



HOFFMAN ESTATES, IL

Annual Comprehensive Financial Report

Fiscal Year Ended December 31, 2025

Craig Talsma, CPA, CPRE, Executive Director
Brian Bechtold, CPRP, Deputy Director
Julie Vogt, CPA, Director of Finance



**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

For the Fiscal Year Ended
December 31, 2025

Prepared by:

Julie Vogt, CPA
Director of Finance

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
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INTRODUCTORY SECTION

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**List of Principal Officials
December 31, 2025**

BOARD OF COMMISSIONERS

Marc A. Friedman, President

Rajkumari Chhatwani, Vice President

Robert Kaplan, Treasurer

Keith Evans, Assistant Secretary

Linda Dressler, Commissioner

Pat McGinn, Commissioner

Chris MacGregor, Commissioner

ADMINISTRATIVE STAFF

Craig Talsma, CPA, CPRE, Executive Director

Brian Bechtold, CPRP, Deputy Director

Dustin Hugen, CPRP, CPO, Director Parks, Planning and Maintenance

Jennifer Sweeney, Director of Recreation

Amy Rivas, Director of Administrative Services

Julie Vogt, CPA, Director of Finance

Cindy Flynn, CPRP, Superintendent of Special Projects / Executive Assistant



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, 2024

Christopher P. Morill

Executive Director/CEO



June 17, 2026

To the Board of Commissioners and Hoffman Estates Park District Residents,

State law requires that every general-purpose local government publish within six months of the close of each fiscal year, a complete set of audited financial statements. This Annual Comprehensive Financial Report is published to fulfill that requirement for the fiscal year ended December 31, 2025.

This report provides a broad view of the Hoffman Estates Park District's (the District) financial activities for the 2025 fiscal year and its financial position as of December 31, 2025. Although addressed to the elected officials and residents of the District, this report also has other audiences including bondholders of the District, financial institutions, credit rating agencies and other governmental entities.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls established for this purpose. The District's internal controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets and the reliability of financial records for preparing financial statements.

Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. We believe that the information is presented in a manner designed to fairly set forth the financial position of the District and the changes in financial position, and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs are included.

Sikich CPA LLC, Certified Public Accountants, has conducted an audit in accordance with auditing standards generally accepted in the United States of America. Sikich has issued an unmodified ("clean") opinion on the Hoffman Estates Park District's financial statements for the year ended December 31, 2025. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the District

The Hoffman Estates Park District was created by a voter-approved referendum in 1964 to provide park and recreation services for the community residents. The District is primarily within the Village of Hoffman Estates, covering the north, south, and west regions as divided by major highways. The District also serves a small portion of the village of Schaumburg and unincorporated Cook County. The District, located in Cook County about thirty miles northwest of Chicago, covers 934 acres and serves a population of approximately 52,530.

The Board of the Park District is comprised of seven unsalaried, elected Commissioners. The commissioners must be Park District residents and serve overlapping terms. The elected Board of Commissioners appoints the Executive Director, who manages the day-to-day operations of the Park District.

The District had more than 22 thousand participants in its recreational programs in 2025. These programs include athletics, arts and culture, aquatics, ice activities, early learning and development, aftercare and camps, and 50+ seniors. The District has the following major facilities:

Triphahn Center and Ice Arena (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, its amenities include dual NHL ice surfaces, a full-size gymnasium, an indoor track, fitness center, locker rooms, whirlpool and sauna, preschool, activity rooms, camp, dance room, multi-purpose areas, rental party and meeting rooms, and many of 50+ activities. TC had over 96 thousand visitors in 2025.

Bridges of Poplar Creek Country Club is a 150-acre, 18-hole, par 70 golf course. In 2025 over 32 thousand rounds of golf were played at Bridges. The clubhouse also serves as a full restaurant and meeting facility, including event space of 8,200 square feet. The main banquet space can comfortably host up to 200 seated guests. There is also an outdoor range with Top Tracer technology allowing for extended seasonal play.

Seascope 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. Seascope is open from late May to mid-August. 2025 attendance was over 27 thousand.

The Club at Prairie Stone (the Club), located on the west side of Hoffman Estates, is a 100,000-square-foot, state-of-the-art health and fitness facility. It includes three gymnasiums, an indoor zero-depth pool, lap pool, steam room and whirlpool, guest and luxury member locker rooms, and a three-lane suspended indoor track. The Club also features fourteen Olympic weightlifting racks, a 40-foot indoor climbing wall, and three studios hosting more than 40 group fitness classes per week. The Club is also the official training facility for the NBA G League's Windy City Bulls. 2025 attendance at the Club was more than 277 thousand.

Willow Recreation Center is located on the north side of Hoffman Estates. Willow had over 13 thousand visitors last year. It houses a gymnasium, a small fitness center, locker rooms, racquetball courts, preschool, dance, gymnastics, summer camp, and programming rooms. It is also the location of the District outdoor tennis courts, skate park and Bo's Run, one of the two dog parks in the District.

The District participates in the Illinois Municipal Retirement Fund (IMRF), Park District Risk Management Agency (PDRMA), and Northwest Special Recreation Association (NWSRA). These organizations are separate governmental units because they: (1) are organized entities, (2) have governmental character, and (3) are capable of existing independently. Audited financial statements for these organizations are not included in this report.

Budget Process

The annual budget serves as the foundation for the Hoffman Estates Park District's financial planning and control. The budget is developed through a collaborative process involving department managers, executive leadership, and the Board of Commissioners. Budgetary priorities are aligned with the District's strategic objectives, capital improvement plans, and long-term financial goals.

The Board of Commissioners is required to adopt a final budget and appropriation ordinance within three months following the close of the fiscal year. The budget is prepared and adopted by fund, providing a framework for monitoring revenues, expenditures, and capital investments throughout the year.

Management regularly reviews financial performance and budget-to-actual results to ensure resources are being used effectively and in accordance with Board-approved priorities. When necessary, supplemental appropriations or authorized budget transfers may be approved in accordance with Illinois statutes and District policy. Expenditures may not legally exceed budgeted appropriations at the fund level.

Local Economy

The District continues to benefit from a stable and diverse economic base within the northwest suburban Chicago region. The District's 2024 levy year taxable equalized assessed valuation, used for taxes payable in 2025, was approximately \$2.05 billion, an increase of more than \$380 million, or 22.8%, from 2021, the final year of the prior triennial reassessment cycle.

The District's tax base includes a mix of residential neighborhoods, commercial development, retail activity, and corporate employers. Its location along the I-90 corridor provides convenient access to major employment centers throughout the Chicago metropolitan area. The tax base consists of approximately 68% residential property and 32% commercial and industrial property, providing stability and diversification of property tax revenues.

Cook County completed the triennial reassessment of north and northwest suburban properties during 2025. The District's taxable property base is included in this reassessment cycle. The District will continue to monitor assessment trends, appeals, and tax extension data as part of its long-range financial planning process.

Continued commercial investment, redevelopment activity, and residential demand within Hoffman Estates and surrounding communities contribute positively to the District's long-term financial outlook. Median household income within the community remains above national averages and supports continued demand for quality parks, recreation programs, fitness services, golf operations, and community events.

Major Initiatives

The District continued to invest in parks, facilities, and infrastructure during 2025. Under the direction of the Board of Commissioners, major improvements and renovations included:

Cipri Park was improved based on community feedback. \$285 thousand was spent upgrading the park equipment and changing the playground surface (fall surface) from wood fibers to synthetic turf.

Before



After renovation



Hunter’s Ridge Park was renovated to be a more active park based on resident feedback. \$291 thousand was spent adding features including multiple slides and climbing options, ADA swing, zip line, and tot play area. The fall surface was updated with synthetic turf and more open green space around the playground.

Before



After renovation

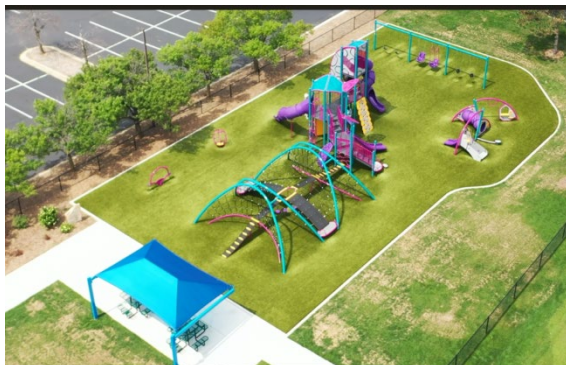


Moon Lake Park is a new park near the Seascope facility. Work began on the park in 2024 and was finalized in 2025. The new park was funded through a \$500 thousand state grant.

Before



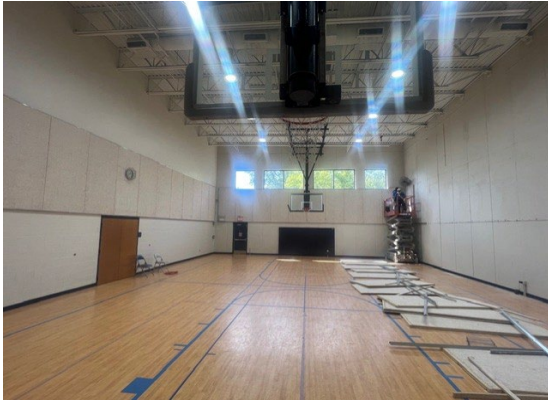
Completed project



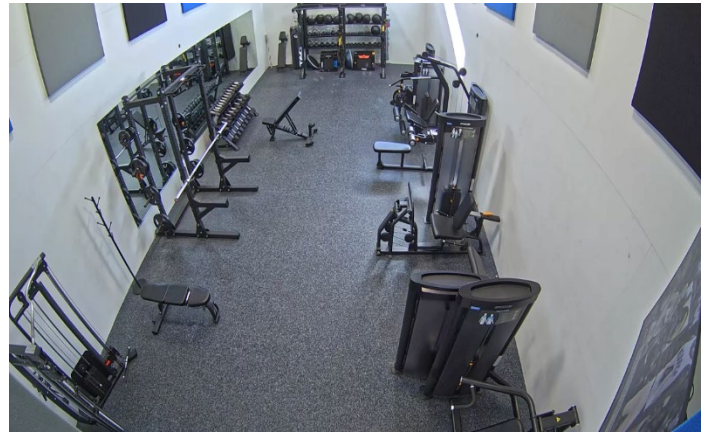
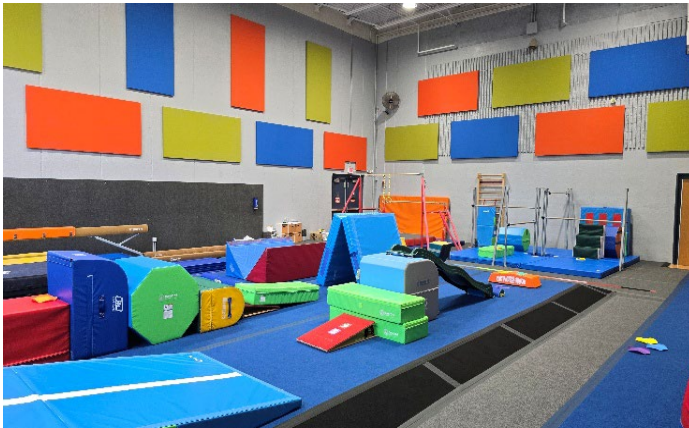
Hoffman Estates Park District
Hoffman Estates, Illinois
Letter of Transmittal
December 31, 2025

Willow Recreation Center Renovation used \$450 thousand to revitalize the neighborhood facility. The mini gym was transformed into a dedicated gymnastics area. The newly designed space allows for expanded gymnastic programs. A weight room was added, and the fitness center was updated to focus on cardio. The entrance was also completely renovated.

Before



After renovation



Hoffman Estates Park District
Hoffman Estates, Illinois
Letter of Transmittal
December 31, 2025

Vogelei Park Renovation – a multi-year, million-dollar renovation completed through a \$600 thousand matching Open Space Land Acquisition and Development (OSLAD) grant. The new playground is fully inclusive. The project also focused on environment and educational growth, upgrading the site to Level II arboretum status. The Vogelei House is a fully ADA-accessible facility providing accessible programming in partnership with the NWSRA.

Before



After renovation



Solar Panel Project – The District also began work on a multi-year, \$2+ million plan to add solar to its primary facilities.

Future Initiatives

The District utilizes a multi-year capital improvement plan, long-range financial forecasts, and its Comprehensive Master Plan to evaluate the affordability and timing of major facility renovations, park improvements, equipment replacement, and infrastructure investments. Based on these guiding documents, the District will work on replacing the roof at The Club at Prairie Stone, adding solar panels to its largest facilities, continuing renovation work at the Triphahn Center, improving disability access across the parks, and completing other scheduled capital improvements and replacements.

Awards and Acknowledgments

The District received its twelfth Government Finance Officers Association of the United States and Canada (GFOA) award of Certificate of Achievement for Excellence in Financial Reporting for its 2024 Annual Comprehensive Financial Report. This 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 2025 also meets these requirements, and we are submitting it to the GFOA to determine its eligibility for this certificate.

The National Gold Medal Award recognizes public park and recreation agencies, state park systems across the United States, and armed forces recreation programs worldwide that demonstrate excellence in long-range planning, resource management, innovative service delivery, and fiscally responsible business practices. The District was a finalist in 1989, 1990, 1991, 2007, 2008, & 2022 and received this Gold Medal Award twice, in 2009 and 2023.

The District is accredited by the Commission for Accreditation of Park and Recreation Agencies (CAPRA) and the National Recreation and Park Association, the District earned its third consecutive perfect score during the CAPRA reaccreditation process. The district has maintained accreditation since 2013 with the current accreditation being valid from 2023 to 2027.

The Illinois Distinguished Agency Accreditation is a prestigious designation awarded to park districts and recreation agencies that provide exceptional services to their communities. Administered by the Illinois Association of Park Districts (IAPD) and the Illinois Park and Recreation Association (IPRA), this voluntary accreditation recognizes agencies that operate at the highest standards of excellence. The District is proud to hold this accreditation past 26 years with the current accreditation valid for the 2022–2028 period.

The accomplishments of the District would not be possible without the coordinated efforts of staff, the Board of Commissioners and volunteers assisting in various capacities towards parks, facilities, programs and events.

Hoffman Estates Park District
Hoffman Estates, Illinois
Letter of Transmittal
December 31, 2025

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

Respectfully submitted,



Craig Talsma, CPA, CPRE
Executive Director



Brian Bechtold, CPRP
Deputy Director



Julie Vogt, CPA
Director of Finance

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

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 Hoffman Estates Park District, Hoffman Estates, Illinois (the District), as of and for the year ended December 31, 2025, and the related notes to financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the District as of December 31, 2025, 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions.

Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government 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 GAAS and *Government 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.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 17, 2026 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Sikich CPA LLC

Naperville, Illinois
June 17, 2026

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sikich.com

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Hoffman Estates Park District, Illinois (the District), as of and for the year ended December 31, 2025, and the related notes to financial statements, which collectively comprise the District’s basic financial statements and have issued our report thereon dated June 17, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich CPA LLC

Naperville, Illinois
June 17, 2026

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

The Management's Discussion and Analysis (MD&A) provides an introduction to the financial performance and financial statements of the Hoffman Estates Park District (the District) for the fiscal year ended December 31, 2025. The MD&A is designed to assist the reader in focusing on significant issues; provide an overview of the District's financial activity; identify any material deviation from the financial plan, identify individual fund issues or concerns, and explain changes in the District's financial position and its ability to address future challenges. Dollar amounts in this discussion are rounded for readability. References to "k" represent thousands, and references to "m" represent millions.

We encourage readers to consider the information presented here, in conjunction with the letter of transmittal (beginning on page iv) and the District's financial statements and accompanying notes (beginning on page 7).

