

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2018



PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2018**

Prepared by:

Finance Department
Annette Curtis, Director of Finance

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

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PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Park District of Highland Park including:

- Principal Officials
- Organizational Chart
- Letter of Transmittal
- Certificate of Achievement for Excellence in Financial Reporting

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Principal Officials
December 31, 2018**

BOARD OF PARK COMMISSIONERS

Brian Kaplan, President

Barnett Ruttenberg, Vice President

Calvin A. Bernstein, Commissioner

Terry Grossberg, Commissioner

Lori Flores Weisskopf, Commissioner

ADMINISTRATIVE

Liza McElroy, Executive Director

Annette Curtis, Director of Finance and IT

Kathy Donahue, Deputy Director of Operations

Daniel Voss, Director of Parks and Properties

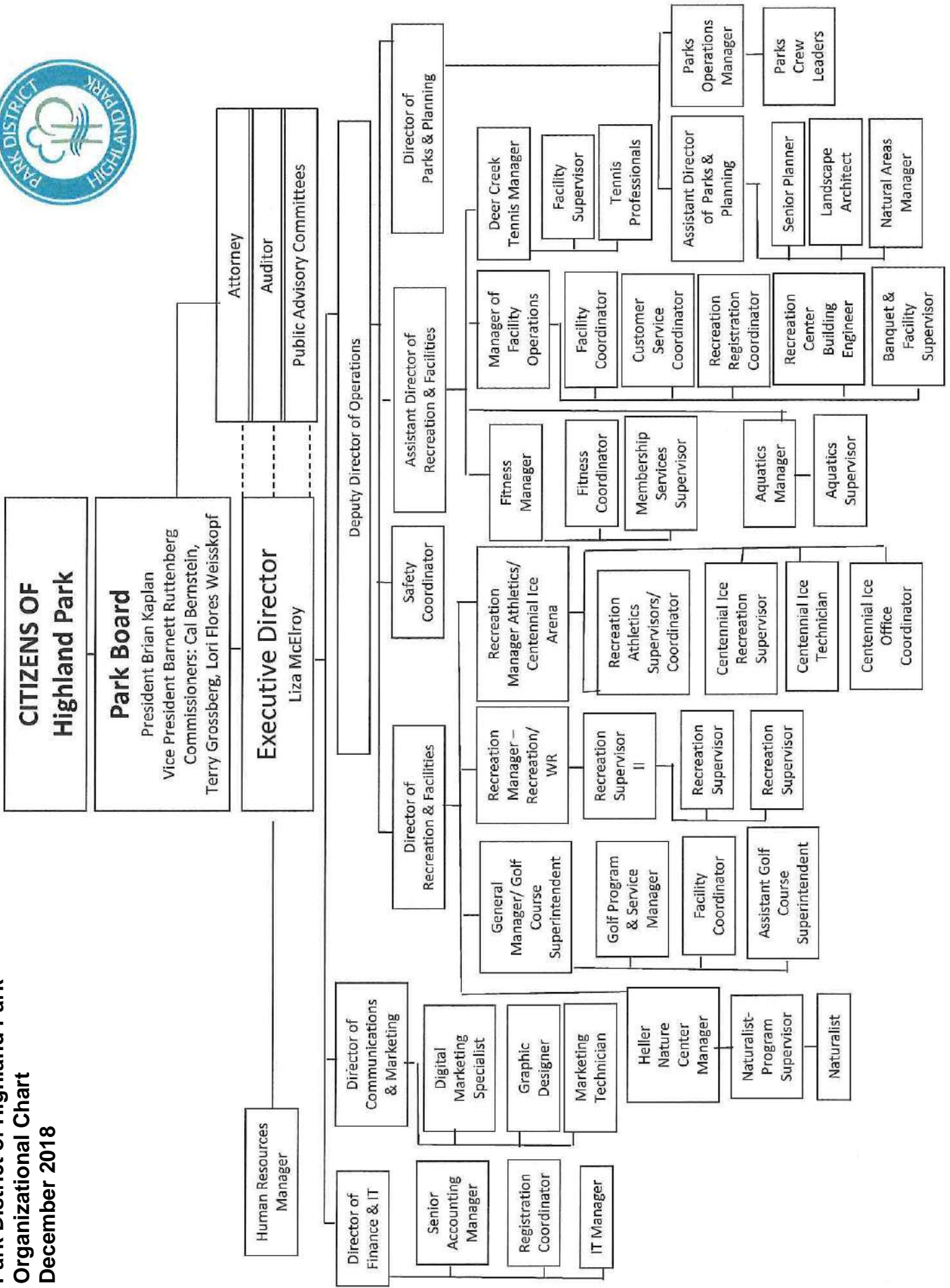
Liz Gogola, Director of Communications

Brian Romes, Director of Recreation and Facilities

Mitch Carr, Assistant Director of Recreation and Facilities

Jeff Smith, Assistant Director of Parks, Property and Planning

**Park District of Highland Park
Organizational Chart
December 2018**





636 Ridge Road
Highland Park, IL 60035
847.831.3810 | pdhp.org

April 16, 2019

To: Board of Park Commissioners and Citizens of the Park District of the Park District of Highland Park

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 report is published to fulfill that requirement for the fiscal year ended December 31, 2018.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that is established for this purpose. 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.

Lauterbach & Amen, LLP, Certified Public Accountants, has issued an unmodified (“clean”) opinion on the Park District of Highland Park’s financial statements for the year ended December 31, 2018. 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 Park District of Highland Park

The District was founded in 1909 and is located in the City of Highland Park, Illinois along the north shore of Lake Michigan. The District serves the City of Highland Park and a small portion of the Village of Deerfield. The District owns and operates more than 700 acres of land in 44 park areas while also helping other municipal agencies manage some land and is located approximately 25 miles north of Chicago.

The Park District operates under a Board-Director form of government serving a population of approximately 30,000. Educational services for the residents of the District are provided by North Shore School District Number 112 and Township High School District Number 113. Route 41 traverses the District and Interstate 94 is along its western boundary. METRA rail service to downtown Chicago is available with stations in Deerfield, Highland Park, Ft. Sheridan, and Highwood.

The District offers over 3,000 programs annually. These programs include athletics, pre-school, art and dance, ice skating, tennis, swimming, golf, gymnastics, and tennis. The District also offers general youth and adult variety programs throughout its facilities and parks. To support these programs, the District parks contain baseball and softball fields (29), outdoor basketball courts (10), football/soccer fields (14), indoor/outdoor tennis courts (52), disc golf courses (2), and fishing areas (3). The District operates 9 facilities ranging from an ice center to a nature center.

The Comprehensive Annual Financial Report, which follows this transmittal letter, includes all funds of governmental operations and component units based on financial accountability. The accompanying financial statements include only those funds of the Park District, as there are no other organizations for which it has financial accountability. The Park District participates in the Illinois Municipal Retirement Fund (IMRF), the Northern Suburban Special Recreation Association (NSSRA), and the Park District Risk Management Agency (PDRMA). These organizations are not included in this report. However, such statements are available upon request from their respective business offices.

The Board of Commissioners is required to adopt a final budget and appropriation ordinance by no later than three months after the close of the fiscal year. This annual budget serves as the foundation for the Park District of Highland Park's financial planning and control. The budget is prepared by fund and state law prohibits further appropriation at anytime within the same fiscal year. The Board of Commissioners has the authority, after the first six months of the fiscal year, to make transfers between various items in any fund in the appropriation ordinance with a two-thirds (2/3) vote. Additionally, if circumstances warrant it, a supplemental budget and appropriations ordinance can be prepared. Transfers cannot exceed 10%, in the aggregate, of the total amount appropriated for the fund or item that is having funds reallocated.

