TOTAL FUND BALANCES	122,646	286,326	6,420	622,474	1,037,866
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	\$ 567,030	\$ 839,895	\$ 80,099	\$ 1,282,162	\$ 2,769,186

Mt. Prospect Park District
Non-Major Funds
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
For The Year Ended December 31, 2016

	Special Revenue Funds				
	Social Security	Liability Insurance	Paving and Lighting	Conservatory	Total
REVENUES					
Property Taxes	\$ 358,978	\$ 600,360	\$ 67,688	\$ 676,872	\$ 1,703,898
Fees and Admissions	0	0	0	79,201	79,201
Rentals and Other	0	0	0	50,244	50,244
TOTAL REVENUES	358,978	600,360	67,688	806,317	1,833,343
EXPENDITURES					
Recreation	0	0	0	781,679	781,679
Social Security	473,089	0	0	0	473,089
Liability Insurance	0	655,780	0	0	655,780
Capital Outlay	0	0	78,437	0	78,437
TOTAL EXPENDITURES	473,089	655,780	78,437	781,679	1,988,985
NET CHANGE IN FUND BALANCE	(114,111)	(55,420)	(10,749)	24,638	(155,642)
FUND BALANCES, BEGINNING OF YEAR	236,757	341,746	17,169	597,836	1,193,508
END OF YEAR	\$ 122,646	\$ 286,326	\$ 6,420	\$ 622,474	\$ 1,037,866

Mt. Prospect Park District
Social Security Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance
	Original	Final	Actual	With Final Budget
REVENUES				
Property Taxes	\$ 354,320	\$ 354,320	\$ 358,978	\$ 4,658
TOTAL REVENUES	<u>354,320</u>	<u>354,320</u>	<u>358,978</u>	<u>4,658</u>
EXPENDITURES				
Retirement - Social Security	<u>510,000</u>	<u>510,000</u>	<u>473,089</u>	<u>36,911</u>
TOTAL EXPENDITURES	<u>510,000</u>	<u>510,000</u>	<u>473,089</u>	<u>36,911</u>
NET CHANGE IN FUND BALANCE	<u>\$ (155,680)</u>	<u>\$ (155,680)</u>	<u>(114,111)</u>	<u>\$ 41,569</u>
FUND BALANCE, BEGINNING OF YEAR			<u>236,757</u>	
END OF YEAR			<u>\$ 122,646</u>	

Mt. Prospect Park District
Liability Insurance Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance
	Original	Final	Actual	With Final Budget
REVENUES				
Property Taxes	\$ 620,060	\$ 620,060	\$ 600,360	\$ (19,700)
TOTAL REVENUES	<u>620,060</u>	<u>620,060</u>	<u>600,360</u>	<u>(19,700)</u>
EXPENDITURES				
Personnel Services	147,149	147,149	148,778	(1,629)
Employee Fringe Benefits	43,134	43,134	27,780	15,354
Contractual Services	59,106	59,106	54,844	4,262
Insurance Premiums	<u>411,000</u>	<u>411,000</u>	<u>424,378</u>	<u>(13,378)</u>
TOTAL EXPENDITURES	<u>660,389</u>	<u>660,389</u>	<u>655,780</u>	<u>4,609</u>
NET CHANGE IN FUND BALANCE	<u>\$ (40,329)</u>	<u>\$ (40,329)</u>	<u>(55,420)</u>	<u>\$ (15,091)</u>
FUND BALANCE,				
BEGINNING OF YEAR			<u>341,746</u>	
END OF YEAR			<u>\$ 286,326</u>	

Mt. Prospect Park District
Paving and Lighting Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance
	Original	Final	Actual	With Final Budget
REVENUES				
Property Taxes	\$ 73,606	\$ 73,606	\$ 67,688	\$ (5,918)
TOTAL REVENUES	<u>73,606</u>	<u>73,606</u>	<u>67,688</u>	<u>(5,918)</u>
EXPENDITURES				
Park Improvements	<u>100,000</u>	<u>100,000</u>	<u>78,437</u>	<u>21,563</u>
TOTAL EXPENDITURES	<u>100,000</u>	<u>100,000</u>	<u>78,437</u>	<u>21,563</u>
NET CHANGE IN FUND BALANCE	<u>\$ (26,394)</u>	<u>\$ (26,394)</u>	<u>(10,749)</u>	<u>\$ 15,645</u>
FUND BALANCE, BEGINNING OF YEAR			<u>17,169</u>	
END OF YEAR			<u>\$ 6,420</u>	

**Mt. Prospect Park District
Conservatory Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For The Year Ended December 31, 2016**

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	
REVENUES				
Property Taxes	\$ 736,058	\$ 736,058	\$ 676,872	\$ (59,186)
Fees and Programs	79,050	79,050	79,201	151
Rentals and Other	49,800	49,800	50,244	444
TOTAL REVENUES	864,908	864,908	806,317	(58,591)
EXPENDITURES				
Personnel Services	489,857	489,857	487,301	2,556
Employee Fringe Benefits	114,571	114,571	93,130	21,441
Contractual Services	54,103	54,103	48,330	5,773
Commodities	83,496	83,496	78,337	5,159
Utilities	69,674	69,674	71,333	(1,659)
Other	2,200	2,200	3,248	(1,048)
TOTAL EXPENDITURES	813,901	813,901	781,679	32,222
NET CHANGE IN FUND BALANCE	\$ 51,007	\$ 51,007	24,638	\$ (26,369)
FUND BALANCE, BEGINNING OF YEAR			597,836	
END OF YEAR			\$ 622,474	