FINANCIAL HIGHLIGHTS

- The District's total net position (assets and deferred outflows minus liabilities and deferred inflows) increased by \$2.2m or 22.2%, to \$12.2m as of December 31, 2025.
- Governmental activities revenues totaled \$26.6m, while expenses were \$24.3m, resulting in an increase in net position of \$2.2m.
- Revenue growth was driven primarily by capital grants and contributions, developer donations, and increased charges for services at The Club at Prairie Stone (the Club) and Bridges of Poplar Creek Country Club (Bridges).
- Expenses increased primarily due to higher recreation costs, including wages, insurance, utilities, and costs associated with maintaining and operating District facilities and programs.
- The District's governmental funds reported combined ending fund balances of \$19.2m, a decrease of \$335k from the prior year.
- The decrease in governmental fund balance was significantly less than the amended budget, which anticipated a planned use of fund balance of \$1.9m.
- Nearly \$660k of the second installment of the 2024 property tax levy, which finances fiscal year 2025, was received after February 28, 2026. Due to timing of the tax disbursement from Cook County, and in accordance with GASB requirements this revenue will be recognized in fiscal year 2026.

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.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

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 manner similar to a private sector business using the economic resources measurement focus and the accrual basis of accounting.

The Statement of Net Position reports information on all of the District's assets, deferred outflows, liabilities and deferred inflows, with the difference reported as net position. Over time, increases or decreases in net position may serve as 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.

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

The government-wide financial statements identify functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) 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.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

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, and Debt Service Fund, all considered to be major funds. The Capital Projects Fund moved from a major to nonmajor fund in 2025. The District's additional nonmajor funds, the Illinois Municipal Retirement Fund (IMRF), Social Security Fund and Special Recreation Fund, are combined into a single aggregated presentation.

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.

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 IMRF employee pension obligations and Retiree Benefit Plan, as well as budgetary comparison schedules for the General Fund and major Special Revenue Funds.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Table 1 is a condensed statement of Net Position and includes a comparison to the prior year's net position.

Table 1				
Statement of Net Position				
Governmental Activities				
	(\$ in thousands)		Increase/ (Decrease)	% Change
	2025	2024		
Current and Other Assets	35,842	35,532	309	0.9%
Capital Assets	53,833	53,231	602	1.1%
Total Assets	89,675	88,763	912	1.0%
Deferred Outflows of Resources - IMRF	2,410	2,098	311	14.8%
Total Assets & Deferred Outflows of Resources	92,085	90,862	1,223	1.3%
Other Liabilities	2,556	2,560	(4)	-0.2%
Long-Term Liabilities				
Due within one year	4,980	4,880	100	2.0%
Due in more than one year	58,304	59,740	(1,436)	-2.4%
Total Liabilities	65,840	67,181	(1,341)	-2.0%
Deferred Inflows of Resources	14,060	13,707	353	2.6%
Total Liabilities & Deferred Inflows of Resources	79,901	80,888	(988)	-1.2%
Net Investment in Capital Assets	(8,769)	(10,733)	1,964	18.3%
Restricted	7,562	6,346	1,215	19.2%
Unrestricted	13,392	14,360	(968)	-6.7%
Total Net Position	\$12,184	\$9,973	2,211	22.2%

The District's net position increased by \$2.2m or 22.2% from last year. Net investment in capital assets improved by \$2.0m, from a negative \$10.7m in 2024 to a negative \$8.8m in 2025. Although still negative, the improvement reflects an increase in capital assets and the continued repayment of capital-related debt.

There are restrictions on roughly \$7.6m of the District's net position. The restricted net position consists primarily of resources restricted for specific purposes, such as debt service, special recreation, employee retirement (IMRF) and Social Security. The remaining \$13.4m represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Table 2 provides an alternate view of the statement of activities and includes a comparison to the prior year.

Table 2				
Changes in Net Position				
Governmental Activities				
	(\$ in thousands)		Increase/	%
	2025	2024	(Decrease)	Change
Revenues				
Program Revenues				
Charges for Services	\$11,755	11,198	557	5.0%
Capital Grants & Contributions	1,877	215	1,661	771.4%
Operating Grants & Contributions	3	3	0	-7.1%
General Revenues				
Property Taxes	11,595	11,346	248	2.2%
Replacement Taxes	83	103	-20	-19.5%
Investment Income & Misc.	1,245	1,536	-290	-18.9%
Total Revenues	26,558	24,402	2,156	8.8%
Expenses				
Recreation	21,854	20,399	1,456	7.1%
Interest on Long-Term Debt	2,492	2,502	-10	-0.4%
Total Expenses	24,347	22,901	1,446	6.3%
Change in Net Position	2,211	1,501	710	47.3%
Net Position - Beginning	9,973	8,473	1,501	17.7%
Net Position - Ending	12,184	9,973	2,211	22.2%

Revenue growth exceeded expense growth in 2025, resulting in a larger increase in net position than in the prior year. Overall, the change in net position (revenues less expenses) increased \$710k or 47.3% compared to the prior year. Total revenues increased by \$2.2m, or 8.8%, while total expenses increased by \$1.4m, or 6.3%. The District's ending net position increased to \$12.2m as of December 31, 2025, compared to \$10.0m as of December 31, 2024.

The primary contributors to revenue growth were capital grants and contributions, including developer donations of \$712k, and charges for services growth of \$557k. Capital-related grants and contributions increased primarily due to grant-funded park improvements, including the Vogelei Park renovation and Moon Lake Park project. The increases in grants and donations were used to fund capital projects and should not be viewed as recurring operating revenue. Charges for services increased primarily due to stronger activity at The Club and Bridges, including membership, program, golf, and facility usage trends. Investment income and miscellaneous revenue decreased by \$290k, primarily due to lower interest rates and reduced investment earnings compared to the prior year. Recreation expenses increased by \$1.5m, primarily driven by higher payroll, insurance costs, utilities, cost of goods sold, and grant-funded capital activity.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities

Revenues for governmental activities totaled \$26.6m, while expenses for governmental activities totaled \$24.3m.

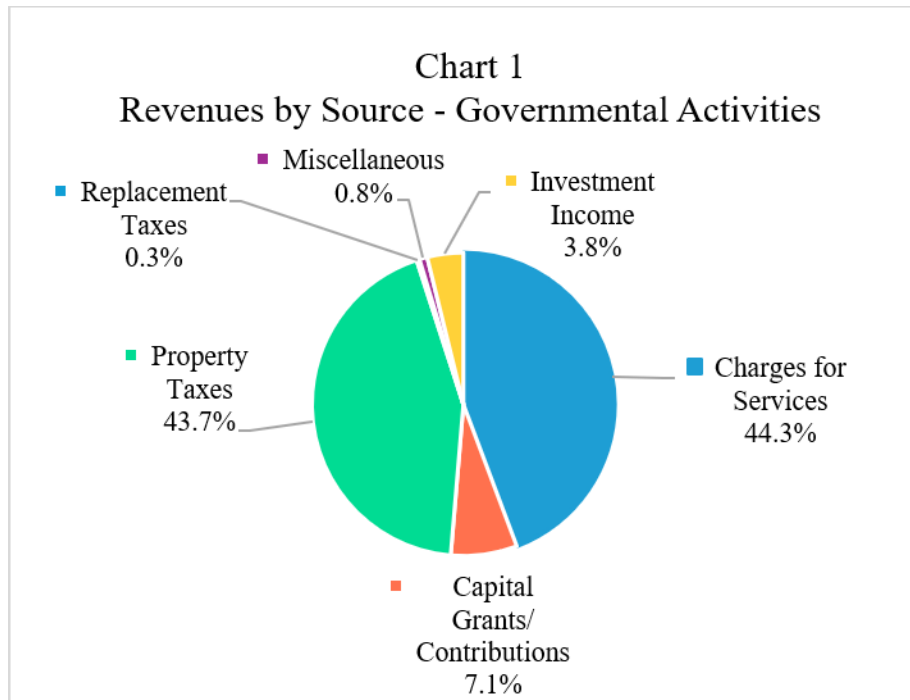


Chart 1 depicts the major revenue sources for the District. It shows the relatively even mix of charges for services (44.3%) and property taxes (43.7%).

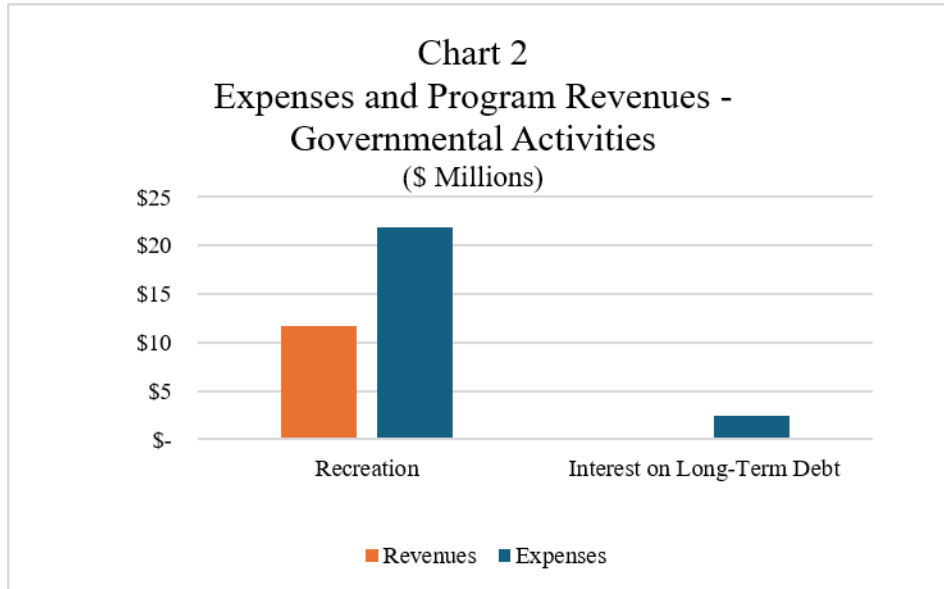
The District also actively pursues alternate funding sources such as the Open Space Land Acquisition and Development (OSLAD) grant used to help fund the renovation at Vogelei Park and state grants like the one used to help build the new Moon Lake Park. The District occasionally receives cash in lieu of land for new developments with a limited footprint and no space for a park.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT’S DISCUSSION AND ANALYSIS

December 31, 2025

Chart 2 compares governmental activities expenses with related program revenues. Property taxes, replacement taxes, investment income, and other general revenues are excluded from program revenues and are used to support the remaining cost of governmental activities.



User charges and capital grant activity offset a significant portion of recreation costs, but the District continues to rely on property taxes and other general revenues to fund services, debt service, and long-term capital reinvestment.

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 District’s governmental funds reported combined ending fund balances of \$19.2m, compared to \$19.5m in the prior year. The decrease was primarily attributable to planned capital spending and continued investment in District facilities and infrastructure. The General Fund is the chief operating fund of the District. As of December 31, 2025, the total fund balance in the General Fund was \$4.4m, including unassigned fund balance of \$2.5m. Unassigned fund balance represented 55.5% of total General Fund balance and 31% of General Fund expenditures.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

The General Fund decreased by \$1.3m during 2025, primarily due to planned capital outlay and continued investment in District facilities and infrastructure. Capital spending increased by \$1.0m from the prior year as the District began the solar project and increased spending on the Vogelei Park renovation as the project neared completion. Wage costs increased by \$0.5m compared to 2024 due to planned organizational restructuring, while investment income decreased by \$0.4m as interest rates declined during 2025.

The Recreation Fund balance ended the year at \$4.5m, a decrease of \$318k from the prior year. Revenues exceeded expenditures by \$432k in 2025; however, this operating surplus was offset by a \$750k transfer to the Debt Service Fund for long-term debt service payments. Compared to the prior year, the Recreation Fund's operating result declined by \$1.3m due to a \$199k decrease in revenues and a \$1.1m increase in expenditures. The revenue decrease was affected by changes in programming and facility usage, including the relocation of the Chicago Wolves practice activities from the Triphahn Center and the District's shift away from full-day early childhood programming toward shorter sessions and summer camp offerings. Expenditures increased primarily due to planned facility investments and capital improvements at Willow Recreation Center and the Triphahn Center, including ice arena equipment.

The Bridges of Poplar Creek Country Club Fund increased by \$135k, ending the year with fund balance of nearly \$1.3m. Favorable weather conditions contributed to stronger golf activity and higher revenues during the year.

The Club at Prairie Stone Fund reported an increase for the year of \$144k or 11.9%, resulting in an ending fund balance of \$1.4m. The Club continues to build its membership and increase revenues by adapting to changing fitness trends and creating a community among its members.

The Debt Service Fund increased by \$360k, ending the year with fund balance of nearly \$2.7m. The increase reflects the timing of property tax receipts, transfers from operating funds, and scheduled debt service payments. Fund balance in the Debt Service Fund is restricted for future debt service payments.

GENERAL FUND BUDGETARY HIGHLIGHTS

During 2025, the District amended the budget to reallocate planned capital spending among the General Fund, The Club at Prairie Stone Fund, and the Special Recreation Fund. Cook County's second installment property tax bills were issued later than usual in 2025, and \$658k of the related collections was not received within the District's revenue recognition period and will be recognized in fiscal year 2026. The amendment reflected updated timing and funding of capital projects rather than a significant change in the District's overall financial strategy.

General Fund actual revenues were below the final budget by \$702k, primarily due to property taxes and grant revenues coming in below budget, partially offset by charges for services and miscellaneous revenues exceeding budget. Actual expenditures were below the final budget by \$156k, primarily due to capital outlay coming in below budget.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT’S DISCUSSION AND ANALYSIS

December 31, 2025

The General Fund reported an actual decrease in fund balance of \$1.3m, compared to a final budgeted decrease of \$743k. The decrease was primarily related to planned capital investment, grant activity, property tax collections, and operating expenditure management. The District continued to monitor budget-to-actual performance throughout the year to ensure resources were used in accordance with priorities approved by the Board.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District’s investment in capital assets, net of depreciation, as of December 31, 2025, was \$53.8m. Net capital assets increased by \$600k, reflecting \$5.1m in capital additions, offset by \$4.4m in depreciation expense and disposals. Total accumulated depreciation was \$62.6m at year end.

Table 3
Capital Assets, Net of
Accumulated Depreciation
(\$ in thousands)

	2025	2024
Buildings and Playgrounds	35,619	35,738
Machinery and Equipment	2,944	2,826
Land Improvements	2,895	3,134
Vehicles	205	222
Intangible Asset - Website Rebuild	109	-
Net Capital Assets Being Depreciated	41,772	41,919
Land	11,312	11,312
Construction in Progress - Solar and Roofing	750	-
Capital Assets Not Depreciated	12,062	11,312
Total Capital Assets, Net of Depreciation	53,833	53,231

Major additions during the year included \$1.0m for the second year of the Vogelei Park renovation, \$610k for facility renovations, \$400k for major playground renovations, and \$750k for the start of the District’s multi-year solar and roofing project.

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

Debt Administration

At year-end, the District had total outstanding bonded debt of \$59.0m, compared to \$60.3m last year, a decrease of \$1.2m, or 2.0%. The District’s legal debt margin was \$52.4m on December 31, 2025.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT’S DISCUSSION AND ANALYSIS

December 31, 2025

The following is a comparative statement of outstanding debt:

Table 4
Outstanding Bonds
(in \$ thousands)

	<u>2025</u>	<u>2024</u>	<u>Change</u>
General Obligation Bonds	6,615	6,900	(285)
General Obligation Bonds - Alternate Revenue Source	52,420	53,365	(945)
Total Outstanding Bonds	<u>59,035</u>	<u>60,265</u>	<u>(1,230)</u>

The District issued \$3.35m General Obligation Limited Park Bonds. The proceeds were used primarily to make payments on the Alternate Revenue Source bonds and to fund capital projects. The 2024A bonds had principal outstanding of \$3.305m. Scheduled principal repayments totaled \$1.6m on other outstanding bonds during the year.

S&P Global Ratings continues to assign the District an AA+ rating. This is an excellent reflection of the District’s financial strength.

The District’s financial statements as well as certain information in the supplementary information and supplemental schedules provide the required continuing disclosure of the District pursuant to its outstanding bonds in conformity with rules of the Securities and Exchange Commission and the Municipal Securities Rulemaking Board.