Local Economy

The City of Highland Park has a well-established reputation as a preeminent community located in the northern corridor of the Chicago metropolitan area. The area encompassing the Park District of Highland Park is an outstanding place in which to live and work as the city has a large residential base and a booming downtown. The residents of Highland Park receive excellent municipal and educational services. From an educational standpoint, over one-third of its residents have an advanced degree and an additional third have a bachelor's degree. This is well above the norm for the County (Lake) as well as the State of Illinois.

From a pure economic position, the District serves a highly affluent community as nearly 52% of its residents live in homes valued in excess of \$500,000 as opposed to a state average of just over 7%. The median household income of \$115,382 is approximately 50% higher than the states median household income.

Long-term Planning

GreenPrint 2024, the District's comprehensive master plan, was adopted at the December 2015 Board Meeting. It establishes a clear set of goals, policies and standards for all Park District facilities, open space, and programs. Since adoption numerous initiatives have been addressed including the creation of the Parks Foundation of Highland Park, Lakefront Master Plan, and Athletic Field Master Plan. Three major capital initiatives were completed, construction of a new Golf/Parks Maintenance facility, Sunset Valley Golf Course and Club House.

Working with the City of Highland Park, the District purchased the Highland Park Country Club property and began the transformation to a passive recreational open space. This will create a large natural open area in the center of town for all to enjoy.

During 2019, a community Attitude and Interest Survey will be completed. Information obtained from the survey will be used to 'refresh' GreenPrint 2024 to ensure that resources are aligned with current and future resident needs, community values, and the District's changing demographics.

Other Information

During the last quarter of 2018, and with the announcement of the Executive Director's retirement, the Board of Commissioners, working the Illinois Association of Park Districts began an executive search. To provide stability the Deputy Executive Director was named Interim Director until a replacement can be found.

Independent Audit: The District is required by Illinois Compiled Statutes to have an annual audit conducted by an independent certified public accountant selected by the Board of Park Commissioners. The audit firm, Lauterbach & Amen, LLP, Certified Public Accountants' report on the general-purpose financial statements and combining and individual fund statements and schedules are included in the financial of this report.

Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Park District of Highland Park for its comprehensive annual financial report for the fiscal year ended December 31, 2017. This was the twenty ninth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In 2018, the Park District of Highland Park received the following awards:

- Illinois Park and Recreation Association's Outstanding Facility Award for Sunset Valley Golf Club.
- American Society of Golf Course Architects 2018 Design Excellence award for Sunset Valley Golf Club.
- American Institute of Architects 2018 Small Projects Design Award for Rosewood Beach. This was the fifth design award the District received for Rosewood Beach and the second national award.

Affiliations: The District is a member of the National Recreation and Park Association (NRPA), the Illinois Association of Park Districts (IAPD), the Illinois Park and Recreation Association (IPRA), the Park District Risk Management Agency (PDRMA) and the Northern Suburban Special Recreation Association (NSSRA).

The timely preparation of this comprehensive financial report was made possible by the dedicated staff of the entire Park District and coordinated by the Finance staff. We would like to express our sincere appreciation for their contributions not only to this report, but also to their commitment of abiding to policies and procedures to ensure the high integrity of the information presented in this financial report. We thank the Board of Park Commissioners for their leadership and support as it relates to the financial operations and policies of the District.

Sincerely,



Kathy Donoghue
Interim Executive Director



Annette Curtis
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Park District of Highland Park
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2017

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

April 16, 2019

Members of the Board of Commissioners
Park District of Highland Park
Highland Park, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Park District of Highland Park, Illinois, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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 Park District of Highland Park, Illinois, as of December 31, 2018, 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.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Park District of Highland Park, Illinois' basic financial statements. The introductory section, individual fund budgetary comparison schedules, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund budgetary comparison schedules and supplemental 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. Such 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 individual fund budgetary comparison schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management's Discussion and Analysis December 31, 2018

Our discussion and analysis of the Park District of Highland Park's financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2018. Please read it in conjunction with the transmittal letter, which begins on page 3 and the District's financial statements, which begin on page 18.

FINANCIAL HIGHLIGHTS

- The Park District of Highland Park's net position decreased \$801,758, which is approximately 1.49% lower from the prior year, as a result of operations.
- During the year, government-wide revenues for the primary government totaled \$21,921,144 while expenses totaled \$22,722,902, resulting in a decrease to net position of \$801,758.
- The Park District of Highland Park's net position totaled \$53,011,720 on December 31, 2018, which includes \$36,056,097 net investment in capital assets, \$386,216 subject to external restrictions, and \$16,569,407 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported excess revenue for the year of \$116,957 exclusive of transfers out of \$623,605. The net change in fund balance of (\$506,648) brings the fund balance in the General Fund to \$2,380,283, resulting in a decrease of 17.5%.
- Beginning net position was restated due to the District implementing GASB Statement No. 75.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 18 - 20) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements begin on page 21. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 21 - 26 of this report.

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management's Discussion and Analysis December 31, 2018

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

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

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

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The District maintains five 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, Debt Service Fund, and Capital Projects Fund, all of which are considered to be major funds, and the Special Recreation Fund, the District's only nonmajor fund.

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.

The basic governmental fund financial statements can be found on pages 21 - 26 of this report.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management's Discussion and Analysis December 31, 2018

USING THIS ANNUAL REPORT – Continued

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27 - 59 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's I.M.R.F. employee pension obligations, retiree benefits plan, as well as budgetary comparison schedules for the General Fund and Recreation Fund. These items can be found on pages 60 - 65.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$53,011,720.

	Net Position	
	2018	2017
Current and Other Assets	\$ 30,708,488	44,469,964
Capital Assets	54,557,308	51,114,687
Total Assets	85,265,796	95,584,651
Deferred Outflows	3,854,056	1,731,524
Total Assets/ Deferred Outflows	89,119,852	97,316,175
Long-Term Debt	16,681,986	18,589,697
Other Liabilities	5,691,307	6,875,928
Total Liabilities	22,373,293	25,465,625
Deferred Inflows	13,734,839	17,296,207
Total Liabilities/ Deferred Inflows	36,108,132	42,761,832
Net Investment in Capital Assets	36,056,097	31,570,496
Restricted	386,216	467,053
Unrestricted	16,569,407	22,516,794
Total Net Position	53,011,720	54,554,343

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management's Discussion and Analysis December 31, 2018

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

A large portion of the District's net position, \$36,056,097 or 68.0%, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$386,216 or 0.7%, of the District's net position represents resources that are subject to external restrictions on how they may be used. Essentially, these restrictions represent property taxes levied for a specific purpose. The remaining 31.3%, or \$16,569,407, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

	Changes in Net Position	
	2018	2017
Revenues		
Program Revenues		
Charges for Services	\$ 8,495,425	10,333,214
Capital Grants/Contributions	36,970	436,434
General Revenues		
Property Taxes	12,639,828	12,280,482
Replacement Taxes	140,571	173,623
Other General Revenues	608,350	517,055
Total Revenues	<u>21,921,144</u>	<u>23,740,808</u>
Expenses		
General Government	7,081,362	4,680,213
Recreation	15,142,209	16,750,430
Interest on Long-Term Debt	499,331	593,134
Total Expenses	<u>22,722,902</u>	<u>22,023,777</u>
Change in Net Position	(801,758)	1,717,031
Net Position-Beginning as Restated	<u>53,813,478</u>	<u>52,837,312</u>
Net Position-Ending	<u>53,011,720</u>	<u>54,554,343</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management’s Discussion and Analysis December 31, 2018