Mt. Prospect Park District
Schedule of Changes in Capital Assets Used in the Operation of
Governmental Activities by Function and Activity
December 31, 2016

FUNCTION AND ACTIVITY	Capital Assets 1/1/16	Additions	Retirements	Capital Assets 12/31/16
Assets Not Subject to Depreciation				
Land	\$ 8,291,043	\$ 0	\$ 0	\$ 8,291,043
Subtotal	8,291,043	0	0	8,291,043
Assets Subject to Depreciation				
Buildings	36,364,198	0	(172,523)	36,191,675
Improvements				
Permanent Fixtures	1,593,436	0	(1,701)	1,591,735
Land Improvements	15,224,981	329,244	(10,402)	15,543,823
Machinery, Equipment & Furniture				
Equipment & Furniture	3,818,964	395,010	(20,035)	4,193,939
Office Machine & Devices	33,974	0	0	33,974
EDP Equipment	55,258	0	0	55,258
Communication Equipment	361,677	23,588	0	385,265
EDP Software	1,358,676	62,827	0	1,421,503
Equipment	1,595,436	97,498	0	1,692,934
Licensed Vehicles	1,094,596	192,080	0	1,286,676
Subtotal	61,501,196	1,100,247	(204,661)	62,396,782
Less Accumulated Depreciation				
Buildings	(21,546,061)	(1,156,729)	165,823	(22,536,967)
Improvements				
Permanent Fixtures	(1,448,378)	(20,627)	1,701	(1,467,304)
Land Improvements	(2,971,122)	(578,149)	4,633	(3,544,638)
Machinery, Equipment & Furniture				
Equipment & Furniture	(3,277,197)	(120,624)	20,035	(3,377,786)
Office Machine & Devices	(10,882)	(3,369)	0	(14,251)
EDP Equipment	(22,318)	(3,065)	0	(25,383)
Communication Equipment	(265,273)	(10,756)	0	(276,029)
EDP Software	(1,178,760)	(51,017)	0	(1,229,777)
Equipment	(630,073)	(128,896)	0	(758,969)
Licensed Vehicles	(969,297)	(41,787)	0	(1,011,084)
Total Accumulated Depreciation	(32,319,361)	(2,115,019)	192,192	(34,242,188)
Subtotal	29,181,835	(1,014,772)	(12,469)	28,154,594
TOTAL NET CAPITAL ASSETS	\$ 37,472,878	\$ (1,014,772)	\$ (12,469)	\$ 36,445,637

Mt. Prospect Park District
Internal Service Fund
Statement of Fund Net Position
December 31, 2016

	Internal Service Fund
ASSETS	
Cash	\$ 60,268
TOTAL ASSETS	<u>60,268</u>
DEFERRED OUTFLOWS	<u>0</u>
LIABILITIES	
Accounts Payable	5,474
Accrued Payroll	<u>2,173</u>
TOTAL LIABILITIES	<u>7,647</u>
DEFERRED INFLOWS	<u>0</u>
TOTAL FUND NET POSITION	<u><u>\$ 52,621</u></u>

Mt. Prospect Park District
Internal Service Fund
Schedule of Revenues, Expenses, and Changes in Fund Net Position
Budget and Actual
For The Year Ended December 31, 2016

	Budgeted Amounts			Variance
	Original	Final	Actual	With Final Budget
OPERATING REVENUES				
Capital Project Billings	\$ 411,725	\$ 411,725	\$ 411,725	\$ 0
TOTAL OPERATING REVENUES	<u>411,725</u>	<u>411,725</u>	<u>411,725</u>	<u>0</u>
OPERATING EXPENSES				
Personnel Services	145,075	145,075	106,889	38,186
Contractual Services	136,000	136,000	137,515	(1,515)
Commodities	106,000	106,000	91,770	14,230
Employee Fringe Benefits	24,650	24,650	35,843	(11,193)
TOTAL OPERATING EXPENSES	<u>411,725</u>	<u>411,725</u>	<u>372,017</u>	<u>39,708</u>
CHANGE IN FUND NET POSITION	<u>\$ 0</u>	<u>\$ 0</u>	39,708	<u>\$ 39,708</u>
FUND NET POSITION,				
BEGINNING OF YEAR			<u>12,913</u>	
END OF YEAR			<u>\$ 52,621</u>	

**Mt. Prospect Park District
Internal Service Fund
Statement of Cash Flows
For The Year Ended December 31, 2016**

	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Capital Project Billings	\$ 411,725
Cash Payments to Employers and Vendors	<u>(375,540)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	36,185
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>24,083</u>
END OF YEAR	<u><u>\$ 60,268</u></u>
RECONCILIATION OF CHANGE IN FUND NET POSITION TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Change in Fund Net Position	\$ 39,708
Adjustments to Reconcile Change in Fund Net Position to Net Cash Provided by Operating Activities	
Changes in Certain Assets and Liabilities	
Accounts Payable	(348)
Accrued Payroll	<u>(3,175)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 36,185</u></u>

STATISTICAL SECTION (UNAUDITED)

Pages

Financial Trend Data

67 - 74

These schedules contain trend information to help the reader understand how the District's financial performance and well-being has changed over time.