Additional information on the District’s long-term debt can be found in Note 4 of this report.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

Through constant efforts to maintain and build its reserves and careful financial planning, the District continues to build upon its strong financial position. Many trends and economic factors that can affect future operations of the District are considered during budgeting and long-range planning. Private sector development of competitive facilities and comparable services in the area, trends in facility usage, and major infrastructure renovations of facilities are prime considerations. Interest rate changes can affect both investment income and borrowing costs.

There are several additional major factors that the District will continue to address in the upcoming budget year. Considerations will include changes in taxable equalized assessed valuation of property, the increasing need to upgrade facilities and parks to accommodate new trends in recreational programming, and the effective management of increased capital project costs. The District will also monitor and assess cost increases related to maintenance supplies, equipment, group insurance health costs and minimum wage increases. The District continues to focus on retaining and recruiting qualified staff.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

Cook County completed the triennial reassessment of north and northwest suburban properties during 2025, including the District's taxable property base. The District will continue to monitor assessment appeals and tax extension data as part of its long-range financial planning process. The District is committed to maintaining reserves and continually evaluating ways to improve and maintain its capital assets and strong financial position.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations and demonstrate the District's commitment to public accountability. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Office of the Director of Finance, Hoffman Estates Park District, 1685 West Higgins Road, Hoffman Estates, IL 60169.

BASIC FINANCIAL STATEMENTS

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

STATEMENT OF NET POSITION

December 31, 2025

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 17,561,982
Receivables (net, where applicable, of allowances for uncollectibles)	
Property taxes	15,982,868
Accounts	612,954
Accrued interest	225,917
Leases	1,317,652
Prepaid items	90,285
Inventory	50,174
Capital assets not being depreciated	12,061,756
Capital assets being depreciated (net of accumulated depreciation)	<u>41,771,515</u>
Total assets	<u>89,675,103</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	<u>2,409,691</u>
Total deferred outflows of resources	<u>2,409,691</u>
Total assets and deferred outflows of resources	<u>92,084,794</u>
LIABILITIES	
Accounts payable	991,032
Other payables	915,440
Accrued payroll	377,600
Deposits payable	54,214
Accrued Interest	217,633
Noncurrent liabilities	
Due within one year	4,980,099
Due in more than one year	<u>58,304,424</u>
Total liabilities	<u>65,840,442</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred revenue - property taxes	12,812,300
Lease items	1,234,816
Pension items - IMRF	<u>13,032</u>
Total deferred inflows of resources	<u>14,060,148</u>
Total liabilities and deferred inflows of resources	<u>79,900,590</u>
NET POSITION	
Net investment in capital assets	(8,769,268)
Restricted	
Employee retirement	282,724
Special recreation	1,219,822
Debt service	2,695,570
Capital projects	3,363,779
Unrestricted	<u>13,391,577</u>
TOTAL NET POSITION	<u>\$ 12,184,204</u>

See accompanying notes to financial statements.

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2025

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and
					Change in Net Position
PRIMARY GOVERNMENT					Governmental
Governmental Activities					Activities
Recreation	\$ 21,854,499	\$ 11,754,961	\$ 2,990	\$ 1,876,858	\$ (8,219,690)
Interest and fiscal charges	2,492,498	-	-	-	(2,492,498)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 24,346,997	\$ 11,754,961	\$ 2,990	\$ 1,876,858	(10,712,188)
	General Revenues				
	Taxes				
	Property				11,594,799
	Intergovernmental				
	Replacement taxes				82,957
	Investment income				1,021,123
	Miscellaneous				224,152
	Total				12,923,031
	CHANGE IN NET POSITION				2,210,843
	NET POSITION, JANUARY 1				9,973,361
	NET POSITION, DECEMBER 31				\$ 12,184,204

See accompanying notes to financial statements.

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

BALANCE SHEET
GOVERNMENTAL FUNDS

December 31, 2025

	<u>General</u>	<u>Recreation</u>	<u>Bridges of Poplar Creek Country Club</u>
ASSETS			
Cash and investments	\$ 3,270,363	\$ 5,233,510	\$ 1,368,578
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	7,233,066	1,262,208	-
Accounts	412,288	122,050	42,036
Accrued interest	225,917	-	-
Leases	1,283,369	34,283	-
Due from other funds	93,270	-	-
Prepaid items	69,933	17,977	175
Inventory	-	4,685	45,489
TOTAL ASSETS	\$ 12,588,206	\$ 6,674,713	\$ 1,456,278
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 410,995	\$ 460,232	\$ 55,369
Other payables	219,316	544,328	48,344
Accrued payroll	214,607	97,015	26,005
Deposits payable	10,000	7,810	30,763
Due to other funds	-	-	-
Total liabilities	854,918	1,109,385	160,481
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	5,800,000	1,021,000	-
Unavailable revenue - grants	290,618	-	-
Deferred items - leases	1,201,108	33,708	-
Total deferred inflows of resources	7,291,726	1,054,708	-
Total liabilities and deferred inflows of resources	8,146,644	2,164,093	160,481
FUND BALANCES			
Nonspendable			
Prepaid items	69,933	17,977	175
Inventory	-	4,685	45,489
Restricted			
Employee retirement	-	-	-
Special recreation	-	-	-
Debt service	-	-	-
Capital projects	-	-	-
Committed			
Recreation	-	-	1,250,133
Assigned			
Recreation	-	4,487,958	-
Assigned for subsequent years budget	1,906,426	-	-
Unassigned	2,465,203	-	-
Total fund balances	4,441,562	4,510,620	1,295,797
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 12,588,206	\$ 6,674,713	\$ 1,456,278

The Club at Prairie Stone	Debt Service	Nonmajor Governmental	Total Governmental Funds
\$ 1,528,755	\$ 1,663,297	\$ 4,497,479	\$ 17,561,982
-	5,017,573	2,470,021	15,982,868
36,580	-	-	612,954
-	-	-	225,917
-	-	-	1,317,652
-	-	-	93,270
2,200	-	-	90,285
-	-	-	50,174
\$ 1,567,535	\$ 6,680,870	\$ 6,967,500	\$ 35,935,102
\$ 62,531	\$ -	\$ 1,905	\$ 991,032
103,452	-	-	915,440
39,973	-	-	377,600
5,641	-	-	54,214
-	-	93,270	93,270
211,597	-	95,175	2,431,556
-	3,985,300	2,006,000	12,812,300
-	-	-	290,618
-	-	-	1,234,816
-	3,985,300	2,006,000	14,337,734
211,597	3,985,300	2,101,175	16,769,290
2,200	-	-	90,285
-	-	-	50,174
-	-	282,724	282,724
-	-	1,219,822	1,219,822
-	2,695,570	-	2,695,570
-	-	3,363,779	3,363,779
1,353,738	-	-	2,603,871
-	-	-	4,487,958
-	-	-	1,906,426
-	-	-	2,465,203
1,355,938	2,695,570	4,866,325	19,165,812
\$ 1,567,535	\$ 6,680,870	\$ 6,967,500	\$ 35,935,102

See accompanying notes to financial statements.

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

December 31, 2025

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 19,165,812
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	53,833,271
Revenues are recognized for governmental activities when earned regardless of availability	290,618
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings recognized deferred outflows and inflows of resources on the statement of net position	2,396,659
Accrued interest on long-term liabilities is shown as a liability on the statement of net position	(217,633)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in governmental funds	
General obligation bonds	(6,615,000)
General obligation bonds (alternate revenue source)	(52,420,000)
Premium on bonds	(3,407,704)
Compensated absences	(325,496)
Net pension liability - IMRF	<u>(516,323)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 12,184,204</u></u>

See accompanying notes to financial statements.

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	General	Recreation	Bridges of Poplar Creek Country Club
REVENUES			
Taxes	\$ 5,241,926	\$ 881,934	\$ -
Intergovernmental	758,178	2,990	-
Charges for services	113,290	5,466,801	3,330,222
Donations and contributions	-	-	-
Investment income	317,572	243,827	60,445
Miscellaneous	205,667	26	17,806
Total revenues	6,636,633	6,595,578	3,408,473
EXPENDITURES			
Current			
Recreation	6,091,529	5,426,687	2,772,946
Capital outlay	1,833,712	737,368	225,524
Debt service			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	7,925,241	6,164,055	2,998,470
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,288,608)	431,523	410,003
OTHER FINANCING SOURCES			
Transfers in	-	-	-
Transfers (out)	-	(750,000)	(275,000)
Bond issuance	-	-	-
Total other financing sources	-	(750,000)	(275,000)
NET CHANGE IN FUND BALANCES	(1,288,608)	(318,477)	135,003
FUND BALANCES, JANUARY 1, AS REPORTED	5,730,170	4,829,097	1,160,794
Change within financial reporting entity	-	-	-
FUND BALANCES, JANUARY 1, AS RESTATED	5,730,170	4,829,097	1,160,794
FUND BALANCE, DECEMBER 31	\$ 4,441,562	\$ 4,510,620	\$ 1,295,797

The Club at Prairie Stone	Debt Service	Formerly	Nonmajor Governmental	Total Governmental Funds
		Capital Projects		
\$ -	\$ 3,774,327	\$ -	\$ 1,696,612	\$ 11,594,799
-	-	-	198,845	960,013
2,844,648	-	-	-	11,754,961
-	-	-	712,174	712,174
59,758	123,909	-	215,612	1,021,123
653	-	-	-	224,152
2,905,059	3,898,236	-	2,823,243	26,267,222
1,789,589	-	-	1,446,066	17,526,817
470,824	-	-	1,857,745	5,125,173
-	4,580,000	-	-	4,580,000
-	2,720,643	-	-	2,720,643
2,260,413	7,300,643	-	3,303,811	29,952,633
644,646	(3,402,407)	-	(480,568)	(3,685,411)
-	1,525,000	-	-	1,525,000
(500,000)	-	-	-	(1,525,000)
-	2,233,350	-	1,116,650	3,350,000
(500,000)	3,758,350	-	1,116,650	3,350,000
144,646	355,943	-	636,082	(335,411)
1,211,292	2,339,627	2,635,845	1,594,398	19,501,223
-	-	(2,635,845)	2,635,845	-
1,211,292	2,339,627	-	4,230,243	19,501,223
\$ 1,355,938	\$ 2,695,570	\$ -	\$ 4,866,325	\$ 19,165,812

See accompanying notes to financial statements.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2025

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (335,411)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	5,062,312
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds	
Depreciation	(4,440,527)
The loss on disposal of capital assets is reported only in the statement of activities	(19,359)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds	290,618
The change in certain liabilities are reported as expenses on the statement of activities	
Compensated absences	(116,138)
Accrued interest	5,783
The issuance of long-term debt is reported as an other financing source in governmental funds, but as an increase in debt outstanding on the statement of activities	(3,350,000)
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	4,580,000
The change in net pension liability, deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only on the statement of activities	311,203
Certain costs associated with the issuances of bonds are deferred and amortized over the life of the bonds on the statement of activities	
Amortization of premium on issuance	222,362
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 2,210,843</u></u>

See accompanying notes to financial statements.

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Hoffman Estates Park District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

a. Financial Reporting Entity

The District was established in 1964. 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 District (primary government) includes all funds of its governmental operations and its component units based on financial accountability. Financial accountability includes appointment of the entity's governing body, imposition of will and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no other organizations for which it has financial accountability.

Based on the criteria of GASB Statement No 61, *The Financial Reporting Entity: Omnibus - an Amendment of GASB Statements No. 14 and No. 34*, the District does not have any component units.

b. Fund Accounting

The District uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

The District's funds are classified into the following categories: governmental.

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

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District. The effect of material interfund activity other than interfund sales and services has been eliminated from these statements. Governmental activities are normally supported by taxes, intergovernmental revenues and user fees and charges for support. The District does not report any business-type activities.

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

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

The District reports the following major governmental funds:

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

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 purpose and fees and charges for programs and activities assigned for recreation purposes.

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 Creek Country Club.

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.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Debt Service Fund is used to account for the accumulation of 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.

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

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

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

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

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

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Deposits and Investments

The District considers their equity in pooled cash and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

f. Property Taxes

Property taxes for 2024 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.

g. Inventories

Inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories are accounted for using the consumption method.

h. Prepaid Expenses/Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses/items, if any, using the consumption method.

i. Capital Assets

Capital assets are defined by the District as assets with an initial, individual cost of \$5,000 or more depending on the capital asset. Such assets are reported at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized.

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

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Capital Assets (Continued)

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

Assets	Years
Land improvements	15
Buildings and Playgrounds	10-15
Machinery and equipment	7-15
Vehicles	8
Purchased intangible assets	7

j. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

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

k. Compensated Absences

The District's policy allows full time employees to earn varying amounts of vacation and sick pay for each year employed. Full time employees accrue vacation based on continuous full time employment. Employees may carry forward up to one-half of the hours earned during the prior twelve-month period, based on the employee's anniversary date. All earned vacation time will be paid in full to an employee upon separation. Full time employees accrue sick time based on continuous full time employment. Upon separation, any unused time will not be paid to the employee but may be reported to IMRF, except as provided for tier 1 employees per policy.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Compensated Absences (Continued)

At December 31, 2025, the liability for the portion of accumulating sick leave benefits that is estimated to be more likely than not to be used for time off or otherwise paid in cash or settled through noncash means is determined to be immaterial, and is therefore not reported in the financial statements.

l. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the District's Board of Commissioners, which is considered the District's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Commissioners. Assigned fund balance 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.

Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned. It is the policy of the District to optimally maintain a minimum unassigned fund balance in the General Fund of 40% of the actual operating expenditures and 25% for all other funds.

The District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the District considers committed funds to be expended first followed by assigned funds and then unassigned funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any outstanding long-term debt to acquire or construct the capital assets as well as any other non-debt capital related liabilities.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Fund Balances/Net Position (Continued)

None of the restricted net position or restricted fund balance results from enabling legislation adopted by the District.

m. Interfund Transactions

Interfund service transactions, if any, are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except interfund service transactions and reimbursements, are reported as transfers.

n. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

o. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

2. CASH AND INVESTMENTS

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

a. Permitted Deposits and Investments

Statutes and the District's investment policy 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, The Illinois Funds and the Illinois Park District Liquid Asset Fund.

The Illinois Park District Liquid Asset Fund (IPDLAF) allows Illinois park districts, forest preserves and joint recreational programs to pool their funds for investment purposes. The IPDLAF is composed of finance officials and treasurers all of whom are employees of the Illinois public agencies, which are investors in the IPDLAF. Investments in the IPDLAF are valued at amortized cost, which approximates fair value. The IPDLAF does not have any limitations or restrictions on participant withdrawals.

b. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral with a fair value at 110% of all bank balances in excess of federal depository insurance with the collateral held by a third party in the name of the District. At December 31, 2025, all of the District's deposits were fully insured or collateralized.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. CASH AND INVESTMENTS (Continued)

c. Investments

The District categorizes its fair value measurements within the fair value hierarchy established by GAAP. 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; and Level 3 inputs are significant unobservable inputs.

The District did not have any investments requiring fair value measurements as of December 31, 2025.

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 the investment portfolio so that securities 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 IPDLAF and the mutual funds have an average maturity of less than one year.

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. The IPDLAF are rated AAA by Standard & Poor's.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. The District's investment policy does not address custodial credit risk for investments. At December 31, 2025, the District's investment in the IPDLAF is not subject to custodial credit risk.

Concentration of credit risk is the risk that the District has a high percentage of its investments in one type of investment. The District's investment policy does not include any limitations on individual investment types. At year-end, the District does not have any investments over 5% 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).

