

Hoffman Estates, Illinois



hoffman estates park district Annual Comprehensive Financial Report

Fiscal Year Ended December 31, 2022

Craig Talsma C.P.A., C.P.R.E. *Executive Director*

Nicole Hopkins C.P.A. Director of Finance — Lynne Cotshott C.P.R.P. Superintendent of Business



HOFFMAN ESTATES PARK DISTRICT, ILLINOIS ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2022

Prepared by:

Nicole Hopkins Director of Finance

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the District including:

- Principal Officials
- Table of Organization
- Letter of Transmittal
- Certificate of Achievement for Excellence in Financial Reporting

Principal Officials December 31, 2022

BOARD OF COMMISSIONERS

Patrick Kinnane, President

Robert Kaplan, Vice President Rajkumari Chhatwani, Treasurer

Pat McGinn, Assistant Secretary Keith Evans, Commissioner

Marc A. Friedman, Commissioner Linda Dressler, Commissioner

PARK DISTRICT STAFF

Craig Talsma, Executive Director

Nicole Hopkins, Director of Finance

Dustin Hugen, Director of Parks

Brian Bechtold, Director of Golf and Facilities

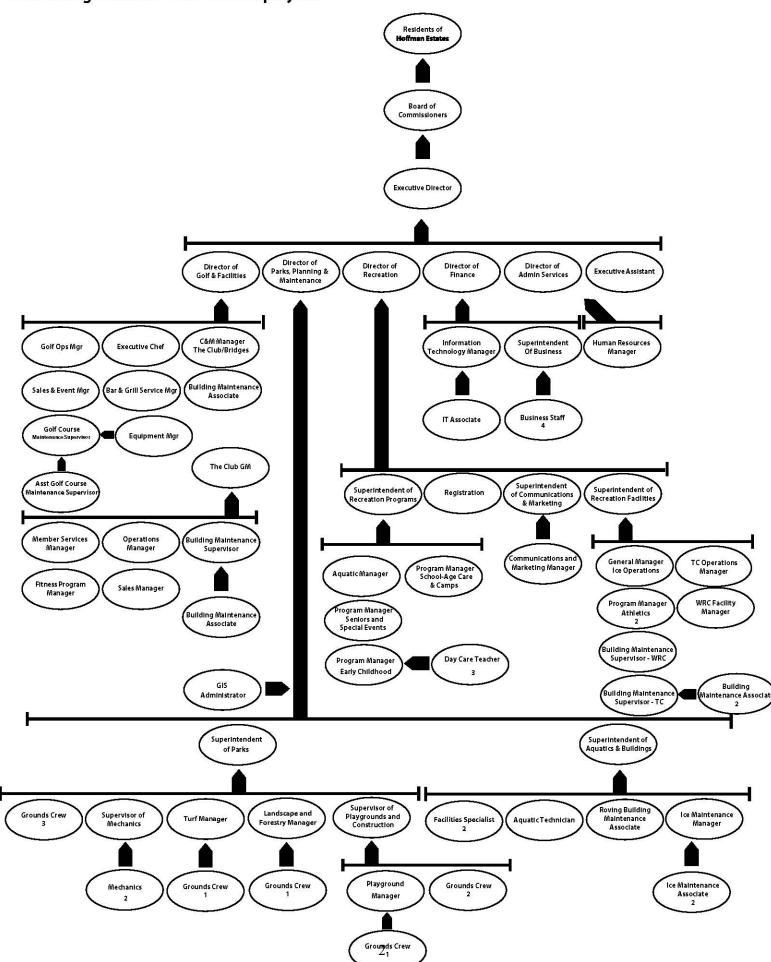
Alisa Kapusinski, Director of Recreation

Peter Cahill, Director of Administrative Services

Lynne Cotshott, Superintendent of Business

noffman estates park district

Table of Organization - Full Time Employees











June 9, 2023

To the Board of Commissioners
The Residents of Hoffman Estates

Presented for your review is the Hoffman Estates Park District (hereinafter "District") Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022. Illinois state statute requires that municipal governmental entities publish a complete set of financial statements within six months of the close of the fiscal year. The financial statements must be presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited by independent certified public accountants (CPA). The following financial statements meet this requirement and have been audited by the CPA firm of Lauterbach & Amen, LLP.

Management assumes full responsibility for the completeness and accuracy of the attached reports, representing the District's overall financial operations and performance. The complete financial framework for which these are presented is established with the utilization of internal controls to prepare and report the financial operations for the District accurately. Our internal control system is designed to ensure the proper safeguarding of the District's assets within a cost-benefit level to ensure that costs for our controls do not exceed the benefit they produce.

Lauterbach & Amen, LLP has given the audited financial statements an unmodified opinion, meaning that the financial statements represent fairly, in all material aspects, the District's financial position for the fiscal year ended December 31, 2022. This opinion assures the user of the fairness and accuracy of the financial statements. To help the user better understand the financial statements and compare them to prior years, the management discussion and analysis (MDA) is prepared by staff and presented immediately following the auditor's report. The MDA provides an additional overview, insight, and analysis to make the financial statements easier to understand. The financial statements along with this transmittal letter should be read in conjunction with the MDA.

Profile of the District

The Hoffman Estates Park District was created by a voter-approved referendum in 1964 and celebrated its 50th anniversary in 2013. The referendum established the District for the sole purpose of providing park and recreation services for the community residents. A seven-member board of commissioners governs the District that the District's residents publicly elect on staggered four-year terms. The Board of Commissioners then elects the officers for President, Vice President, and Treasurer among themselves. The District operates to fulfill its mission of providing first-class parks, programs, facilities, and services for our residents and guests in an environmentally and fiscally responsible manner.

Primarily contiguous with the Village of Hoffman Estates, a home rule municipality incorporated in 1959, the District includes three main areas due to the division by major highways. These areas are the north, south, and west regions of Hoffman Estates located within Cook County. The District serves a population of 52,530 and currently has 80 parks totaling over 930 acres. The District had 23,553 participants in our recreational programs in 2022. Major programming areas include early childhood, youth and adult athletics, dance, gymnastics, karate, and many other programs based heavily upon our operational pillars of fitness, environmental stewardship, and social equity. In addition to the parks and programs, the District has the following major facilities:

Triphahn Center (TC) is the home of the District's administrative offices and is the central recreation point for District activities. Located on the south side of Hoffman Estates, it houses a full-size gymnasium, fitness center, and locker rooms with 469 members at the end of 2022. Preschool and early learning center activity rooms, a dance room, multi-purpose areas, and the District's "50+ Club". This facility is also the practice facility for the Chicago Wolves. Because of this partnership, the current facility was expanded, and two professional-sized ice rinks were added. In 2020, the facility became the home rink for the Chicago Wolves' home games. This facility recorded an annual attendance of 124,411 patrons.

Bridges of Poplar Creek Country Club (BPC) is a 150-acre 18-hole par 70 golf course. The clubhouse also serves as a full restaurant and meeting facility, including banquet accommodations for 250+ guests. A recent award-winning renovation to the course not only remodeled and revamped the exciting layout of the golf course but also added a beautiful outside gazebo and event area. This space is a perfect wedding spot for our award-winning wedding operation (winner of the "Best of the Knot" for the last nine years). In 2018, the large banquet room was remodeled, providing a fresh contemporary look. In 2022, the course recorded 29,154 rounds. In 2020, the course enhanced a portion of the outdoor range by adding a driving range enclosure powered by Top Tracer technology. This addition allows extended seasonal play and attracts all skill sets.

Seascape Family Aquatic Center is located adjacent to the Bridges of Poplar Creek. It includes a large outdoor zero-depth pool with body and raft water slides, a bathhouse with locker rooms, an event area, volleyball courts, and a concession stand. Seascape is open from late May to mid-August. In 2018, the Sand Filters at Seascape were wholly replaced, improving water clarity and circulation. Annual passes for individuals or families are sold here as well as a daily admission option. The 2022 season had 1,645 annual pass members and 20,521 daily admissions.

The Club at Prairie Stone (formerly known as Prairie Stone Sports & Wellness Center), located on the west side of Hoffman Estates, is a 100,000 square foot sports and health facility. It includes three gymnasiums, a High Intensity Interval Training space, an indoor zero-depth pool and lap pool, public and member locker rooms, a running track, and aerobic and group fitness rooms. Spa services, massages, and childcare are also available. Monthly membership dues generate the most revenue for the facility, with 2,418 members at the end of 2022. There were 165,121 visits in 2022. As a part of our commitment to maintaining state-of-the-art facilities, the Club underwent a renovation in 2020 to include a new functional fitness and strength area.

Willow Recreation Center is a smaller recreational facility than Triphahn Center located on the north side of Hoffman Estates. It houses a gymnasium, a small fitness center with 166 members at the end of 2022, locker rooms, racquetball courts, preschool, and programming rooms. It is also the location of our outdoor skate park and Bo's Run, one of the District's two dog parks (the other dog park, Freedom Run, is located on the west side of Hoffman Estates). The District had 590 annual dog park members at the end of 2022. The Palatine Public Library leases approximately 1,200 sq. ft. within this facility to provide a branch library to our mutual residents. This facility recorded an annual attendance of 42,243 patrons.

Vogelei Park, House & Barn is a 10-acre park located at the southeastern entry point to Hoffman Estates. A historic house and barn are found here, both of which are used for rentals. The barn and large park area are also excellent spots for many of our summer camps and special events. This historic site housed the District's first administrative offices after it was purchased in 1969. The park area was completely revamped, and the historic house was refurbished as part of a significant renovation in 2010. Construction began in 2021 to make the house completely accessible. Northwest Special Recreation Association (NWSRA) began using the facility for the Pursuit program for individuals with disabilities 21 years and older in 2022. The barn is the primary site for gymnastics and is also used for various summer camps, rentals, and the teen center. In early 2021, a new eSports Zone opened at this location.

The annual budget is the funding mechanism to meet our mission by providing and maintaining our parks, programs, and facilities. The annual budget is an ongoing process by which all management staff continually look for new and innovative ways of providing services to accompany our core services and facility offerings already in place. The budget starts with each department developing objectives for the upcoming year. These objectives are specific planned actions based on the District's mission, vision, and goals outlined in our five-year Comprehensive Master Plan (CMP). These objectives provide specific, measurable actions to be implemented in the budget year. The budget will be the mechanism to fund all of our objectives and all other services and offerings.

It is the responsibility of each department: Parks for maintenance and construction, Recreation for programming, and Facilities for facility usage and memberships (in addition to the specific Club and BPC operations which are budgeted separately) to outline a balanced working budget for their respective areas. Each year's budget is zero-based, and all items are carefully reviewed. Working closely with the business department, departments develop an overall budget. The operational budgets also include inter-fund charges for shared costs like funding for the Illinois Municipal Retirement Fund (IMRF, our employee pension system), social security expenses, in addition to certain debt service payments.

The working budget is reviewed by the Director of Finance, who works with all departments throughout the process. A balanced budget for the District as a whole is developed utilizing all of the program areas. The District's annual tax levy and the Budget and Appropriations (B&A) Ordinance are developed to coincide with the budget process. This budget then goes through a rigorous review by the Executive Director before going to the Board of Commissioners and our District's Committee as a Whole for the final review.

The committee as a whole is made up of the District's three community committees, including an Administrative and Finance Committee, a Recreation Committee, and a Building and Grounds Committee. Each separate committee is comprised of a different set of five residents along with two Board members. Each committee then reviews each respective area and each department. Only after all board committees of the District have reached a consensus are the final documents displayed for public input for 30 days. During that time, an additional public meeting is held. Then the working budget, Tax Levy and B&A Ordinance are formally approved by the District's Board of Commissioners. The final B&A Ordinance puts legal spending limits on each operating fund of the District.

Our District approves the budget in January, even though we could legally wait until 90 days after the budgeted year has started. This allows any changes due to timing issues from the prior fiscal year to be incorporated into the document.

Budgetary control during the year is maintained through continual review of financial performances and a well-controlled purchasing system requiring approved purchase orders for expenditures. Monthly financial statements and listings of all expenditures are approved monthly by the Administration & Finance Committee and then by the Commissioners' Board of Commissioners. The budget numbers are an integral part of the financial statements, which are eventually audited and comprise part of our Annual Comprehensive Financial Report.

Local Economy

The local, state, and national economies are all still experiencing a challenge in the post COVID-19 year of 2022. While the District has seen a rebound in participation; the effects of the supply chain interruption as well as difficulty in finding staffing, have caused District costs for goods and services to increase.

The District's "Assessed and Actual Value of Taxable Property" chart in the statistical section shows the past ten years of equalized assessed value (EAV). The EAV for general district taxation since 2009 dropped losing more than a third in value (2009-\$1,907,073,711 and 2015-\$1,221,136,659). The 2021 EAV for general district taxation reflects the addition of the property previously under the Prairie Stone Economic Development Area Special Tax Allocation District (\$1,671,290,462). The EAV and tax levy years are always one year behind the fiscal year they fund.

To continue our dedication to maintaining first-class parks and facilities, in 2016, the District invested in Graphical Information System (GIS) software. This software tracks all of the District assets and their useful lives. In the future, this will allow all our residents to quickly view all park and facility amenities, such as where is a playground, tennis courts, splash bad, or even a park shelter, by simply going to our website. Additionally, this tracks all repairs and replacements for all of our assets and will simplify our Capital Asset Management Plan (CAMP) process each year in evaluating our required replacements for any significant assets of the District.

In 2022, the former AT&T headquarter campus really began to take shape as Bell Works Chicagoland, a "Metrohub" concept. Heritage Crystal Clean and Headline Solar were two notable companies that moved into Bell Works in 2022. Data centers also took center stage this year, with Microsoft nearing completion of their new site. New retail businesses in 2022 include; Home Goods, Crumbl Cookies, Bath & Body Works, LouMalnati's Pizza and many others. The Village also approved a new multi-family housing development to begin in 2023, the first project of this type since the late 1970's.

The day-to-day District operations are supported by user fees, tax dollars, and alternative revenues. The tax dollars are capped each year based on the taxes collected from our current annual levy plus an increase for CPI. This increase was 1.40% for 2021 and 7% for 2022 (limited to 5%). The minimal increase ensures that we must continuously operate as efficiently as possible and be conservative in our financial operations. With these tax funds, the District maintains and supports all of our park operations, ADA, and specific program areas for seniors and at-risk youth. The majority of our other operations are supported and paid for by user fees. This includes our operations at BPC, The Club, and most programming, whether early childhood, athletics, or ice.

In 2022, the state and county mitigation guidance for masks and vaccination requirements became optional for public patrons. The District continued to see increased participation and visits to our locations by the public in 2022 and we anticipate pre-Covid numbers for 2023. The District continues to closely monitor legislation, both state and federal, to determine the effects they may have.

Alternative revenues constitute a significant component of our financial planning. These include revenues from various partnerships like the Chicago Wolves that provided \$170,000 in rent for 2022. This agreement includes office space for their administrative group, practice ice facility, and the Disrtict has the opportunity to host their home games at our ice arena facility. We also have partnerships with cellular carriers for cell sites on our properties that generate over \$69,000 per year. Other partnerships are not necessarily dollar-based, but they provide additional programming space, like our agreements with the local school districts for additional gym and classroom space, especially in demand during the summer camp season. We have a very large before and after-school program that generates much of our Early Childhood revenues. These programs are held at local schools through an intergovernmental agreement with those school districts.

We also have an agreement with the Wings and Talons that house their birds of prey at our Vogelei Park and, in turn, provide environmental education for our residents with classes and special events. Other rental and partnership agreements include rental of space with Athletico, Sky High Volleyball, and the Windy City Bulls.

In 2021, the District entered into an agreement with Northwest Special Recreation Association (NWSRA) to renovate the District's Vogelei Park house to become a future site for NWSRA and Clearbrook's cooperative Adult Day Program, called PURSUIT. In 2021, there were 105 participants enrolled between all five PURSUIT sites with an interest list of another 203 individuals waiting to join.

In 2014, the District erected four large digital marquee signs. These signs promote our programs, and in a partnership with the Village of Hoffman Estates, they provide community awareness messages such as AMBER alerts. Two of the signs are also allowed to generate additional revenue through the sale of advertising. While in 2019, these two signs generated just over \$86,000 in revenue, due to the COVID-19 pandemic, the revenue for 2021 was just over \$46,000. In 2022 we see further evidence of post COVID-19 recovery as the revenue generated for the marquee signs was just over \$73,000.

One of the largest sources of alternative revenue for us is grants. Over the last 30 years, the District has received almost \$6 million in grants. Many of the larger grants were Illinois Department of Revenue open space and land acquisition (OSLAD) grants. These grants enabled us to develop our parks and facilities to the level and total acreage we have today. Many other recent smaller grants have come from the Illinois State Parks Energy Efficient Program and State Comptroller's Office that has allowed our District to become more environmentally responsible within our parks and facilities. In 2019, the District was awarded a \$400,000 OSLAD grant from the Illinois Department of Natural Resources to support a renovation at South Ridge Park. In 2020, an additional \$225,000 was awarded for the Birch Park Revitalization project. In 2020, the District was awarded a Child Care Restoration grant of just over \$162,000, and in 2021 an additional \$125,000 for staffing, improvements, and COVID safety-related expenses of the ELC program. In 2022 the District was awarded an additional \$143,000 for childcare staffing and improvements.

The annual budget governs our financial operations each year. Our long-range plans allow for the appropriate planning to ensure funding for current and future years of operations. Our District has an established fund balance reserve policy (implemented in 2012) that provides for the careful allocation of District reserves. These reserves help enable the District to overcome any potential cash flow shortfalls should they arise. The reserves are also a mechanism that can be used to help fund future CIRP items.