Revenue Capacity Data

75 - 79

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity Data

80 - 83

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

84

This schedule offers demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

85 - 86

These schedules contain service and asset data to help the reader understand how the information in the District's financial report relates to the services the district provides and the activities it performs.

Mt. Prospect Park District
Government-Wide Net Position by Component
Last Ten Fiscal Years
December 31, 2016

Fiscal Year	Net Investment in Capital Assets	Restricted Amounts	Unrestricted Amounts	Total
<u>Government Activities</u>				
2007	\$ 15,293,554	\$ 0	\$ 12,277,750	\$ 27,571,304
2008	16,014,582	0	8,914,023	24,928,605
2009	13,607,538	0	12,575,826	26,183,364
2010	15,173,405	0	11,527,476	26,700,881
2011	12,100,375	0	14,913,247	27,013,622
2012	13,496,586	0	13,997,597	27,494,183
2013	13,225,894	3,665,840	10,757,596	27,649,330
2014	12,613,286	3,631,727	11,419,457	27,664,470
2015	14,808,927	3,777,273	6,190,179	24,776,379
2016	14,579,661	3,500,284	6,517,700	24,597,645

Data Source
Park District Records

Mt. Prospect Park District
Government-Wide Expenses, Program Revenues and Net Expense
Last Ten Fiscal Years
December 31, 2016

<u>EXPENSES</u>				
Governmental Activities				
Fiscal Year	General Government	Recreation	Interest	Subtotal
2007	\$ 6,602,191	\$ 7,993,565	\$ 277,134	\$ 14,872,890
2008	6,950,618	8,040,493	293,324	15,284,435
2009	7,606,105	8,168,276	258,482	16,032,863
2010	5,618,974	8,359,205	721,589	14,699,768
2011	6,883,764	8,044,275	196,422	15,124,461
2012	6,885,734	8,293,388	171,975	15,351,097
2013	6,988,165	8,285,612	157,094	15,430,871
2014	6,322,651	7,755,029	633,724	14,711,404
2015	7,451,941	7,634,791	888,215	15,974,947
2016	7,512,851	8,763,693	745,370	17,021,914

<u>PROGRAM REVENUES</u>			
Governmental Activities			
Fiscal Year	Charges for Services	Operating Grants and Contributions	Subtotal
2007	\$ 5,782,058	\$ 43,750	\$ 5,825,808
2008	5,856,094	54,300	5,910,394
2009	5,887,693	59,694	5,947,387
2010	6,219,951	43,850	6,263,801
2011	6,114,114	69,020	6,183,134
2012	6,212,528	49,125	6,261,653
2013	6,166,638	49,683	6,216,321
2014	5,055,299	49,514	5,104,813
2015	5,571,916	37,284	5,609,200
2016	6,670,466	29,100	6,699,566

<u>TOTAL NET EXPENSE</u>	
Governmental Activities	
Fiscal Year	
2007	\$ (9,047,082)
2008	(9,374,041)
2009	(10,085,476)
2010	(8,435,967)
2011	(8,941,327)
2012	(9,089,444)
2013	(9,214,550)
2014	(9,606,591)
2015	(10,365,747)
2016	(10,322,348)

Data Source
Park District Records

Mt. Prospect Park District
Government-Wide General Revenues and Other Changes in Net Position
Last Ten Fiscal Years
December 31, 2016

<u>GENERAL REVENUES AND TRANSFERS</u>						
Governmental Activities						
Fiscal Year	Property Taxes	Replacement Taxes	Investment Income	Miscellaneous	Transfers	Subtotal
2007	\$ 8,107,870	\$ 181,975	\$ 180,754	\$ 33,063	\$ 0	\$ 8,503,662
2008	8,589,239	168,476	124,012	54,718	0	8,936,445
2009	8,630,496	135,342	74,372	294,945	0	9,135,155
2010	8,690,346	156,819	39,862	66,456	0	8,953,483
2011	8,911,755	140,268	32,660	169,386	0	9,254,069
2012	9,146,624	140,526	62,591	220,260	0	9,570,001
2013	9,108,193	167,634	34,614	59,254	0	9,369,695
2014	9,286,370	160,362	22,959	154,742	0	9,624,433
2015	9,687,217	146,402	10,999	376,014	0	10,220,632
2016	9,642,585	174,012	27,217	299,800	0	10,143,614

<u>TOTAL CHANGE IN NET POSITION</u>	
Governmental Activities	
Fiscal Year	
2007	(543,520)
2008	(2,047,372)
2009	(950,321)
2010	517,516
2011	312,742
2012	480,557
2013	155,145
2014	17,842
2015	(145,115)
2016	(178,734)

Data Source
Park District Records

Mt. Prospect Park District
Fund Balances of Governmental Funds
Major Funds and Other Governmental Funds
Last Ten Fiscal Years
December 31, 2016