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2025 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 11,311,695	\$ -	\$ -	\$ 11,311,695
Construction in progress	-	750,061	-	750,061
Total capital assets not being depreciated	11,311,695	750,061	-	12,061,756
Capital assets being depreciated				
Land improvements	19,562,726	317,018	-	19,879,744
Buildings and playgrounds	68,931,039	3,127,230	-	72,058,269
Machinery and equipment	10,576,275	731,153	283,265	11,024,163
Vehicles	1,320,476	10,046	41,421	1,289,101
Purchased intangible assets	-	126,804	-	126,804
Total capital assets being depreciated	100,390,516	4,312,251	324,686	104,378,081
Less accumulated depreciation for				
Land improvements	16,429,066	555,646	-	16,984,712
Buildings and playgrounds	33,193,358	3,246,110	-	36,439,468
Machinery and equipment	7,749,966	594,434	263,906	8,080,494
Vehicles	1,098,976	26,222	41,421	1,083,777
Purchased intangible assets	-	18,115	-	18,115
Total accumulated depreciation	58,471,366	4,440,527	305,327	62,606,566
Total capital assets being depreciated net	41,919,150	(128,276)	19,359	41,771,515
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS NET	\$ 53,230,845	\$ 621,785	\$ 19,359	\$ 53,833,271

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

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

GOVERNMENTAL ACTIVITIES	
Culture and recreation	<u>\$ 4,440,527</u>
 TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	 <u>\$ 4,440,527</u>

4. LONG-TERM DEBT

a. Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 2025:

	Beginning Balance	Additions	Reductions	Ending Balances	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation bonds	\$ 6,900,000	\$ 3,350,000	\$ 3,635,000	\$ 6,615,000	\$ 3,780,000
General obligation bonds (ARS)	53,365,000	-	945,000	52,420,000	1,135,000
Unamortized bond premium	3,630,066	-	222,362	3,407,704	-
Compensated absences (2)	209,358	116,138	-	325,496	65,099
Net pension liability - IMRF (1)	516,323	-	-	516,323	-
 TOTAL GOVERNMENTAL ACTIVITIES	 <u>\$ 64,620,747</u>	 <u>\$ 3,466,138</u>	 <u>\$ 4,802,362</u>	 <u>\$ 63,284,523</u>	 <u>\$ 4,980,099</u>

- (1) The net pension liability has historically been retired by the General and Recreation Funds.
- (2) The amount displayed as additions or reductions represents the net change in the liability.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

b. General Obligation Bonds Payable

The District issues general obligation park and alternate revenue source bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. The outstanding debt as of December 31, 2025, consists of the following individual amounts:

	Fund Retired by	Balance December 31,	Current Portion
Governmental Activities			
General Obligation Park (Alternate Revenue Source) Bonds of 2013A, original amount of \$16,730,000, due in annual installments of \$870,000 to \$4,000,000 plus interest at 4.625% to 5.250%, maturing on December 1, 2043.	Debt Service	\$ 16,370,000	\$ -
General Obligation Park (Alternate Revenue Source) Bonds of 2014A, original amount of \$15,750,000, due in annual installments of \$100,000 to \$3,350,000 plus interest at 2.00% to 5%, maturing on December 1, 2044.	Debt Service	15,150,000	150,000
General Obligation Limited Tax Park Bonds of 2017A, original amount of \$5,590,000, due in annual installments of \$70,000 to \$740,000 plus interest at 2% to 5%, maturing on December 1, 2044.	Debt Service	3,265,000	430,000
General Obligation Refunding Park (Alternate Revenue Source) of 2019B, original amount of \$6,285,000, due in annual installments of \$475,000 to \$2,456,000 plus interest at 4%, maturing on December 1, 2040.	Debt Service	5,520,000	275,000
General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2020A, original amount of \$18,465,000, due in annual installments of \$555,000 to \$1,410,000 plus interest at 5%, maturing on December 1, 2040.	Debt Service	15,380,000	710,000
General Obligation Limited Tax Park Bonds of 2025A, original amount of \$3,350,000, due in one annual installment of \$3,350,000 plus interest at 3.75%, maturing on December 30, 2026.	Debt Service	3,350,000	3,350,000
TOTAL GOVERNMENTAL ACTIVITIES			
GENERAL OBLIGATION BONDS PAYABLE		<u>\$ 59,035,000</u>	<u>\$ 4,915,000</u>

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

c. Pledged Revenue

In 2013, the District issued the series 2013A general obligation alternate revenue source bonds, payable from user fees or charges for services revenue generated in the District's Special Revenue Funds, including Recreation Programs, Bridges of Poplar Creek Country Club (golf) and The Club at Prairie Stone. The remaining total pledge is \$29,271,363, and the bonds mature on December 1, 2043. During the current fiscal year, the pledge of revenue for the 2013A bonds of \$809,738 was approximately 6.96% of total revenues pledged.

In 2014, the District issued the series 2014A general obligation alternate revenue source bonds, payable from user fees or charges for services revenue generated in the District's Special Revenue Funds, including Recreation Programs, Bridges of Poplar Creek Country Club (golf) and The Club at Prairie Stone. The remaining total pledge is \$23,573,123 and the bonds mature on December 1, 2044. During the current fiscal year, the pledge of revenue for the 2014A bonds of \$605,063 was approximately 5.20% of total revenues pledged.

In 2019, the District issued the series 2019B general obligation alternate revenue source bonds, payable from user fees or charges for services revenue generated in the District's Special Revenue Funds, including Recreation Programs, Bridges of Poplar Creek Country Club (golf) and The Club at Prairie Stone. The remaining total pledge is \$7,446,400 and the bonds mature on December 1, 2040. During the current fiscal year, the pledge of revenue for the 2019B bonds of \$496,400 was approximately 4.26% of total revenues pledged.

In 2020, the District issued the series 2020A general obligation alternate revenue source bonds, payable from user fees or charges for services revenue generated in the District's Special Revenue Funds, including Recreation Programs, Bridges of Poplar Creek Country Club (golf) and The Club at Prairie Stone. The remaining total pledge is \$22,225,500 and the bonds mature on December 1, 2040. During the current fiscal year, the pledge of revenue for the 2020A bonds of \$1,483,000 was approximately 12.74% of total revenues pledged.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

d. Debt Service Requirements to Maturity

The annual debt service requirements to amortize the outstanding debt as of December 31, 2025, are as follows:

Fiscal Year Ending December 31,	General Obligation Bonds Payable	
	Principal	Interest
2026	\$ 3,780,000	\$ 205,234
2027	380,000	85,050
2028	475,000	73,650
2029	530,000	59,400
2030	610,000	43,500
2031-2035	840,000	28,200
TOTAL	\$ 6,615,000	\$ 495,034

Fiscal Year Ending December 31,	General Obligation (Alternate Revenue Source) Bonds Payable	
	Principal	Interest
2026	\$ 1,135,000	\$ 2,404,600
2027	1,185,000	2,350,600
2028	1,290,000	2,294,200
2029	1,385,000	2,232,700
2030	1,440,000	2,171,238
2031-2035	9,790,000	9,761,762
2036-2040	17,595,000	6,851,538
2041-2045	18,600,000	2,029,750
TOTAL	\$ 52,420,000	\$ 30,096,388

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

e. 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 than .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."

A computation of the legal debt margin of the District as of December 31, 2025, is as follows:

Assessed Valuation - 2024	<u>\$ 2,051,672,322</u>
Legal Debt Limit - 2.875% of Assessed Valuation	\$ 58,985,579
Less Amount of Debt Applicable to Limit	<u>6,615,000</u>
LEGAL DEBT MARGIN	<u>\$ 52,370,579</u>

A computation of the non-referendum legal debt margin of the District as of December 31, 2025, is as follows:

Assessed Valuation - 2024	<u>\$ 2,051,672,322</u>
Legal Debt Limit - 0.575% of Assessed Valuation	\$ 11,797,116
Less Amount of Debt Applicable to Limit	<u>6,615,000</u>
NON-REFERENDUM LEGAL DEBT MARGIN	<u>\$ 5,182,116</u>

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LESSOR DISCLOSURES

In accordance with GASB Statement No. 87, *Leases*, the District’s lessor activity is as follows:

The District entered into two lease arrangements to lease cell tower property. The leases commenced in 2008 and 2010. Payments ranging from \$2,235 to \$4,733 are due to the District in monthly installments, through July 2038 and October 2040. The lease arrangements are noncancelable and maintain interest rates at 3.68%.

The District entered into a lease arrangement in July 2025 to lease a billboard. Payments of \$75,000 are due to the District annually, through July 2029. The lease arrangement is noncancelable and maintain an interest rate of 3.68%.

The District entered into a lease arrangement in May 2025 to lease a concession area. Payment ranging from \$1,264 to \$1,311 are due to the District monthly, through April 2028. The lease arrangement is noncancelable and maintain an interest rate of 3.68%.

During the fiscal year, the District recognized a \$122,457 and \$109,234 reduction in the receivable and related deferred inflow of resources, respectively, related to these arrangements.

6. INDIVIDUAL FUND DISCLOSURES

Transfers

Transfers made during the fiscal year ended December 31, 2025 were as follows:

	Transfers In	Transfers Out
	_____	_____
Recreation Fund	\$ -	\$ 750,000
Bridges of Poplar Creek Country Club Fund	-	275,000
The Club at Prairie Stone Fund	-	500,000
Debt Service Fund	1,525,000	-
	_____	_____
TOTAL TRANSFERS	\$ 1,525,000	\$ 1,525,000
	_____	_____

The purpose of the significant transfers are as follows:

- \$1,525,000 transferred to the Debt Service Fund from the General Fund, Bridges of Poplar Creek Country Club Fund and The Club at Prairie Stone Fund for long-term debt service payments. This transfer will not be repaid.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. INDIVIDUAL FUND DISCLOSURES (Continued)

Due to/from Other Funds

Interfund loans outstanding at December 31, 2025 were as follows:

	Receivable	Payable
General Fund	\$ 93,270	\$ -
Nonmajor Governmental Funds	-	93,270
	\$ 93,270	\$ 93,270
TOTAL TRANSFERS	\$ 93,270	\$ 93,270

All short term interfund loans are to eliminate negative cash balances. Repayment is expected within one year.

7. RISK MANAGEMENT

Park District Risk Management Agency

The District is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; employee health; injuries to employees; and net income losses. Since 1984, the District has been a member of the Park District Risk Management Agency (PDRMA), a risk management pool of park and forest preserve districts and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials' and workers' compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. Settled claims have not exceeded coverage in the current or prior two fiscal years.

In the event losses exceeded the per occurrence self-insured and reinsurance limit, the District would be liable for the excess amount. PDRMA's Board of Directors evaluates the aggregate self-insured limit annually.

As a member of PDRMA, the District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. 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, to cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement and to follow risk management procedures as outlined by PDRMA.

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

7. RISK MANAGEMENT (Continued)

Park District Risk Management Agency (Continued)

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

Since 90% 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.

Complete financial statements for PDRMA can be obtained from PDRMA's administration offices at 2033 Burlington Avenue, Lisle, Illinois 60532.

8. EMPLOYEE RETIREMENT SYSTEMS

Illinois Municipal Retirement Fund

The District's defined benefit pension plan (the Plan), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. The Illinois Municipal Retirement Fund (IMRF) is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the Plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and supplementary information for the Plan as a whole but not by individual employer. That report may be obtained at www.imrf.org or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

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.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund (Continued)

Plan Membership

At December 31, 2024 (the measurement date), IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	102
Inactive employees entitled to but not yet receiving benefits	191
Active employees	<u>126</u>
 TOTAL	 <u><u>419</u></u>

Benefits

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

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Contributions

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. During the year ended December 31, 2025, the District's required contribution was 4.57% of covered payroll.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

The District’s net pension liability was measured as of December 31, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2024
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.25%
Salary increases	2.85% to 13.75%
Interest rate	7.25%
Asset valuation method	Fair value

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables and future mortality improvements projected using scale MP-2021. 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-2021. 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- 2021.

Discount Rate

The discount rate used to measure the total pension liability at December 31, 2024 was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund (Continued)

Long-Term Expected Rate of Return

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:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic equity	33.50%	4.35%
International equity	18.00%	5.40%
Fixed income	24.50%	5.20%
Real estate	10.50%	6.40%
Alternative investments	12.50%	4.85% to 6.25%
Cash equivalents	1.00%	3.60%
TOTAL	100.00%	

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund (Continued)

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2024	\$ 31,766,847	\$ 31,641,773	\$ 125,074
Changes for the period			
Service cost	501,878	-	501,878
Interest	2,265,948	-	2,265,948
Difference between expected and actual experience	1,936,086	-	1,936,086
Changes in assumptions	-	-	-
Employer contributions	-	282,905	(282,905)
Employee contributions	-	276,365	(276,365)
Net investment income	-	3,106,192	(3,106,192)
Benefit payments and refunds	(1,526,673)	(1,526,673)	-
Other (net transfer)	-	647,201	(647,201)
Net changes	3,177,239	2,785,990	391,249
BALANCES AT DECEMBER 31, 2024	\$ 34,944,086	\$ 34,427,763	\$ 516,323

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For the year ended December 31, 2025, the District recognized pension expense (income) of \$(28,299). At December 31, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,276,955	\$ -
Changes in assumption	-	13,032
Net difference between projected and actual earnings on pension plan investments	821,532	-
Contributions subsequent to measurement date	311,204	-
TOTAL	<u>\$ 2,409,691</u>	<u>\$ 13,032</u>

\$311,204 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	
2026	\$ 1,190,708
2027	1,439,571
2028	(380,069)
2029	(164,755)
2030	-
Thereafter	-
TOTAL	<u>\$ 2,085,455</u>

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the District calculated using the discount rate of 7.25% as well as what the District's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 4,413,988	\$ 516,323	\$ (2,597,594)

9. OTHER POSTEMPLOYMENT 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. Based upon a review of census data and plan provisions, as well as minimal utilization rates, it has been determined that any liability is immaterial to the financial statements in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Additionally, the District provides no explicit benefit. Therefore, the District has not recorded a liability as of December 31, 2025.

10. CONTINGENT LIABILITIES

a. 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.

HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. JOINT VENTURE

The District, along with sixteen other area park districts, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each member agency shares ratably in the Northwest Special Recreation Association (NWSRA), and generally provides funding based on its equalized assessed valuation. The District contributed \$340,727 to NWSRA during the current fiscal year. 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 among the members in accordance with an equitable formula, as determined by a unanimous vote of the Board of Directors of NWSRA. A complete separate financial statement for NWSRA can be obtained from NWSRA's administrative offices at 3000 Central Road, Rolling Meadows, IL 60008.

12. RESTATEMENTS

Change within Financial Reporting Entity

The District's beginning fund balances were adjusted due to a change within the reporting entity, in accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*. The Capital Projects Fund was reported as major for the fiscal year ended December 31, 2024, and is reported as nonmajor for the fiscal year ended December 31, 2025.