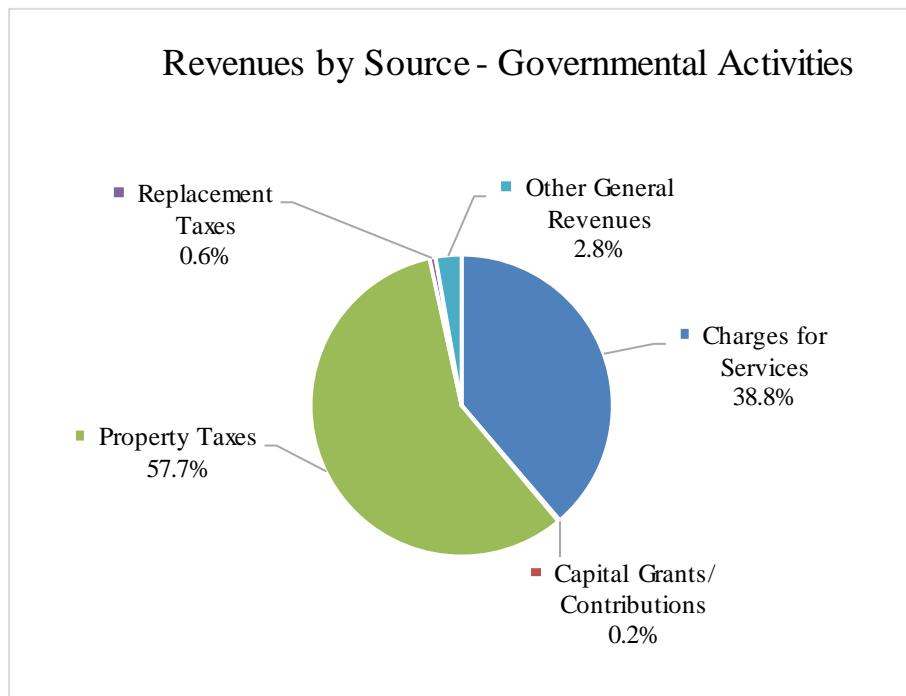
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of the District’s governmental activities decreased by 1.4% \$53,011,720 at December 31, 2018 compared to \$53,813,478 restated at December 31, 2017. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$16,569,407 at December 31, 2018.

Governmental Activities

Revenues for governmental activities totaled \$21,921,144, while the cost of all governmental functions totaled \$22,722,902. This results in a loss of \$801,758. For the year ended December 31, 2017, revenue of \$23,740,808 exceeded expenses of \$22,023,777, resulting in a gain of \$1,717,031. During 2018, revenues decreased due to a delayed opening of the renovated Sunset Valley Golf Club and expenses increased due to the increase in the District’s net pension asset and deferred items related to IMRF.

The following chart graphically depicts the major revenue sources of the District. This graph illustrates that, more than half of the District’s revenues come from property tax.



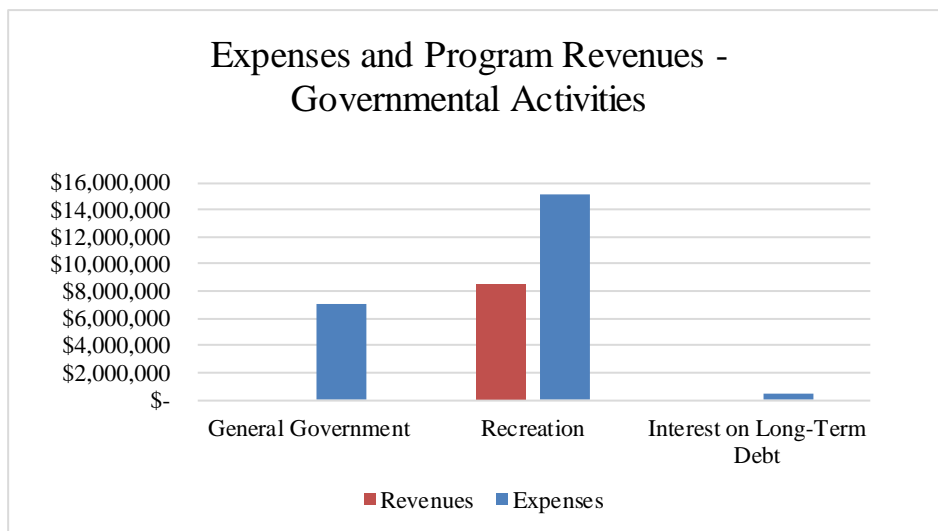
PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management’s Discussion and Analysis December 31, 2018

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – Continued

The Expenses and Program Revenues Chart identifies those governmental functions where program expenses greatly exceed revenues. Although in the government-wide statements expenses normally exceed revenues, general revenues such as property and replacement taxes support the general government expenses, a portion of recreation expenses, and interest expenses. During 2018, staff controlled spending resulting in a favorable savings compared to budget.



FINANCIAL ANALYSIS OF THE DISTRICT’S FUNDS

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

Governmental Funds

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

The ending fund balance when the District’s Governmental Funds combined is \$14,273,761 which is \$5,971,626, or 29.5%, less than last year’s total of \$20,245,387. Of that amount, \$13,772,045, of the total is committed, assigned, or unassigned. The District’s intent is to remain true to its fund balance policy that is discussed in the Notes to the Financial Statements, by transferring a portion of the excess balances to the Capital Projects Fund to assure that the District’s existing assets are well maintained moving forward. The District transferred \$950,000 from the Recreation Fund to the Capital Projects Fund in excess fund balance.

The General Fund is the chief operating fund of the District. At December 31, 2018, unassigned fund balance in the General Fund was \$2,332,568, which represents 98.0% of the total fund balance of the General Fund.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Management’s Discussion and Analysis
December 31, 2018**

FINANCIAL ANALYSIS OF THE DISTRICT’S FUNDS – Continued

Governmental Funds – Continued

The Recreation Fund reported a positive change in fund balance at December 31, 2018 of \$553,040, to \$4,659,347. This is an increase of 13.5% and is due the delayed opening of Sunset Valley Golf Club; therefore, lower expenses were spent during the year.

The Debt Service Fund reported an increase of \$4,193, to \$160,723 and was due to principal and interest expense. The fund balance in the Debt Service Fund is restricted for future debt service payments.

The Capital Projects Fund reported a decrease in fund balance of \$5,954,100 to \$6,847,186. This decrease is due to a planned use of reserve for capital expenditures.

GENERAL FUND BUDGETARY HIGHLIGHTS

During 2018, the District did not revise the annual operating budget of the General Fund. The fund is reported as a major fund, and accounts for the routine park operations of the District. The overall performance of the fund was greater than budgeted. The actual revenues for the year total \$5,432,818, compared to budgeted revenue of \$5,442,881. The \$10,063 difference was mainly due to the over budgeting of property tax revenue. Expenditures had a favorable budget variance by \$509,045 and this was due to over budgeting related to staffing.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District’s investment in capital assets for its governmental activities as of December 31, 2018 was \$54,557,308 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements, equipment, and vehicles.