The District recently finished the final stage of the agency debt reallocation plan that has effectively spread our debt over applicable future years that allow our residents to enjoy the parks and facilities that created the original debt. Due to favorable market conditions, the District was able to enter into advance refunding agreements for the 2010A and 2010C bonds, achieving a net present value savings of just under \$4.9 million. This ensures that the future availability of annual bonds will match the requirements of our CAMP for the foreseeable future.

Throughout all of our careful utilization of our bonding authority to maintain the debt repayment plan, the District has maintained a Standard & Poor's bond rating of AA+. (This bond rating was reconfirmed in 2020). This high rating reflects the careful planning and financial integrity that the District practices every year and was reaffirmed with our most recent bond issue.

Major Initiatives

The District's CMP is a very detailed process to complete this statistical document. Starting in 2018, the District engaged the services of the ETC Institute to help us in preparation for this new five-year document. A significant component of this document is the community-wide attitude and interest survey. This was completed in 2018 and measured a variety of data from our residents. The survey focused on measuring the residents' satisfaction with the District's parks, facilities, programs, and services. It asked for information on the importance of different types of programming and prompted residents to provide ideas for new services we could provide. The entire CMP included studying demographics, benchmarking, best practices, strengths, weaknesses, opportunities, and threats (SWOT) assessments, and a complete revision of the District's CAMP. The District also completely reevaluated its mission, vision, and goals. This plan is reviewed every year as part of the budget process.

As part of our CAMP, playgrounds are continually planned for renovation and replacement. This is a significant focus on the District's mission, and we take great pride in each and every playground through careful planning and construction. Every time a playground is renovated, community meetings are held to gather public input on the functionality, usage, and design. In 2022, we entered into an intergovernmental agreement with School District 54 to assist in developing a fully inclusive playground. Additionally, any time a capital project impacts the use of our land or facilities, public meetings are held for input. Below are some of the significant initiative projects for 2022: School District 54 John Muir (Poplar Park), Hoffman Park, Bridges of Poplar Creek Driving Range Enclosure Bathrooms, Seascape Family Aquatic Center, Eight (8) Outdoor Court renovations, and maintenance equipment replacements.

Park Improvements

Poplar Park at District 54





Before After

Hoffman Park





Before After

Bridges Driving Range Bathroom



After

Court Renovation



After

Seascape Family Aquatic Center Renovation



After



After



After

Awards and Acknowledgments

The District received its ninth Government Finance Officers Association of the United States and Canada (GFOA) award of Certificate of Achievement for Excellence in Financial Reporting in 2022 for our 2021 Annual Comprehensive Financial Report. This prestigious award recognizes a government for publishing an easily readable and efficiently organized Annual Comprehensive Financial Report that satisfies both GAAP and applicable legal requirements. We believe that our Annual Comprehensive Financial Report for 2022 also meets these requirements, and we are submitting it to the GFOA to determine its eligibility for this certificate.

The District was a National Recreation and Park Association (NRPA) Gold Medal finalist in 1989, 1990, 1991, 2007, 2008, and 2009 when it was named the Gold Medal winner for Class IV (population 50,001-100,000). This award recognizes the best overall park and recreation agency in the nation based on the criteria established by the NRPA. In 2022, the District was once again a NRPA Gold Medal Finalist.

The District received the Illinois Association of Park Districts (IAPD)/Illinois Park & Recreation Association (IPRA) Joint Distinguished Agency Accreditation. This prestigious accreditation was awarded to the District in 1999, 2005, 2011, 2017 and 2022. In 2013, the District also received the IAPD License plate award for promoting youth activities and the license plate program sponsored by IAPD. In 2021, IAPD awarded the District and Cabela's Hoffman Estates with the Partnership award for the work done together in promoting the District' fishing programs. Cabela's and their parent company Bass Pro Shops support a nationwide movement dedicated to encouraging families to be outside.

The District's partner AMITA Health was awarded the "Best Friend of Illinois Parks" in the large business category (more than 500 employees) from the Illinois Association of Park Districts in 2018. This honor is awarded to a business or corporation that demonstrates exemplary support to either a local park district, forest preserve, conservation, recreation, or special recreation agency.

Also received from IPRA in 2014 and 2015 was the Exceptional Workplace Award presented by the Health & Wellness Committee of IPRA. This award signifies a healthy and satisfying work environment based on peer and staff review.

In 2018 the District joined the elite park and recreation agencies and departments across the nation by earning accreditation through the Commission for Accreditation of Park and Recreation Agencies (CAPRA) and the NRPA. The District achieved a perfect 144 out of 144 score and, at the time of completion, became the first Illinois Park District to have won the NRPA Gold Medal, CAPRA/NRPA accreditation, and also IAPD/IPRA accreditation. The District performed the reaccreditation process in 2018 and once again received a perfect score of 151 out of 151. The reaccreditation for CAPRA is every five years. The District has begun the re-accreditation process, which will be completed at the beginning of 2023.

In 2013, the District received the Illinois Sunshine Award from the Illinois Policy Institute, a nonpartisan and nonprofit research organization that recognizes governments for their transparency. Numerous criteria are measured to ensure complete transparency of the government's operations to the public. Our District scored a 94%, which is the highest score ever received by an Illinois Park District. To see some of the information rated by this award, please visit our website heparks.org and click on the transparency/FOIA (Freedom of Information Act) tab. There you will find a complete five-year financial history and all related District documents. It also has a quick link to request District FOIA information. While the District still maintains full transparency on the website, the Illinois Sunshine award no longer exists.

The District is also accredited by the Park District Risk Management Association, of which the District is a member for purposes of pooling of insurance for liability, property, and casualty as well as for our employee health insurance. The District was accredited in 2005, 2009, 2013, and 2017. Reapplication is accepted every four years, and each time the District has received an exceptional rating and scored in the top one percent (1%) of all park district members in the pool. However, in 2017, the District received an all-time high score of 99.05 on the accreditation process. Reaccreditation for this was scheduled for 2021, but has been delayed by PDRMA as their process is evolving.

In 2013, 2015, and 2018, the District was named the Hoffman Estates Chamber of Commerce Public Sector of the Year as determined by the Hoffman Estates Chamber of Commerce, in which the District is an active member. The District was also was awarded our annual accreditation from the National Association for the Education of Young Children (NAEYC) for both of our preschool locations (Triphahn Center and Willow Recreation Center). Due to COVID, the accreditation process through ExceleRate has been delayed due to their not performing on-site visits. We hope 2022 brings many such processes currently on hold back to normal.

For six years in a row, 2014-2019, we received the Four-Star Aquatic Safety Award from Starguard Aquatics Institute to recognize exceptional operational safety standards for lifeguard professionalism and excellence in risk management practices. After being closed for the 2020 season, we are pleased to say that we once again received the Four-Star Aquatic Safety Award for the 2021 season. In 2020, the District received third place in a statewide award given to a sports turf facility that is managed with a high degree of excellence by the SportsTurf Managers Association.

The District is fortunate to have a professional and dedicated Board of Commissioners to guide our District and a terrific administrative and business staff that take pride in performing at the highest levels while maintaining uncompromising integrity and sound financial policies. We sincerely appreciate all of the contributions of the entire business department staff in making this document first class. Finally, we wish to thank Lauterbach & Amen, LLP staff for the guidance and oversight of our audit process and the final presentation of our Annual Comprehensive Financial Report.

Respectfully submitted,

Craig Talsma, CPA, CPRE

Lynne Cotshott, CPRP Superintendent of Business Nicole Hopkins, CPA Director of Finance

Nevous Heplan



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hoffman Estates Park District Illinois

For its Annual Comprehensive Financial Report For the Fiscal Year Ended

December 31, 2021

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the District's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

June 9, 2023

Members of the Board of Commissioners Hoffman Estates Park District Hoffman Estates, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Village of Hoffman Estates Park District (the District), Illinois, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Hoffman Estates Park District, Illinois, as of December 31, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Hoffman Estates Park District, Illinois June 9, 2023

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and required pension schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of 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.

Hoffman Estates Park District, Illinois June 9, 2023

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Hoffman Estates Park District, Illinois' basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis December 31, 2022

Our discussion and analysis of the Hoffman Estates Park District's financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2022. Please read it in conjunction with the transmittal letter, which can be found in the introductory section of this report and the District's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The Hoffman Estates Park District's net position increased \$514,322, or 11.2 percent, from the prior year's net position of \$4,587,015. The District budgeted conservatively for 2022 as COVID restrictions were still in place. Restrictions were lifted early in 2022 resulting in a return to more normal operations.
- During the year, government-wide revenues for the primary government totaled \$20,596,761 while expenses totaled \$20,082,439, resulting in an increase to net position of \$514,322.
- The Hoffman Estates Park District's net position totaled \$5,101,337 on December 31, 2022, which includes (\$10,918,560) net investment in capital assets, \$5,462,781 subject to external restrictions, and \$10,557,116 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported an increase for the year of \$957,976, prior to transfers in of \$3,780. The net change in fund balance of \$961,756 brings the fund balance in the General Fund to \$4,894,195, resulting in an increase of 24.5 percent.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business.

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/ deferred inflows, with the difference between the two 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 is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

Management's Discussion and Analysis December 31, 2022

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements - Continued

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and government and recreation services. There are no business-type activities reported by the District.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the District are reported as governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-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 facilitate the comparison between governmental funds and governmental activities.

The District maintains nine individual governmental funds. Information is presented separately in the governmental fund balances sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Recreation Fund, Bridges of Poplar Creek Country Club Fund, The Club at Prairie Stone Fund, Debt Service Fund, and Capital Projects Fund, all of which are considered to be major funds, and the Illinois Municipal Retirement Fund, Social Security Fund and Special Recreation Fund, the District's nonmajor funds.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

Management's Discussion and Analysis December 31, 2022

USING THIS ANNUAL REPORT - Continued

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's I.M.R.F. employee pension obligations and Retiree Benefit Plan, as well as budgetary comparison schedules for the General Fund and major Special Revenue Funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$5,101,337.

	Net Position		
		2022	2021
Current and Other Assets	\$	30,063,581	31,892,368
Capital Assets		55,128,404	57,233,274
Total Assets		85,191,985	89,125,642
Deferred Outflows		2,975,868	787,731
Total Assets/ Deferred Outflows		88,167,853	89,913,373
Long-Term Liabilities		64,004,847	63,898,915
Other Liabilities		6,667,293	6,788,285
Total Liabilities		70,672,140	70,687,200
Deferred Inflows		12,394,376	14,639,158
Total Liabilities/ Deferred Inflows		83,066,516	85,326,358
Net Investment in Capital Assets		(10,918,560)	(9,978,596)
Restricted		5,462,781	5,996,866
Unrestricted		10,557,116	8,568,745
Total Net Position		5,101,337	4,587,015

Management's Discussion and Analysis December 31, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

A portion of the District's net position, (\$10,918,560), reflects its investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$5,462,781, of the District's net position represents resources that are subject to external restrictions on how they may be used. Essentially, these restrictions represent property taxes levied for a specific purpose. The remaining \$10,557,116, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

		Changes in Net Position		
		2022	2021	
_				
Revenues				
Program Revenues				
Charges for Services	\$	9,218,808	7,400,027	
Grants/Contributions		152,451	548,495	
General Revenues				
Property Taxes		10,843,889	9,836,434	
Replacement Taxes		211,149	104,358	
Other General Revenues		170,464	179,229	
Total Revenues		20,596,761	18,068,543	
Expenses				
Recreation		17,565,749	14,230,105	
Interest on Long-Term Debt		2,516,690	2,511,519	
Total Expenses		20,082,439	16,741,624	
Change in Net Position		514,322	1,326,919	
Net Position-Beginning		4,587,015	3,260,096	
Net Position-Ending	_	5,101,337	4,587,015	

Net position of the District's governmental activities increased by 11.2 percent (\$5,101,337 at December 31, 2022 compared to net position of \$4,587,015 at December 31, 2021). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$10,557,116 at December 31, 2022.

Management's Discussion and Analysis December 31, 2022

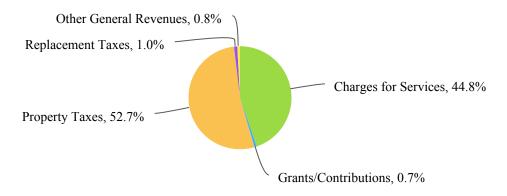
GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities

Revenues for governmental activities totaled \$20,596,761, while the cost of all governmental functions totaled \$20,082,439. This results in an increase of \$514,322. For the year ended December 31, 2021, revenues of \$18,068,543 were higher than expenses of \$16,741,624, resulting in an increase of \$1,326,919. In 2022, the COVID restrictions were lifted early in the year allowing the District to resume normal operations. Additionally, the Economic Development Area for the Prairie Stone business park was dissolved. This allowed the District to receive the property tax revenue from those properties previously diverted to the Village.

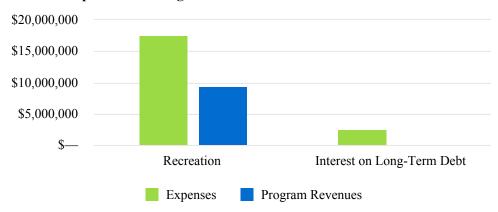
The following chart graphically depicts the major revenue sources of the District. This graph illustrates that, more than half of the District's revenues come from charges for services and other general revenues.

Revenues by Source - Governmental Activities



The Expenses and Program Revenues Chart identifies those governmental functions where program expenses greatly exceed revenues. Although in the government-wide statements expenses normally exceed revenues, general revenues such as property and replacement taxes support the general government expenses, a portion of recreation expenses, and interest expenses.

Expenses and Program Revenues - Governmental Activities



Management's Discussion and Analysis December 31, 2022

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The ending fund balance for the District's Governmental Funds combined is \$15,777,893 which is an increase of \$2,208,605, or 16.3 percent, from last year's total of \$13,569,288. The District's intent is to remain true to its fund balance policy that is discussed in the Notes to the Financial Statements, by transferring a portion of the excess balances to the Capital Projects Fund to assure that the District's existing assets are well maintained moving forward.

The General Fund is the chief operating fund of the District. At December 31, 2022, unassigned fund balance in the General Fund was \$2,006,452, which represents 41.0 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 42.5 percent of total General Fund expenditures. The General Fund reported an increase of \$961,756. Property taxes were budgeted conservatively due to the property being added to the tax roles from the end of the Economic Development Area. Expenditures were lower than anticipated as we were able to defer filling some vacant positions. Additionally, capital expenditures were deferred and included in the budget for 2023.

The Recreation Fund reported an increase for the year ended of \$826,097 or 36.0 percent, resulting in an ending fund balance of \$3,123,252. The fund was budgeted conservatively as there were still COVID restrictions early in the year impacting the ability resume normal operations. With the lifting of these restrictions, revenues returned to more normal levels while expenditures not directly related to providing these services were limited.

The Bridges of Poplar Creek Country Club Fund reported an increase for the year of \$208,460 or 24.2 percent, resulting in an ending fund balance of \$1,068,954. The addition of TopTracer and the resumption of the Food & Beverage operations resulted in an increase to revenues.

The Club at Prairie Stone Fund reported an increase for the year of \$170,681 or 66.6 percent, resulting in an ending fund balance of \$427,144. Fitness Centers were hit particularly hard by the COVID restrictions. With the lifting of these restrictions in early 2022, the Club was able to begin building back memberships.

The Debt Service Fund reported an increase of \$129,985, to an ending fund balance of \$1,853,845. This was a planned decrease to reduce accumulated funds from prior year transfers from operations. The fund balance in the Debt Service Fund is restricted for future debt service payments.

The Capital Projects Fund reported an increase in fund balance of \$129,249 to an ending fund balance of \$2,839,752. This is due to delayed projects that were included in the 2023 budget.

Management's Discussion and Analysis December 31, 2022

GENERAL FUND BUDGETARY HIGHLIGHTS

During 2022, the District did not revise the annual operating budget of the General Fund. The fund is reported as a major fund, and accounts for the routine park operations of the District. The overall performance of the fund was greater than budgeted. The actual revenues for the year total \$5,675,318, compared to budgeted revenue of \$5,416,407. The \$258,911 difference in projected and actual revenues was mainly due to increased tax revenue from the ending of the Economic Development Area. Expenditures were lower than budgeted by \$502,845. Positions that were temporarily eliminated during the pandemic were budget but not filled for 2022 by reducing special projects and routine responsibilities continuing to be performed by salaried staff.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of December 31, 2022 was \$55,128,404 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, construction, machinery and equipment, and vehicles.

		Capital Assets - Net of		
	2022		2021	
Land	\$	11,313,465	11,313,465	
Land Improvements		3,630,517	4,157,571	
Construction		37,593,950	38,931,508	
Machinery and Equipment		2,488,246	2,687,517	
Vehicles		102,226	143,213	
			_	
Totals		55,128,404	57,233,274	

This year's major additions included:

Land Improvements	\$ 42,077
Construction	688,986
Machinery and Equipment	344,641
Totals	1,075,704

Additional information on the District's capital assets can be found in Note 3 of this report.