MAJOR FUNDS								
General								
Fiscal Year	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	\$ 0	\$ 845,075	\$ 845,075	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2008	0	537,964	537,964	0	0	0	0	0
2009	0	446,085	446,085	0	0	0	0	0
2010	n/a	n/a	n/a	155,340	0	0	0	155,340
2011	n/a	n/a	n/a	342,656	0	0	0	342,656
2012	n/a	n/a	n/a	463,940	0	0	0	463,940
2013	n/a	n/a	n/a	503,661	0	0	0	503,661
2014	n/a	n/a	n/a	601,705	0	0	0	601,705
2015	n/a	n/a	n/a	620,502	0	0	0	620,502
2016	n/a	n/a	n/a	758,890	0	0	0	758,890

Recreation								
Fiscal Year	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	0	305,005	305,005	0	0	0	0	0
2008	0	146,614	146,614	0	0	0	0	0
2009	0	148,626	148,626	0	0	0	0	0
2010	n/a	n/a	n/a	(59,261)	0	0	7,456	(51,805)
2011	n/a	n/a	n/a	203,592	0	0	7,634	211,226
2012	n/a	n/a	n/a	562,975	0	0	9,019	571,994
2013	n/a	n/a	n/a	659,611	0	0	9,451	669,062
2014	n/a	n/a	n/a	0	665,401	0	3,875	669,276
2015	n/a	n/a	n/a	0	677,896	0	5,499	683,395
2016	n/a	n/a	n/a	0	756,862	0	6,439	763,301

Beginning in 2010, the Park District implemented GASB 54, and as such, fund balances are reported in the appropriate categories as required by the Statement.

Mt. Prospect Park District
Fund Balances of Governmental Funds
Major Funds and Other Governmental Funds
Last Ten Fiscal Years (Continued)
December 31, 2016

Fiscal Year	MAJOR FUNDS							
	Special Recreation							
	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	\$ 0	\$ 351,463	\$ 351,463	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2008	0	728,151	728,151	0	0	0	0	0
2009	0	1,061,259	1,061,259	0	0	0	0	0
2010	n/a	n/a	n/a	0	0	1,312,817	0	1,312,817
2011	n/a	n/a	n/a	0	0	1,832,556	0	1,832,556
2012	n/a	n/a	n/a	0	0	2,174,135	0	2,174,135
2013	n/a	n/a	n/a	0	0	2,120,890	0	2,120,890
2014	n/a	n/a	n/a	0	0	1,833,065	0	1,833,065
2015	n/a	n/a	n/a	0	0	1,858,901	0	1,858,901
2016	n/a	n/a	n/a	0	0	1,728,095	0	1,728,095

Fiscal Year	IMRF							
	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	0	(383,209)	(383,209)	0	0	0	0	0
2008	0	(399,031)	(399,031)	0	0	0	0	0
2009	0	(339,261)	(339,261)	0	0	0	0	0
2010	n/a	n/a	n/a	(400,506)	0	0	0	(400,506)
2011	n/a	n/a	n/a	(192,114)	0	0	0	(192,114)
2012	n/a	n/a	n/a	(129,031)	0	0	0	(129,031)
2013	n/a	n/a	n/a	(86,539)	0	0	0	(86,539)
2014	n/a	n/a	n/a	0	0	27,647	0	27,647
2015	n/a	n/a	n/a	(97,377)	0	0	0	(97,377)
2016	n/a	n/a	n/a	(150,424)	0	0	0	(150,424)

Mt. Prospect Park District
Fund Balances of Governmental Funds
Major Funds and Other Governmental Funds
Last Ten Fiscal Years (Continued)
December 31, 2016

MAJOR FUNDS								
Capital Projects								
Fiscal Year	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	\$ 0	\$ 3,243,133	\$ 3,243,133	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2008	0	1,728,625	1,728,625	0	0	0	0	0
2009	0	2,838,950	2,838,950	0	0	0	0	0
2010	n/a	n/a	n/a	0	1,471,731	0	0	1,471,731
2011	n/a	n/a	n/a	0	4,050,308	0	0	4,050,308
2012	n/a	n/a	n/a	0	2,332,924	0	0	2,332,924
2013	n/a	n/a	n/a	0	2,022,194	0	0	2,022,194
2014	n/a	n/a	n/a	0	2,667,153	0	0	2,667,153
2015	n/a	n/a	n/a	0	1,830,071	0	0	1,830,071
2016	n/a	n/a	n/a	0	1,391,813	0	0	1,391,813

Debt Service								
Fiscal Year	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	0	18,238	18,238	0	0	0	0	0
2008	0	52,081	52,081	0	0	0	0	0
2009	0	203,250	203,250	0	0	0	0	0
2010	n/a	n/a	n/a	(1,245)	0	0	0	(1,245)
2011	n/a	n/a	n/a	0	0	377,393	0	377,393
2012	n/a	n/a	n/a	0	0	619,347	0	619,347
2013	n/a	n/a	n/a	0	0	569,419	0	569,419
2014	n/a	n/a	n/a	0	0	742,052	0	742,052
2015	n/a	n/a	n/a	0	0	725,870	0	725,870
2016	n/a	n/a	n/a	0	0	735,323	0	735,323

Mt. Prospect Park District
Fund Balances of Governmental Funds
Major Funds and Other Governmental Funds
Last Ten Fiscal Years (Continued)
December 31, 2016