	Capital Assets - Net of Depreciation	
	2018	2017
Land	\$ 3,748,634	3,248,634
Construction in Progress	172,172	10,162,293
Buildings	26,925,364	19,462,088
Improvements	18,769,412	14,435,658
Equipment	4,611,909	3,467,594
Vehicles	329,817	338,420
Total	54,557,308	51,114,687

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management's Discussion and Analysis December 31, 2018

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Capital Assets – Continued

This year's major additions included:

Land	\$	500,000
Construction in Progress		172,172
Improvements		3,653,773
Equipment		1,664,211
Vehicles		79,236
		<hr/>
Total		6,069,392
		<hr/> <hr/>

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 debt of \$17,885,000 as compared to \$20,370,000 the previous year, a decrease of 12.2%. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding	
	2018	2017
	<hr/>	<hr/>
Debt Certificates	\$ 9,455,000	10,720,000
General Obligation Bonds	8,430,000	9,650,000
	<hr/>	<hr/>
	17,885,000	20,370,000
	<hr/> <hr/>	<hr/> <hr/>

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Management's Discussion and Analysis December 31, 2018

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Through conservative efforts to maintain its reserves and careful financial planning, the District's financial position continues to remain strong. Many trends and economic factors which can affect the future operations of the District are considered during budgeting and long-range planning. The District is committed to maintaining reserves and continually reviewing ways to improve its capital assets and strong financial position to provide residents with excellent programs and facilitates. A community Attitude and Interest Survey will be completed in 2019. The information received from this study will be used for future programming and capital planning, to align the District's resources with the needs of the community. There are several additional major factors that the Park District has been dealing with and will address in the upcoming budget year as well:

- The continuing negative effect of the tax cap on the District's property tax revenue.
- Systematic increase in the minimum wage over the next seven years.
- Rising group health insurance costs.
- Increased competition from private industry for participants and users.
- Declining elementary school enrollment.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Office of the Finance Director, Park District of Highland Park, 636 Ridge Road, Highland Park, IL 60035

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Statement of Net Position

December 31, 2018

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 16,558,895
Receivables - Net of Allowances	13,780,241
Inventory	18,103
Prepays	<u>75,519</u>
Total Current Assets	<u>30,432,758</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	3,920,806
Depreciable	77,180,624
Accumulated Depreciation	<u>(26,544,122)</u>
Total Capital Assets	54,557,308
Other Assets	
Net Pension Asset - IMRF	<u>275,730</u>
Total Noncurrent Assets	<u>54,833,038</u>
Total Assets	85,265,796
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	<u>3,854,056</u>
Total Assets and Deferred Outflows of Resources	<u>89,119,852</u>

The notes to the financial statements are an integral part of this statement.

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 1,035,096
Accrued Payroll	404,367
Accrued Interest	21,878
Other Payables	1,679,966
Current Portion of Long-Term Debt	
Debt Certificates Payable	1,295,000
General Obligation Bonds Payable	1,255,000
Total Current Liabilities	<u>5,691,307</u>
Noncurrent Liabilities	
Total OPEB Liability - RBP	730,775
Debt Certificates Payable - Net	8,397,982
General Obligation Bonds Payable- Net	7,553,229
Total Noncurrent Liabilities	<u>16,681,986</u>
Total Liabilities	<u>22,373,293</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	13,039,568
Deferred Items - IMRF	674,393
Deferred Items - RBP	20,878
Total Deferred Inflows of Resources	<u>13,734,839</u>
Total Liabilities and Deferred Inflows of Resources	<u>36,108,132</u>
NET POSITION	
Net Investment in Capital Assets	36,056,097
Restricted	
Property Tax Levies	
Audit	21,149
Special Recreation	226,222
Debt Service	138,845
Unrestricted	<u>16,569,407</u>
Total Net Position	<u><u>53,011,720</u></u>

The notes to the financial statements are an integral part of this statement.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2018

	Expenses	Program Revenues		Net (Expenses)/ Revenues
		Charges for Services	Capital Grants/ Contributions	
Governmental Activities				
General Government	\$ 7,081,362	-	-	(7,081,362)
Recreation	15,142,209	8,495,425	36,970	(6,609,814)
Interest on Long-Term Debt	499,331	-	-	(499,331)
 Total Governmental Activities	 <u>22,722,902</u>	 <u>8,495,425</u>	 <u>36,970</u>	 <u>(14,190,507)</u>

General Revenues	
Taxes	
Property Taxes	12,639,828
Replacement Taxes	140,571
Interest	289,703
Miscellaneous	318,647
	<u>13,388,749</u>
 Change in Net Position	 (801,758)
 Net Position - Beginning as Restated	 <u>53,813,478</u>
 Net Position - Ending	 <u>53,011,720</u>

The notes to the financial statements are an integral part of this statement.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2018

See Following Page

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Balance Sheet - Governmental Funds
December 31, 2018**

	General	Special Revenue Recreation
ASSETS		
Cash and Investments	\$ 2,486,367	6,441,834
Receivables - Net of Allowances		
Taxes	5,419,976	5,124,367
Accrued Interest	136,190	-
Programs	275,564	328,029
Inventory	-	18,103
Prepays	26,566	48,953
		<hr/>
Total Assets	8,344,663	11,961,286
		<hr/> <hr/>
LIABILITIES		
Accounts Payable	380,598	257,045
Retainage Payable	-	-
Accrued Payroll	137,767	266,600
Other Payables	26,039	1,653,927
	<hr/>	<hr/>
Total Liabilities	544,404	2,177,572
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	5,419,976	5,124,367
	<hr/>	<hr/>
Total Liabilities and Deferred Inflows of Resources	5,964,380	7,301,939
FUND BALANCES		
Nonspendable	26,566	67,056
Restricted	21,149	-
Committed	-	4,592,291
Assigned	-	-
Unassigned	2,332,568	-
	<hr/>	<hr/>
Total Fund Balances	2,380,283	4,659,347
		<hr/> <hr/>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	8,344,663	11,961,286
	<hr/> <hr/>	<hr/> <hr/>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects	<u>Nonmajor Special Recreation</u>	Totals
160,723	7,243,749	226,222	16,558,895
1,533,707	-	961,518	13,039,568
-	890	-	137,080
-	-	-	603,593
-	-	-	18,103
-	-	-	75,519
1,694,430	7,244,639	1,187,740	30,432,758
-	359,216	-	996,859
-	38,237	-	38,237
-	-	-	404,367
-	-	-	1,679,966
-	397,453	-	3,119,429
1,533,707	-	961,518	13,039,568
1,533,707	397,453	961,518	16,158,997
-	-	-	93,622
160,723	-	226,222	408,094
-	-	-	4,592,291
-	6,847,186	-	6,847,186
-	-	-	2,332,568
160,723	6,847,186	226,222	14,273,761
1,694,430	7,244,639	1,187,740	30,432,758

The notes to the financial statements are an integral part of this statement.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to
Net Position of Governmental Activities**

December 31, 2018

Total Governmental Fund Balances \$ 14,273,761

Amounts reported for governmental activities in the Statement of Net Position
are different because:

Capital assets used in governmental activities are not financial
resources and therefore, are not reported in the funds. 54,557,308

A net pension asset is not considered to represent a financial resource and
therefore is not reported in the funds. 275,730

Deferred outflows (inflows) of resources related to the pensions not
reported in the funds.

Deferred Items - IMRF	3,179,663
Deferred Items - RBP	(20,878)

Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.