Management's Discussion and Analysis December 31, 2022

CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued

Debt Administration

At year-end, the District had total outstanding debt of \$62,470,000 as compared to \$63,410,000 the previous year, a decrease of 1.48 percent. The District's debt consists of General Obligation Bonds comprised of \$55,130,000 in Alternate Revenue Bonds and \$7,340,000 in Limited Bonds. The Limited Bonds are measured against the current legal debt limit of \$54,470,763. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding	
	2022	2021
General Obligation Park Bonds	\$ 62,470,000	63,410,000

The change is the result of issuing \$2,870,000 of General Obligation Limited Park Bonds with an offset of payments to principal.

The District was upgraded to an AA+ rating in 2010 by Standard and Poor's. The District has been able to maintain this rating despite the Illinois downgrades and pandemic impact. Standard and Poor's confirmed the AA+ rating in 2020. This is an excellent reflection of the District's financial strength.

Additional information on the District's long-term debt can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Through conservative efforts to maintain its reserves and careful financial planning, the District's financial position continues to remain strong. Many trends and economic factors which can affect the future operations of the District are considered during budgeting and long-range planning. The District is committed to maintaining reserves and continually reviews ways to improve and maintain its capital assets and strong financial position to provide residents with excellent programs and facilities. The COVID-19 pandemic impacted operations in the early part of 2022, although we already see increases in memberships and participation pre-pandemic levels.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Office of the Director of Finance and Administration, Hoffman Estates Park District, 1685 West Higgins Rd, Hoffman Estates, Illinois 60169.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

Statement of Net Position December 31, 2022

See Following Page

Statement of Net Position

December 31, 2022

Deferred Items - IMRF

Total Assets and Deferred Outflows of Resources

ASSETS	
Current Assets	
Cash and Investments	\$ 14,439,927
Receivables - Net of Allowances	
Taxes	13,931,839
Accounts	513,632
Accrued Interest	7,841
Lease	1,059,598
Prepaids/Inventory	110,744
Total Current Assets	30,063,581
Noncurrent Assets	
Capital Assets	
Nondepreciable	11,313,465
Depreciable	95,862,377
Accumulated Depreciation	(52,047,438)
Total Capital Assets	55,128,404
Total Assets	85,191,985
DEFERRED OUTFLOWS OF RESOURCES	

2,975,868

88,167,853

LIABILITIES

Current Liabilities	
Accounts Payable	\$ 530,396
Accrued Payroll	270,111
Deposits Payable	42,295
Accrued Interest Payable	231,285
Other Payables	1,115,626
Current Portion of Long-Term Debt	4,477,580
Total Current Liabilities	6,667,293
Total Carrent Education	
Noncurrent Liabilities	
Compensated Absences Payable	155,956
Net Pension Liability - IMRF	1,670,236
General Obligation Bonds Payable - Net	62,178,655
Total Noncurrent Liabilities	64,004,847
Total Liabilities	70,672,140
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	11,285,150
Lease	1,042,110
Deferred Items - IMRF	67,116
Total Deferred Inflows of Resources	12,394,376
Total Liabilities and Deferred Inflows of Resources	83,066,516
NET POSITION	
Net Investment in Capital Assets	(10,918,560)
Restricted	
Capital Projects	2,269,470
Debt Service	1,622,560
Employee Retirement	697,825
Special Recreation	872,926
Unrestricted	10,557,116
Total Net Position	5,101,337

Statement of Activities For the Fiscal Year Ended December 31, 2022

			Program Revenu	ies	Net (Expenses)/
	-	Charges	Operating	Capital	Revenues and
		for	Grants/	Grants/	Changes in
	Expenses	Services	Contributions	Contributions	Net Position
Governmental Activities					
Culture and Recreation	\$ 17,565,749	9,218,808	147,042	5,409	(8,194,490)
Interest on Long-Term Debt	2,516,690			_	(2,516,690)
Total Governmental Activities	20,082,439	9,218,808	147,042	5,409	(10,711,180)
General Revenues Taxes					10.012.420
		Property			10,812,439
		TIF Dist			31,450
		_	nmental - Unrest nent Taxes	ricted	211,149
		Interest	nent raxes		86,446
		Miscellane	20118		84,018
		wiisconun	20 us	-	11,225,502
				-	11,220,002
		Change in N	Net Position		514,322
		Net Position	n - Beginning	-	4,587,015
		Net Position	n - Ending	<u>-</u>	5,101,337

Balance Sheet - Governmental Funds December 31, 2022

See Following Page

Balance Sheet - Governmental Funds December 31, 2022

				Special Revenue
				Bridges of
				Poplar Creek
		General	Recreation	Country Club
ASSETS				
Cash and Investments	\$	3,863,440	2 665 166	1,077,046
Receivables - Net of Allowances	Ф	3,803,440	3,665,466	1,077,040
Taxes		6 560 100	1 100 262	
		6,569,188	1,188,262	74 271
Accounts		209,099	204,882	74,371
Accrued Interest		7,841	_	_
Lease		1,059,598	26 170	2 201
Prepaids		46,450	26,179	2,391
Inventory		_		35,012
Total Assets		11,755,616	5,084,789	1,188,820
LIABILITIES				
Accounts Payable		247,961	171,084	28,112
Accrued Payroll		102,455	101,892	27,693
Deposits Payable		10,000	4,450	22,204
Other Payables		180,625	740,111	41,857
Total Liabilities		541,041	1,017,537	119,866
DEFERRED INFLOWS OF RESOURCES				
Property Taxes		5,278,270	944,000	
Lease		1,042,110	944,000	_
Total Deferred Inflows of Resources		6,320,380	944,000	
Total Liabilities and Deferred Inflows of Resources		6,861,421	1,961,537	119,866
Town Discounted and Deserved innovation of recounted		0,001,121	1,501,557	119,000
FUND BALANCES				
Nonspendable		46,450	26,179	37,403
Restricted				_
Assigned		2,841,293	3,097,073	1,031,551
Unassigned		2,006,452	_	
Total Fund Balances		4,894,195	3,123,252	1,068,954
Total Liabilities, Deferred Inflows of				
Resources and Fund Balances		11,755,616	5,084,789	1,188,820

The Club at	Debt	Capital		
Prairie Stone	Service	Projects	Nonmajor	Totals
671,349	981,568	2,849,539	1,331,519	14,439,927
	,	, ,		, ,-
_	4,436,457	_	1,737,932	13,931,839
15,280	_	10,000	_	513,632
	_	_	_	7,841
_	_	_	_	1,059,598
712	_	_	_	75,732
				35,012
687,341	5,418,025	2,859,539	3,069,451	30,063,581
63,452	_	19,787	_	530,396
38,071	_		_	270,111
5,641	_	_	_	42,295
153,033	_	_	_	1,115,626
260,197		19,787		1,958,428
_	3,564,180	_	1,498,700	11,285,150
	_	_	_	1,042,110
	3,564,180	_	1,498,700	12,327,260
260,197	3,564,180	19,787	1,498,700	14,285,688
712	_	_		110,744
	1,853,845	2,839,752	1,570,751	6,264,348
426,432	_	_	_	7,396,349
_	_	_	_	2,006,452
427,144	1,853,845	2,839,752	1,570,751	15,777,893
687,341	5,418,025	2,859,539	3,069,451	30,063,581

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

December 31, 2022

Total Governmental Fund Balances	\$ 15,777,893
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial	
resources and therefore, are not reported in the funds.	55,128,404
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	2,908,752
Long-term liabilities are not due and payable in the current	
period and therefore are not reported in the funds.	
Compensated Absences Payable	(194,945)
Net Pension Liability - IMRF	(1,670,236)
General Obligation Park Bonds Payable - Net	(66,617,246)
Accrued Interest Payable	(231,285)
Net Position of Governmental Activities	5,101,337

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended December 31, 2022

See Following Page

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended December 31, 2022

			Special Revenue
			Bridges of
			Poplar Creek
	General	Recreation	Country Club
D			
Revenues	Φ 5205522	007.020	
Taxes	\$ 5,305,522	997,938	_
Intergovernmental	216,558	147,042	2 240 752
Charges for Services	46,727	5,077,422	2,240,753
Interest	56,249	9,697	2,901
Miscellaneous	50,262	3,033	19,009
Total Revenues	5,675,318	6,235,132	2,262,663
Expenditures			
Recreation	4,652,310	4,693,650	1,735,781
Capital Outlay	65,032	11,285	102,602
Debt Service	,	,	, , , ,
Principal Retirement	_		_
Interest and Fiscal Charges			
Total Expenditures	4,717,342	4,704,935	1,838,383
F (D.C.;) CD			
Excess (Deficiency) of Revenues	055.056	1.520.105	10.1.000
Over (Under) Expenditures	957,976	1,530,197	424,280
Other Financing Sources (Uses)			
Debt Issuance	_		_
Transfers In	3,780	45,900	9,180
Transfers Out	_	(750,000)	(225,000)
	3,780	(704,100)	(215,820)
Net Change in Fund Balances	961,756	826,097	208,460
Fund Balances - Beginning	3,932,439	2,297,155	860,494
Fund Balances - Ending	4,894,195	3,123,252	1,068,954

The Club at	Debt	Capital		
Prairie Stone	Service	Projects	Nonmajor	Totals
	3,563,043		977,386	10,843,889
	J,505,0 1 5		<i>711,5</i> 00	363,600
1,853,906	_		_	9,218,808
1,901	4,300	6,598	4,800	86,446
1,714		10,000	_	84,018
1,857,521	3,567,343	16,598	982,186	20,596,761
		,	,	
1,388,732			1 002 070	12 562 442
25,108	_	— 889,840	1,092,970	13,563,443
23,108	_	889,840	20,979	1,114,846
_	3,810,000	_	_	3,810,000
	2,769,867	_	_	2,769,867
1,413,840	6,579,867	889,840	1,113,949	21,258,156
443,681	(3,012,524)	(873,242)	(131,763)	(661,395)
	(5,012,324)	(873,242)	(131,703)	(001,373)
_	1,867,509	1,002,491	_	2,870,000
27,000	1,275,000	_	_	1,360,860
(300,000)			(85,860)	(1,360,860)
(273,000)	3,142,509	1,002,491	(85,860)	2,870,000
170 691	120.095	120 240	(217,623)	2 209 605
170,681	129,985	129,249	(217,023)	2,208,605
256,463	1,723,860	2,710,503	1,788,374	13,569,288
407.144	1.052.045	2 020 752	1 570 751	1.5.555.000
427,144	1,853,845	2,839,752	1,570,751	15,777,893

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities

For the Fiscal Year Ended December 31, 2022

Net Change in Fund Balances - Total Governmental Funds	\$ 2,208,605
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the	
Statement of Activities the cost of those assets is allocated over their estimated	
useful lives and reported as depreciation expense.	
Capital Outlays	1,075,704
Depreciation Expense	(3,180,574)
Disposals - Cost	(386,556)
Disposals - Accumulated Depreciation	386,556
The net effect of deferred outflows (inflows) of resources related	
to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	6,150,179
The issuance of long-term debt provides current financial resources to	
governmental funds, while the repayment of the principal on long-term	
debt consumes the current financial resources of the governmental funds.	
Change in Compensated Absences Payable	(5,359)
Change in Net Pension Liability/(Asset) - IMRF	(6,927,410)
Retirement of Long-Term Debt	3,810,000
Change in Premium on Debt Issuance	258,591
Issuance of Debt	(2,870,000)
Changes to accrued interest on long-term debt in the Statement of Activities	
does not require the use of current financial resources and, therefore, are not	
reported as expenditures in the governmental funds.	 (5,414)
Changes in Net Position of Governmental Activities	 514,322

Notes to the Financial Statements December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Hoffman Estates Park District (the District) of Illinois is duly organized and existing under the provisions of the laws of the State of Illinois. The District is operating under the provisions of the Park District Code of the State of Illinois approved July 8, 1947 and under all laws amendatory thereto. The District operates under the commissioner-director form of government. The District's major governmental activities include providing preservation of open space, recreational program activities, development and maintenance of parks and facilities and general administration.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District's accounting policies established in GAAP and used by the District are described below.

REPORTING ENTITY

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61 "The Financial Reporting Omnibus - an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). The District's recreation services are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts: net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (general government, recreation, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, certain intergovernmental revenues, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property tax, intergovernmental revenues, interest income, etc.). The District does not allocate indirect costs.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

Notes to the Financial Statements December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. All of the District funds are reported as governmental funds. An emphasis is placed on major funds within the governmental category. Nonmajor funds by category are summarized into a single column.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The District electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

A fund is considered major if it is the primary operating fund of the District or meets the following criteria:District

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all governmental funds combined

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

Governmental Funds

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

General Fund is the general operating fund of the District. It accounts for all revenues and expenditures of the District which are not accounted for in other funds. The General Fund is a major fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District maintains six special revenue funds. The Recreation Fund, a major fund, is used to account for the proceeds derived from, and the related costs incurred, in connection with the recreation programs offered by the District. Financing is provided from an annual property tax levy restricted by the State for recreation purposed and fees and charges for programs and activities assigned for recreation purposes. The Bridges of Poplar Creek Country Club Fund, also a major fund, is used to account for the golf course and food and beverage operations at the Bridges of Poplar Creed Country Club. The Club at Prairie Stone Fund, also a major fund, is used to account for the proceeds derived from, and the related costs incurred, in connection with the recreational activities offered at the Club at Prairie Stone. The revenues in this fund are for the use with the Club activities and are assigned for this purpose.

Notes to the Financial Statements December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Governmental Funds - Continued

Debt Service Funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund, a major fund, is used to account for the accumulation of funds that are restricted or assigned for repayment of principal and interest on the District's general obligation debt where repayment is financed by an annual property tax levy or through transfers from other funds.

Capital Projects Funds are used to account for financial resources to be used for the acquisition of construction of major capital facilities. The Capital Projects Fund, a major fund, is used to account for all resources used for restricted financial resources to be used for the acquisition or construction of major capital facilities.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

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

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets/ deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the "economic resources" measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

Notes to the Financial Statements December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. The District recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For purpose of the Statement of Net Position, the District's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the District's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes.

Notes to the Financial Statements December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Prepaids/Inventories

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepaids/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements15 YearsConstruction10 - 15 YearsMachinery and Equipment7 - 15 YearsVehicles8 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Notes to the Financial Statements December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY - Continued

Compensated Absences

The District accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as "terminal leave" prior to retirement.

All vacation pay is accrued when incurred in the government-wide fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted - All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets."

Notes to the Financial Statements December 31, 2022

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The District's budgetary operations are governed by the appropriation law detailed in the Illinois Park District Code and administered by the Director of Finance. Annually, before the end of the first quarter of each year, the District appropriates amounts necessary to defray all necessary expenditures identified in the budget, plus additional specifically identified contingent items. The appropriation law allows for transfers among categories in any fund, not to exceed an aggregate of 10% of the total amount appropriated in such fund, without additional District Board action. After the first six months of any fiscal year, the District Board may, by a two-thirds vote, amend the initially approved appropriation ordinance. Unused appropriations, lapse at the end of the year.

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 District. Working budgets are prepared for all governmental fund types. All budgets are prepared based on the annual fiscal year of the District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements which govern the District.

Expenditures may not legally exceed budgeted appropriations at the fund level.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget but not over the appropriation for the fiscal year:

Fund	Actual	Budget	Appropriation
			_
Illinois Municipal Retirement	\$ 264,579	262,416	766,929

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the District's funds.

Permitted Deposits and Investments - Statutes authorize the District to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Park District Liquid Asset Fund.

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

The Illinois Park District Liquid Asset Fund allows Illinois park districts, forest preserves and joint recreational programs to pool their funds for investment purposes. The Illinois Park District Liquid Asset Fund is composed of finance officials and treasurers all of whom are employees of the Illinois public agencies, which are investors in the Illinois Park District Liquid Asset Fund is not registered with the SEC as an investment company. Regulatory oversight of the pool is managed by their Board of Trustees and Audit Committee. Investments in the Illinois Park District Liquid Asset Fund are valued at the share price, the price for which the investment could be sold.

Deposits. At year-end, the carrying amount of the District's deposits totaled \$2,797,999 and the bank balances totaled \$2,890,567.

Investments. The District has the following recurring fair value measurements as of December 31, 2022:

		Fair Value Measurements Using			
		Quoted			
		Prices			
		in Active	Significant		
		Markets for	Other	Significant	
		Identical	Observable	Unobservab	
		Assets	Inputs	Inputs	
Investments by Fair Value Level	Totals	(Level 1)	(Level 2)	(Level 3)	
Equity Securities					
Mutual Funds	\$ 33,185	33,185			
Investments Measured at the Net Asset Value (NAV)					
IPDLAF	 11,608,743				
	11,641,928				

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District limits its exposure to interest rate risk by structuring its investments so that they mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter term certificates. The District's investment in the Illinois Park District Liquid Asset Fund and the mutual funds have an average maturity of less than one year.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not include any limitations on individual investment types. In addition to the securities and fair values listed above, the District also has \$33,185 invested in mutual funds. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits the District's investments to the instruments listed above as permitted deposits and investments. As of December 31, 2022, the District's investment in the Illinois Park District Liquid Asset Fund was rated AAAm by Standard & Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment requires pledging of collateral to be held in the name of the District by the District's agent with a market value of at least 110% for all bank balances in excess of federal depository insurance. At December 31, 2022, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy does not address custodial credit risk for investments. At December 31, 2022, the District's investment in the Illinois Park District Liquid Asset Fund is not subject to custodial credit risk.