NON-MAJOR FUNDS								
OTHER GOVERNMENTAL FUNDS								
Fiscal Year	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	\$ 0	\$ 266,510	\$ 266,510	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2008	0	206,584	206,584	0	0	0	0	0
2009	0	262,591	262,591	0	0	0	0	0
2010	n/a	n/a	n/a	(72,321)	0	251,043	1,000	179,722
2011	n/a	n/a	n/a	0	0	673,043	1,000	674,043
2012	n/a	n/a	n/a	(7,320)	0	1,012,898	1,000	1,006,578
2013	n/a	n/a	n/a	(50,148)	0	965,078	1,000	915,930
2014	n/a	n/a	n/a	0	0	1,028,960	1,000	1,029,960
2015	n/a	n/a	n/a	0	0	1,192,508	1,000	1,193,508
2016	n/a	n/a	n/a	0	0	1,036,866	1,000	1,037,866
TOTAL GOVERNMENTAL FUNDS								
Fiscal Year	Reserved	Unreserved	Total	Unassigned	Assigned	Restricted	Non-Spendable	Total
2007	0	4,646,215	4,646,215	0	0	0	0	0
2007	0	3,000,988	3,000,988	0	0	0	0	0
2008	0	4,621,500	4,621,500	0	0	0	0	0
2009	n/a	n/a	n/a	(377,993)	1,471,731	1,563,860	8,456	2,666,054
2010	n/a	n/a	n/a	354,134	4,050,308	2,882,992	8,634	7,296,068
2011	n/a	n/a	n/a	890,564	2,332,924	3,806,380	10,019	7,039,887
2012	n/a	n/a	n/a	1,026,585	2,022,194	3,655,387	10,451	6,714,617
2013	n/a	n/a	n/a	601,705	3,332,554	3,631,724	4,875	7,570,858
2014	n/a	n/a	n/a	523,125	2,507,967	3,777,279	6,499	6,814,870
2015	n/a	n/a	n/a	608,466	2,148,675	3,500,284	7,439	6,264,864

Mt. Prospect Park District
Summary of Changes in Total Governmental Fund Balances
With Beginning and Ending Total Fund Balances
Last Ten Fiscal Years
December 31, 2016

Fiscal Year	Revenues	Expenditures	Other Financing Sources (Uses)	Net Change in Fund Balance	Beginning Fund Balance	Ending Fund Balance
2007	\$ 13,868,396	\$ 20,581,004	\$ 6,232,125	\$ (480,483)	\$ 5,126,698	\$ 4,646,215
2008	13,996,003	18,154,408	2,513,179	(1,645,226)	4,646,215	3,000,988
2009	14,878,759	19,824,901	6,566,654	1,620,512	3,000,988	4,621,500
2010	13,806,268	18,287,873	2,526,159	(1,955,446)	4,621,500	2,666,054
2011	16,199,570	17,197,513	5,627,957	4,630,014	2,666,054	7,296,068
2012	15,870,865	18,721,336	2,594,286	(256,185)	7,296,068	7,039,887
2013	14,662,646	17,687,916	2,700,000	(325,270)	7,039,887	6,714,617
2014	14,484,455	25,396,058	11,767,844	856,241	6,714,617	7,570,858
2015	15,184,716	18,837,704	2,897,000	(755,988)	7,570,858	6,814,870
2016	16,064,877	19,354,883	2,740,000	(550,006)	6,814,870	6,264,864

Data Source
Park District Records

**Mt. Prospect Park District
Governmental Funds Revenues
Last Ten Fiscal Years
December 31, 2016**

Fiscal Year Ending December 31,	Property Taxes	Replacement Taxes	Fees and Admissions	Grants and Donations	Interest Income	Miscellaneous	Total
2007	\$ 7,971,651	\$ 181,975	\$ 5,457,203	\$ 43,750	\$ 180,754	\$ 33,063	\$ 13,868,396
2008	8,103,795	168,476	5,490,702	54,300	124,012	54,718	13,996,003
2009	8,814,985	135,342	5,499,421	59,694	74,372	294,945	14,878,759
2010	7,692,290	156,819	5,806,991	43,850	39,862	66,456	13,806,268
2011	10,042,551	140,268	5,745,685	69,020	32,660	169,386	16,199,570
2012	9,534,924	140,526	5,863,439	49,125	62,591	220,260	15,870,865
2013	8,595,352	167,634	5,756,109	49,683	34,614	59,254	14,662,646
2014	9,398,876	160,362	4,698,002	49,514	22,959	154,742	14,484,455
2015	9,424,481	146,402	5,189,896	37,284	10,999	375,654	15,184,716
2016	9,276,007	174,012	6,189,542	29,100	27,217	368,999	16,064,877

Data Source
Park District Records

Mt. Prospect Park District
Governmental Funds Expenditures
Last Ten Fiscal Years
December 31, 2016