The net effect of the restatements is as follows:

	<u>Capital Projects</u>	<u>Nonmajor Governmental</u>
BEGINNING FUND BALANCE, AS PREVIOUSLY REPORTED	\$ 2,635,845	\$ 1,594,398
Change within financial reporting entity	(2,635,845)	2,635,845
Total net restatement	(2,635,845)	2,635,845
BEGINNING FUND BALANCE, AS RESTATED	\$ -	\$ 4,230,243

REQUIRED SUPPLEMENTARY INFORMATION

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 5,758,000	\$ 5,758,000	\$ 5,241,926
Intergovernmental			
Replacement taxes	87,000	87,000	82,957
Grants	890,000	890,000	675,221
Charges for services	75,962	75,962	113,290
Investment income	362,655	362,655	317,572
Miscellaneous	164,950	164,950	205,667
	<hr/>		
Total revenues	7,338,567	7,338,567	6,636,633
	<hr/>		
EXPENDITURES			
Current			
Recreation			
Administration	2,942,831	2,942,831	3,001,498
Cost reimbursements			
Administration	(258,000)	(258,000)	(258,000)
FICA	(290,753)	(290,753)	(290,753)
IMRF	(144,029)	(144,029)	(144,029)
Special Recreation	(3,780)	(3,780)	(3,780)
Maintenance	3,847,431	3,847,431	3,786,593
Capital outlay	2,135,705	1,987,865	1,833,712
	<hr/>		
Total expenditures	8,229,405	8,081,565	7,925,241
	<hr/>		
NET CHANGE IN FUND BALANCE	<u>\$ (890,838)</u>	<u>\$ (742,998)</u>	(1,288,608)
FUND BALANCE, JANUARY 1			<u>5,730,170</u>
FUND BALANCE, DECEMBER 31			<u><u>\$ 4,441,562</u></u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 921,000	\$ 921,000	\$ 881,934
Intergovernmental	3,220	3,220	2,990
Charges for services	5,362,651	5,362,651	5,466,801
Investment income	133,545	133,545	243,827
Miscellaneous	-	-	26
Total revenues	<u>6,420,416</u>	<u>6,420,416</u>	<u>6,595,578</u>
EXPENDITURES			
Current			
Recreation	5,565,272	5,565,272	5,426,687
Capital outlay	<u>760,000</u>	<u>760,000</u>	<u>737,368</u>
Total expenditures	<u>6,325,272</u>	<u>6,325,272</u>	<u>6,164,055</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>95,144</u>	<u>95,144</u>	<u>431,523</u>
OTHER FINANCING SOURCES			
Transfers (out)	<u>(750,000)</u>	<u>(750,000)</u>	<u>(750,000)</u>
Total other financing sources	<u>(750,000)</u>	<u>(750,000)</u>	<u>(750,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (654,856)</u>	<u>\$ (654,856)</u>	<u>(318,477)</u>
FUND BALANCE, JANUARY 1			<u>4,829,097</u>
FUND BALANCE, DECEMBER 31			<u>\$ 4,510,620</u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BRIDGES OF POPLAR CREEK COUNTRY CLUB FUND**

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Charges for services			
Golf operations	\$ 2,141,400	\$ 2,141,400	\$ 2,300,237
Food and beverage operations	1,012,000	1,012,000	1,014,390
Rentals	15,000	15,000	15,595
Investment income	25,058	25,058	60,445
Miscellaneous			
Advertising	3,000	3,000	2,716
Water maintenance fees	11,000	11,000	11,000
Other	3,000	3,000	4,090
Total revenues	3,210,458	3,210,458	3,408,473
EXPENDITURES			
Current			
Recreation	2,696,882	2,696,882	2,772,946
Capital outlay	276,576	276,576	225,524
Total expenditures	2,973,458	2,973,458	2,998,470
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	237,000	237,000	410,003
OTHER FINANCING SOURCES			
Transfers (out)	(275,000)	(275,000)	(275,000)
Total other financing sources	(275,000)	(275,000)	(275,000)
NET CHANGE IN FUND BALANCE	<u>\$ (38,000)</u>	<u>\$ (38,000)</u>	135,003
FUND BALANCE, JANUARY 1			<u>1,160,794</u>
FUND BALANCE, DECEMBER 31			<u><u>\$ 1,295,797</u></u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
THE CLUB AT PRAIRIE STONE FUND**

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Charges for services			
Rentals	\$ 184,900	\$ 184,900	\$ 207,360
Fitness	2,183,000	2,183,000	2,520,211
Recreation	24,000	24,000	27,873
Aquatics	100,000	100,000	89,204
Investment income	25,753	25,753	59,758
Miscellaneous	750	750	653
Total revenues	2,518,403	2,518,403	2,905,059
EXPENDITURES			
Current			
Recreation	1,814,403	1,814,403	1,789,589
Capital outlay	373,000	484,650	470,824
Total expenditures	2,187,403	2,299,053	2,260,413
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	331,000	219,350	644,646
OTHER FINANCING SOURCES			
Transfers (out)	(500,000)	(500,000)	(500,000)
Total other financing sources	(500,000)	(500,000)	(500,000)
NET CHANGE IN FUND BALANCE	<u>\$ (169,000)</u>	<u>\$ (280,650)</u>	144,646
FUND BALANCE, JANUARY 1			<u>1,211,292</u>
FUND BALANCE, DECEMBER 31			<u><u>\$ 1,355,938</u></u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

Last Ten Fiscal Years

FISCAL YEAR ENDED DECEMBER 31,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially determined contribution	\$ 426,171	\$ 414,380	\$ 356,271	\$ 246,776	\$ 313,956	\$ 366,521	\$ 264,645	\$ 240,754	\$ 282,905	\$ 311,204
Contributions in relation to the actuarially determined contribution	426,171	414,380	356,271	246,776	313,956	366,521	264,645	240,754	282,905	311,204
CONTRIBUTION DEFICIENCY (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 4,592,363	\$ 5,134,810	\$ 5,126,761	\$ 4,838,744	\$ 4,234,629	\$ 4,804,263	\$ 5,517,246	\$ 5,843,555	\$ 6,150,110	\$ 6,810,439
Contributions as a percentage of covered payroll	9.28%	8.07%	6.95%	5.10%	7.41%	7.63%	4.80%	4.12%	4.60%	4.57%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuation as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay; closed and the amortization period was 19 years; the asset valuation method was five-year smoothed fair value; and the significant actuarial assumptions were an investment rate at 7.25% annually, projected salary increases assumptions of 2.75% to 13.75% compounded annually and postretirement benefit increases of 2.75% compounded annually.

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

Last Ten Measurement Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
TOTAL PENSION LIABILITY										
Service cost	\$ 466,157	\$ 488,542	\$ 471,584	\$ 469,459	\$ 448,736	\$ 453,021	\$ 375,594	\$ 459,517	\$ 497,072	\$ 501,878
Interest	1,381,820	1,498,741	1,549,103	1,636,304	1,766,474	1,879,850	1,917,407	2,071,009	2,170,387	2,265,948
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	139,385	(751,348)	500,736	678,884	409,376	(393,089)	1,082,658	215,884	170,922	1,936,086
Changes of assumptions	-	-	(625,519)	688,705	-	(184,687)	-	-	(39,168)	-
Benefit payments, including refunds of member contributions	(379,791)	(499,425)	(612,510)	(851,799)	(978,645)	(1,147,201)	(1,249,492)	(1,348,473)	(1,440,416)	(1,526,673)
Net change in total pension liability	1,607,571	736,510	1,283,394	2,621,553	1,645,941	607,894	2,126,167	1,397,937	1,358,797	3,177,239
Total pension liability - beginning	18,381,083	19,988,654	20,725,164	22,008,558	24,630,111	26,276,052	26,883,946	29,010,113	30,408,050	31,766,847
TOTAL PENSION LIABILITY - ENDING	<u>\$ 19,988,654</u>	<u>\$ 20,725,164</u>	<u>\$ 22,008,558</u>	<u>\$ 24,630,111</u>	<u>\$ 26,276,052</u>	<u>\$ 26,883,946</u>	<u>\$ 29,010,113</u>	<u>\$ 30,408,050</u>	<u>\$ 31,766,847</u>	<u>\$ 34,944,086</u>
PLAN FIDUCIARY NET POSITION										
Contributions - employer	\$ 1,542,502	\$ 426,171	\$ 414,380	\$ 357,848	\$ 246,776	\$ 312,134	\$ 366,521	\$ 264,645	\$ 240,743	\$ 282,905
Contributions - member	216,204	206,657	231,252	232,413	217,744	189,847	218,140	248,423	262,950	276,365
Net investment income	94,950	1,301,895	3,402,387	(1,147,162)	4,164,491	3,745,233	4,982,980	(4,296,238)	3,151,115	3,106,192
Benefit payments, including refunds of member contributions	(379,791)	(499,425)	(612,510)	(851,799)	(978,645)	(1,147,201)	(1,249,492)	(1,348,473)	(1,440,416)	(1,526,673)
Other (net transfer)	(671,056)	83,346	(141,032)	360,697	92,304	139,678	98,315	(397,830)	689,567	647,201
Net change in plan fiduciary net position	802,809	1,518,644	3,294,477	(1,048,003)	3,742,670	3,239,691	4,416,464	(5,529,473)	2,903,959	2,785,990
Plan fiduciary net position - beginning	18,300,535	19,103,344	20,621,988	23,916,465	22,868,462	26,611,132	29,850,823	34,267,287	28,737,814	31,641,773
PLAN FIDUCIARY NET POSITION - ENDING	<u>\$ 19,103,344</u>	<u>\$ 20,621,988</u>	<u>\$ 23,916,465</u>	<u>\$ 22,868,462</u>	<u>\$ 26,611,132</u>	<u>\$ 29,850,823</u>	<u>\$ 34,267,287</u>	<u>\$ 28,737,814</u>	<u>\$ 31,641,773</u>	<u>\$ 34,427,763</u>
EMPLOYER'S NET PENSION LIABILITY (ASSET)	<u>\$ 885,310</u>	<u>\$ 103,176</u>	<u>\$ (1,907,907)</u>	<u>\$ 1,761,649</u>	<u>\$ (335,080)</u>	<u>\$ (2,966,877)</u>	<u>\$ (5,257,174)</u>	<u>\$ 1,670,236</u>	<u>\$ 125,074</u>	<u>\$ 516,323</u>

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Plan fiduciary net position as a percentage of the total pension liability	95.57%	99.50%	108.67%	92.85%	101.28%	111.04%	118.12%	94.51%	99.61%	98.52%
Covered payroll	\$ 4,804,541	\$ 4,592,363	\$ 5,134,810	\$ 5,126,761	\$ 4,838,744	\$ 4,234,629	\$ 4,804,263	\$ 5,517,246	\$ 5,843,555	\$ 6,150,110
Employer's net pension liability (asset) as a percentage of covered payroll	18.43%	2.25%	(37.16%)	34.36%	(6.92%)	(70.06%)	(109.43%)	30.27%	2.14%	8.40%

Assumption Changes:

2016 - changes in assumptions relate to retirement age and mortality rates.

2017 - changes in assumptions relate to inflation rates, salary rates and mortality rates.

2018 - changes in assumptions relate to the investment rate of return.

2020 - changes in assumptions relate to salary rates, price inflation, retirement age and mortality rates.

2023 - changes in assumptions relate to mortality and other demographics.

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2025

1. 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 of Commissioners 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.

2. INDIVIDUAL FUND DISCLOSURES

The following funds had expenditures in excess of budget for the year ended December 31, 2025:

Fund	Excess
Bridges of Poplar Creek Country Club	\$ 25,012
Debt Service	6,593
Special Recreation	5,381

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

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

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

SPECIAL REVENUE FUNDS

Recreation Fund - 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 purpose and fees and charges for programs and activities assigned for recreation purposes.

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

The Club at Prairie Stone Fund - 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.

DEBT SERVICE FUND

Debt Service Fund - 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.

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
RECREATION FUND**

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
TAXES			
Property taxes	\$ 921,000	\$ 921,000	\$ 881,934
Total taxes	921,000	921,000	881,934
INTERGOVERNMENTAL			
Grants	3,220	3,220	2,990
Total intergovernmental	3,220	3,220	2,990
CHARGES FOR SERVICES			
Rentals	60,000	60,000	91,872
Triphahn Center	247,000	247,000	282,921
Willow Racquet Club	149,750	149,750	165,487
General leisure services	522,319	522,319	562,404
Senior programs	53,604	53,604	20,898
Early childhood	617,197	617,197	725,612
Youth childcare	1,415,811	1,415,811	1,307,148
Adult athletics	39,500	39,500	20,264
Youth athletics	365,320	365,320	279,187
Seascape aquatic center	339,900	339,900	332,711
Ice center	1,552,250	1,552,250	1,678,297
Total charges for services	5,362,651	5,362,651	5,466,801
INVESTMENT INCOME	133,545	133,545	243,827
MISCELLANEOUS	-	-	26
TOTAL REVENUES	\$ 6,420,416	\$ 6,420,416	\$ 6,595,578

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
RECREATION FUND**

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
RECREATION			
Administration	\$ 2,687,720	\$ 2,687,720	\$ 2,648,062
Cost reimbursements			
FICA	(252,233)	(252,233)	(252,233)
IMRF	(78,847)	(78,847)	(78,847)
Special Recreation	(45,900)	(45,900)	(45,900)
Total administration	<u>2,310,740</u>	<u>2,310,740</u>	<u>2,271,082</u>
Communication and marketing	<u>41,000</u>	<u>41,000</u>	<u>32,353</u>
Maintenance	<u>308,472</u>	<u>308,472</u>	<u>318,227</u>
Programs			
Triphahn Center	103,075	103,075	130,833
Willow Racquet Club	101,847	101,847	121,847
General leisure services	356,066	356,066	369,525
Senior programs	53,604	53,604	12,560
Early childhood	368,214	368,214	397,673
Youth childcare	810,180	810,180	816,445
Adult athletics	26,218	26,218	14,351
Youth athletics	255,310	255,310	162,376
Seascape aquatic center	451,832	451,832	431,332
Ice center	378,714	378,714	348,083
Total programs	<u>2,905,060</u>	<u>2,905,060</u>	<u>2,805,025</u>
Total recreation	<u>5,565,272</u>	<u>5,565,272</u>	<u>5,426,687</u>
CAPITAL OUTLAY	<u>760,000</u>	<u>760,000</u>	<u>737,368</u>
TOTAL EXPENDITURES	<u><u>\$ 6,325,272</u></u>	<u><u>\$ 6,325,272</u></u>	<u><u>\$ 6,164,055</u></u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BRIDGES OF POPLAR CREEK COUNTRY CLUB FUND**

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
RECREATION			
Administration	\$ 890,423	\$ 890,423	\$ 896,128
Cost reimbursements			
FICA	(107,066)	(107,066)	(107,066)
IMRF	(32,909)	(32,909)	(32,909)
Special recreation	(9,180)	(9,180)	(9,180)
Total administration	741,268	741,268	746,973
Maintenance	788,988	788,988	754,208
Golf operations	490,233	490,233	570,938
Food and beverage operations	676,393	676,393	700,827
Total recreation	2,696,882	2,696,882	2,772,946
CAPITAL OUTLAY	276,576	276,576	225,524
TOTAL EXPENDITURES	\$ 2,973,458	\$ 2,973,458	\$ 2,998,470

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
THE CLUB AT PRAIRIE STONE FUND**

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
RECREATION			
Administration	\$ 1,495,165	\$ 1,495,165	\$ 1,512,938
Cost reimbursements			
FICA	(76,921)	(76,921)	(76,921)
IMRF	(23,222)	(23,222)	(23,222)
Special recreation	(27,000)	(27,000)	(27,000)
Total administration	<u>1,368,022</u>	<u>1,368,022</u>	<u>1,385,795</u>
Communications and marketing	<u>45,500</u>	<u>45,500</u>	<u>44,671</u>
Maintenance	<u>104,413</u>	<u>104,413</u>	<u>106,445</u>
Programs			
Fitness	225,107	225,107	191,115
Recreation	17,763	17,763	14,409
Aquatics	53,598	53,598	47,154
Total programs	<u>296,468</u>	<u>296,468</u>	<u>252,678</u>
Total recreation	<u>1,814,403</u>	<u>1,814,403</u>	<u>1,789,589</u>
CAPITAL OUTLAY	<u>373,000</u>	<u>484,650</u>	<u>470,824</u>
TOTAL EXPENDITURES	<u><u>\$ 2,187,403</u></u>	<u><u>\$ 2,299,053</u></u>	<u><u>\$ 2,260,413</u></u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 3,740,880	\$ 3,740,880	\$ 3,774,327
Investment income	78,170	78,170	123,909
Total revenues	3,819,050	3,819,050	3,898,236
EXPENDITURES			
Debt service			
Principal retirement	4,575,000	4,575,000	4,580,000
Interest and fiscal charges	2,719,050	2,719,050	2,720,643
Total expenditures	7,294,050	7,294,050	7,300,643
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(3,475,000)	(3,475,000)	(3,402,407)
OTHER FINANCING SOURCES			
Transfers in	1,475,000	1,475,000	1,525,000
Bond issuance	2,000,000	2,000,000	2,233,350
Total other financing sources	3,475,000	3,475,000	3,758,350
NET CHANGE IN FUND BALANCE	\$ -	\$ -	355,943
FUND BALANCE, JANUARY 1			2,339,627
FUND BALANCE, DECEMBER 31			\$ 2,695,570

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Illinois Municipal Retirement Fund - 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 - 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.