PROPERTY TAXES

Property taxes for 2021 attach as an enforceable lien on January 1 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and August 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfers In	Transfers Out		Amount
General	Nonmajor Governmental	\$	3,780 (1)
Recreation	Nonmajor Governmental	*	45,900 (1)
Bridges of Poplar Creek Country Club	Nonmajor Governmental		9,180 (1)
The Club at Prairie Stone	Nonmajor Governmental		27,000 (1)
Debt Service	Bridges of Poplar Creek Country Club		525,000 (2)
Debt Service	Recreation		750,000 (2)
			1,360,860

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due.

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning			Ending
	Balances	Increases	Decreases	Balances
Nondepreciable Capital Assets				
Land	\$ 11,313,465			11,313,465
Depreciable Capital Assets				
Land Improvements	18,853,891	42,077		18,895,968
Construction	65,792,602	688,986	_	66,481,588
Machinery and Equipment	9,431,556	344,641	386,556	9,389,641
Vehicles	1,095,180	_		1,095,180
	95,173,229	1,075,704	386,556	95,862,377
Less Accumulated Depreciation				
Land Improvements	14,696,320	569,131	_	15,265,451
Construction	26,861,094	2,026,544		28,887,638
Machinery and Equipment	6,744,039	543,912	386,556	6,901,395
Vehicles	951,967	40,987	_	992,954
	49,253,420	3,180,574	386,556	52,047,438
Total Net Depreciable Capital Assets	45,919,809	(2,104,870)		43,814,939
Total Net Capital Assets	57,233,274	(2,104,870)		55,128,404

Depreciation expense was charged to governmental activities as follows:

Recreation <u>\$ 3,180,574</u>

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LEASE RECEIVABLE

The District is a lessor on the following leases at year end:

Lease	Term Length	Start Date	Payments	Interest Rate	
T-Mobile - Cell	21 years	1/1/2022	\$2,235 monthly	3.75%	
Cricket - Cell Tower	17 years	1/1/2022	\$4,733 monthly	3.75%	

During the fiscal year, the District has recognized \$83,616 of lease revenue.

The future principal and interest lease payments as of the year-end were as follows:

Fiscal Year			
Ending		Principal	Interest
2023	\$	44,643	38,973
2024		46,346	37,270
2025		48,114	35,502
2026		49,951	33,665
2027		51,854	31,762
2028		53,833	29,783
2029		55,887	27,729
2030		58,019	25,597
2031		60,233	22,718
2032		62,532	21,084
2033		64,917	18,699
2034		67,393	16,223
2035		69,967	13,649
2036		72,634	10,982
2037		75,409	8,207
2038		78,283	5,333
2039		23,487	3,333
2040		24,382	2,438
2041		25,312	1,508
	<u> </u>		
		1,033,196	384,455

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

General Obligation Park Bonds

The District issues general obligation park (alternate revenue source) bonds to provide funds for the acquisition and construction of major capital facilities. General obligation park bonds are direct obligations and pledge the full faith and credit of the District. General obligation park bonds currently outstanding are as follows:

	Debt	Beginning			Ending
Issue	Retired by	Balances	Issuances	Retirements	Balances
General Obligation Park (Alternate Revenue Source) Bonds of 2013A (\$16,730,000), due in annual installments of \$870,000 to \$4,000,000, plus interest at 4.625% to 5.250% through December 1, 2043.	Debt Service	\$ 16,370,000	_	_	16,370,000
General Obligation Park (Alternate Revenue Source) Bonds of 2014A (\$15,750,000), due in annual installments of \$100,000 to \$3,350,000, plus interest at 2.00% to 5.00% through December 1, 2044.	Debt Service	15,150,000	_	_	15,150,000
General Obligation Limited Tax Park Bonds of 2017A (\$5,590,000), due in annual installments of \$70,000 to \$740,000, plus interest at 2.00% to 3.00% through December 1, 2032.	Debt Service	4,040,000	_	70,000	3,970,000
General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2019B (\$6,285,000), due in annual installments of \$2,456,000 to \$475,000, plus interest at 4.00% on December 1, 2040.	Debt Service	6,285,000	_	_	6,285,000
General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2020A (\$18,465,000), due in annual installments of \$555,000 to \$1,410,000, plus interest at 5.00% on December 1, 2040.	Debt Service	17,910,000	_	585,000	17,325,000

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

General Obligation Park Bonds - Continued

Issue	Debt Retired by	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Park Bonds of 2020B (\$2,680,000), due in annual installments of \$200,000 to \$1,880,000, plus interest at 4.00% on December 1, 2024.	Debt Service	\$ 800,000	_	300,000	500,000
General Obligation Limited Park Bonds of 2021 (\$2,855,000), due in annual installments of \$2,855,000, plus interest at 0.70% on December 1, 2022.	Debt Service	2,855,000	_	2,855,000	_
General Obligation Limited Park Bonds of 2022 (\$2,870,000), due in one installment of \$2,870,000, plus interest at 3.75% on December 1, 2023.	Debt Service	_	2,870,000	_	2,870,000
		63,410,000	2,870,000	3,810,000	62,470,000

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 189,586	10,718	5,359	194,945	38,989
Net Pension Liability/(Asset) - IMRF	(5,257,174)	6,927,410		1,670,236	_
General Obligation Park Bonds	63,410,000	2,870,000	3,810,000	62,470,000	4,180,000
Plus: Unamortized Premium	4,405,837	_	258,591	4,147,246	258,591
	62,748,249	9,808,128	4,073,950	68,482,427	4,477,580

For the governmental activities, the compensated absences and the net pension liability/(asset) are liquidated by the General Fund and Recreation Fund. The general obligation park bonds are being liquidated by the Debt Service Fund.

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Legal Debt Margin

Chapter 70, Section 1205/6-2 of the Illinois Compiled Statutes provides "... for the payment of land condemned or purchased for parks or boulevards, for the building, maintaining, improving and protection of the same and for the payment of the expenses incident thereto, or for the acquisition of real estate and lands to be used as a site for an armory, any park district is authorized to issue the bonds or notes of such park district and pledge its property and credit therefore to an amount including existing indebtedness of such district so that the aggregate indebtedness of such district does not exceed 2.875% of the value of the taxable property therein, to be ascertained by the last assessment for state and county taxes previous to the issue from time to time of such bonds or notes or, until January 1, 1983, if greater, the sum that is produced by multiplying the district's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979, if a petition, signed by voters in number equal to not less than 2% of the voters of the district, who voted at the last general election in the district, asking that the authorized aggregate indebtedness of the district be increased to not more that .575% of the value of the taxable property therein, is presented to the Board and such increase is approved by the voters of the district at a referendum held on the question."

Equalized Assessed Valuation - 2021	\$ 1,894,635,240
Legal Debt Limit - 2.875% of Assessed Value	54,470,763
Total Outstanding Debt	62,470,000
Alternate Bonds Not Subject to Debt Limit	(55,130,000)
Amount of Debt Applicable to Limit	7,340,000
Legal Debt Margin	47,130,763
Non-Referendum Legal Debt Limit	
0.575% of Assessed Valuation	10,894,153
Amount of Debt Applicable to Debt Limit	7,340,000
Non-Referendum Legal Debt Margin	3,554,153

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

			General		Per	cent
Fiscal		Obli	gation Park Bond	S	Princip	al Paid
Year		Principal	Interest	Total	Annual	Cumulative
2023	\$	4,180,000	2,775,425	6,955,425	6.69%	6.69%
2024		1,330,000	2,612,250	3,942,250	2.13%	8.82%
2025		1,275,000	2,557,050	3,832,050	2.04%	10.86%
2026		1,565,000	2,502,550	4,067,550	2.51%	13.37%
2027		1,565,000	2,435,650	4,000,650	2.51%	15.87%
2028		1,765,000	2,367,850	4,132,850	2.83%	18.70%
2029		1,915,000	2,292,100	4,207,100	3.07%	21.76%
2030		2,050,000	2,214,738	4,264,738	3.28%	25.04%
2031		2,235,000	2,132,062	4,367,062	3.58%	28.62%
2032		1,655,000	2,042,838	3,697,838	2.65%	31.27%
2033		2,120,000	1,968,088	4,088,088	3.39%	34.66%
2034		2,225,000	1,873,238	4,098,238	3.56%	38.23%
2035		2,395,000	1,773,738	4,168,738	3.83%	42.06%
2036		3,040,000	1,666,888	4,706,888	4.87%	46.93%
2037		3,245,000	1,528,250	4,773,250	5.19%	52.12%
2038		3,470,000	1,380,000	4,850,000	5.55%	57.68%
2039		3,705,000	1,222,150	4,927,150	5.93%	63.61%
2040		4,135,000	1,054,250	5,189,250	6.62%	70.23%
2041		4,750,000	867,750	5,617,750	7.60%	77.83%
2042		5,250,000	634,000	5,884,000	8.40%	86.23%
2043		5,250,000	394,000	5,644,000	8.40%	94.64%
2044		3,350,000	134,000	3,484,000	5.36%	100.00%
	_					
Totals		62,470,000	38,428,865	100,898,865		

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 55,128,404
Plus: Unspent Bond Proceeds	570,282
Less Capital Related Debt:	
General Obligation Park (Alternate Revenue Source) Bonds of 2013A	(16,370,000)
General Obligation Park (Alternate Revenue Source) Bonds of 2014A	(15,150,000)
General Obligation Limited Tax Park Bonds of 2017A	(3,970,000)
General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2019B	(6,285,000)
General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2020A	(17,325,000)
General Obligation Limited Park Bonds of 2020B	(500,000)
General Obligation Limited Park Bonds of 2022	(2,870,000)
Unamortized Premiums	(4,147,246)
Net Investment in Capital Assets	 (10,918,560)

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS

In the governmental funds financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Nonspendable Fund Balance. 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 Fund Balance. 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 Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the 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 constraint.

Assigned Fund Balance. Consists of 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 Fund Balance. Consists of 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.

Minimum Fund Balance Policy. The District's fund balance policy states the General Fund should maintain a minimum unassigned fund balance reserve equal to 40% of the actual operating expenditures and 25% for all other funds.

Notes to the Financial Statements December 31, 2022

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

		Special Reven	ue				
		Bridges of					
		Poplar Creek	The Club at	Debt	Capital		
General	Recreation	Country Club	Prairie Stone	Service	Projects	Nonmajor	Totals
\$ 46,450	26,179	-	712	_	_	_	75,732
		35,012			_	_	35,012
46,450	26,179	37,403	712				110,744
_	_	_	_	_	2,839,752	_	2,839,752
_	_	_	_		, , , <u> </u>	_	1,853,845
_	_	_	_	_	_	697,825	697,825
_	_	_	_	_	_	872,926	872,926
		_		1,853,845	2,839,752	1,570,751	6,264,348
_	3,097,073	1,031,551	426,432	_	_	_	4,555,056
2,841,293		_	_	_	_	_	2,841,293
2,841,293	3,097,073	1,031,551	426,432	_	_	_	7,396,349
2,006,452		_					2,006,452
4,894,195	3,123,252	1,068,954	427,144	1,853,845	2,839,752	1,570,751	15,777,893
	\$ 46,450 ————————————————————————————————————	\$ 46,450 26,179	General Bridges of Poplar Creek Country Club \$ 46,450 26,179 2,391 — — 35,012 46,450 26,179 37,403 — — — — — — — — — — — — — — — — — — — — — 2,841,293 — — 2,841,293 3,097,073 1,031,551 2,906,452 — —	General Bridges of Poplar Creek Poplar Creek Poplar Creek Prairie Stone \$ 46,450 26,179 2,391 712 — — 35,012 — 46,450 26,179 37,403 712 — — — — — — — — — — — — — — — — — — — — — — — — — — — — 2,841,293 3,097,073 1,031,551 426,432 2,841,293 3,097,073 1,031,551 426,432 2,006,452 — — —	General Bridges of Poplar Creek Poplar Creek Poplar Creek The Club at Prairie Stone Debt Service \$ 46,450 26,179 2,391 712 — — — — — — 35,012 — — — — — 46,450 26,179 37,403 712 — — — — — — — — — — — 1,853,845 — — — — — — — — — — — — — — — — — — — —	Bridges of Poplar Creek Poplar Creek The Club at Capital Projects Debt Service Capital Projects \$ 46,450 26,179 2,391 712 — — — — 35,012 — — — — — 46,450 26,179 37,403 712 — — — — — — — — 2,839,752 —	Bridges of Poplar Creek The Club at Service Projects Nonmajor

NOTE 4 - OTHER INFORMATION

RISK MANAGEMENT

Park District Risk Management Agency (PDRMA)

The 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 1984, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability 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 for the period January 1, 2022 to January 1, 2023:

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) - Continued

		PDRMA Self-	
Coverage	Member	Insured	Limits
, and the second	Deductible	Retention	
PROPERTY		ı	
Property/Bldg/Contents			
All Losses Per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/Occurrence/All Members
Flood/Except Zones A & V	\$1,000	\$1,000,000	\$100,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	\$1,000	\$1,000,000	\$50,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Course of Construction	\$1,000	Included	\$25,000,000/Projects in excess of \$15,000,000
Tax Revenue Interruption	\$1,000	\$1,000,000	\$3,000,000/Reported Values
			\$1,000,000/Non-Reported Values
Business Interruption, Rental Income	\$1,000		\$100,000,000/Reported Values
			\$500,000/\$2,500,000/Non-Reported Values
Off Premises Service Interruption	24 Hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence
WORKERS COMPENSATION			
Employers Liability	N/A	\$500,000	Statutory
		\$500,000	3500000
LIABILITY			
General	None	\$500,000	\$21,500,000/Occurrence
Auto Liability	None	\$500,000	\$21,500,000/Occurrence
Employment Practices	None	\$500,000	\$21,500,000/Occurrence
Public Officials' Liability	None	\$500,000	\$21,500,000/Occurrence
Law Enforcement Liability	None	\$500,000	\$21,500,000/Occurrence
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/Occurrence
Communicable Disease	\$1,000/\$5,000	\$5,000,000	\$250,000/Claim/Aggregate
			\$5,000,000 Aggregate All Members

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) - Continued

		PDRMA Self-	
Coverage	Member	Insured	Limits
	Deductible	Retention	
POLLUTION LIABILITY		•	
Liability - Third Party	None	\$25,000	\$5,000,000/Occurrence
Property - First Party	\$1,000	\$24,000	\$30,000,000 3 Year Aggregate
OUTBREAK EXPENSE			\$1,000,000 Aggregate Policy Limit
Outbreak Suspension	24 Hours	N/A	\$5,000/\$25,000/Day All Locations
			\$150,000/\$500,000 Aggregate
Workplace Violence Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
Fungus Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
INFORMATION SECURITY AND PI	RIVACY INS	SURANCE WIT	TH ELECTRONIC MEDIA
LIABILITY COVERAGE			
Breach Response	\$1,000	\$50,000	\$500,000/Occurrence/\$1,000,000 Annual Aggregate
Business Interruption due to			
Security Breach	8 Hours	\$50,000	\$750,000/Occurrence/Annual Aggregate
Business Interruption due to			
System Failure	8 Hours	\$50,000	\$500,000/Occurrence/Annual Aggregate
Dependent Business Loss due to			
Liability	\$1,000	\$50,000	\$2,000,000/Occurrence/Annual Aggregate
eCrime	\$1,000	\$50,000	\$75,000/Occurrence/Annual Aggregate
Criminal Reward	\$1,000	\$50,000	\$25,000/Occurrence/Annual Aggregate
DEADLY WEAPON RESPONSE			
Liability	\$1,000	\$9,000	\$500,000/Occurrence/\$2,500,000 Annual Aggregate
First Party Property	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Crisis Management Services	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Counseling/Funeral Expenses	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Medical Expenses	\$1,000	\$9,000	\$25,000/person/\$500,000 Annual Aggregate
AD&D	\$1,000	\$9,000	\$50,000/person/\$500,000 Annual Aggregate
VOLUNTEER MEDICAL ACCIDENT	T		
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense Excess of any other
			Collectible Insurance
UNDERGROUND STORAGE TANK	LIABILITY		
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking
			Underground Tank Fund
UNEMPLOYMENT COMPENSATION	N		
Unemployment Compensation	N/A	N/A	Statutory

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the District.

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) - Continued

As a member of PDRMA, the District is represented on the Board of Directors and is entitled to one vote. The relationship between the District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the District's governing body.

The District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigations and settlement, and to follow risk management procedures as outlined by PDRMA.

Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2021 and the statement of revenues and expenses for the period ending December 31, 2021. The District's portion of the overall equity of the pool is 1.773% or \$1,012,158.

\$ 77,156,496
871,829
19,465,811
1,466,716
57,095,798
17,390,850
2,635,445
19,688,616
\$

Since 96.36% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) Health Program

Since 1990, the District has been a member of the Park District Risk Management Agency (PDRMA) Health Program, a health insurance pool of park districts, special recreation associations and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$300,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

Members can choose to provide any combination of coverages available to their employees, and pay premiums accordingly.

As a member of the PDRMA Health Program, the District is represented on the Health Program Council as well as the Membership Assembly and is entitled to one vote on each. The relationship between the member agency and PDRMA Health Program is governed by a contract and by-laws that have been adopted by a resolution of each member's governing body. Members are contractually obligated to make all monthly payments to the PDRMA Health Program and to fund any deficit of the PDRMA Health Program upon dissolution of the pool. They will share in any surplus of the pool based on a decision by the Health Program Council.

The following represents a summary of PDRMA's Health Program balance sheet at December 31, 2021 and the statement of revenues and expenses for the period ending December 31, 2021.