Fiscal Year Ending December 31,	General	Recreation	Retirement	Liability Insurance	Debt Principal	Interest on Long Term Debt	Capital Outlay	Total
2007	\$ 2,111,754	\$ 7,749,176	\$ 813,958	\$ 465,691	\$ 3,435,000	\$ 633,501	\$ 5,371,924	\$ 20,581,004
2008	2,014,089	8,021,712	782,915	477,423	3,814,828	293,324	2,750,117	18,154,408
2009	1,946,529	8,006,218	798,310	499,035	3,465,000	808,824	4,300,985	19,824,901
2010	1,837,443	8,251,758	857,404	507,295	3,490,000	752,454	2,591,519	18,287,873
2011	1,772,748	8,007,877	884,053	480,404	4,176,908	196,422	1,679,101	17,197,513
2012	1,781,457	8,108,931	937,271	485,140	4,380,511	171,975	2,856,051	18,721,336
2013	1,805,218	7,991,916	1,049,903	559,494	4,343,855	157,094	1,780,436	17,687,916
2014	1,980,103	7,264,900	860,333	644,895	3,980,650	532,966	10,132,211	25,396,058
2015	2,178,006	7,430,525	1,171,826	658,159	3,823,000	911,626	2,664,562	18,837,704
2016	2,131,620	8,446,980	1,299,973	655,780	3,957,000	754,165	2,109,365	19,354,883

Data Source
Park District Records

Mt. Prospect Park District
Property Tax Levies and Collections
Last Ten Fiscal Years
December 31, 2016

Fiscal Year Tax Year (1)	2007 2006	2008 2007	2009 2008	2010 2009	2011 2010	2012 2011	2013 2012	2014 2013	2015 2014	2016 2015
Total Tax Levy	\$ 8,213,813	\$ 8,367,233	\$ 8,719,419	\$ 8,788,258	\$ 8,950,467	\$ 9,006,596	\$ 9,195,033	\$ 9,283,217	\$ 9,453,207	\$ 9,571,264
Current Tax Collections	7,308,926	8,015,361	8,044,904	7,365,390	8,702,131	8,716,333	8,876,405	8,958,370	9,178,900	9,317,740
Collections in Subsequent Years	691,655	184,467	326,900	1,340,420	241,398	240,008	217,271	283,913	249,602	0
Total Tax Collections	\$ 8,000,581	\$ 8,199,828	\$ 8,371,804	\$ 8,705,810	\$ 8,943,529	\$ 8,956,341	\$ 9,093,676	\$ 9,242,283	\$ 9,428,502	\$ 9,317,740
Percent of Current Taxes Collected	88.98 %	95.79 %	92.26 %	83.81 %	97.23 %	96.78 %	96.53 %	96.50 %	97.10 %	97.35 %
Percent of Total Tax Collections to Tax Levy	97.40 %	98.00 %	96.01 %	99.06 %	99.92 %	99.44 %	98.90 %	99.56 %	99.74 %	97.35 %

(1) Represents year of levy

Data Sources

Cook County Clerk's Office
Park District Records

Mt. Prospect Park District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
December 31, 2016

Tax Levy Year	Taxable Real Property		Percentage of Equalized Assessed Value to Estimated Actual Value (1)	Total Direct Tax Rate
	Equalized Assessed Value	Estimated Actual Value		
2006	\$ 1,732,875,025	\$ 7,797,924,113	0.2222	0.4733
2007	2,035,823,188	7,634,336,955	0.2667	0.4110
2008	2,142,488,115	7,875,903,354	0.2720	0.4061
2009	2,138,262,216	7,868,804,955	0.2720	0.4107
2010	1,975,820,642	7,198,309,763	0.2745	0.4530
2011	1,794,142,635	6,524,420,448	0.2750	0.5020
2012	1,653,835,662	6,009,527,260	0.2752	0.5560
2013	1,413,453,067	5,117,498,432	0.2762	0.6500
2014	1,446,086,836	5,306,156,518	0.2725	0.6540
2015	1,406,791,767	6,172,028,555	0.2279	0.6810

(1) Assessed value is set by the County Assessor on an annual basis. The assessment level is then adjusted by the state with a County Multiplier based on the factor needed to bring the average prior years' level up to 33-1/3% of market value. Every three years there is a tri-annual assessment when all property is assessed.

Mt. Prospect Park District
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years
December 31, 2016

Per \$100 Equalized Assessed Valuation:

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Mount Prospect Park District	\$ 0.6810	\$ 0.6540	\$ 0.6500	\$0.5560	\$0.5020	\$0.4530	\$0.4107	\$0.4061	\$0.4110	\$0.4733
Cook County	0.5520	0.5680	0.5600	0.5310	0.4620	0.4230	0.3940	0.4150	0.4460	0.5050
Cook County Forest Preserve District	0.0690	0.0690	0.0690	0.0630	0.0580	0.0510	0.0490	0.0510	0.0530	0.0600
Metropolitan Water Reclamation District of Chicago	0.4260	0.4300	0.4170	0.3700	0.3200	0.2740	0.2610	0.2520	0.0263	0.3050
Township	0.0780	0.0760	0.0770	0.0640	0.0560	0.0490	0.0440	0.0410	0.0400	0.0420
Road and Bridge	0.0180	0.0180	0.0170	0.0140	0.0130	0.0110	0.0100	0.0090	0.0090	0.0090
Village of Mount Prospect	2.1530	2.0340	2.0360	1.6970	1.5180	1.3480	1.2040	1.1730	1.1890	1.3100
School District Number 59	3.2910	3.1760	3.1720	2.6730	2.4220	2.1290	1.9450	1.8100	1.7910	1.9820
High School District Number 214	2.8810	2.7760	2.7680	2.3240	2.0670	1.8390	1.6360	1.5870	1.6210	1.7020
Community College Number 512	0.4660	0.4510	0.4440	0.3730	0.3340	0.2950	0.2580	0.2510	0.2600	0.2940
Other (2)	0.2040	0.1680	0.2010	0.1610	0.1510	0.1250	0.1340	0.1130	0.1290	0.1480
Total Representative Rate (3)	<u>\$10.8190</u>	<u>\$10.4200</u>	<u>\$10.4110</u>	<u>\$8.8260</u>	<u>\$7.9030</u>	<u>\$6.9970</u>	<u>\$6.3457</u>	<u>\$6.1081</u>	<u>\$5.9753</u>	<u>\$6.8303</u>