Total OPEB Liability - RBP	(730,775)
Debt Certificates Payable - Net	(9,692,982)
General Obligation Bonds Payable - Net	(8,808,229)
Accrued Interest Payable	(21,878)

Net Position of Governmental Activities 53,011,720

The notes to the financial statements are an integral part of this statement.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2018**

See Following Page

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2018**

	General	Special Revenue Recreation
Revenues		
Taxes	\$ 4,994,253	5,329,359
Charges for Services	46,560	8,448,865
Grants and Donations	-	36,970
Interest	284,203	-
Miscellaneous	107,802	202,618
Total Revenues	<u>5,432,818</u>	<u>14,017,812</u>
Expenditures		
Current		
General Government	5,315,861	-
Recreation	-	11,555,352
Capital Outlay	-	24,012
Debt Service		
Principal Retirement	-	-
Interest and Fiscal Charges	-	-
Total Expenditures	<u>5,315,861</u>	<u>11,579,364</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>116,957</u>	<u>2,438,448</u>
Other Financing Sources (Uses)		
Transfers In	-	-
Transfers Out	(623,605)	(1,885,408)
	<u>(623,605)</u>	<u>(1,885,408)</u>
Net Change in Fund Balances	(506,648)	553,040
Fund Balances - Beginning	<u>2,886,931</u>	<u>4,106,307</u>
Fund Balances - Ending	<u><u>2,380,283</u></u>	<u><u>4,659,347</u></u>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects	Nonmajor Special Recreation	Totals
1,520,643	-	936,144	12,780,399
-	-	-	8,495,425
-	-	-	36,970
-	5,500	-	289,703
-	8,227	-	318,647
1,520,643	13,727	936,144	21,921,144
-	916,616	-	6,232,477
-	-	404,255	11,959,607
-	6,601,211	-	6,625,223
2,485,000	-	-	2,485,000
590,463	-	-	590,463
3,075,463	7,517,827	404,255	27,892,770
(1,554,820)	(7,504,100)	531,889	(5,971,626)
1,559,013	1,550,000	-	3,109,013
-	-	(600,000)	(3,109,013)
1,559,013	1,550,000	(600,000)	-
4,193	(5,954,100)	(68,111)	(5,971,626)
156,530	12,801,286	294,333	20,245,387
160,723	6,847,186	226,222	14,273,761

The notes to the financial statements are an integral part of this statement.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

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

For the Fiscal Year Ended December 31, 2018

Net Change in Fund Balances - Total Governmental Funds \$ (5,971,626)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlays	6,069,392
Depreciation Expense	(2,344,256)
Disposals - Cost	(791,538)
Disposals - Accumulated Depreciation	509,023

A change to a net pension asset is not considered to be a change in a financial asset in the governmental funds.

Decrease to Net Pension Asset - IMRF	(6,867,300)
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The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.

Change in Deferred Items - IMRF	6,029,203
Change in Deferred Items - RBP	(20,878)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.

Deductions to Total OPEB Liability - RBP	10,090
Retirement of Debt	2,485,000
Amortization of Bond Premiums	88,486

Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

2,646

Changes in Net Position of Governmental Activities

(801,758)

The notes to the financial statements are an integral part of this statement.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Park District of Highland Park of Illinois (District) was incorporated July 9, 1909. The District operates under a Board-Manager form of government, providing recreation and other services to the residents of Highland Park which include: recreation programs, park management, capital development, and general administration.

REPORTING ENTITY

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

BASIS OF PRESENTATION

Government-Wide Statements

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

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

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

The net costs (by function) are normally covered by general revenue (property tax, interest income, etc.). The District does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds, which is recorded as a transfer.

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. The District's funds are all reported as governmental funds. The emphasis in fund financial statements is on the major funds.

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

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

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

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

Governmental Funds

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

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District maintains two special revenue funds. The Recreation Fund, a major special revenue fund, is used to account for the operations of the recreation programs. Financing is provided primarily from an annual property tax levy, and from fees charged for programs and activities.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and records the District’s general obligation debt activity.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The Capital Projects Fund is treated as a major fund and is used to account for financial resources acquired through bond issue which are to be used for improvements to existing park facilities and for maintenance supplies and staff for the general upkeep of all parks within the District.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), and financial position. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

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

Basis of Accounting

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

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

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Cash and Investments

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

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

Interfund Receivables, Payables and Activity

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

Prepays/Inventories

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 - \$250,000, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

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

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

Buildings	25 - 35 Years
Improvements	10 - 20 Years
Equipment	3 - 15 Years
Vehicles	5 - 10 Years

Deferred Outflows/Inflows of Resources

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

Compensated Absences

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

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Long-Term Obligations

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

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

Net Position

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

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

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

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to December 31 the Director submits to the Board of Commissioners a proposed operating budget for the upcoming fiscal year commencing January 1.
- The operating budget includes proposed expenditures and the means for financing.
- 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.
- Notice is given, and public meetings are conducted, to obtain taxpayer comments.
- The Board may add to, subtract from, or change appropriations, but may not change the form of the budget.
- Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of an annual combined budget and appropriation ordinance.
- Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are legally adopted on a basis consistent with GAAP. Expenditures may not legally exceed appropriations at the fund level. Any expenditure in excess of the legally adopted appropriations must be approved by the District Board through a supplemental appropriation. Legal level of budgetary control is at the fund level. No supplemental appropriations were required during the fiscal year 2018.
- 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 fiscal year. Expenditures legally may not exceed the total of appropriations and beginning fund balance at the fund level.
- Management can make transfers between individual expenditure categories of a fund (i.e. services, utilities, etc.) for up to 10% for the budgeted amount, but not alter the total budget of the fund. However, Board of Commissioners approval is required in order for management to make transfers between different funds.
- Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting – under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is utilized in the Governmental funds during the year. There were no outstanding encumbrances at fiscal year-end.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

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

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

Interest Rate Risk, Credit Risk, Concentration Risk and Custodial Credit Risk

Deposits. At year-end, the carrying amount of the District's deposits totaled \$11,665,472 and the bank balances totaled \$11,759,890.

Investment Instrument	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
Illinois Park District Liquid Asset Fund	\$ 4,893,423	4,893,423	-	-	-

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District limits its exposure to interest rate risk by (1) 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 (2) investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Interest Rate Risk, Credit Risk, Concentration Risk and Custodial Credit Risk – Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Park District's investment policy limits its exposure to credit risk by (1) limiting investments to the safest type of investments, (2) pre-qualifying the financial institutions, brokers/dealers, intermediaries and advisors with which the district will do business, and (3) diversifying the investment portfolio so that potential losses on individual securities will be minimized. At year-end, the District's investment in the Illinois Park District Liquid Asset Fund was rated AAAM by Standard & Poor's.

Concentration Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy limits concentration risk by diversifying investments by (1) limiting investments to avoid overconcentration of securities from a specific issuer or business sector (excluding U.S. Treasuries), (2) limiting investments in securities that have higher credit risks, (3) investing in securities with varying maturities, and (4) continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPs), money market funds or overnight repurchase agreements to ensure that appropriate liquidity is maintained in order to meet ongoing obligations.