Assets	\$ 30,099,639
Deferred Outflows of Resources - Pension	373,641
Liabilities	4,502,442
Deferred Inflows of Resources - Pension	628,592
Total Net Position	25,342,246
Operating Revenues	32,172,095
Nonoperating Revenues	58,241
Expenditures	31,205,267

A large percentage of PDRMA's liabilities are reserves for losses and loss adjustment expenses, which are based on an actuarial estimate of the ultimate losses incurred.

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

CONTINGENT LIABILITIES

Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Districts attorney the resolution of these matters will not have a material adverse effect on the financial condition of the District.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

JOINT VENTURES - NORTHWEST SPECIAL RECREATION ASSOCIATION

The District is a member of the Northwest Special Recreation Association (NWSRA), an association of seventeen area park districts that provides recreation programs and other activities for handicapped and impaired individuals. Each member agency shares ratably in NWSRA, and generally provides funding based on its equalized assessed valuation. For the fiscal year ended December 31, 2022, the District contributed \$256,692 to NWSRA.

The District does not have a direct financial interest in NWSRA, and therefore its investment therein is not reported within the financial statements. Upon dissolution of NWSRA, the assets, if any, shall be divided between the members, in accordance with an equitable formula, as determined by a unanimous vote of the NWSRA's Board of Directors.

Complete separate financial statements for NWSRA can be obtained from NWSRA's administrative offices at 3000 Central Road, Rolling Meadows, Illinois.

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Plan Descriptions

Plan Administration. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Plan Membership. As of December 31, 2022, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	91
Inactive Plan Members Entitled to but not yet Receiving Benefits	176
Active Plan Members	106
Total	373

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.5% 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. For the year-ended December 31, 2022, the District's contribution was 4.80% of covered payroll.

Net Pension Liability/(Asset). The District's net pension liability/(asset) was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2022, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age		
	Normal		
Asset Valuation Method	Fair Value		
Actuarial Assumptions			
Interest Rate	7.25%		
Salary Increases	2.85% to 13.75%		
Cost of Living Adjustments	2.75%		
Inflation	2.25%		

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

		Long-Term
		Expected Real
Asset Class	Target	Rate of Return
Fixed Income	25.50%	4.90%
Domestic Equities	35.50%	6.50%
International Equities	18.00%	7.60%
Real Estate	10.50%	6.20%
Blended	9.50%	6.25% - 9.90%
Cash and Cash Equivalents	1.00%	4.00%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the pension liability/(asset) of the District calculated using the discount rate as well as what the District's net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	Current			
	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)	
	(0.2370)	(7.2370)	(0.2370)	
Net Pension Liability/(Asset)	\$ 5,275,767	1,670,236	(1,160,311)	

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2021	\$ 29,010,113	34,267,287	(5,257,174)
Changes for the Year:			
Service Cost	459,517	_	459,517
Interest on the Total Pension Liability	2,071,009	_	2,071,009
Changes of Benefit Terms	_	_	
Difference Between Expected and Actual			
Experience of the Total Pension Liability	215,884	_	215,884
Changes of Assumptions	_	_	_
Contributions - Employer	_	264,645	(264,645)
Contributions - Employees	_	248,423	(248,423)
Net Investment Income	_	(4,296,238)	4,296,238
Benefit Payments, Including Refunds			
of Employee Contributions	(1,348,473)	(1,348,473)	_
Other (Net Transfer)		(397,830)	397,830
Net Changes	1,397,937	(5,529,473)	6,927,410
Balances at December 31, 2022	 30,408,050	28,737,814	1,670,236

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2022, the District recognized pension expense of \$1,041,876. At December 31, 2022, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Οι	Deferred utflows of esources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$	528,803	(45,662)	483,141
Change in Assumptions		_	(21,454)	(21,454)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		2,447,065		2,447,065
Total Deferred Amounts Related to IMRF		2,975,868	(67,116)	2,908,752

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

	Net	Net Deferred			
Fiscal	O	Outflows			
Year	of I	of Resources			
2023	\$	259,202			
2024		507,241			
2025		795,125			
2026		1,347,184			
2027		_			
Thereafter		_			
Total		2,908,752			

Notes to the Financial Statements December 31, 2022

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

The District has evaluated its potential other Post-Employment benefits liability. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. However, there is minimal participation. As the District provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions. Therefore, the District has not recorded a liability as of December 31, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule Employer Contributions
 Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability Illinois Municipal Retirement Fund
- Budgetary Comparison Schedules
 General Fund
 Recreation Special Revenue Fund
 Bridges of Poplar Creek Country Club Special Revenue Fund
 The Club at Prairie Stone Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

Illinois Municipal Retirement Fund Schedule of Employer Contributions December 31, 2022

Fiscal	Actuarially Determined Contribution	in l the De	ntributions Relation to Actuarially etermined ontribution	ontribution Excess/ Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014 \$ 2015 2016 2017 2018 2019 2020 2021	385,321 451,146 426,171 414,380 356,271 246,776 313,956 366,521	\$	498,916 1,542,502 426,171 414,380 356,271 246,776 313,956 366,521	\$ 113,595 1,091,356 — — — —	\$ 4,234,301 4,804,541 4,592,363 5,134,810 5,126,731 4,838,744 4,257,298 4,804,263	11.78% 32.11% 9.28% 8.07% 6.95% 5.10% 7.37% 7.63%

Notes to the Required Supplementary Information:

Actuarial Cost Method Entry Age Normal
Amortization Method Level % Pay (Closed)

Remaining Amortization Period 21 Years

Asset Valuation Method 5-Year Smoothed Fair Value

Inflation 2.25%

Salary Increases 2.85% to 13.75%, Including Inflation

Investment Rate of Return 7.25%

Retirement Age See the Notes to the Financial Statements

Mortality For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median

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

future mortality improvements projected using scale MP-2020.

Note:

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

Illinois Municipal Retirement Fund Schedule of Changes in the Employer's Net Pension Liability/(Asset) December 31, 2022

		12/31/2014	12/31/2015
Total Pension Liability			
Service Cost	\$	487,223	466,157
Interest		1,235,623	1,381,820
Differences Between Expected and Actual Experience		92,818	139,385
Change of Assumptions		510,640	_
Benefit Payments, Including Refunds			
of Member Contributions		(353,158)	(379,791)
Net Change in Total Pension Liability		1,973,146	1,607,571
Total Pension Liability - Beginning		16,407,937	18,381,083
Total Pension Liability - Ending		18,381,083	19,988,654
Plan Fiduciary Net Position			
Contributions - Employer	\$	498,916	1,542,502
Contributions - Members		208,132	216,204
Net Investment Income		1,039,734	94,950
Benefit Payments, Including Refunds			
of Member Contributions		(353,158)	(379,791)
Other (Net Transfer)		39,043	(671,056)
Net Change in Plan Fiduciary Net Position		1,432,667	802,809
Plan Net Position - Beginning		16,867,868	18,300,535
Plan Net Position - Ending	_	18,300,535	19,103,344
Employer's Net Pension Liability/(Asset)	\$	80,548	885,310
Plan Fiduciary Net Position as a Percentage			
of the Total Pension Liability		99.56%	95.57%
Covered Payroll	\$	4,234,301	4,804,541
Employer's Net Pension Liability/(Asset) as a Percentage of		1 000/	10.420/
Covered Payroll		1.90%	18.43%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2014 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2014 and 2017.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/2016	12/31/2017	12/31/2018	12/30/2019	12/31/2020	12/31/2021	12/31/2022
488,542	471,584	469,459	448,736	453,021	375,594	459,517
1,498,741	1,549,103	1,636,304	1,766,474	1,879,850	1,917,407	2,071,009
(751,348)	500,736	678,884		(393,089)	1,082,658	215,884
_	(625,519)	688,705	409,376	(184,687)	_	
(499,425)	(612,510)	(851,799)	(978,645)	(1,147,201)	(1,249,492)	(1,348,473)
736,510	1,283,394	2,621,553	1,645,941	607,894	2,126,167	1,397,937
19,988,654	20,725,164	22,008,558	24,630,111	26,276,052	26,883,946	29,010,113
20,725,164	22,008,558	24,630,111	26,276,052	26,883,946	29,010,113	30,408,050
426,171	414,380	357,848	246,776	312,134	366,521	264,645
206,657	231,252	232,413	217,744	189,847	218,140	248,423
1,301,895	3,402,387	(1,147,162)	4,164,491	3,745,233	4,982,980	(4,296,238)
((,, , , , , , , , , , , , , , , , , , , ,	
(499,425)	(612,510)	(851,799)	(978,645)	(1,147,201)	(1,249,492)	(1,348,473)
83,346	(141,032)	360,697	92,304	139,678	98,315	(397,830)
1,518,644	3,294,477	(1,048,003)	3,742,670	3,239,691	4,416,464	(5,529,473)
19,103,344	20,621,988	23,916,465	22,868,462	26,611,132	29,850,823	34,267,287
20,621,988	23,916,465	22,868,462	26,611,132	29,850,823	34,267,287	28,737,814
102.176	(1,007,007)	1.761.640	(225,000)	(2.066.077)	(5.057.174)	1 (70 22 (
103,176	(1,907,907)	1,761,649	(335,080)	(2,966,877)	(5,257,174)	1,670,236
00.500/	100 (70/	02.050/	101 200/	111 040/	110 120/	04.510/
99.50%	108.67%	92.85%	101.28%	111.04%	118.12%	94.51%
4 502 262	5 124 910	5 126 761	1 929 711	4 224 620	4 904 262	5 517 246
4,592,363	5,134,810	5,126,761	4,838,744	4,234,629	4,804,263	5,517,246
2 250/	(27 160/)	21260/	(6 0 2 0/)	(70.060/)	(100 420/)	20.270/
2.25%	(37.16%)	34.36%	(6.92%)	(70.06%)	(109.43%)	30.27%

General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budg	Budget	
	Original	Final	Actual
Revenues			
Taxes			
Property Taxes	\$ 4,948,000	4,948,000	5,274,072
TIF Distribution			31,450
Intergovernmental			21,100
Replacement Taxes	65,000	65,000	211,149
Grants	193,750	193,750	5,409
Charges for Services	80,657	80,657	46,727
Interest	117,000	117,000	56,249
Miscellaneous	12,000	12,000	50,262
Total Revenues	5,416,407	5,416,407	5,675,318
Expenditures			
Recreation			
Administration	1,986,559	1,986,559	1,920,815
Cost Reimbursements	, ,	, ,	, ,
FICA	(211,018)	(211,018)	(195,890)
IMRF	(114,653)	(114,653)	(118,626)
Maintenance	3,199,799	3,199,799	3,046,011
Capital Outlay	359,500	359,500	65,032
Total Expenditures	5,220,187	5,220,187	4,717,342
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	196,220	196,220	957,976
Other Financing Sources			
Transfers In	3,780	3,780	3,780
Net Change in Fund Balance	200,000	200,000	961,756
Fund Balance - Beginning			3,932,439
Fund Balance - Ending			4,894,195

Recreation - Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	D 1		
	Bud		
	Original	Final	Actual
Revenues			
Taxes	\$ 969,000	969,000	997,938
Intergovernmental	1,600	1,600	147,042
Charges for Services	4,624,838	4,624,838	5,077,422
Interest	15,000	15,000	9,697
Miscellaneous	750	750	3,033
Total Revenues	5,611,188	5,611,188	6,235,132
Expenditures			
Recreation	4,786,088	4,786,088	4,693,650
Capital Outlay	121,000	121,000	11,285
Total Expenditures	4,907,088	4,907,088	4,704,935
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	704,100	704,100	1,530,197
, 1		,	, ,
Other Financing Sources (Uses)			
Transfers In	45,900	45,900	45,900
Transfers Out	(750,000)	(750,000)	(750,000)
	(704,100)	(704,100)	(704,100)
Net Change in Fund Balance			826,097
Fund Balance - Beginning			2,297,155
Fund Balance - Ending			3,123,252

Bridges of Poplar Creek Country Club - Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budg		
	Original	Final	Actual
Revenues			
Charges for Services			
Golf Operations	\$ 1,581,791	1,581,791	1,601,842
Food and Beverage Operations	569,685	569,685	622,790
Rentals	16,000	16,000	16,121
Interest	2,175	2,175	2,901
Miscellaneous			
Advertising	2,200	2,200	3,108
Water Maintenance Fees	11,000	11,000	11,000
Miscellaneous	3,500	3,500	4,901
Total Revenues	2,186,351	2,186,351	2,262,663
Expenditures			
Recreation	1,834,731	1,834,731	1,735,781
Capital Outlay	135,800	135,800	102,602
Total Expenditures	1,970,531	1,970,531	1,838,383
Total Experiences	1,770,331	1,770,331	1,030,303
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	215,820	215,820	424,280
Other Financing Sources (Uses)			
Transfers In	9,180	9,180	9,180
Transfers Out	(225,000)	(225,000)	(225,000)
	(215,820)	(215,820)	(215,820)
Net Change in Fund Balance		<u> </u>	208,460
Fund Balance - Beginning			860,494
Fund Balance - Ending			1,068,954

The Club at Prairie Stone - Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budg		
	Original	Final	Actual
Revenues			
Charges for Services	Ф. 141.000	1.41.000	160.526
Rentals	\$ 141,000	141,000	168,536
Fitness	1,478,184	1,478,184	1,567,435
Recreation	70,210	70,210	49,508
Aquatics	31,647	31,647	68,427
Interest	2,500	2,500	1,901
Miscellaneous	1,750	1,750	1,714
Total Revenues	1,725,291	1,725,291	1,857,521
Expenditures			
Recreation	1,424,791	1,424,791	1,388,732
Capital Outlay	27,500	27,500	25,108
Total Expenditures	1,452,291	1,452,291	1,413,840
Total Expenditures	1,432,271	1,432,271	1,413,040
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	273,000	273,000	443,681
Other Financing Sources (Uses)			
Transfers In	27,000	27,000	27,000
Transfers Out	(300,000)	(300,000)	(300,000)
Transfers out	$\frac{(273,000)}{(273,000)}$	(273,000)	(273,000)
Net Change in Fund Balance			170,681
Fund Balance - Beginning			256,463
Fund Balance - Ending			427,144

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules Major Governmental Funds
- Combining Statements Nonmajor Governmental Funds
- Budgetary Comparison Schedules Nonmajor Governmental Funds

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Recreation Fund

The Recreation Fund is used to account for the proceeds derived from, and the related costs incurred, in connection with the recreation programs offered by the District. Financing is provided from an annual property tax levy restricted by the State for recreation purposed and fees and charges for programs and activities assigned for recreation purposes.

Bridges of Poplar Creek Country Club Fund

The Bridges of Poplar Creek Country Club Fund is used to account for the golf course and food and beverage operations at the Bridges of Poplar Creed Country Club.

The Club at Prairie Stone Fund

The Club at Prairie Stone Fund is used to account for the proceeds derived from, and the related costs incurred, in connection with the recreational activities offered at the Club at Prairie Stone. The revenues in this fund are for the use with the Club activities and are assigned for this purpose.

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund (IMRF) is used to account for the activities resulting from the District's participation in IMRF. Financing is provided by a restricted annual property tax levy, which produces a sufficient amount to pay the District's contributions to IMRF on behalf of the District's employees and can only be used for this purpose.

Social Security Fund

The Social Security Fund is used to account for the District's obligation for Social Security and Medicare taxes. Financing is provided by a restricted annual property tax levy, which produces the majority of the District's contribution and can only be used for this purpose.

INDIVIDUAL FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS - Continued

Special Recreation Fund

The Special Recreation Fund is used to account for the expenditures in connection with the District's participation in Northwest Special Recreation Association, which provides recreation programs to the handicapped and impaired. Financing is provided from the restricted annual property tax levy, the proceeds of which can only be used for this purpose.

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of funds that are restricted or assigned for repayment of principal and interest on the District's general obligation debt where repayment is financed by an annual property tax levy or through transfers from other funds.

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for all resources used for restricted financial resources to be used for the acquisition or construction of major capital facilities.