NOTES:

1. Source: Cook County Clerk. Reported amounts are the most recently available.
2. Includes: T.B. Sanitarium, N.W. Mosquito Abatement District, Consolidated Elections, General Assistance, and Village of Mount Prospect Special Services Area No. 5.
3. For the tax code representing the largest part of the Mount Prospect Park District located in Elk Grove Township, which represents the largest portion of the District's 2011 EAV.

Tax rates are expressed in dollars per \$100 of equalized assessed valuations.

Mt. Prospect Park District
Direct and Overlapping Governmental Activities Debt
December 31, 2016

	Outstanding Bonds	Applicable to District	
		Percent	Amount
Direct Bonded Debt			
Mt. Prospect Park District	\$ 23,257,789	100.00%	\$ 23,257,789
Total Direct Bonded Debt	<u>23,257,789</u>		<u>23,257,789</u>
Overlapping Bonded Debt *			
Schools:			
School District Number 23	9,180,000	0.001%	92
School District Number 25	16,775,000	2.42%	405,955
School District Number 26	10,000,000	12.70%	1,270,000
School District Number 57	6,675,000	92.66%	6,185,055
School District Number 59	18,005,000	33.31%	5,997,466
High School District Number 214	53,830,000	19.04%	10,249,232
Community College District Number 512	158,810,000	8.61%	<u>13,673,541</u>
Total Schools			<u>37,781,340</u>
Others:			
Cook County	3,361,910,000	1.13%	37,989,583
Cook County Forest Preserve District	165,330,000	1.13%	1,868,229
Metropolitan Water Reclamation District	2,543,400,740	1.15%	29,249,109
City of Des Plaines	33,885,806	15.92%	5,394,620
Village of Arlington Heights	68,985,000	1.55%	1,069,268
Village of Elk Grove	76,260,000	5.76%	4,392,576
Village of Mount Prospect	44,485,000	66.86%	<u>29,742,671</u>
Total Others			<u>109,706,055</u>
Total Overlapping Bonded Debt			<u>\$ 147,487,396</u>

* Common geographical area has been used to calculate the overlap of debt.

Data Source

Cook County Clerk's Office
Cook County Department of Revenue
Treasurer of the Metropolitan Water Reclamation District

Mt. Prospect Park District
Ratios of Outstanding Debt
Last Ten Fiscal Years
December 31, 2016

Fiscal Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Population	57,024	57,024	57,024	57,024	57,024	57,024	57,024	57,024	54,771	54,771
Estimated Actual Value of Property (in millions)	\$ 7,634	\$ 7,875	\$ 7,869	\$ 7,198	\$ 6,524	\$ 6,009	\$ 5,117	\$ 5,306	\$ 6,172	N/A
Total Debt Outstanding	17,075,000	16,155,000	19,190,000	18,200,000	19,970,000	18,625,000	17,608,826	25,455,920	24,494,019	23,257,789
Debt as a Percentage Of Actual Property Value	0.0022	0.0021	0.0024	0.0025	0.0031	0.0031	0.0034	0.0048	0.0000	0.0000
Debt Per Capita	\$ 299.12	\$ 282.39	\$ 332.96	\$ 319.16	\$ 343.59	\$ 315.76	\$ 298.81	\$ 433.39	\$ 433.95	\$ 411.38

In 2013, the District began reporting the total debt outstanding net of premiums and discounts.

**Mt. Prospect Park District
Debt Limit Information
Last Ten Fiscal Years
December 31, 2016**

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Equalized Assessed										
Valuation (EAV)	1,732,872,025	2,035,823,188	2,142,488,115	2,138,262,216	1,975,820,642	1,794,142,635	1,653,835,662	1,413,453,067	1,446,086,836	1,406,791,767
Debt Limit										
2.875% of EAV	49,820,071	58,529,917	61,596,533	61,475,039	56,804,843	51,581,601	47,547,775	40,636,776	41,574,997	40,445,263
Debt Outstanding										
Applicable to Limit	\$ 6,875,000	\$ 6,990,000	\$ 11,100,000	\$ 11,185,000	\$ 14,160,000	\$ 14,070,000	\$ 14,245,678	\$ 22,342,758	\$ 22,093,607	\$ 21,508,124
Legal Debt Margin	\$ 42,945,071	\$ 51,539,917	\$ 50,496,533	\$ 50,290,039	\$ 42,644,843	\$ 37,511,601	\$ 33,302,097	\$ 18,294,018	\$ 19,481,390	\$ 18,937,139
Legal Debt Margin as a Percentage of Debt Limit	0.86	0.88	0.82	0.82	0.75	0.73	0.70	0.45	0.47	0.47
Debt Limit With Referendum										
0.575% of EAV	9,964,014	11,705,983	12,319,307	12,295,008	11,360,969	10,316,320	9,509,555	8,127,355	8,314,999	8,089,053
Total Debt	\$ 17,075,000	\$ 16,155,000	\$ 19,190,000	\$ 18,200,000	\$ 19,970,000	\$ 18,625,000	\$ 17,608,826	\$ 25,455,920	\$ 24,494,020	\$ 23,257,789
Less										
Debt Certificates	10,200,000	9,165,000	8,090,000	7,015,000	5,810,000	4,555,000	3,363,148	3,113,162	2,169,413	1,580,665
Notes Payable	0	0	0	0	0	0	0	0	231,000	169,000
Debt Outstanding										
Applicable to Limit	\$ 6,875,000	\$ 6,990,000	\$ 11,100,000	\$ 11,185,000	\$ 14,160,000	\$ 14,070,000	\$ 14,245,678	\$ 22,342,758	\$ 22,093,607	\$ 21,508,124