Special Recreation Fund - 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.

CAPITAL PROJECTS FUND

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

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2025

	Special Revenue				Total Nonmajor Governmental Funds
	Illinois Municipal Retirement	Social Security	Special Recreation	Capital Projects	
ASSETS					
Cash and investments	\$ 120,644	\$ -	\$ 1,011,151	\$ 3,365,684	\$ 4,497,479
Receivables (net, where applicable, of allowances for uncollectibles)					
Property taxes	347,260	918,090	1,204,671	-	2,470,021
TOTAL ASSETS	\$ 467,904	\$ 918,090	\$ 2,215,822	\$ 3,365,684	\$ 6,967,500
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ 1,905	\$ 1,905
Due to other funds	-	93,270	-	-	93,270
Total liabilities	-	93,270	-	1,905	95,175
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	270,000	740,000	996,000	-	2,006,000
Total deferred inflows of resources	270,000	740,000	996,000	-	2,006,000
Total liabilities and deferred inflows of resources	270,000	833,270	996,000	1,905	2,101,175
FUND BALANCES					
Restricted					
Employee retirement	197,904	84,820	-	-	282,724
Special recreation	-	-	1,219,822	-	1,219,822
Capital projects	-	-	-	3,363,779	3,363,779
Total fund balances	197,904	84,820	1,219,822	3,363,779	4,866,325
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 467,904	\$ 918,090	\$ 2,215,822	\$ 3,365,684	\$ 6,967,500

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Special Revenue			<i>Formerly</i>	Total Nonmajor Governmental Funds
	Illinois Municipal Retirement	Social Security	Special Recreation	Major Capital Projects	
REVENUES					
Taxes	\$ 282,489	\$ 651,155	\$ 762,968	\$ -	\$ 1,696,612
Intergovernmental	-	-	-	198,845	198,845
Donations and contributions	-	-	-	712,174	712,174
Investment income	10,968	7,792	63,014	133,838	215,612
Total revenues	293,457	658,947	825,982	1,044,857	2,823,243
EXPENDITURES					
Current					
Recreation	279,007	726,972	440,087	-	1,446,066
Capital outlay	-	-	424,172	1,433,573	1,857,745
Total expenditures	279,007	726,972	864,259	1,433,573	3,303,811
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	14,450	(68,025)	(38,277)	(388,716)	(480,568)
OTHER FINANCING SOURCES					
Bond issuance	-	-	-	1,116,650	1,116,650
Total other financing sources	-	-	-	1,116,650	1,116,650
NET CHANGE IN FUND BALANCES	14,450	(68,025)	(38,277)	727,934	636,082
FUND BALANCES, JANUARY 1, AS REPORTED	183,454	152,845	1,258,099	-	1,594,398
Change within financial reporting entity	-	-	-	2,635,845	2,635,845
FUND BALANCES, JANUARY 1, AS RESTATED	183,454	152,845	1,258,099	2,635,845	4,230,243
FUND BALANCE, DECEMBER 31	\$ 197,904	\$ 84,820	\$ 1,219,822	\$ 3,363,779	\$ 4,866,325

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 295,000	\$ 295,000	\$ 282,489
Investment income	31,917	31,917	10,968
Total revenues	326,917	326,917	293,457
EXPENDITURES			
Recreation	279,007	279,007	279,007
Total expenditures	279,007	279,007	279,007
NET CHANGE IN FUND BALANCE	\$ 47,910	\$ 47,910	14,450
FUND BALANCE, JANUARY 1			183,454
FUND BALANCE, DECEMBER 31			\$ 197,904

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 680,000	\$ 680,000	\$ 651,155
Investment income	35,233	35,233	7,792
Total revenues	715,233	715,233	658,947
EXPENDITURES			
Recreation	726,972	726,972	726,972
Total expenditures	726,972	726,972	726,972
NET CHANGE IN FUND BALANCE	\$ (11,739)	\$ (11,739)	(68,025)
FUND BALANCE, JANUARY 1			152,845
FUND BALANCE, DECEMBER 31			\$ 84,820

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 846,000	\$ 846,000	\$ 762,968
Investment income	33,878	33,878	63,014
Total revenues	879,878	879,878	825,982
EXPENDITURES			
Recreation			
NWSRA special assessments	436,587	436,587	440,087
Capital outlay	579,582	422,291	424,172
Total expenditures	1,016,169	858,878	864,259
NET CHANGE IN FUND BALANCE	\$ (136,291)	\$ 21,000	(38,277)
FUND BALANCE, JANUARY 1			1,258,099
FUND BALANCE, DECEMBER 31			\$ 1,219,822

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

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

For the Year Ended December 31, 2025

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Grants	\$ 525,000	\$ 525,000	\$ 198,845
Donations and contributions	300,000	300,000	712,174
Investment income	126,482	126,482	133,838
Total revenues	951,482	951,482	1,044,857
EXPENDITURES			
Capital outlay	2,168,236	2,168,236	1,433,573
Total expenditures	2,168,236	2,168,236	1,433,573
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES			
	(1,216,754)	(1,216,754)	(388,716)
OTHER FINANCING SOURCES			
Bond issuance	1,000,000	1,000,000	1,116,650
Total other financing sources	1,000,000	1,000,000	1,116,650
NET CHANGE IN FUND BALANCE	\$ (216,754)	\$ (216,754)	727,934
FUND BALANCE, JANUARY 1			2,635,845
FUND BALANCE, DECEMBER 31			\$ 3,363,779

(See independent auditor's report.)

SUPPLEMENTAL SCHEDULES

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION PARK BONDS (ALTERNATE REVENUE SOURCE) SERIES 2013A

December 31, 2025

Date of Issue	December 2, 2013
Date of Maturity	December 1, 2043
Amount Issued	\$16,370,000
Interest Rate	4.625% to 5.250%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Depository Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals	Interest Due On			
				June 1	December 1	Amount	
2026	\$ -	\$ 809,738	\$ 809,738	2026	\$ 404,869	2026	\$ 404,869
2027	-	809,738	809,738	2027	404,869	2027	404,869
2028	-	809,738	809,738	2028	404,869	2028	404,869
2029	-	809,738	809,738	2029	404,869	2029	404,869
2030	-	809,738	809,738	2030	404,869	2030	404,869
2031	-	809,738	809,738	2031	404,869	2031	404,869
2032	-	809,738	809,738	2032	404,869	2032	404,869
2033	-	809,738	809,738	2033	404,869	2033	404,869
2034	-	809,738	809,738	2034	404,869	2034	404,869
2035	-	809,738	809,738	2035	404,869	2035	404,869
2036	870,000	809,738	1,679,738	2036	404,869	2036	404,869
2037	1,000,000	769,500	1,769,500	2037	384,750	2037	384,750
2038	1,000,000	723,250	1,723,250	2038	361,625	2038	361,625
2039	1,000,000	677,000	1,677,000	2039	338,500	2039	338,500
2040	1,000,000	630,750	1,630,750	2040	315,375	2040	315,375
2041	3,500,000	583,750	4,083,750	2041	291,875	2041	291,875
2042	4,000,000	400,000	4,400,000	2042	200,000	2042	200,000
2043	4,000,000	209,998	4,209,998	2043	104,999	2043	104,999
	<u>\$ 16,370,000</u>	<u>\$ 12,901,366</u>	<u>\$ 29,271,366</u>		<u>\$ 6,450,683</u>		<u>\$ 6,450,683</u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION PARK BONDS (ALTERNATE REVENUE SOURCE) SERIES 2014A**

December 31, 2025

Date of Issue	December 18, 2014
Date of Maturity	December 1, 2044
Amount Issued	\$15,750,000
Interest Rate	2.00% to 5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Depository Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals	Interest Due On			
				June 1	Amount	December 1	Amount
2026	\$ 150,000	\$ 605,062	\$ 755,062	2026	\$ 302,531	2026	\$ 302,531
2027	150,000	597,562	747,562	2027	298,781	2027	298,781
2028	200,000	590,062	790,062	2028	295,031	2028	295,031
2029	250,000	580,062	830,062	2029	290,031	2029	290,031
2030	250,000	572,250	822,250	2030	286,125	2030	286,125
2031	250,000	564,124	814,124	2031	282,062	2031	282,062
2032	250,000	556,000	806,000	2032	278,000	2032	278,000
2033	750,000	546,000	1,296,000	2033	273,000	2033	273,000
2034	800,000	516,000	1,316,000	2034	258,000	2034	258,000
2035	900,000	484,000	1,384,000	2035	242,000	2035	242,000
2036	600,000	448,000	1,048,000	2036	224,000	2036	224,000
2037	600,000	424,000	1,024,000	2037	212,000	2037	212,000
2038	750,000	400,000	1,150,000	2038	200,000	2038	200,000
2039	900,000	370,000	1,270,000	2039	185,000	2039	185,000
2040	1,250,000	334,000	1,584,000	2040	167,000	2040	167,000
2041	1,250,000	284,000	1,534,000	2041	142,000	2041	142,000
2042	1,250,000	234,000	1,484,000	2042	117,000	2042	117,000
2043	1,250,000	184,000	1,434,000	2043	92,000	2043	92,000
2044	3,350,000	134,000	3,484,000	2044	67,000	2044	67,000
	<u>\$ 15,150,000</u>	<u>\$ 8,423,122</u>	<u>\$ 23,573,122</u>		<u>\$ 4,211,561</u>		<u>\$ 4,211,561</u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION LIMITED TAX PARK BONDS SERIES 2017A

December 31, 2025

Date of Issue	November 1, 2017
Date of Maturity	December 1, 2032
Amount Issued	\$5,590,000
Interest Rate	2.00% to 3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Depository Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals	Interest Due On			
				June 1	Amount	December 1	Amount
2026	\$ 430,000	\$ 97,950	\$ 527,950	2025	\$ 48,975	2025	\$ 48,975
2027	380,000	85,050	465,050	2026	42,525	2026	42,525
2028	475,000	73,650	548,650	2027	36,825	2027	36,825
2029	530,000	59,400	589,400	2028	29,700	2028	29,700
2030	610,000	43,500	653,500	2029	21,750	2029	21,750
2031	740,000	25,200	765,200	2030	12,600	2030	12,600
2032	100,000	3,000	103,000	2031	1,500	2031	1,500
	<u>\$ 3,265,000</u>	<u>\$ 387,750</u>	<u>\$ 3,652,750</u>		<u>\$ 193,875</u>		<u>\$ 193,875</u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING PARK BONDS (ALTERNATE REVENUE SOURCE) SERIES 2019B

December 31, 2025

Date of Issue	December 2, 2019
Date of Maturity	December 1, 2040
Amount Issued	\$6,285,000
Interest Rate	4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Depository Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals	Interest Due On			
				June 1	Amount	December 1	Amount
2026	\$ 275,000	\$ 220,800	\$ 495,800	2026	\$ 110,400	2026	\$ 110,400
2027	285,000	209,800	494,800	2027	104,900	2027	104,900
2028	300,000	198,400	498,400	2028	99,200	2028	99,200
2029	310,000	186,400	496,400	2029	93,200	2029	93,200
2030	325,000	174,000	499,000	2030	87,000	2030	87,000
2031	335,000	161,000	496,000	2031	80,500	2031	80,500
2032	350,000	147,600	497,600	2032	73,800	2032	73,800
2033	365,000	133,600	498,600	2033	66,800	2033	66,800
2034	375,000	119,000	494,000	2034	59,500	2034	59,500
2035	390,000	104,000	494,000	2035	52,000	2035	52,000
2036	410,000	88,400	498,400	2036	44,200	2036	44,200
2037	425,000	72,000	497,000	2037	36,000	2037	36,000
2038	440,000	55,000	495,000	2038	27,500	2038	27,500
2039	460,000	37,400	497,400	2039	18,700	2039	18,700
2040	475,000	19,000	494,000	2040	9,500	2040	9,500
	<u>\$ 5,520,000</u>	<u>\$ 1,926,400</u>	<u>\$ 7,446,400</u>		<u>\$ 963,200</u>		<u>\$ 963,200</u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION LIMITED TAX BONDS (ALTERNATE REVENUE SOURCE) SERIES 2020A

December 31, 2025

Date of Issue	September 2, 2020
Date of Maturity	December 1, 2040
Amount Issued	\$18,465,000
Interest Rate	5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Depository Trust Company

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals	Interest Due On			
				June 1	Amount	December 1	Amount
2026	\$ 710,000	\$ 769,000	\$ 1,479,000	2026	\$ 384,500	2026	\$ 384,500
2027	750,000	733,500	1,483,500	2027	366,750	2027	366,750
2028	790,000	696,000	1,486,000	2028	348,000	2028	348,000
2029	825,000	656,500	1,481,500	2029	328,250	2029	328,250
2030	865,000	615,250	1,480,250	2030	307,625	2030	307,625
2031	910,000	572,000	1,482,000	2031	286,000	2031	286,000
2032	955,000	526,500	1,481,500	2032	263,250	2032	263,250
2033	1,005,000	478,750	1,483,750	2033	239,375	2033	239,375
2034	1,050,000	428,500	1,478,500	2034	214,250	2034	214,250
2035	1,105,000	376,000	1,481,000	2035	188,000	2035	188,000
2036	1,160,000	320,750	1,480,750	2036	160,375	2036	160,375
2037	1,220,000	262,750	1,482,750	2037	131,375	2037	131,375
2038	1,280,000	201,750	1,481,750	2038	100,875	2038	100,875
2039	1,345,000	137,750	1,482,750	2039	68,875	2039	68,875
2040	1,410,000	70,500	1,480,500	2040	35,250	2040	35,250
	<u>\$ 15,380,000</u>	<u>\$ 6,845,500</u>	<u>\$ 22,225,500</u>		<u>\$ 3,422,750</u>		<u>\$ 3,422,750</u>

(See independent auditor's report.)

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION LIMITED TAX BONDS SERIES 2025A

December 31, 2025

Date of Issue	November 19, 2025
Date of Maturity	December 1, 2026
Amount Issued	\$3,350,000
Interest Rate	5.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Barrington Bank and Trust

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals	Interest Due On			
				June 1	Amount	December 1	Amount
2026	\$ 3,350,000	\$ 107,284	\$ 3,457,284	2026	\$ 54,521	2026	\$ 52,763
	<u>\$ 3,350,000</u>	<u>\$ 107,284</u>	<u>\$ 3,457,284</u>		<u>\$ 54,521</u>		<u>\$ 52,763</u>

(See independent auditor's report.)