Recreation - Special Revenue Fund Schedule of Revenues - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budget		
	Original	Final	Actual
T.			
Taxes	Ф. 0/0,000	0.60,000	007.030
Property Taxes	\$ 969,000	969,000	997,938
Intergovernmental			
Grants	1,600	1,600	147,042
Charges for Services			
Communication and Marketing	126,500	126,500	150,050
Rentals	53,612	53,612	41,200
Triphahn Center	187,800	187,800	196,106
Willow Racquet Club	133,055	133,055	172,024
General Leisure Services	280,206	280,206	365,842
Senior Programs	23,490	23,490	25,972
Early Childhood	902,356	902,356	767,683
Youth Childcare	1,204,032	1,204,032	1,349,374
Adult Athletics	16,960	16,960	9,105
Youth Athletics	247,881	247,881	254,447
Seascape Aquatic Center	306,436	306,436	350,630
Ice Center	1,142,510	1,142,510	1,394,989
Total Charges for Services	4,624,838	4,624,838	5,077,422
Interest	15,000	15,000	9,697
Miscellaneous	750	750	3,033
Total Revenues	5,611,188	5,611,188	6,235,132

Recreation - Special Revenue Fund Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Bud		
	Original	Final	Actual
Recreation			
Administration	\$ 2,022,164	2,022,164	1,893,507
Cost Reimbursements			
FICA	(230,078)	(230,078)	(228,217)
IMRF	(91,156)	(91,156)	(90,412)
	1,700,930	1,700,930	1,574,878
Communication and Marketing	124,176	124,176	94,820
		12 1,170	,,,,,,
Maintenance	523,692	523,692	468,221
Programs			
Triphahn Center	126,529	126,529	130,139
Willow Racquet Club	91,993	91,993	93,494
General Leisure Services	201,258	201,258	256,133
Senior Programs	24,246	24,246	29,214
Early Childhood	407,616	407,616	388,311
Youth Childcare	675,823	675,823	760,844
Adult Athletics	11,042	11,042	5,303
Youth Athletics	139,339	139,339	129,282
Seascape Aquatic Center	443,514	443,514	356,424
Ice Center	315,930	315,930	406,587
	2,437,290	2,437,290	2,555,731
Total Recreation	4,786,088	4,786,088	4,693,650
Capital Outlay	121,000	121,000	11,285
Total Expenditures	4,907,088	4,907,088	4,704,935

Bridges of Poplar Creek Country Club - Special Revenue Fund Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budg	get	
	Original	Final	Actual
Recreation			
Administration	\$ 744,567	744,567	618,459
Cost Reimbursements			
FICA	(81,180)	(81,180)	(80,028)
IMRF	(31,748)	(31,748)	(30,425)
	631,639	631,639	508,006
Maintenance	588,635	588,635	557,153
Golf Operations	233,554	233,554	286,848
Food and Beverage Operations	380,903	380,903	383,774
Total Recreation	1,834,731	1,834,731	1,735,781
Capital Outlay	135,800	135,800	102,602
Total Expenditures	1,970,531	1,970,531	1,838,383

The Club at Prairie Stone - Special Revenue Fund Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budg	Budget	
	Original	Final	Actual
Recreation			
Administration	\$ 1,092,117	1,092,117	1,130,565
Cost Reimbursements			
FICA	(66,203)	(66,203)	(67,565)
IMRF	(24,859)	(24,859)	(25,117)
	1,001,055	1,001,055	1,037,883
Communications and Marketing	71,344	71,344	40,957
Maintenance	130,574	130,574	85,360
Programs			
Fitness	172,825	172,825	186,285
Recreation	48,993	48,993	38,247
	221,818	221,818	224,532
Capital Outlay	27,500	27,500	25,108
Total Expenditures	1,452,291	1,452,291	1,413,840

Debt Service Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budget			
	Origin		Final	Actual
Revenues				
Taxes				
Property Taxes	\$ 3,34	4,000	3,344,000	3,563,043
Interest	4	0,000	40,000	4,300
Total Revenues	3,384	4,000	3,384,000	3,567,343
Expenditures				
Debt Service				
Principal Retirement	3,80	3,000	3,803,000	3,810,000
Interest and Fiscal Charges	2,810	0,322	2,810,322	2,769,867
Total Expenditures	6,61	3,322	6,613,322	6,579,867
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(3,229	,322)	(3,229,322)	(3,012,524)
Other Financing Sources				
Debt Issuance	1,954	4,322	1,954,322	1,867,509
Transfers In	1,27	5,000	1,275,000	
	3,229	9,322	3,229,322	3,142,509
Net Change in Fund Balance				129,985
Fund Balance - Beginning				1,723,860
Fund Balance - Ending				1,853,845

Capital Projects Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budget			
	Original		Final	Actual
Revenues				
Interest	\$ 9,0	000	9,000	6,598
Miscellaneous				10,000
Total Revenues	9,0	000	9,000	16,598
Expenditures				
Capital Outlay	1,282,0	000	1,282,000	889,840
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(1,273,00	00)	(1,273,000)	(873,242)
Other Financing Sources				
Debt Issuance	500,0	000	500,000	1,002,491
Net Change in Fund Balance	(773,00	00)	(773,000)	129,249
Fund Balance - Beginning				2,710,503
Fund Balance - Ending				2,839,752

Nonmajor Governmental Funds - Special Revenue Funds Combining Balance Sheet December 31, 2022

ASSETS	N	Illinois Iunicipal etirement	Social Security	Special Recreation	Totals
Cash and Investments	\$	463,537	158,665	709,317	1,331,519
Receivables - Net of Allowances Property Taxes		34,302	715,021	988,609	1,737,932
Total Assets	_	497,839	873,686	1,697,926	3,069,451
DEFERRED INFLOWS OF RESOURCES					
Property Taxes		28,000	645,700	825,000	1,498,700
FUND BALANCES					
Restricted		469,839	227,986	872,926	1,570,751
Total Deferred Inflows of					
Resources and Fund Balances		497,839	873,686	1,697,926	3,069,451

Nonmajor Governmental Funds - Special Revenue Funds Combining Statement of Revenues, Expenditures and Changes in Fund Balances For the Fiscal Year Ended December 31, 2022

	Illinois Municipal Retirement	Social Security	Special Recreation	Totals
Revenues				
Taxes	\$ 25,747	283,212	668,427	977,386
Interest	1,700	1,001	2,099	4,800
Total Revenues	27,447	284,213	670,526	982,186
Expenditures				
Recreation	264,579	571,699	256,692	1,092,970
Capital Outlay			20,979	20,979
Total Expenditures	264,579	571,699	277,671	1,113,949
Excess (Deficiency) of Revenues Over (Under) Expenditures	(237,132)	(287,486)	392,855	(131,763)
Other Financing (Uses) Transfers Out			(85,860)	(85,860)
Net Change in Fund Balances	(237,132)	(287,486)	306,995	(217,623)
Fund Balances - Beginning	706,971	515,472	565,931	1,788,374
Fund Balances - Ending	469,839	227,986	872,926	1,570,751

Illinois Municipal Retirement - Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

		Budg		
	(Original	Final	Actual
Revenues				
Taxes				
Property Taxes	\$	25,000	25,000	25,747
Interest		7,416	7,416	1,700
Total Revenues		32,416	32,416	27,447
Expenditures				
Recreation				
Contractual		262,416	262,416	264,579
Net Change in Fund Balance		(230,000)	(230,000)	(237,132)
Fund Balance - Beginning				706,971
Fund Balance - Ending				469,839

Social Security - Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	Budget			
		Original	Final	Actual
Revenues Taxes				
Property Taxes	\$	275,000	275,000	283,212
Interest		8,478	8,478	1,001
Total Revenues		283,478	283,478	284,213
Expenditures Recreation				
Contractual		588,478	588,478	571,699
Net Change in Fund Balance		(305,000)	(305,000)	(287,486)
Fund Balance - Beginning				515,472
Fund Balance - Ending				227,986

Special Recreation - Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2022

	1		
	Original	Final	Actual
_			
Revenues			
Taxes			
Property Taxes	\$ 606,00	· ·	668,427
Interest	1,26	5 1,265	2,099
Total Revenues	607,26	5 607,265	670,526
Expenditures			
Recreation			
NWSRA Special Assessments	311,40	5 311,405	256,692
Capital Outlay	185,00	0 185,000	20,979
Total Expenditures	496,40	5 496,405	277,671
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	110,866	0 110,860	392,855
Other Financing (Uses)			
Transfers Out	(85,860	(85,860)	(85,860)
Net Change in Fund Balance	25,000	0 25,000	306,995
Fund Balance - Beginning			565,931
Fund Balance - Ending			872,926

SUPPLEMENTAL SCHEDULES

Long-Term Debt Requirements General Obligation Park (Alternate Revenue Source) Bonds of 2013A December 31, 2022

Date of Issue
Date of Maturity
Authorized Issue
Denomination of Bonds
Interest Rates
Interest Dates
Principal Maturity Date
Payable at

December 2, 2013
December 1, 2043
\$16,370,000
\$5,000
4.625% to 5.250%
June 1 and December 1
December 1
Depository Trust Company

Fiscal	Requirements				
Year	Pri	incipal	Interest	Totals	
2023	\$		809,738	809,738	
2024		_	809,738	809,738	
2025		_	809,738	809,738	
2026		_	809,738	809,738	
2027		_	809,738	809,738	
2028		_	809,738	809,738	
2029		_	809,738	809,738	
2030		_	809,738	809,738	
2031		_	809,738	809,738	
2032		_	809,738	809,738	
2033		_	809,738	809,738	
2034		_	809,738	809,738	
2035		_	809,738	809,738	
2036		870,000	809,738	1,679,738	
2037	1	,000,000	769,500	1,769,500	
2038	1	,000,000	723,250	1,723,250	
2039	1	,000,000	677,000	1,677,000	
2040	1	,000,000	630,750	1,630,750	
2041	3	3,500,000	583,750	4,083,750	
2042	۷	1,000,000	400,000	4,400,000	
2043		1,000,000	210,000	4,210,000	
		<u> </u>			
	16	5,370,000	15,330,582	31,700,582	

Long-Term Debt Requirements General Obligation Park (Alternate Revenue Source) Bonds of 2014A December 31, 2022

Date of Issue
Date of Maturity
Authorized Issue
Denomination of Bonds
Interest Rates
Interest Dates
Principal Maturity Date
Payable at

December 18, 2014
December 1, 2044
\$15,750,000
\$5,000
2.00% to 5.00%
June 1 and December 1
December 1
Depository Trust Company

Fiscal	Requirements				
Year	P	rincipal	Interest	Totals	
2023	\$		605,062	605,062	
2024			605,062	605,062	
2025			605,062	605,062	
2026		150,000	605,062	755,062	
2027		150,000	597,562	747,562	
2028		200,000	590,062	790,062	
2029		250,000	580,062	830,062	
2030		250,000	572,250	822,250	
2031		250,000	564,124	814,124	
2032		250,000	556,000	806,000	
2033		750,000	546,000	1,296,000	
2034		800,000	516,000	1,316,000	
2035		900,000	484,000	1,384,000	
2036		600,000	448,000	1,048,000	
2037		600,000	424,000	1,024,000	
2038		750,000	400,000	1,150,000	
2039		900,000	370,000	1,270,000	
2040		1,250,000	334,000	1,584,000	
2041		1,250,000	284,000	1,534,000	
2042		1,250,000	234,000	1,484,000	
2043		1,250,000	184,000	1,434,000	
2044		3,350,000	134,000	3,484,000	
	1	5,150,000	10,238,308	25,388,308	

Long-Term Debt Requirements
General Obligation Limited Tax Park Bonds of 2017A
December 31, 2022

Date of Issue	November 1, 2017
Date of Maturity	December 1, 2032
Authorized Issue	\$5,590,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	JP Morgan Chase

Fiscal	Requirements				
Year]	Principal	Interest	Totals	
2023	\$	150,000	115,350	265,350	
2024		225,000	112,350	337,350	
2025		330,000	107,850	437,850	
2026		430,000	97,950	527,950	
2027		380,000	85,050	465,050	
2028		475,000	73,650	548,650	
2029		530,000	59,400	589,400	
2030		610,000	43,500	653,500	
2031		740,000	25,200	765,200	
2032		100,000	3,000	103,000	
		3,970,000	723,300	4,693,300	

Long-Term Debt Requirements General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2019B December 31, 2022

Date of Issue	December 2, 2019
Date of Maturity	December 1, 2040
Authorized Issue	\$6,285,000
Denomination of Bonds	\$5,000
Interest Rate	4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Cede & Co

Fiscal	Requirements				
Year	Principal	Interest	Totals		
•					
2023	\$ 245,000	251,400	496,400		
2024	255,000	241,600	496,600		
2025	265,000	231,400	496,400		
2026	275,000	220,800	495,800		
2027	285,000	209,800	494,800		
2028	300,000	198,400	498,400		
2029	310,000	186,400	496,400		
2030	325,000	174,000	499,000		
2031	335,000	161,000	496,000		
2032	350,000	147,600	497,600		
2033	365,000	133,600	498,600		
2034	375,000	119,000	494,000		
2035	390,000	104,000	494,000		
2036	410,000	88,400	498,400		
2037	425,000	72,000	497,000		
2038	440,000	55,000	495,000		
2039	460,000	37,400	497,400		
2040	 475,000	19,000	494,000		
	6,285,000	2,650,800	8,935,800		

Long-Term Debt Requirements General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2020A December 31, 2022

Date of Issue	September 2, 2020
Date of Maturity	December 1, 2040
Authorized Issue	\$18,465,000
Denomination of Bonds	\$5,000
Interest Rate	5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Cede & Co

Fiscal		Requirements			
Year	Principal		Interest	Totals	
2023	\$	615,000	866,250	1,481,250	
2024		650,000	835,500	1,485,500	
2025		680,000	803,000	1,483,000	
2026		710,000	769,000	1,479,000	
2027		750,000	733,500	1,483,500	
2028		790,000	696,000	1,486,000	
2029		825,000	656,500	1,481,500	
2030		865,000	615,250	1,480,250	
2031		910,000	572,000	1,482,000	
2032		955,000	526,500	1,481,500	
2033		1,005,000	478,750	1,483,750	
2034		1,050,000	428,500	1,478,500	
2035		1,105,000	376,000	1,481,000	
2036		1,160,000	320,750	1,480,750	
2037		1,220,000	262,750	1,482,750	
2038		1,280,000	201,750	1,481,750	
2039		1,345,000	137,750	1,482,750	
2040		1,410,000	70,500	1,480,500	
		17,325,000	9,350,250	26,675,250	

Long-Term Debt Requirements General Obligation Limited Park Bonds of 2020B December 31, 2022

Date of Issue December 1, 2020 Date of Maturity December 1, 2024 Authorized Issue \$2,680,000 Denomination of Bonds \$5,000 Interest Rate 4.00% **Interest Dates** June 1 and December 1 December 1 Principal Maturity Date **Depository Trust Company** Payable at

Fiscal	 Requirements				
Year	Principal Interest		Totals		
2023	\$ 300,000	20,000	320,000		
2024	200,000	8,000	208,000		
	 500,000	28,000	528,000		

Long-Term Debt Requirements General Obligation Limited Park Bonds of 2022A December 31, 2022

Date of Issue November 30, 2022 Date of Maturity December 1, 2023 Authorized Issue \$2,870,000 Denomination of Bonds \$100,000 or \$5,000 Interest Rate 3.75% **Interest Dates** December 1 Principal Maturity Date December 1 Payable at Barrington Bank & Trust Company

Fiscal	 Requirements			
Year	Principal	Interest	Totals	
2023	\$ 2,870,000	107,625	2,977,625	

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources.

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

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

Net Position by Component - Last Ten Fiscal Years* December 31, 2022 (Unaudited)

See Following Page

Net Position by Component - Last Ten Fiscal Years* December 31, 2022 (Unaudited)

	2013	2014	2015
Governmental Activities			
Net Investment in Capital Assets	\$ (7,252,365)	(8,388,077)	(11,506,289)
Restricted			
Capital Projects	7,071	21,642	2,165,445
Debt Service	4,502,710	3,549,607	3,927,498
Employee Retirement	372,205	456,057	650,897
Special Recreation	327,058	209,435	252,393
Working Cash	1,073,306	1,078,598	_
Unrestricted	5,406,783	5,842,202	7,128,298
Total Governmental Activities Net Position	4,436,768	2,769,464	2,618,242

^{*} Accrual Basis of Accounting

Data Source: District Records

2016	2017	2018	2019	2020	2021	2022
(12,571,252)	(11,010,334)	(11,377,542)	(11,260,420)	(10,596,190)	(9,978,596)	(10,918,560)
2,047,943	2,561,919	3,309,111	3,285,885	1,382,782	2,710,503	2,269,470
4,354,943	4,366,639	4,167,163	2,565,322	3,501,207	1,497,989	1,622,560
899,820	1,098,030	1,440,408	1,557,148	1,878,151	1,222,443	697,825
300,443	331,515	429,954	551,079	566,038	565,931	872,926
_	· —	_	_	_		_
8,525,941	6,368,739	6,028,575	7,161,008	6,128,108	8,568,745	10,557,116
		·				
3,557,838	3,716,508	3,997,669	3,860,022	2,860,096	4,587,015	5,101,337

Changes in Net Position - Last Ten Fiscal Years* December 31, 2022 (Unaudited)

	2013	2014	2015
Expenses			
Governmental Activities			
General Government	\$ 16,688,231	17,354,202	16,645,756
Interest on Long-Term Debt	3,531,336	3,757,266	3,185,335
Total Governmental Activities Expenses	20,219,567	21,111,468	19,831,091
Program Revenues			
Governmental Activities			
Charges for Services	10,295,375	10,166,116	10,451,392
Operating Grants/Contributions	39,698	30,851	19,244
Capital Grants/Contributions	155,007	242,556	167,939
Total Governmental Activities Program Revenues	10,490,080	10,439,523	10,638,575
Governmental Activities Net (Expenses) Revenues	(9,729,487)	(10,671,945)	(9,192,516)
General Revenues and Other Changes in Net Position			
Governmental Activities			
Taxes			
Property	8,267,244	8,164,393	8,421,532
Supplemental TIF	_	619,029	606,492
Intergovernmental			
Replacement	57,314	58,998	62,891
Interest	37,799	125,440	105,021
Gain on Sale of Capital Assets	33,857	_	_
Miscellaneous	28,926	36,781	80,775
Total Governmental Activities General Revenues	8,425,140	9,004,641	9,276,711
Governmental Activities Changes in Net Position	(1,304,347)	(1,667,304)	84,195