In 2013, the District began reporting the total debt outstanding net of premiums and discounts.

**Mt. Prospect Park District
Debt Service Information
Last Ten Fiscal Years
December 31, 2016**

Fiscal Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Principal	\$ 3,435,000	\$ 3,814,828	\$ 3,465,000	\$ 3,490,000	\$ 3,730,000	\$ 3,845,000	\$ 3,875,000	\$ 4,390,806	\$ 3,823,000	\$ 3,957,000
Interest and Fees	565,708	265,072	808,824	752,454	643,330	707,486	625,949	532,696	962,149	754,165
Total Debt Service	<u>4,000,708</u>	<u>4,079,900</u>	<u>4,273,824</u>	<u>4,242,454</u>	<u>4,373,330</u>	<u>4,552,486</u>	<u>4,500,949</u>	<u>4,923,502</u>	<u>4,785,149</u>	<u>4,711,165</u>
Total General Governmental Expenditures (1)	20,581,004	18,154,408	19,824,901	18,287,873	17,197,513	18,721,328	17,687,916	25,396,058	18,837,705	19,354,883
Less Capital Outlay	<u>4,472,838</u>	<u>1,887,970</u>	<u>2,800,106</u>	<u>2,764,696</u>	<u>977,749</u>	<u>2,856,051</u>	<u>1,780,436</u>	<u>9,175,756</u>	<u>1,418,372</u>	<u>1,100,247</u>
Non Capital Governmental Expenditures	<u>\$ 16,108,166</u>	<u>\$ 16,266,438</u>	<u>\$ 17,024,795</u>	<u>\$ 15,523,177</u>	<u>\$ 16,219,764</u>	<u>\$ 15,865,277</u>	<u>\$ 15,907,480</u>	<u>\$ 16,220,302</u>	<u>\$ 17,419,333</u>	<u>\$ 18,254,636</u>
Ratio of Debt Service Expenditures to Non Capital Governmental Expenditures	<u>24.84%</u>	<u>25.08%</u>	<u>25.10%</u>	<u>27.33%</u>	<u>26.96%</u>	<u>28.69%</u>	<u>28.29%</u>	<u>30.35%</u>	<u>27.47%</u>	<u>25.81%</u>

(1) Includes General, Special Revenue, Debt Service and Capital Projects Funds.

**Mt. Prospect Park District
Demographic Information
December 31, 2016**

<u>Fiscal Year</u>	<u>Park Acres</u>	<u>Population</u>	<u>Acres Per 1,000 People</u>
2007	465	57,024	8.15
2008	465	57,024	8.15
2009	465	57,024	8.15
2010	465	57,024	8.15
2011	465	57,024	8.15
2012	465	57,024	8.15
2013	465	57,024	8.15
2014	465	57,024	8.15
2015	465	54,771	8.49
2016	465	54,771	8.49

Sources: Park Acres - Northeastern Planning Commission
Population - U.S. Census

Mt. Prospect Park District
Park District Information
December 31, 2016

Date of Incorporation 1955

Form of Government

The governing body is composed of seven Park Commissioners elected for staggered four-year terms.

Area

The District is located 20 miles northwest of the Chicago "Loop" business district and immediately northwest of O'Hare International Airport.

Population 54,771

Number of Park Sites 49

Number of Acres 465

Number of Basketball Courts 4

Number of Community Centers 3

Number of Ball Diamonds 29

Number of Neighborhood Centers 1

Number of Playgrounds 21

Number of Swimming Pools 3

Number of Tennis Courts 16

Number of Outdoor Skating Rinks 4

Number of Sled Hills 0

Number of Bike Trails 7

Source: Mount Prospect Park District

Mt. Prospect Park District
Park Facility Locations and Full Time Employees
December 31, 2016

Park	Address	Number of Full Time Employees	Acres
Central Community Center	1000 W Central Mt Prospect	11	1.50
Lions Recreation Center	411 S Maple St Mt Prospect	8	2.75
Recplex	420 W Dempster St Mt Prospect	14	6.00
Friendship Park Conservatory	395 Algonquin Rd Des Plaines	4	3.00
Mt Prospect Golf Club Community Ctr	600 See-Gwun Mt Prospect	6	16.00
The Studio at Melas Park	1326 W Central Rd Mt Prospect	0	0.50
Hill Street Nature Center	510 E Rand Road Mt Prospect	0	1.20
Meadows Aquatic Center	1401 W Gregory St Mt Prospect	0	2.75

Source: Park District Program Book