At December 31, 2018 all of the District's investments are in compliance with the guidelines outlined above in the District's investment policy. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy requires collateral to be held by a neutral third-party, registered on the District's name, priced to the market on a regular basis and be valued at 102% of the uninsured portion of the deposit. At year-end the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

PROPERTY TAXES

Property taxes for 2017 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 June 1, and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 3,248,634	500,000	-	3,748,634
Construction in Progress	10,162,293	172,172	10,162,293	172,172
	<u>13,410,927</u>	<u>672,172</u>	<u>10,162,293</u>	<u>3,920,806</u>
Depreciable Capital Assets				
Buildings	30,938,237	8,409,173	551,669	38,795,741
Improvements	23,188,051	5,406,893	7,912	28,587,032
Equipment	7,203,234	1,664,211	169,412	8,698,033
Vehicles	1,083,127	79,236	62,545	1,099,818
	<u>62,412,649</u>	<u>15,559,513</u>	<u>791,538</u>	<u>77,180,624</u>
Less Accumulated Depreciation				
Buildings	11,476,149	773,666	379,438	11,870,377
Improvements	8,752,393	1,073,139	7,912	9,817,620
Equipment	3,735,640	409,612	59,128	4,086,124
Vehicles	744,707	87,839	62,545	770,001
	<u>24,708,889</u>	<u>2,344,256</u>	<u>509,023</u>	<u>26,544,122</u>
Total Net Depreciable Capital Assets	<u>37,703,760</u>	<u>13,215,257</u>	<u>282,515</u>	<u>50,636,502</u>
Total Net Capital Assets	<u>51,114,687</u>	<u>13,887,429</u>	<u>10,444,808</u>	<u>54,557,308</u>

Depreciation expense of \$2,344,256 was charged to the recreation function.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfers Out	Amount
Debt Service	General	\$ 623,605 (1)
Debt Service	Recreation	935,408 (1)
Capital Projects	Recreation	950,000 (2)
Capital Projects	Nonmajor Governmental	<u>600,000 (3)</u>
		<u><u>3,109,013</u></u>

Transfers are used to (1) fund the debt service associated with the IMRF pay down from 2013, (2) to fund capital projects, and (3) to fund the special recreation portion of capital items.

LONG-TERM DEBT

Debt Certificates

The District issues debt certificates to provide funds for the acquisition and construction of major capital facilities. Debt certificates are direct obligations and pledge the full faith and credit of the District. Debt certificates currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Tax Refunding Debt Certificates of 2012, \$6,770,000 due in annual installments of \$35,000 to \$825,000 through December 15, 2023 plus interest at 2.00% to 3.00%.	\$ 4,615,000	-	715,000	3,900,000
Debt Certificates of 2013, \$8,755,000 due in annual installments of \$505,000 to \$685,000 through December 15, 2027 plus interest at 2.00% to 3.00%.	<u>6,105,000</u>	-	550,000	<u>5,555,000</u>
	<u><u>10,720,000</u></u>	-	<u><u>1,265,000</u></u>	<u><u>9,455,000</u></u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds

The District issues general obligation 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. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Tax Park Bonds of 2016, \$2,935,000 due in annual installments of \$540,000 to \$690,000 through December 15, 2020 plus interest at 2.00% to 3.00%.	\$ 1,705,000	-	555,000	1,150,000
General Obligation Limited Tax Park Bonds of 2017, \$8,635,000 due in annual installments of \$85,000 to \$1,060,000 through December 15, 2028 plus interest at 3.00% to 4.00%.	7,945,000	-	665,000	7,280,000
	<u>9,650,000</u>	<u>-</u>	<u>1,220,000</u>	<u>8,430,000</u>

Long-Term Liability Activity

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

Type of Debt	Restated Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Total OPEB Liability - RBP	\$ 740,865	-	10,090	730,775	-
Debt Certificates	10,720,000	-	1,265,000	9,455,000	1,295,000
Unamortized Bond Premium	285,578	-	47,596	237,982	-
General Obligation Bonds	9,650,000	-	1,220,000	8,430,000	1,255,000
Unamortized Bond Premium	419,119	-	40,890	378,229	-
	<u>21,815,562</u>	<u>-</u>	<u>2,583,576</u>	<u>19,231,986</u>	<u>2,550,000</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity – Continued

For the governmental activities, the total OPBE liability is liquidated by the General Fund or the Recreation Fund. Payments on the debt certificates and the general obligation bonds are made by the Debt Service Fund.

Debt Service Requirements to Maturity

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

Fiscal Year	Debt Certificates		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2019	\$ 1,295,000	261,563	1,255,000	263,500
2020	1,330,000	226,913	965,000	225,850
2021	1,365,000	191,288	1,030,000	196,900
2022	1,400,000	154,725	1,060,000	166,000
2023	1,440,000	115,725	920,000	123,600
2024	630,000	75,600	915,000	96,000
2025	645,000	59,850	855,000	68,550
2026	665,000	40,500	835,000	42,900
2027	685,000	20,544	510,000	17,850
2028	-	-	85,000	2,550
Totals	9,455,000	1,146,708	8,430,000	1,203,700

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

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

Assessed Valuation - 2017	<u>\$ 2,440,264,291</u>
Legal Debt Limit - 2.875% of Equalized Assessed Value	70,157,598
Amount of Debt Applicable to Limit	<u>8,430,000</u>
Legal Debt Margin	<u>61,727,598</u>
Non-Referendum Legal Debt Limit	
.575% of Equalized Assessed Valuation	14,031,520
Amount of Debt Applicable to Debt Limit	<u>8,430,000</u>
Non-Referendum Legal Debt Margin	<u>5,601,520</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets consisted of the following as of December 31, 2018:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 54,557,308
Less Capital Related Debt:	
General Obligation Limited Tax Refunding Debt Certificates of 2012	(3,900,000)
Debt Certificates of 2013	(5,555,000)
General Obligation Limited Park Bonds of 2016	(1,150,000)
General Obligation Limited Park Bonds of 2017	(7,280,000)
Unamortized Bond Premiums	<u>(616,211)</u>
Net Investment in Capital Assets	<u><u>36,056,097</u></u>

NET POSITION RESTATEMENT

Beginning net position was restated due to the implementation of GASB Statement No. 75. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	Increase (Decrease)
Governmental Activities	\$ 54,554,343	53,813,478	(740,865)

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS

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

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Commissioners; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Commissioners' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Commissioners itself or b) a body or official to which the Board of Commissioners has delegated the authority to assign amounts to be used for specific purposes. The District's highest level of decision-making authority is the Board of Commissioners, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

Minimum Fund Balance Policy. The District's policy manual states that the General Fund should maintain a minimum assigned fund balance level of three to four months (25-33%) and unassigned fund balance of four months (33%) of annual budgeted expenditures not including capital, debt service and interfund transfers. The District's policy manual states that the Recreation Fund should maintain a minimum assigned fund balance equal to 25% of budgeted expenditures not including capital, debt service and interfund transfers. Fund balances in excess of said levels may be transferred to the Capital Projects Fund at the discretion of the Board.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

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

	General	Recreation	Debt Service	Capital Projects	Nonmajor Special Recreation	Totals
Fund Balances						
Nonspendable						
Inventory	\$ -	18,103	-	-	-	18,103
Prepays	26,566	48,953	-	-	-	75,519
	<u>26,566</u>	<u>67,056</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,622</u>
Restricted						
Property Tax Levies						
Audit	21,149	-	-	-	-	21,149
Special Recreation	-	-	-	-	226,222	226,222
Debt Service Reserves	-	-	160,723	-	-	160,723
	<u>21,149</u>	<u>-</u>	<u>160,723</u>	<u>-</u>	<u>226,222</u>	<u>408,094</u>
Committed						
Recreational Programming, Facility Maintenance, and Future Recreation Capital						
	-	4,592,291	-	-	-	4,592,291
Assigned						
Capital Repair of Current Facilities and Development of Future Projects						
	-	-	-	6,847,186	-	6,847,186
Unassigned						
	<u>2,332,568</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,332,568</u>
Total Fund Balances	<u>2,380,283</u>	<u>4,659,347</u>	<u>160,723</u>	<u>6,847,186</u>	<u>226,222</u>	<u>14,273,761</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