^{*} Accrual Basis of Accounting

=							
	2016	2017	2018	2019	2020	2021	2022
	17,556,853	16,933,719	16,451,052	16,703,853	12,833,777	14,230,105	17,565,749
_	3,219,455	3,015,836	3,213,483	3,560,170	3,528,494	2,511,519	2,516,690
	20,776,308	19,949,555	19,664,535	20,264,023	16,362,271	16,741,624	20,082,439
	10,771,859	10,290,410	9,881,859	9,595,799	5,034,893	7,400,027	9,218,808
	7,388	24,800	_	_	_	288,406	147,042
	160,293	152,073	152,749	153,320	142,975	260,089	5,409
	10,939,540	10,467,283	10,034,608	9,749,119	5,177,868	7,948,522	9,371,259
_	(9,836,768)	(9,482,272)	(9,629,927)	(10,514,904)	(11,184,403)	(8,793,102)	(10,711,180)
		0.000					
	8,444,000	8,334,018	8,898,307	9,060,676	9,246,233	9,435,531	10,812,439
	635,007	561,630	601,355	407,412	398,237	400,903	31,450
	55.707	50.040	52 500	66.514	50.446	104.250	211 140
	55,727	58,849	53,500	66,514	59,446	104,358	211,149
	216,037	146,439	206,075	686,666	296,051	(17,157)	86,446
		_				_	_
_	8,932	227,921	151,851	155,989	184,510	196,386	84,018
_	9,359,703	9,328,857	9,911,088	10,377,257	10,184,477	10,120,021	11,225,502
_	(477,065)	(153,415)	281,161	(137,647)	(999,926)	1,326,919	514,322

Fund Balances of Governmental Funds - Last Ten Fiscal Years* December 31, 2022 (Unaudited)

	2013	2014	2015
General Fund			
Nonspendable	\$ 21,260	6,445	6,613
Assigned	1,755,695	1,802,258	1,645,970
Unassigned	925,538	1,155,480	1,571,914
Total General Fund	2,702,493	2,964,183	3,224,497
All Other Governmental Funds			
Nonspendable			
Recreation	8,551	12,407	5,992
Bridges of Poplar Creek County Club	165,376	131,137	132,724
The Club at Prairie Stone	18,958	12,681	13,121
Debt Service	_	_	_
Restricted			
Recreation	1,000,000		_
IMRF	204,306	235,584	338,096
Debt Service	3,502,710	3,549,607	3,927,498
Special Recreation	327,058	209,435	252,393
FICA	167,899	220,473	312,801
Capital Projects	2,900,317	3,554,839	3,275,445
Working Cash	1,073,306	1,078,598	_
Assigned			
Recreation	2,145,933	2,206,251	2,572,732
Bridges of Poplar Creek County Club	_	35,997	_
The Club at Prairie Stone	910,384	954,809	1,026,845
Unassigned			
Recreation	_		
The Club at Prairie Stone	_		
Bridges Poplar Creek	(3,765)		(31,182)
Total All Other Governmental Funds	12,421,033	12,201,818	11,826,465
Total Governmental Funds	15,123,526	15,166,001	15,050,962

^{*} Modified Accrual Basis of Accounting

2016	2017	2018	2019	2020	2021	2022
13,436		15,051	206,469	11,716	14,544	46,450
1,980,544		1,946,757	3,166,748	2,614,669	2,614,669	2,841,293
1,812,443	3 2,173,894	2,639,431	1,712,848	1,117,522	1,303,226	2,006,452
2 806 422	1 115 705	4 601 220	5,086,065	2 7/2 007	2 022 420	4 804 105
3,806,423	4,115,795	4,601,239	3,080,003	3,743,907	3,932,439	4,894,195
7,753	26,664	13,782	19,689	2,685	15,775	26,179
122,795	83,544	88,081	85,463	37,737	33,955	37,403
12,223	12,503	564	8,443	264	879	712
_	- —		16,200	_		_
_		_	_	_	_	
492,953		816,340	865,393	969,513	706,971	469,839
4,354,943		4,432,956	691,755	908,638	515,472	227,986
300,443	·	429,954	2,814,433	3,826,188	1,723,860	1,853,845
406,867		624,068	551,079	566,038	565,931	872,926
2,047,943	2,561,919	3,309,111	3,285,885	1,382,782	2,710,503	2,839,752
_	- —			_		
2 021 02/	2 007 601	1 520 791	1 400 110	1,341,974	2 201 200	2 007 072
2,921,934 46,061		1,539,781 123,652	1,490,119 4,472	418,444	2,281,380 826,539	3,097,073 1,031,551
1,015,583	·	75,237	63,719	410,444	255,584	426,432
1,013,363	40,330	13,231	05,719	_	233,364	420,432
	_	_	87,511	(19,941)		
_		_		(34,175)	_	
			239,341	—		
11,729,498	11,053,655	11,453,526	10,223,502	9,400,147	9,636,849	10,883,698
						_
15,535,921	15,169,450	16,054,765	15,309,567	13,144,054	13,569,288	15,777,893

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years* December 31, 2022 (Unaudited)

		2013	2014	2015
Revenues				
Taxes	\$	8,324,557	8,842,419	9,090,914
Charges for Services	Ψ	10,236,604	10,111,848	10,310,353
Communications and Marketing		63,681	50,866	61,158
Water Maintenance Fees		11,000	11,000	11,000
Intergovernmental		189,919	271,585	187,183
Grants and Donations				
Investment Income		37,799	125,440	105,021
Miscellaneous		17,803	31,006	149,657
Total Revenues		18,881,363	19,444,164	19,915,286
Expenditures				
Current				
Recreation		13,550,881	14,017,732	14,694,812
Capital Outlay		1,415,748	2,725,411	2,006,890
Debt Service				
Principal Retirement		18,310,000	17,475,000	2,840,000
Interest and Fiscal Charges		3,686,613	3,859,392	3,305,722
Other Charges			_	<u> </u>
Total Expenditures		36,963,242	38,077,535	22,847,424
Excess (Deficiency) of Revenues				
Over (Under) Expenditures		(18,081,879)	(18,633,371)	(2,932,138)
Other Financing Sources (Uses)				
Debt Issuance		19,105,000	18,490,000	2,790,000
Premium on Bonds Issued		338,429	161,996	
Payment to Escrow Agent				
Sales of Capital Assets		33,857	23,850	27,099
Transfers In		2,335,245	3,221,645	3,745,874
Transfers Out		(2,335,245)	(3,221,645)	(3,745,874)
		19,477,286	18,675,846	2,817,099
Net Change in Fund Balances		1,395,407	42,475	(115,039)
Debt Service as a Percentage of Noncapital Expenditures		61.88%	60.35%	29.24%

^{*} Modified Accrual Basis of Accounting

Note: The percentage of debt service increased in 2014 due to the 2014A current refunding and the call of \$14,740,000 in debt certificates.

_ =							
	2016	2017	2018	2019	2020	2021	2022
	9,134,735	8,895,648	9,499,662	9,468,088	9,644,470	9,836,434	10,843,889
	10,541,994	10,290,410	9,881,859	9,595,799	5,034,893	7,400,027	9,218,808
	11,000		_	_	_	_	
	167,681	235,722	206,249	219,834	202,421	652,853	363,600
	_		_	_		_	
	216,037	146,439	206,075	686,666	296,051	(17,157)	86,446
_	227,796	227,921	151,851	155,989	184,510	196,386	84,018
_	20,299,243	19,796,140	19,945,696	20,126,376	15,362,345	18,068,543	20,596,761
	13,750,553	13,792,038	13,678,069	13,324,280	10,239,040	12,282,348	13,563,443
	2,629,161	3,404,982	1,585,572	3,819,052	4,683,344	2,093,152	1,114,846
	, ,	, ,	, ,	, ,	, ,	,	, ,
	3,085,000	8,010,000	3,238,000	3,311,000	3,830,000	3,655,000	3,810,000
	3,301,150	3,345,079	3,224,721	3,287,696	2,986,526	2,869,220	2,769,867
_							
_	22,765,864	28,552,099	21,726,362	23,742,028	21,738,910	20,899,720	21,258,156
	(2,466,621)	(8,755,959)	(1,780,666)	(3,615,652)	(6,376,565)	(2,831,177)	(661,395)
-	(2,100,021)	(0,700,707)	(1,700,000)	(3,013,032)	(0,370,303)	(2,031,177)	(001,375)
	2,910,000	8,273,000	2,646,000	9,020,000	21,705,000	2,855,000	2,870,000
		99,769	_	889,735	3,525,311	_	_
		16.710		(7,040,578)	(21,019,440)		
	41,580	16,719	19,981	1,297	181	1,411	1 260 060
	1,465,000	1,585,860	1,660,860	585,860	935,860	935,860	1,360,860
-	(1,465,000)	(1,585,860)	(1,660,860)	(585,860) 2,870,454	(935,860)	(935,860)	(1,360,860)
-	2,951,580	8,389,488	2,665,981	2,0/0,434	4,211,052	2,856,411	2,870,000
-	484,959	(366,471)	885,315	(745,198)	(2,165,513)	25,234	2,208,605
-	21 200/	25 400/	20.749/	27.069/	40.209/	24.700/	22.600/
=	31.30%	35.40%	29.74%	37.96%	40.20%	34.70%	32.60%

Equalized Valuation and Estimated Market Value of Taxable Property - Last Ten Tax Levy Years December 31, 2022 (Unaudited)

	Tax					
Fiscal	Levy	Classif	ication of Equalized Asse	essed Value (EAV) by T	ype	
Year	Year	Residential	Commercial	Industrial		Farm
• • • •		.	.	.		40.500
2013	2012	\$ 1,081,161,478	\$ 598,197,992	\$ 145,334,697	\$	40,598
2014	2013	933,917,912	552,288,046	134,723,207		40,200
2015	2014	980,428,545	622,093,048	40,837,927		39,925
2016	2015	955,551,970	609,473,057	39,511,338		39,925
2017	2016	1,169,018,328	563,532,747	42,926,385		61,880
2018	2017	1,223,547,133	602,090,403	43,251,062		62,486
2019	2018	1,204,689,371	587,975,588	42,651,480		55,585
2020	2019	1,375,565,174	582,130,276	55,875,519		55,585
2021	2020	1,378,298,933	614,987,832	71,990,085		55,585
2022	2021	1,286,587,578	528,596,095	79,395,982		55,585

⁽¹⁾ Total EAV of property based on the Assessed Valuation of property determined by the Cook County Assessor based on 10% of fail market value for residential property and 25% of fair value for commercial and industrial property (except for certain exemptions) equalized by the Equalization Factor calculated by the Illinois Department of Revenue applicable to Cook County. Accordingly, the EAV before exemptions and tax increment should approximate 33% of the market value of taxable property in the District.

⁽²⁾ Total Equalized Assessed Valuation of the District is reduced by Homeowners Exemptions and the Tax Increment (the EAV of property in a Tax Increment District that exceeds the Frozen Level at the inception of the Tax Increment District) for purpose of billing and collection general property taxes for the District.

⁽³⁾ The Total Estimated Market Value of the District is based on the EAV before Homeowners Exemptions and Tax Increment multiplied by 3. This calculation assumes that the countywide Equalization Factor adjusts Assessed Value in the District to one third of market value.

Total EAV (1)	Homeowners Exemptions	Tax Increment	EAV for General District Taxation (2)	Total Estimated Market Value (3)
\$ 1,824,734,765	\$ (127,773,348)	\$ (281,547,503)	\$ 1,415,413,914	\$ 5,474,204,295
1,620,969,365	(120,719,126)	(249,958,202)	1,250,292,037	4,862,908,095
1,643,399,445	(119,588,902)	(261,235,310)	1,262,575,233	4,930,198,335
1,604,576,290	(118,126,936)	(265,312,695)	1,221,136,659	4,813,728,870
1,775,539,340	(133,737,157)	(233,364,924)	1,408,437,259	5,326,618,020
1,868,951,084	(187,819,702)	(255,687,044)	1,425,444,338	5,606,853,252
1,835,372,024	(186,434,325)	(254,528,033)	1,394,409,666	5,506,116,072
2,013,626,554	(201,806,394)	(188,949,448)	1,622,870,712	6,040,879,662
2,065,332,435	(201,902,800)	(212,436,274)	1,650,993,361	6,195,997,305
1,894,635,240	(199,262,362)	(24,082,416)	1,671,290,462	5,683,905,720

Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years December 31, 2022 (Unaudited)

	2012	2013	2014
Direct Rates			
Corporate	0.1842	0.2121	0.2180
Recreation	0.0702	0.0801	0.0793
Illinois Municipal Retirement	0.0351	0.0428	0.0397
Social Security	0.0368	0.0428	0.0436
Special Recreation	0.0400	0.0400	0.0397
Debt Service	0.2182	0.2512	0.2524
Total Direct Rates	0.5845	0.6690	0.6727
Overlapping Rates			
Village of Hoffman Estates	1.2240	0.7060	1.4430
School Districts			
School District #54	3.5780	4.1480	4.1680
High School District #211	2.7720	3.1970	3.2130
Community College #512	0.3730	0.4440	0.4510
Metropolitan Water Reclamation District	0.3700	0.4700	0.4300
Cook County	0.5360	0.6600	0.5680
Cook County Forest Preserve District	0.0580	_	_
Poplar Creek Library District	0.5150	_	0.6320
All Others	_	1.2550	_
Total Overlapping Rates	9.4260	10.8800	10.9050

Data Source: Office of the County Clerk

Note: Rates are per \$1,000 of Assessed Value

2015	2016	2017	2018	2019	2020	2021
0.2267	0.2049	0.2109	0.1986	0.2124	0.2354	0.3156
				0.2134		
0.0809	0.0719	0.0740	0.1277	0.0671	0.0994	0.0597
0.0449	0.0360	0.0379	0.0195	0.0244	0.0062	0.0015
0.0449	0.0432	0.0443	0.0408	0.0366	0.0062	0.0169
0.0400	0.0356	0.0400	0.0400	0.0346	0.0362	0.0400
0.2629	0.2296	0.2317	0.2418	0.2116	0.2127	0.2133
0.7003	0.6212	0.6388	0.6684	0.5877	0.5961	0.6470
1.5630	1.4170	1.4700	1.5280	1.3770	1.4210	1.6270
4.3320	3.7900	3.8440	4.0300	3.5450	3.5750	3.9760
3.3090	2.8710	2.9220	3.0440	2.7490	2.7870	3.0200
0.4660	0.4160	0.4250	0.4430	0.4030	0.4090	0.4570
0.4260	0.4060	0.4020	0.3960	0.3890	0.3780	0.3820
0.5520	0.5960	0.5580	0.5490	0.4540	0.4530	0.4460
0.0690	_	_	0.0600	0.0590	0.0580	0.0580
0.0663		0.5900	0.3720	0.5460	_	0.6230
<u> </u>	0.5400	0.4700	0.7800	0.4980	1.0700	0.5530
10.7833	10.0360	10.6810	11.2020	10.0200	10.1510	11.1420

Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago December 31, 2022 (Unaudited)

	20	22 Tax L	evy	201	3 Tax L	Гах Levy	
			Percentage of			Percentage of	
			Total District			Total District	
	Taxable		Taxable	Taxable		Taxable	
	Assessed		Assessed	Assessed		Assessed	
Taxpayer	Valuation	Rank	Value	Valuation	Rank	Value	
Sears Holding Corporation							
(now Transformco)	\$ 47,005,450	1	2.48%	\$ 143,540,710	1	7.87%	
Bell Works Chicago	37,688,002	2	1.99%				
Amita Health	22,396,479	3	1.18%				
Paul Hastings LLP	21,018,938	4	1.11%				
HMC Pt Poplar Creek	19,846,259	5	1.05%				
American Heritage	19,367,445	6	1.02%				
Lincoln Property	18,799,056	7	0.99%				
Broadstone CLE IL LLC	14,185,175	8	0.75%				
Siemens Corporation	13,292,217	9	0.70%	10,184,311	9	0.56%	
Wells Fargo Bank	13,089,424	10	0.69%				
ATT				114,951,270	2	6.30%	
VHE Realty				18,787,252	3	1.03%	
Property Tax Advisors				16,498,370	4	0.90%	
Stonegate Properties				16,035,306	5	0.88%	
Cabelas				15,028,659	6	0.82%	
Town Management Corp				14,153,654	7	0.78%	
Transamerican Commercial							
Finance				13,589,123	8	0.74%	
Claire's		_		9,622,630	10	0.53%	
	226,688,445		11.96%	372,391,285		20.41%	

Note: Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Data Source: Office of the County Clerk and the Village of Hoffman Estates

Property Tax Levies and Collections - Last Ten Tax Levy Years December 31, 2022 (Unaudited)

Tax Levy Year	Levi the	Collected within the Collections in Fiscal Year of the Levy in Subsequent Fiscal Amount of Levy Years		Fiscal Year of the Levy Percentage		in sequent	Total Collections to Date Percenta Amount of Lev			
2012	\$ 8,	,273,599	\$	8,173,120	98.79%	\$	_	\$	8,173,120	98.79%
2013	8,	,364,464		8,267,244	98.84%		_		8,267,244	98.84%
2014	8,	,492,924		8,444,915	99.43%		_		8,444,915	99.43%
2015	8,	,552,045		8,444,121	98.74%		_		8,444,121	98.74%
2016	8,	,749,212		8,334,018	95.25%		_		8,334,018	95.25%
2017	9,	,105,633		8,899,017	97.73%		_		8,899,017	97.73%
2018	9,	,320,217		9,061,857	97.23%		_		9,061,857	97.23%
2019	9,	,537,731		9,248,647	96.97%		_		9,248,647	96.97%
2020	9,	,840,221		9,438,218	95.91%		_		9,438,218	95.91%
2021	10,	,814,537		10,812,439	99.98%		_		10,812,439	99.98%

Note: Property in the District is reassessed each year. Property is assessed at 33% of actual value.