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have been changed over time.	65-72
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	73-76
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	77-81
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.	82-83
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.	84-86

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2025	2024	2023	2022
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ (8,769,268)	\$ (10,732,798)	\$ (9,882,993)	\$ (10,918,560)
Restricted				
Employee retirement	282,724	336,299	569,869	697,825
Special recreation	1,219,822	1,258,099	963,527	872,926
Debt service	2,695,570	2,116,211	1,885,302	1,622,560
Capital projects	3,363,779	2,635,846	2,071,067	2,269,470
Unrestricted	13,391,577	14,359,704	12,865,891	10,557,116
TOTAL GOVERNMENTAL ACTIVITIES	\$ 12,184,204	\$ 9,973,361	\$ 8,472,663	\$ 5,101,337

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

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2025	2024	2023	2022
EXPENSES				
Governmental activities				
Recreation	\$ 21,854,499	\$ 20,398,624	\$ 17,770,722	\$ 17,565,749
Interest and fiscal charges	2,492,498	2,502,498	2,556,956	2,516,690
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	\$ 24,346,997	\$ 22,901,122	\$ 20,327,678	\$ 20,082,439
PROGRAM REVENUES				
Governmental activities				
Charges for services	\$ 11,754,961	\$ 11,197,943	\$ 10,736,173	\$ 9,218,808
Operating grants and contributions	2,990	3,220	2,600	147,042
Capital grants and contributions	1,876,858	215,374	154,298	5,409
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUES	\$ 13,634,809	\$ 11,416,537	\$ 10,893,071	\$ 9,371,259
NET (EXPENSE) REVENUE				
Governmental activities	\$ (10,712,188)	\$ (11,484,585)	\$ (9,434,607)	\$ (10,711,180)
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (10,712,188)	\$ (11,484,585)	\$ (9,434,607)	\$ (10,711,180)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental activities				
Taxes				
Property	\$ 11,594,799	\$ 11,346,419	\$ 11,452,595	\$ 10,812,439
TIF distributions	-	-	4,145	31,450
Intergovernmental				
Replacement taxes	82,957	103,099	175,658	211,149
Investment income	1,021,123	1,345,759	580,827	86,446
Miscellaneous	224,152	190,006	592,708	84,018
TOTAL GOVERNMENTAL ACTIVITIES	\$ 12,923,031	\$ 12,985,283	\$ 12,805,933	\$ 11,225,502
CHANGE IN NET POSITION				
Governmental activities	\$ 2,210,843	\$ 1,500,698	\$ 3,371,326	\$ 514,322
TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION	\$ 2,210,843	\$ 1,500,698	\$ 3,371,326	\$ 514,322

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

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2025	2024	2023	2022
GENERAL FUND				
Nonspendable	\$ 69,933	\$ 45,733	\$ 138,326	\$ 46,450
Assigned	1,906,426	5,403,643	4,894,636	2,841,293
Unassigned	2,465,203	280,794	341,972	2,006,452
TOTAL GENERAL FUND	\$ 4,441,562	\$ 5,730,170	\$ 5,374,934	\$ 4,894,195
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable - prepaid items/inventory				
Recreation	\$ 22,662	\$ 23,234	\$ 20,544	\$ 26,179
Bridges of Poplar Creek Country Club	45,664	31,038	42,371	37,403
The Club at Prairie Stone	2,200	6,334	1,073	712
Debt service	-	-	-	-
Restricted				
IMRF	197,904	183,454	296,667	469,839
Social Security	84,820	1,258,099	963,527	872,926
Debt service	2,695,570	152,845	273,202	227,986
Special recreation	1,219,822	2,339,627	2,126,411	1,853,845
Capital projects	3,363,779	2,635,846	3,668,888	2,839,752
Committed				
Bridges of Poplar Creek Country Club	1,250,133	-	-	-
The Club at Prairie Stone	1,353,738	-	-	-
Assigned				
Recreation	4,487,958	4,805,863	3,782,474	3,097,073
Bridges of Poplar Creek Country Club	-	1,129,756	1,212,989	1,031,551
The Club at Prairie Stone	-	1,204,958	875,945	426,432
Unassigned (deficit)				
Recreation	-	-	-	-
Bridges of Poplar Creek Country Club	-	-	-	-
The Club at Prairie Stone	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 14,724,250	\$ 13,771,054	\$ 13,264,091	\$ 10,883,698
TOTAL GOVERNMENTAL FUNDS	\$ 19,165,812	\$ 19,501,224	\$ 18,639,025	\$ 15,777,893

2021	2020	2019	2018	2017	2016
\$ 14,544	\$ 11,716	\$ 206,469	\$ 15,051	\$ 18,264	\$ 13,436
2,614,669	2,614,669	3,166,748	1,946,757	1,923,637	1,980,544
1,303,226	1,117,522	1,712,848	2,639,431	2,173,894	1,812,443
<u>\$ 3,932,439</u>	<u>\$ 3,743,907</u>	<u>\$ 5,086,065</u>	<u>\$ 4,601,239</u>	<u>\$ 4,115,795</u>	<u>\$ 3,806,423</u>
\$ 15,775	\$ 2,685	\$ 19,689	\$ 13,782	\$ 26,664	\$ 7,753
33,955	37,737	85,463	88,081	83,544	122,795
879	264	8,443	564	12,503	12,223
-	-	16,200	-	-	-
706,971	969,513	865,393	816,340	600,411	492,953
565,931	566,038	551,079	624,068	497,619	406,867
515,472	908,638	691,755	4,432,956	4,629,949	4,354,943
1,723,860	3,826,188	2,814,433	429,954	331,515	300,443
2,710,503	1,382,782	3,285,885	3,309,111	2,561,919	2,047,943
-	-	-	-	-	-
-	-	-	-	-	-
2,281,380	1,341,974	1,490,119	1,539,781	2,087,691	2,921,934
826,539	418,444	4,472	123,652	173,482	46,061
255,584	-	63,719	75,237	48,358	1,015,583
-	(19,941)	87,511	-	-	-
-	(34,175)	-	-	-	-
-	-	239,341	-	-	-
<u>\$ 9,636,849</u>	<u>\$ 9,400,147</u>	<u>\$ 10,223,502</u>	<u>\$ 11,453,526</u>	<u>\$ 11,053,655</u>	<u>\$ 11,729,498</u>
<u>\$ 13,569,288</u>	<u>\$ 13,144,054</u>	<u>\$ 15,309,567</u>	<u>\$ 16,054,765</u>	<u>\$ 15,169,450</u>	<u>\$ 15,535,921</u>

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2025	2024	2023	2022
REVENUES				
Taxes	\$ 11,594,799	\$ 11,346,419	\$ 11,456,740	\$ 10,843,889
Intergovernmental	960,013	321,693	332,556	363,600
Charges for services	11,754,961	11,197,943	10,736,173	9,218,808
Donations and contributions	712,174	-	-	-
Investment income	1,021,123	1,345,759	580,827	86,446
Miscellaneous	224,152	190,006	592,708	84,018
Total revenues	<u>26,267,222</u>	<u>24,401,820</u>	<u>23,699,004</u>	<u>20,596,761</u>
EXPENDITURES				
Current				
Recreation	17,526,817	15,945,107	14,867,112	13,563,443
Capital outlay	5,125,173	3,735,734	2,040,037	1,114,846
Debt service				
Principal retirement	4,580,000	4,385,000	4,180,000	3,810,000
Interest and fiscal charges	2,720,643	2,778,780	2,805,723	2,769,867
Total expenditures	<u>29,952,633</u>	<u>26,844,621</u>	<u>23,892,872</u>	<u>21,258,156</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(3,685,411)</u>	<u>(2,442,801)</u>	<u>(193,868)</u>	<u>(661,395)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,525,000	1,560,864	1,385,860	1,360,860
Transfers (out)	(1,525,000)	(1,560,864)	(1,385,860)	(1,360,860)
Bond issuance	3,350,000	3,305,000	3,055,000	2,870,000
Premium on bonds issued	-	-	-	-
Payment to escrow agent	-	-	-	-
Disposal of capital assets	-	-	-	-
Total other financing sources (uses)	<u>3,350,000</u>	<u>3,305,000</u>	<u>3,055,000</u>	<u>2,870,000</u>
NET CHANGE IN FUND BALANCES	<u>\$ (335,411)</u>	<u>\$ 862,199</u>	<u>\$ 2,861,132</u>	<u>\$ 2,208,605</u>
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	<u>29.33%</u>	<u>30.12%</u>	<u>31.84%</u>	<u>32.60%</u>

	2021	2020	2019	2018	2017	2016
\$	9,836,434	\$ 9,644,470	\$ 9,468,088	\$ 9,499,662	\$ 8,895,648	\$ 9,134,735
	652,853	202,421	219,834	206,249	235,722	167,681
	7,400,027	5,034,893	9,595,799	9,881,859	10,290,410	10,541,994
	-	-	-	-	-	-
	(17,157)	296,051	686,666	206,075	146,439	216,037
	196,386	184,510	155,989	151,851	227,921	238,796
	18,068,543	15,362,345	20,126,376	19,945,696	19,796,140	20,299,243
	12,282,348	10,239,040	13,324,280	13,678,069	13,792,038	13,750,553
	2,093,152	4,683,344	3,819,052	1,585,572	3,404,982	2,629,161
	3,655,000	3,830,000	3,311,000	3,238,000	8,010,000	3,085,000
	2,869,220	2,986,526	3,287,696	3,224,721	3,345,079	3,301,150
	20,899,720	21,738,910	23,742,028	21,726,362	28,552,099	22,765,864
	(2,831,177)	(6,376,565)	(3,615,652)	(1,780,666)	(8,755,959)	(2,466,621)
	935,860	935,860	585,860	1,660,860	1,585,860	1,465,000
	(935,860)	(935,860)	(585,860)	(1,660,860)	(1,585,860)	(1,465,000)
	2,855,000	21,705,000	9,020,000	2,646,000	8,273,000	2,910,000
	-	3,525,311	889,735	-	99,769	-
	-	(21,019,440)	(7,040,578)	-	-	-
	1,411	181	1,297	19,981	16,719	41,580
	2,856,411	4,211,052	2,870,454	2,665,981	8,389,488	2,951,580
\$	25,234	\$ (2,165,513)	\$ (745,198)	\$ 885,315	\$ (366,471)	\$ 484,959
	34.70%	40.20%	37.96%	29.74%	35.40%	31.30%

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Fiscal Year	Residential Property	Commercial Property	Industrial Property	Farm Property	Total Taxable Equalized Assessed Value (1)	Total Estimated Market Value
2024	2025	\$ 1,404,831,329	\$ 517,083,300	\$ 129,724,027	\$ 33,666	\$ 2,051,672,322	\$ 6,860,542,785
2023	2024	1,404,670,694	532,390,906	113,110,461	33,662	2,050,205,723	6,835,558,653
2022	2023	1,359,250,001	509,123,859	89,128,049	78,085	1,957,579,994	6,548,985,090
2021	2022	1,087,325,216	504,513,679	79,395,982	55,585	1,671,290,462	5,683,905,720
2020	2021	1,176,396,133	402,551,558	71,990,085	55,585	1,650,993,361	6,195,997,305
2019	2020	1,173,758,780	393,180,828	55,875,519	55,585	1,622,870,712	6,040,909,314
2018	2019	1,018,255,046	333,447,555	42,651,480	55,585	1,394,409,666	5,488,926,234
2017	2018	1,035,727,431	346,403,359	43,251,062	62,486	1,425,444,338	5,606,853,252
2016	2017	1,035,281,171	330,167,823	42,926,385	61,880	1,408,437,259	5,326,618,020
2015	2016	837,425,034	344,160,362	39,511,338	39,925	1,221,136,659	4,813,728,870

(1) Amounts shown represent taxable equalized assessed valuation by property class and are net of applicable exemptions and tax increment financing (TIF) district adjustments.

(2) Equalized assessed valuation before exemptions and TIF adjustments is greater than the taxable equalized assessed valuation shown above.

(3) Estimated actual value is calculated by multiplying equalized assessed valuation before exemptions and TIF adjustments by three. This calculation is an estimate for presentation purposes.

(4) Property in the District is reassessed under Cook County's triennial reassessment cycle.

Data Source

Cook County Clerk's Office

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

Tax Levy Year	% of District within Tax Agency	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
DISTRICT DIRECT RATES											
Corporate		0.2747	0.2826	0.2723	0.3156	0.2354	0.2134	0.1986	0.2109	0.2049	0.2267
Recreation		0.0462	0.0448	0.0497	0.0597	0.0994	0.0671	0.1277	0.0740	0.0719	0.0809
Illinois Municipal Retirement		0.0148	0.0070	0.0015	0.0015	0.0062	0.0244	0.0195	0.0379	0.0360	0.0449
Social Security		0.0341	0.0276	0.0340	0.0169	0.0062	0.0366	0.0408	0.0443	0.0432	0.0449
Special Recreation		0.0400	0.0383	0.0346	0.0400	0.0362	0.0346	0.0400	0.04	0.0356	0.0400
Debt Service		0.2121	0.1916	0.1911	0.2133	0.2127	0.2116	0.2418	0.2317	0.2296	0.2629
TOTAL DISTRICT DIRECT RATES	100.00%	0.6220	0.5919	0.5832	0.6470	0.5961	0.5877	0.6684	0.6388	0.6212	0.7003
OVERLAPPING RATES*											
County of Cook	100.00%	0.3905	0.3860	0.4310	0.4460	0.4530	0.4540	0.4890	0.4960	0.5330	0.5520
Consolidated Elections		-	0.0320	-	0.0190	-	0.0300	-	0.0310	-	0.0340
Forest Preserve District of Cook County	100.00%	0.0686	0.0750	0.0810	0.0580	0.0580	0.0590	0.0600	0.0620	0.0630	0.0690
Metropolitan Water Reclamation District	100.00%	0.3404	0.3450	0.3740	0.3820	0.3780	0.3890	0.3960	0.4020	0.4060	0.4260
Township of Schaumburg (All Funds)	50.05%	0.1730	0.1720	0.1460	0.1600	0.1440	0.1420	0.1600	0.1520	0.1480	0.1710
Village of Hoffman Estates	93.42%	1.4132	1.3840	1.4000	1.6270	1.4210	1.3770	1.5280	1.4700	1.4170	1.5630
School District #54 (Schaumburg)	50.05%	3.9024	3.6960	3.6850	3.9760	3.5750	3.5450	4.0300	3.8440	3.7900	4.3320
Township High School District #211 (Palatine)	65.14%	2.9655	2.7510	2.7100	3.0200	2.7870	2.7490	3.0440	2.9220	2.8710	3.3090
Harper Community College #512	76.12%	0.4336	0.4130	0.4100	0.4570	0.4090	0.4030	0.4430	0.4250	0.4160	0.4660
Schaumburg Township Library District	50.05%	0.3140	0.3190	0.3280	0.3550	0.3190	0.2940	0.3720	0.3570	0.3520	0.4020
Northwest Mosquito Abatement District	100.00%	0.0105	0.0100	0.0090	0.0110	0.0100	0.0100	0.0110	0.0100	0.0100	0.0110
TOTAL OVERLAPPING RATES		10.0116	9.5830	9.5740	10.5110	9.5540	9.4520	10.5330	10.1710	10.0060	11.3350

Notes: Rates are per \$100 of equalized assessed valuation.

*Overlapping rates are those of local and county governments that apply to property owners within the District. Not all overlapping rates apply to all of the District property owners (e.g., the rates for special districts apply only to the proportion of all the District's property owners whose property is located within the geographic boundaries of the special district).

The combined tax rate (district + overlap) for properties within the district ranged from \$7.85 - \$10.66.

Data Sources

Cook County Clerk's Office; Village of Hoffman Estates

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

PRINCIPAL PROPERTY TAXPAYERS

Current Tax Levy Year and Nine Tax Levy Years Ago

Taxpayer	2024 Tax Levy			2015 Tax Levy		
	Taxpayer Equalized Assessed Value	Rank	Percentage of Total District Equalized Assessed Valuation	Taxpayer Equalized Assessed Value	Rank	Percentage of Total District Equalized Assessed Valuation
Microsoft Corporation	\$ 51,704,865	1	2.26%	\$ -		
Hoffman Estates Acquis	43,986,302	2	1.92%			
Compass Data Centers	28,809,360	3	1.26%			
American Heritage	23,336,217	4	1.02%	11,621,630	9	0.72%
Ascension	22,593,217	5	0.99%	12,749,282	7*	0.79%
LBX Poplar Creek/ Prarie Stone LLC	21,339,792	6	0.93%			
Paul Hastings LLP	20,887,084	7	0.91%			
Lincoln Property Co	19,724,144	8	0.86%	17,395,972	3	1.08%
Claire's Stores Inc	16,684,541	9	0.73%			
Siemens Corp	15,251,557	10	0.67%			
Sears Roebuck & Co.				135,413,496	1	8.44%
AT&T				93,422,143	2	5.82%
Poplar Creek Crossing				16,934,992	4	1.06%
Cabela's				14,294,266	5	0.89%
Stonegate Properties				13,277,725	6	0.83%
TransAmerica				12,082,835	8	0.75%
Salvation Army				11,336,919	10	0.71%
	<u>\$ 264,317,079</u>		<u>11.55%</u>	<u>\$ 338,529,260</u>		<u>21.09%</u>
Total EAV before reduction for exemptions and TIF Districts	<u>\$ 2,286,847,595</u>			<u>\$ 1,604,576,290</u>		

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.