Park District Risk Management Agency (PDRMA)

The District is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since 1984, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period January 1, 2018 to January 1, 2019:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
PROPERTY			
Property/Bldg/Contents			
All Losses per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/All Members
Flood/Except Zones A&V	\$1,000	\$1,000,000	\$250,000,000/Occurrence/Annual Aggregate
Flood/Zones A&V	\$1,000	\$1,000,000	\$200,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Construction/Builders Risk	\$1,000	Included	\$25,000,000
Business Interruption, Rental			\$100,000,000/Reported Values
Income, Tax Income			\$500,000/\$2,500,000/
Combined	\$1,000		Non-Reported Values
Service Interruption	24 Hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equip. Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence
WORKERS COMPENSATION			
Employers Liability	N/A	\$500,000	Statutory
		\$500,000	\$3,500,000 Employers Liability

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
LIABILITY			
General	None	\$500,000	\$21,500,000/Occurrence
Auto Liability	None	\$500,000	\$21,500,000/Occurrence
Employment Practices	None	\$500,000	\$21,500,000/Occurrence
Public Officials' Liability	None	\$500,000	\$21,500,000/Occurrence
Law Enforcement Liability	None	\$500,000	\$21,500,000/Occurrence
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/Occurrence
POLLUTION LIABILITY			
Liability - Third Party	None	\$25,000	\$5,000,000/Occurrence
Property - First Party	\$1,000	\$24,000	\$30,000,000 3 Year Aggregate
OUTBREAK EXPENSE			
Outbreak Expense	24 Hours	N/A	\$15,000 per Day
			\$1,000,000 Aggregate Policy Limit
INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA LIABILITY			
Information Security & Privacy Liability	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Privacy Notification Costs	None	\$100,000	\$500,000/Occurrence/Annual Aggregate
Regulatory Defense & Penalties	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Website Media Content Liability	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Cyber Extortion	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Data Protection & Business Interruption	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
First Party Business Interruption	8 Hours	\$100,000	\$50,000 Hourly Sublimit/\$50,000 Forensic
			Exp/\$150,000 Dependent Bus. Interruption
VOLUNTEER MEDICAL ACCIDENT			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense and AD&D
			Excess of any other Collectible Insurance
UNDERGROUND STORAGE TANK LIABILITY			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking
			Underground Tank Fund
UNEMPLOYMENT COMPENSATION			
Unemployment Compensation	N/A	N/A	Statutory

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

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

As a member of PDRMA's Property/Casualty Program, 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, cooperate with PDRMA, its claims administrator and attorneys in claims investigations and settlement, and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2017 and the statement of revenues and expenses for the period ending December 31, 2017.

Assets	\$65,528,169
Deferred Outflows of Resources – Pension	1,031,198
Liabilities	22,979,446
Deferred Inflows of Resources – Pension	5,600
Total Net Pension	43,574,321
Revenues	23,353,271
Expenditures	17,402,060

The District's portion of the overall equity in the pool is 2.993% or \$1,304,331.

Since 88.70% 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 Net Position is impacted annually as more recent loss information becomes available.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) Health Program

Since September 1, 1992, the District has been a member of the Park District Risk Management Agency (PDRMA) Health Program, a health insurance pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$250,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

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

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

The following represents a summary of PDRMA's Health Program balance sheet at December 31, 2017 and the statement of revenues and expenses for the period ending December 31, 2017.

Assets	\$21,149,057
Deferred Outflows of Resources – Pension	427,851
Liabilities	5,677,098
Deferred Inflows of Resources – Pension	(5,600)
Total Net Pension	15,905,410
Revenues	37,960,432
Expenditures	36,867,147

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURE

Northern Suburban Special Recreation Association (NSSRA)

The District, along with nine other park districts, two Cities, and one Village, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each member agency shares equally in the Association and generally provides funding based on up to .0400 cents per \$100 of its equalized assessed valuation. The District contributed \$294,979 to the Association during the fiscal year ended December 31, 2018. The District does not have a direct financial interest in the Association and, therefore, its investment therein is not reported within the financial statements. Upon dissolution of the Association, the assets, if any, shall be divided amount the members in accordance with an equitable formula as determined by a unanimous vote of the Board of Directors of the Association.

A complete, separate financial statement for the Association can be obtained from the Association's administrative offices at 3104 MacArthur Blvd., Northbrook, Illinois 60062.

PARKS FOUNDATION OF HIGHLAND PARK

As of December 31, 2018, the Parks Foundation of Highland Park (Foundation) has a total balance of \$137,607 that is held for the benefit of the District. These funds are designated for use on program scholarships and capital projects at the District and are not available to the District until eligible expenditures are submitted to the Foundation Board for approval and reimbursement. The District's Board has elected not to include the investment held at the Foundation as an asset on their books. The Foundation reimbursed the District \$91,393 during the year ended December 31, 2018, which was recognized as revenue in the Recreation Fund.

CONTINGENT LIABILITIES

Litigation

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

Grants

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement (IMRF)

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

Plan Descriptions

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

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

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement (IMRF) – Continued

Plan Descriptions – Continued

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

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

Plan Membership. As of December 31, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	110
Inactive Plan Members Entitled to but not yet Receiving Benefits	156
Active Plan Members	<u>119</u>
Total	<u><u>385</u></u>

Contributions. As set by statute, the District’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2018, the District’s contribution was 4.84% of covered payroll.

Net Pension Liability/(Asset). The District’s net pension asset was measured as of December 31, 2018. The total pension liability/(asset) used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of that date.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability (asset) was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.50%
Salary Increases	3.39% - 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

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

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:

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued.

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	28.00%	3.00%
Domestic Equities	37.00%	6.85%
International Equities	18.00%	6.75%
Real Estate	9.00%	5.75%
Blended	7.00%	2.65% - 7.35%
Cash and Cash Equivalents	1.00%	2.25%

Discount Rate

The discount rate used to measure the total pension liability was 7.25% and the prior valuation used a discount rate of 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement (IMRF) – Continued

Discount Rate Sensitivity – Continued

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	4,983,831	(275,730)	(4,578,666)

Changes in the Net Pension Asset

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2017	\$ 40,303,737	47,446,767	(7,143,030)
Changes for the Year:			
Service Cost	637,165	-	637,165
Interest on the Total Pension Liability	2,972,382	-	2,972,382
Difference Between Expected and Actual Experience of the Total Pension Liability	(93,513)	-	(93,513)
Changes of Assumptions	1,155,156	-	1,155,156
Contributions - Employer	-	329,800	(329,800)
Contributions - Employees	-	326,978	(326,978)
Net Investment Income	-	(2,757,655)	2,757,655
Benefit Payments, including Refunds of Employee Contributions	(1,981,112)	(1,981,112)	-
Other (Net Transfer)	-	(95,233)	95,233
Net Changes	2,690,078	(4,177,222)	6,867,300
Balances at December 31, 2018	42,993,815	43,269,545	(275,730)

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement (IMRF) – Continued

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

For the year ended December 31, 2018, the District recognized pension expense of \$1,167,897. At December 31, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 98,857	(144,391)	(45,534)
Change in Assumptions	791,854	(530,002)	261,852
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,963,345	-	2,963,345
Total Deferred Amounts Related to IMRF	<u>3,854,056</u>	<u>(674,393)</u>	<u>3,179,663</u>

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

Fiscal Year	Net Deferred Outflows of Resources
2019	\$ 1,042,460
2020	475,680
2021	408,938
2022	1,252,585
2023	-
Thereafter	-
Total	<u>3,179,663</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan Description. The District’s defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the District. RBP is a single-employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP offers medical, prescription drug, dental, and vision coverage. Retirees pay the full premium. Coverage ends at age 65 for disabled employees or once eligible for Medicare for retired employees.