Data Source: Office of the County Clerk

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years December 31, 2022 (Unaudited)

		Governmen	ntal Activities				
	General			General	•		
	Obligation			Obligation	Total	Percentage	
Fiscal	Bonds	Unamortized	Debt	Limited	Primary	of Personal	Per
Year	ARS	Premium	Certificates	Bonds	Government	Income (1)	Capita (1)
2013	\$ 45,070,000	\$ 1,055,423	\$ 14,740,000	\$ 7,535,000	\$ 68,400,423	3.94%	\$ 1,318.05
2014	60,820,000	1,124,285	_	7,540,000	69,484,285	3.88%	1,338.94
2015	60,720,000	1,001,419	_	7,590,000	69,311,419	3.71%	1,335.61
2016	60,425,000	922,256	_	7,710,000	69,057,256	3.64%	1,330.71
2017	60,125,000	387,867	_	8,273,000	68,785,867	3.56%	1,325.48
2018	59,820,000	374,146	_	7,986,000	68,180,146	3.68%	1,313.81
2019	52,825,000	1,192,459	_	14,010,000	68,027,459	3.38%	1,310.87
2020	56,270,000	4,664,428	_	7,940,000	68,874,428	3.39%	1,327.19
2021	55,715,000	4,405,837	_	7,695,000	67,815,837	3.23%	1,290.99
2022	55,130,000	4,147,246	_	7,340,000	66,617,246	3.19%	1,314.42

Data Source: District Records

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

⁽¹⁾ See the Schedule of Demographic and Economic Statistics for personal income and population data.

Ratios of Net General Bonded Debt Outstanding - Last Ten Fiscal Years December 31, 2022 (Unaudited)

Fiscal Year	Governmental Activities General Obligations Bonds	Less: Amounts Available for Debt Service	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2013	\$ 68,400,423	\$ —	\$ 68,400,423	1.61%	\$ 1,318.05
2014	69,484,285	_	69,484,285	1.85%	1,338.94
2015	69,311,419	_	69,311,419	1.83%	1,335.61
2016	69,057,256	4,354,943	64,702,313	1.77%	1,246.79
2017	68,785,867	4,366,639	64,419,228	1.52%	1,241.34
2018	68,180,146	4,167,163	64,012,983	1.50%	1,233.51
2019	68,027,459	2,565,322	65,462,137	1.56%	1,261.43
2020	68,874,428	3,501,207	65,373,221	1.34%	1,259.72
2021	67,815,837	1,497,989	66,317,848	1.34%	1,262.48
2022	66,617,246	1,622,560	64,994,686	1.30%	1,282.40

⁽¹⁾ See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

⁽²⁾ See the Schedule of Demographic and Economic Statistics for population data.

Schedule of Direct and Overlapping Governmental Activities Debt December 31, 2022 (Unaudited)

Governmental Unit		Gross Debt	Percentage of Debt Applicable to District (1)	District's Share of Debt
District	\$	66,617,246	100.00%	\$ 66,617,246
Overlapping Debt				
Cook County		2,251,061,750	0.94%	21,159,980
Cook County Forest Preserve		98,005,000	0.94%	921,247
Metropolitan Water Reclamation District		3,009,965,764	0.96%	28,895,671
Community College District # 509		133,850,000	3.18%	4,256,430
Community College District # 512		235,760,000	6.08%	14,334,208
School District #15		80,780,000	6.87%	5,549,586
Unit School District #46		170,615,000	2.93%	4,999,020
Unit School District #220		119,875,000	8.35%	10,009,563
Unit School District #300		228,915,000	4.77%	10,919,246
Gail Borden Library		550,000	5.04%	27,720
Poplar Creek Library		9,130,000	6.88%	628,144
Village of Hoffman Estates		89,525,814	96.06%	85,998,497
Village of Schaumburg		275,640,000	1.99%	5,485,236
Total Overlapping Debt	_	6,703,673,328		193,184,548
Totals		6,770,290,574		259,801,794

Data Source: Cook County Tax Extension Department

⁽¹⁾ Determined by ratio of assessed valuation of property subject to taxation in the District to valuation of property subject to taxation in overlapping unit.

Legal Debt Margin - Last Ten Tax Levy Years December 31, 2022 (Unaudited)

See Following Page

Legal Debt Margin - Last Ten Tax Levy Years December 31, 2022 (Unaudited)

	2012	2013	2014	2015
				_
Equalized Assessed Valuation	\$ 1,824,734,76	65 1,620,969,365	1,643,399,445	1,604,576,290
Bonded Debt Limit - 2.875% of Assessed Value	52,461,12	24 46,602,869	47,247,734	46,131,568
Bonded Debt Limit - 0.575% of Assessed Value	10,492,22	25 9,320,574	9,449,547	9,226,314
General Obligation Limited Debt				
General Obligation (Limited) Dated				
December 1, 2002	3,100,00		_	_
December 1, 2006	4,800,00		4,800,000	4,800,000
December 1, 2012	2,500,00		_	_
December 2, 2013	-	_ 2,735,000	_	_
December 18, 2014	-		2,740,000	_
December 1, 2015	-		_	2,790,000
November 1, 2017	_		_	_
December 1, 2017	_		_	_
December 1, 2018	-		_	_
December 2, 2019	-		_	_
December 1, 2020	-		_	_
December 1, 2020	-		_	_
December 1, 2021	-		_	_
November 30, 2022	-		_	_
Total General Limited Debt	10,400,00	00 7,535,000	7,540,000	7,590,000
Debt Certificates:				
Certificates Dated				
March 4, 2004	15,130,00	00 14,740,000		
General Bonded Debt (Alternate Revenue Source)				
December 1, 2001	4,355,00	00 —	_	_
December 1, 2008	4,615,00	00 —	_	_
December 1, 2009	3,350,00	00 —	_	_
December 1, 2010	6,680,00	6,680,000	6,680,000	6,680,000
December 1, 2010	1,520,00	1,520,000	1,520,000	1,520,000
December 1, 2010	20,500,00	20,500,000	20,500,000	20,500,000
December 2, 2013	_	- 16,370,000	16,370,000	16,370,000
December 18, 2014	_		15,750,000	15,650,000
December 2, 2019	_		· · ·	· · · —
September 2, 2020	-		_	_
Total General Obligation Bonds				
(Alternate Revenue Source)	41,020,00	00 45,070,000	60,820,000	60,720,000
Total Bonded Debt	66,550,00	00 67,345,000	68,360,000	68,310,000
Legal Debt Margin	26,931,12	24 24,327,869	39,707,734	38,541,568
Nonreferendum Debt Margin	7,992,22		6,709,547	6,436,314
· ·				

Note: Under Illinois State Statutes general obligation "alternate revenue source" bonds are not regarded or included in any computation of indebtedness for the purposes of the overall 2.875% of EAV debt limit or the nonreferendum 0.575% of EAV limit so long as the debt service levy for the bonds is abated annually and not extended.

2021	2020	2019	2018	2017	2016
1,894,635,240	2,065,332,435	2,013,626,554	1,835,372,024	1,868,951,084	1,775,539,340
54,470,763	59,378,308	57,891,763	52,766,946	53,732,344	51,046,756
10,894,153	11,875,662	11,578,353	10,553,389	10,746,469	10,209,351
_	_	_	_	_	_
_	_	_	_	_	_
_	_	_	_	_	_
_	_	_	_	_	_
_	_	_	_	_	_
2 070 000					
3,970,000	4,040,000	4,565,000	4,990,000	5,340,000	5,590,000
_	_	_	_	2 (4(000	2,683,000
_	_	125 000	2 725 000	2,646,000	_
500,000	200,000	135,000	2,735,000	_	_
500,000	800,000	2,680,000	_	_	_
_	2 955 000	560,000	_	_	_
2 970 000	2,855,000	_	_	_	_
2,870,000 7,340,000	7,695,000	7,940,000	7,725,000	7,986,000	8,273,000
7,540,000	7,093,000	7,940,000	7,723,000	7,980,000	8,273,000
<u>_</u>					
_	_	_	_	_	_
_	_	_	_	_	_
_	_	_	_	_	_
_	_	_	6,680,000	6,680,000	6,680,000
_	_	_	920,000	1,125,000	1,325,000
			20,500,000	20,500,000	20,500,000
16,370,000	16,370,000	16,370,000	16,370,000	16,370,000	16,370,000
15,150,000	15,150,000	15,150,000	15,350,000	15,450,000	15,550,000
6,285,000	6,285,000	6,285,000	_	_	_
17,325,000	17,910,000	18,465,000	_	_	_
55,130,000	55,715,000	56,270,000	59,820,000	60,125,000	60,425,000
62,470,000	63,410,000	64,210,000	67,545,000	68,111,000	68,698,000
47,130,763	51,683,308	49,951,763	45,041,946	45,746,344	42,773,756
3,554,153	4,180,662	3,638,353	2,828,389	2,760,469	4,619,351

Pledged-Revenue Coverage - Last Ten Fiscal Years December 31, 2022 (Unaudited)

Fiscal	User		Annual Limited Bond	Total Pledged	Applicable Alternate Bond Debt	Debt Service
Year	Fees (1)]	Proceeds (2)	Revenues	Service (3)	Coverage (4)
2013 2014 2015 2016 2017 2018 2019 2020	\$ 10,183,070 10,056,707 10,138,677 10,454,849 10,203,158 9,730,018 9,445,241 4,967,052	\$	2,735,000 2,740,000 2,790,000 2,910,000 2,683,000 2,646,000 2,735,000 3,240,000	\$ 12,918,070 12,796,707 12,928,677 13,364,849 12,886,158 12,376,018 12,180,241 8,207,052	\$ 3,180,318 2,419,187 3,139,250 3,323,545 3,318,090 3,311,074 3,028,665 2,491,755	406% 529% 412% 402% 388% 374% 402% 329%
2021 2022	7,332,211 9,022,031		2,855,000 2,870,000	10,187,211 11,892,031	3,130,575 3,132,025	325% 380%

- (1) User fees are gross user fees or charges for services from the District Special Revenue Funds including Recreation Programs, Bridges of Poplar Creek Country Club (golf), and The Club at Prairie Stone. User fees not used to fund Alternate Revenue Bond debt service may be spent for any other District governmental purpose.
- (2) Annual Limited Bond Proceeds are derived from the issuance of general obligation bonds payable from dedicated debt service levy from the District's Debt Service Extension Base. Any portion of Annual Limited Bond proceeds not required to fund Alternate Revenue Bond debt service is used to fund District capital projects.
- (3) Pledged Revenues are intended to pay debt service on December 1 of the current fiscal year and the following June 1 payment (the Annual Debt Service Requirement). Capitalized interest and Build America Bond rebates are not reflected in these amounts.
- (4) The District has covenanted to maintain Pledged Revenues in an annual amount that is at least 125% of the Annual Debt Service Requirement. If there are not sufficient Pledged Revenues, the District could levy Pledged Taxes to fund any shortfall of Pledged Revenues. This has never occurred since the District has issued Alternate Revenue Bonds.

Demographic and Economic Statistics - Last Ten Fiscal Years December 31, 2022 (Unaudited)

Fiscal Year	Population	Personal Income	P	Per Capita Personal Income	Unemployment Rate
2013	51,895	\$ 1,736,199	\$	33,456	7.40%
2014	51,895	1,792,349		34,538	5.50%
2015	51,895	1,868,998		36,015	4.50%
2016	51,895	1,898,371		36,581	4.70%
2017	51,895	1,934,386		37,275	3.80%
2018	51,895	1,851,909		35,686	3.10%
2019	51,895	2,010,257		38,737	2.90%
2020	51,895	2,029,458		39,107	6.90%
2021	52,530	2,102,041		40,016	2.90%
2022	50,682	2,086,375		41,166	3.70%

Data Source: U.S. Department of Commerce, Bureau of Census, Illinois Bureau of Employment Security Village of Hoffman Estates

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago December 31, 2022 (Unaudited)

		2022			2013	
			Percentage			Percentage
			of Total			of Total
			District			District
Employer	Employees	Rank	Employment	Employees	Rank	Employment
St. Alexius Medical Center	2,500	1	4.90%	1,900	2	3.70%
Siemens Medical Systems	400	2	0.80%	500	6	1.00%
Claire's	400	3	0.80%	350	9	0.70%
Village of Hoffman Estates	356	4	0.70%	357	8	0.70%
FANUC America	350	5	0.70%			
Vistex	350	6	0.70%			
Leopardo Companies, Inc.	300	7	0.60%			
Wells Fargo	300	8	0.60%			
Salvation Army	270	9	0.50%	300	10	0.60%
Tate & Lyle	220	10	0.40%			
Sears Holding Corporation						
(now Transformco)				6,200	1	11.90%
AT&T (Ameritech)				1,200	3	2.30%
GE Commercial Finances				800	4	1.50%
Automated Data Processing				600	5	1.20%
Liberty Mutual		_		400	7	0.80%
Totals	5,446	=	10.70%	12,607	=	24.40%

Data Source: Village of Hoffman Estates

Full-Time Equivalent Government Employees by Function - Last Ten Fiscal Years December 31, 2022 (Unaudited)

Eunation/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Function/Program	2013	2014	2013	2010	2017	2018	2019	2020	2021	2022
General Government										
Full-Time Employees	28	36	36	43	39	38	37	42	37	38
Part-Time Employees	7	4	3	2	4	4	3	1		
	35	40	39	45	43	42	40	43	37	38
Culture and Recreation										
Full-Time Employees	34	35	35	38	38	37	38	20	33	35
Part-Time Employees	496	481	484	424	445	405	386	379	316	336
Seasonal Employees	220	231	242	285	240	250	250	61	140	236
	750	747	761	747	723	692	674	460	489	607
Total Full-Time Employees	62	71	71	81	77	75	75	62	70	73
Total Part-Time/Seasonal	723	716	729	711	689	659	639	441	456	572
		•	•						•	
	785	787	800	792	766	734	714	503	526	645

Operating Indicators by Function/Program - Last Ten Fiscal Years December 31, 2022 (Unaudited)

Function/Program	2013	2014	2015
Recreation			
Number of Participants	25,479	24,397	23,540
Annual Attendance			
The Club at Prairie Stone	716,635	696,067	897,021
Seascape Family Aquatic Center	28,935	26,202	27,901
Triphahn Center and Ice Arena	707,044	701,670	948,002
Willow Recreation Center	109,541	107,514	203,544
Memberships			
50+ Active Adults	1,097	618	586
Bo's Run Dog Park	371	329	249
Dog Park Combo (Admit to Both Sites)	83	80	72
Freedom Run Dog Park	338	351	281
The Club at Prairie Stone	3,489	3,389	3,481
Seascape Family Aquatic Center	1,827	1,415	1,337
Triphahn Center and Ice Arena	924	917	892
Willow Recreation Center	378	371	370
Bridges Poplar Creek Country Club			
Rounds	31,147	28,525	29,393

Notes:

Metrics for 2020 are lower due to the COVID-19 pandemic and a change in methodology.

Data Source: District Departments

2016	2017	2018	2019	2020	2021	2022
23,311	22,544	21,254	23,301	12,085	20,079	23,553
757,983	773,143	705,192	694,422	91,141	147,503	165,121
33,601	27,740	28,202	31,864		32,226	33,898
916,718	907,551	827,787	720,175	26,701	138,735	124,411
191,942	184,264	168,069	189,893	4,932	34,260	42,243
673	296	397	369	_	_	_
297	318	287	329	257	296	224
76	85	81	66	79	132	105
321	321	315	288	250	272	261
2,940	3,000	2,881	2,837	1,992	2,160	2,418
1,459	1,437	1,302	1,366		1,642	1,645
863	854	809	781	509	523	469
349	335	329	253	93	103	166
31,279	31,323	26,109	24,538	28,238	30,830	29,154

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years December 31, 2022 (Unaudited)

Function/Program 2013	2014	
i diction i rogiani 2015	-	2015
Recreation		
Acreage - Owned 829	828	884
Facilities 7	7	7
Number of Parks - Owned 70	71	73
Natural Areas 13	13	13
Pathway Distance 64,187	64,187	64,187
Retention Ponds/Lakes 25	25	25
Amenities		
Ball Diamonds 29	28	29
Basketball Courts 13	13	13
Cricket Fields 1	1	1
Disc Golf Courses 1	1	1
Dog Parks 2	2	2
Fishing Areas 15	15	15
Football Fields 1	1	1
Indoor Ice Arenas 2	2	2
Pickleball Courts —	_	_
Playgrounds 44	45	45
Shelter Areas 25	19	22
Skate Parks 3	3	3
Sled Hills 1	2	2
Soccer Fields 14	18	18
Splash Pads 4	4	4
Tennis Courts 17	17	17
Volleyball Courts 5	5	5

Data Source: District Departments

2016	2017	2018	2019	2020	2021	2022
924	924	927	933	933	936	934
7	7	7	7	7	7	7
80	80	80	80	80	81	80
23	23	23	23	23	36	24
72,388	72,388	72,388	72,716	72,716	72,716	73,736
28	28	28	28	28	29	28
29	29	26	29	29	25	29
15	15	15	15	15	16	15
1	1	1	1	1	1	1
1	1	1	1	1	1	1
2	2	2	2	2	2	2
16	16	16	16	16	18	16
2	2	2	2	2	3	2
2	2	2	2	2	2	2
_	_	_	_	_	16	19
46	46	46	47	47	46	42
24	24	24	25	25	29	26
2	2	2	2	2	2	2
2	2	2	2	2	3	3
16	16	14	16	16	17	16
4	4	4	4	4	5	5
17	17	17	17	17	14	14
5	5	5	5	5	5	3
	5	5	5	5	2	5