*Ascension Health listed as Alexian Brothers Health System in 2015

Data Source

Cook County Clerk's Office

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Fiscal Year	Tax Extension (1)	Collections in Current Year	Percentage of Levy	Net Collections in Subsequent Years (2)	Total Collections to Date	
						Amount	Percentage of Levy
2024	2025	\$ 12,762,038	\$ 8,424,232	66.01%	\$ 3,828,466	\$ 12,252,698	96.01%
2023	2024	12,134,823	11,346,419	93.50%	527,694	11,874,113	97.85%
2022	2023	11,416,882	11,246,880	98.51%	87,271	11,334,151	99.28%
2021	2022	10,814,537	10,812,439	99.98%	(196,677)	10,615,762	98.16%
2020	2021	9,840,221	9,438,218	95.91%	120,851	9,559,069	97.14%
2019	2020	9,537,731	9,248,647	96.97%	21,338	9,269,985	97.19%
2018	2019	9,320,217	9,061,857	97.23%	(77,013)	8,984,844	96.40%
2017	2018	9,105,633	8,899,017	97.73%	(63,617)	8,835,400	97.03%
2016	2017	8,749,212	8,334,018	95.25%	214,370	8,548,388	97.70%
2015	2016	8,552,045	8,444,121	98.74%	-	8,444,121	98.74%

(1) The District is an Illinois non-home rule community that submits tax levies for operations that are subject to the Property Tax Extension Limitation Law and for bond payments pursuant to other limits, including the Debt Service Extension Base, to the Cook County Clerk. The County Clerk calculates the tax extension and tax rates based on the levies and these and other statutory processes. The tax rates are applied to each taxpayer within the District along with other governments.

(2) Taxes collected and refunds processed in subsequent years are accumulated by the original levy year by the County Treasurer and are noted as net collections in subsequent years. Cook County substantially distributed 2024 and prior levy collections through March 18, 2026. The billing and collection of the second installment of the 2024 property taxes was late due to the conversion to the new Cook County property tax software. Only tax receipts received in the first sixty days of 2026, \$3,170,567, were included as revenue in the 2025 audited financials.

Data Source

Cook County Clerk's Office, Cook County Treasurer's Office

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Total Primary Government	Percentage of Estimated Taxable Equalized Assessed Value of Property (2)	Per Capita (3)
	General Obligation Bonds (1)	Alternate Revenue Source Bonds			
2025	\$ 10,022,704	\$ 52,420,000	\$ 62,442,704	3.04%	\$ 1,188.71
2024	10,530,066	53,365,000	63,895,066	3.12%	1,216.35
2023	10,963,655	54,270,000	65,233,655	3.33%	1,241.84
2022	11,487,246	55,130,000	66,617,246	3.99%	1,268.18
2021	12,100,837	55,715,000	67,815,837	4.11%	1,290.99
2020	12,604,428	56,270,000	68,874,428	4.17%	1,311.14
2019	15,202,459	52,825,000	68,027,459	4.88%	1,310.87
2018	8,360,146	59,820,000	68,180,146	4.78%	1,313.81
2017	8,660,867	60,125,000	68,785,867	4.88%	1,325.48
2016	8,632,256	60,425,000	69,057,256	5.66%	1,330.71

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

(1) General Obligation Bonds include outstanding limited tax bond principal and unamortized bond premium.

(2) See the Schedule of Assessed Value and Actual Value of Taxable.

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

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available for Debt Service	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2025	\$ 62,442,704	\$ 2,695,570	\$ 59,747,134	2.91%	\$ 1,137.39
2024	63,895,066	2,116,211	61,778,855	3.01%	1,176.07
2023	65,233,655	1,885,302	63,348,353	3.24%	1,205.95
2022	66,617,246	1,622,560	64,994,686	3.89%	1,237.29
2021	67,815,837	1,497,989	66,317,848	4.02%	1,262.48
2020	68,874,428	3,501,207	65,373,221	4.03%	1,244.49
2019	68,027,459	2,565,322	65,462,137	4.69%	1,261.43
2018	68,180,146	4,167,163	64,012,983	4.49%	1,233.51
2017	68,785,867	4,366,639	64,419,228	4.57%	1,241.34
2016	69,057,256	4,354,943	64,702,313	5.30%	1,246.79

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

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

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

December 31, 2025

Governmental unit	Gross Debt	Percentage Debt Applicable to the District (1)	The District's Share of Debt
Park District	\$ 62,442,704	100.00%	\$ 62,442,704
Cook County excluding Forest Preserve District	\$ 1,760,191,750	0.98%	\$ 17,249,879
Cook County Forest Preserve District	70,975,000	0.98%	695,555
Metropolitan Water Reclamation District	2,555,076,024	1.00%	25,550,760
Elgin Community College District #509	164,275,000	2.70%	4,435,425
Harper Community College District #512	196,740,000	6.43%	12,650,382
School District #15 (Palatine)	146,375,000	7.07%	10,348,713
School District #54 (Schaumburg)	47,830,000	17.70%	8,465,910
Unit School District #46 (Elgin)	207,490,055	2.76%	5,726,726
Unit School District #220 (Barrington)	135,760,000	9.34%	12,679,984
Unit School District #300 (Carpentersville)	200,875,000	3.52%	7,070,800
Poplar Creek Library	4,040,000	5.58%	225,432
Village of Hoffman Estates	79,498,755	96.28%	76,541,401
Village of Schaumburg	199,580,000	2.31%	4,610,298
Total Overlapping Debt	<u>5,768,706,584</u>		<u>186,251,265</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u>\$ 5,831,149,288</u>		<u>\$ 248,693,969</u>

(1) Overlapping debt represents net debt applicable to the District based on the proportion of each overlapping government's taxable equalized assessed valuation located within the District.

	Amount	Percent of EAV	Percent of Estimated True Value	Per Capita (1)
2024 Equalized Assessed Valuation (2)	\$ 2,286,847,595	100.00%	33.33%	\$ 43,534.13
Estimated True Value	6,860,542,785	300.00%	100.00%	130,602.38
Direct Debt	59,035,000	2.58%	0.86%	1,123.83
Overlapping Debt	186,251,265	8.14%	2.71%	3,545.62
Direct and Overlapping Debt	<u>\$ 245,286,265</u>	<u>10.72%</u>	<u>3.57%</u>	4,669.45

(2) EAV excluding reduction for exemptions and including increment from tax increment districts.

Data Source

Cook County Clerk's Office, Village of Hoffman Estates, and overlapping governmental units

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Equalized assessed valuation*	\$ 2,286,847,595	\$ 2,278,519,551	\$ 2,182,995,030	\$ 1,894,635,240	\$ 2,065,332,435	\$ 2,013,636,438	\$ 1,829,642,078	\$ 1,868,951,084	\$ 1,775,539,340	\$ 1,604,576,290
Bonded debt limit 2.875% of assessed valuation	\$ 65,746,868	\$ 65,507,437	\$ 62,761,107	\$ 54,470,763	\$ 59,378,308	\$ 57,892,048	\$ 52,602,210	\$ 53,732,344	\$ 51,046,756	\$ 46,131,568
Total net debt applicable to limit	6,615,000	6,900,000	7,075,000	7,340,000	7,695,000	7,940,000	7,725,000	7,986,000	8,273,000	7,590,000
Legal debt margin with referendum	\$ 59,131,868	\$ 58,607,437	\$ 55,686,107	\$ 47,130,763	\$ 51,683,308	\$ 49,952,048	\$ 44,877,210	\$ 45,746,344	\$ 42,773,756	\$ 38,541,568
Net Debt Applicable to the Limit as a % Debt Limit	10.1%	10.5%	11.3%	13.5%	13.0%	13.7%	14.7%	14.9%	16.2%	16.5%
Non-referendum legal debt limit .575% of assessed valuation	\$ 13,149,374	\$ 13,101,487	\$ 12,552,221	\$ 10,894,153	\$ 11,875,662	\$ 11,578,410	\$ 10,520,442	\$ 10,746,469	\$ 10,209,351	\$ 9,226,314
Total net debt applicable to limit	6,615,000	6,900,000	7,075,000	7,340,000	7,695,000	7,940,000	7,725,000	7,986,000	8,273,000	7,590,000
Legal debt margin	\$ 6,534,374	\$ 6,201,487	\$ 5,477,221	\$ 3,554,153	\$ 4,180,662	\$ 3,638,410	\$ 2,795,442	\$ 2,760,469	\$ 1,936,351	\$ 1,636,314
Net Debt Applicable to the Limit as a % Debt Limit	50.3%	52.7%	56.4%	67.4%	64.8%	68.6%	73.4%	74.3%	81.0%	82.3%

Note: The District's debt burden has declined by approximately \$1.1 million over the last five years while taxable equalized assessed valuation has increased substantially, resulting in significant growth in available debt capacity.

* Taxable EAV with exemptions and TIF added back

Data Sources

District records

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years

Fiscal Year	User Fees (1)	Annual Limited Bond Proceeds (2)	Total Pledged Revenues	Applicable Alternate Bond Debt Service (3)	Coverage (4)
2025	\$ 11,641,673	\$ 3,350,000	\$ 14,991,673	\$ 3,394,200	442%
2024	11,109,692	3,305,000	14,414,692	3,429,475	420%
2023	10,502,633	3,055,000	13,557,633	3,372,175	402%
2022	9,022,031	2,870,000	11,892,031	3,132,025	380%
2021	7,332,211	2,855,000	10,187,211	3,130,575	325%
2020	4,967,052	3,240,000	8,207,052	2,491,755	329%
2019	9,445,241	2,735,000	12,180,241	3,028,665	402%
2018	9,730,018	2,646,000	12,376,018	3,311,074	374%
2017	10,203,158	2,683,000	12,886,158	3,318,090	388%
2016	10,454,849	2,910,000	13,364,849	3,323,545	402%

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

(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 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.

Data Source

District records

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2025	52,530	\$ 2,524,066,500	\$ 48,050	3.7%
2024	52,530	2,577,594,570	49,069	4.4%
2023	52,530	2,379,714,060	45,302	3.9%
2022	52,530	2,162,449,980	41,166	3.7%
2021	52,530	2,102,040,480	40,016	2.9%
2020	51,895	2,054,290,710	39,107	6.9%
2019	51,895	2,010,526,615	38,737	2.9%
2018	51,895	2,014,304,425	35,686	3.1%
2017	51,895	1,934,386,125	37,275	3.8%
2016	51,895	1,898,370,995	36,581	4.7%

Data Sources

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

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	Product or Services	Employees	2025		2016		Employees	Rank	% of Total District Population
			Rank	% of Total District Population	Rank	% of Total District Population			
Ascension Saint Alexius	Medical center and behavioral health hospital	2,500	1	4.8%	2,550	2*		4.9%	
Siemens Medical Systems	Medical imaging, diagnostics, and healthcare technology	1,000	2	1.9%	500	5		1.0%	
Claire's	Fashion accessories and jewelry retail	500	3	1.0%	350	9		0.7%	
Leopardo Companies Inc.	Construction management and general contracting services	500	4	1.0%	300	10		0.6%	
FANUC America	Industrial robotics, CNC systems, and factory automation	500	5	1.0%	370	7		0.7%	
Village of Hoffman Estates	Municipal government services	371	6	0.7%	362	8		0.7%	
Omron Corporation	Industrial automation and electronic components	300	7	0.6%					
Vistex	Enterprise software for pricing, incentives, rights, and royalties	300	8	0.6%					
Salvation Army	Social services, charitable programs, and community support	300	9	0.6%					
Tate & Lyle	Food and beverage ingredients and specialty solutions	200	10	0.4%					
Sears Holdings	Retail corporate headquarters and related retail operations				4,800	1		9.2%	
CDK Global	Automotive retail software and technology services				800	3		1.5%	
Liberty Mutual	Insurance products and services				400	6		1.4%	
		<u>6,471</u>		<u>12.6%</u>	<u>10,432</u>			<u>20.7%</u>	

*Ascension Saint Alexius combines St. Alexius Medical Center (#2 2016) and Alexian Brothers Behavioral Health Hospital (#4 2016).

Data Source

Village of Hoffman Estates

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GENERAL GOVERNMENT										
Full-time employees	41	37	37	38	37	42	37	38	39	43
Part-time employees	3	-	-	-	-	1	3	4	4	2
CULTURE AND RECREATION										
Full-time employees	38	37	37	35	33	20	38	37	38	38
Part-time employees	333	335	326	336	316	379	386	405	445	424
Seasonal Employees	242	252	244	236	140	61	250	250	240	285
Total full-time employees	79	74	74	73	70	62	75	75	77	81
Total part-time employees	578	587	570	572	456	441	639	659	689	711

Data Source

District records

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2025	2024**	2023	2022	2021	2020*	2019	2018	2017	2016
RECREATION										
Number of participants	22,182	23,346	23,553	23,553	20,079	12,085	23,301	21,254	22,544	23,311
ANNUAL ATTENDANCE										
The Club at Prairie Stone	277,477	227,259	190,000	161,121	147,503	91,141	694,422	705,192	773,143	757,983
Seascape Family Aquatic Center	27,137	28,667	36,400	33,898	32,226	-	31,864	28,202	27,740	33,601
Triphahn Center and Ice Arena	96,116	90,834	135,000	124,411	138,735	26,701	720,175	827,787	907,551	916,718
Willow Recreation Center	13,415	11,096	43,567	42,243	34,260	4,932	189,893	168,069	184,264	191,942
MEMBERSHIPS										
Bo's Run Dog Park	147	159	221	224	296	257	329	287	318	297
Dog Park Combo (Admit to Both Sites)	76	69	83	105	132	79	66	81	85	76
Freedom Run Dog Park	191	224	271	261	272	250	288	315	321	321
The Club at Prairie Stone	3,348	3,058	2,919	2,418	2,160	1,992	2,837	2,881	3,000	2,940
Seascape Family Aquatic Center	811	966	1,349	1,645	1,642	-	1,366	1,302	1,437	1,459
Triphahn Center and Ice Arena	671	583	488	469	523	509	781	809	854	863
Willow Recreation Center	166	155	180	166	103	93	253	329	335	349
BRIDGES POPLAR CREEK COUNTRY CLUB										
Rounds	32,364	33,884	31,669	29,154	30,830	28,238	24,538	26,109	31,323	31,279

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

**Beginning in 2024, attendance methodology was updated based on available RecTrac and point-of-sale information. Amounts may not be fully comparable to prior years.

Data Source

District records

**HOFFMAN ESTATES PARK DISTRICT
HOFFMAN ESTATES, ILLINOIS**

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
RECREATION										
Acreage - owned	934	934	934	936	936	933	933	927	924	924
Facilities	7	7	7	7	7	7	7	7	7	7
Number of parks - owned	83	80	80	81	81	80	80	80	80	80
Natural areas	44	24	24	36	36	23	23	23	23	23
Pathway distance (feet)	73,736	73,736	73,736	72,716	72,716	72,716	72,716	72,388	72,388	72,388
Retention ponds/lakes	28	28	28	29	29	28	28	28	28	28
AMENITIES										
Ball diamonds	23	29	29	25	25	29	29	26	29	29
Basketball courts	15	15	15	16	16	15	15	15	15	15
Cricket fields	1	1	1	1	1	1	1	1	1	1
Disc golf courses	2	1	1	1	1	1	1	1	1	1
Dog parks	2	2	2	2	2	2	2	2	2	2
Fishing areas	16	16	16	18	18	16	16	16	16	16
Football fields	2	2	2	3	3	2	2	2	2	2
Indoor ice arenas	2	2	2	2	2	2	2	2	2	2
Pickleball courts	24	19	19	19	16	-	-	-	-	-
Playgrounds	43	42	42	46	46	47	47	46	46	46
Shelter areas	27	26	26	29	29	25	25	24	24	24
Skate parks	2	2	2	2	2	2	2	2	2	2
Sled hills	3	3	3	3	3	2	2	2	2	2
Soccer fields	16	16	16	17	17	16	16	14	16	16
Splash pads	5	5	5	5	5	4	4	4	4	4
Tennis courts	14	14	14	14	14	17	17	17	17	17
Volleyball courts	3	3	3	5	5	5	5	5	5	5

Data Source

District records