Plan Membership. As of September 30, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	5
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>99</u>
Total	<u><u>104</u></u>

Total OPEB Liability

The District’s total OPEB liability was measured as of September 30, 2018, and was determined by an actuarial valuation as of that date.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Notes to the Financial Statements December 31, 2018

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Actuarial Assumptions and Other Inputs. The total OPEB liability in the September 30, 2018, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	3.39% to 10.35%
Discount Rate	4.18%
Healthcare Cost Trend Rates	
Medical	7.00% graded to 4.50% over 17 years
Prescription Drug	9.00% graded to 4.50% over 18 years
Retirees' Share of Benefit-Related Costs	100.00%

The discount rate was based on the General Obligation Municipal Bond Rate as of September 30, 2018.

Mortality rates were based on the Headcount-Weighted RP-2014 Healthy Annuitant Mortality Tables projected generationally from 2015 using Scale MP-2017 (healthy) and Headcount-Weighted RP-2014 Disabled Annuitant Mortality Tables projected generationally from 2015 using Scale MP-2017 (disabled).

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at December 31, 2017	\$ 740,865
Changes for the Year:	
Service Cost	32,604
Interest on the Total Pension Liability	27,302
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	(23,152)
Benefit Payments	(46,844)
Net Changes	<u>(10,090)</u>
Balance at December 31, 2018	<u>730,775</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, calculated using a Single Discount Rate of 4.18%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.18%)	Current Discount Rate (4.18%)	1% Increase (5.18%)
Total OPEB Liability	\$ 773,989	730,775	689,312

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using the Healthcare Trend Rates, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 670,654	730,775	800,114

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Notes to the Financial Statements
December 31, 2018**

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

For the year ended December 31, 2018, the District recognized OPEB expense of \$57,632. At December 31, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	-	-
Change in Assumptions	-	(20,878)	(20,878)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	-
Total Deferred Amounts Related to OPEB	<u>-</u>	<u>(20,878)</u>	<u>(20,878)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2019	\$ (2,274)
2020	(2,274)
2021	(2,274)
2022	(2,274)
2023	(2,274)
Thereafter	<u>(9,508)</u>
Total	<u><u>(20,878)</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefit Plan
- Budgetary Comparison Schedules
General Fund
Recreation – Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

December 31, 2018

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 433,856	\$ 433,856	\$ -	\$ 6,514,351	6.66%
2016	224,954	224,954	-	6,635,823	3.39%
2017	317,696	317,696	-	6,632,498	4.79%
2018	329,800	329,800	-	6,814,049	4.84%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	MP-2014 (base year 2012)

Note:

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability

December 31, 2018

	<u>2015</u>
Total Pension Liability	
Service Cost	\$ 688,654
Interest	2,582,565
Differences Between Expected and Actual Experience	1,099,031
Change in Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(1,455,717)</u>
Net Change in Total Pension Liability	2,914,533
Total Pension Liability - Beginning	<u>34,817,738</u>
Total Pension Liability - Ending	<u><u>37,732,271</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 433,856
Contributions - Members	300,740
Net Investment Income	207,714
Benefit Payments, Including Refunds of Member Contributions	(1,455,717)
Other (Net Transfer)	<u>(1,512,523)</u>
Net Change in Plan Fiduciary Net Position	(2,025,930)
Plan Net Position - Beginning	<u>41,903,458</u>
Plan Net Position - Ending	<u><u>39,877,528</u></u>
Employer's Net Pension Liability (Asset)	<u><u>\$ (2,145,257)</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	105.69%
Covered Payroll	\$ 6,514,351
Employer's Net Pension Liability as a Percentage of Covered Payroll	(32.93)%

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

2016	2017	2018
671,502	679,854	637,165
2,784,030	2,945,570	2,972,382
574,888	(174,040)	(93,513)
-	(1,148,872)	1,155,156
(1,895,237)	(1,866,229)	(1,981,112)
2,135,183	436,283	2,690,078
37,732,271	39,867,454	40,303,737
39,867,454	40,303,737	42,993,815
224,954	317,696	329,800
301,272	301,701	326,978
2,727,218	7,581,104	(2,757,655)
(1,895,237)	(1,866,229)	(1,981,112)
579,257	(702,497)	(95,233)
1,937,464	5,631,775	(4,177,222)
39,877,528	41,814,992	47,446,767
41,814,992	47,446,767	43,269,545
(1,947,538)	(7,143,030)	(275,730)
104.89%	117.72%	100.64%
6,635,823	6,632,498	6,814,049
(29.35)%	(107.70)%	(4.05)%

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Retiree Benefits Plan

Required Supplementary Information

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2018

	2018
Total OPEB Liability	
Service Cost	\$ 32,604
Interest	27,302
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions or Other Inputs	(23,152)
Benefit Payments	(46,844)
Net Change in Total OPEB Liability	(10,090)
Total OPEB Liability - Beginning	740,865
Total OPEB Liability - Ending	730,775
Covered Payroll	\$ 6,261,333
Total OPEB Liability as a Percentage of Covered Payroll	11.67%

Notes:

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

Changes of Benefit Terms. There was no change in the retirees' share of health insurance premiums.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the trend rate each period. The following are the trend rates used in each period:

Fiscal Year	Medical	Prescription Drug
2018	7.00%	9.00%
2019	6.85%	8.75%
2020	6.70%	8.50%
2021	6.55%	8.25%
2022	6.40%	8.00%
2023	6.25%	7.75%
2024	6.10%	7.25%
2025	5.95%	7.00%
2026	5.80%	6.75%
2027	5.65%	6.50%
Ultimate	4.50%	4.50%

In 2018, there was no change in the healthcare trend rates from the prior year.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 5,000,000	5,000,000	4,853,682
Replacement	126,000	126,000	140,571
Charges for Services			
Fees and Charges	39,326	39,326	46,087
Sales and Rental	60,120	60,120	473
Interest	105,000	105,000	284,203
Miscellaneous	112,435	112,435	107,802
Total Revenues	<u>5,442,881</u>	<u>5,442,881</u>	<u>5,432,818</u>
Expenditures			
General Government			
Salaries	2,744,517	2,744,517	2,527,320
Services	1,001,400	1,001,400	875,455
Insurance	1,214,730	1,214,730	1,100,654
Utilities	123,663	123,663	137,518
Materials and Supplies	248,263	248,263	234,614
Landscape and Maintenance	115,198	115,198	110,129
Pension Contributions	377,135	377,135	330,171
Total Expenditures	<u>5,824,906</u>	<u>5,824,906</u>	<u>5,315,861</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(382,025)	(382,025)	116,957
Other Financing (Uses)			
Transfers Out	<u>(623,605)</u>	<u>(623,605)</u>	<u>(623,605)</u>
Net Change in Fund Balance	<u>(1,005,630)</u>	<u>(1,005,630)</u>	(506,648)
Fund Balance - Beginning			<u>2,886,931</u>
Fund Balance - Ending			<u><u>2,380,283</u></u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 5,490,000	5,490,000	5,329,359
Charges for Services			
Fees and Charges	2,948,627	2,948,627	2,393,698
Instruction Fees	5,038,862	5,038,862	4,756,370
Sales and Rental	1,269,963	1,269,963	1,298,797
Grants and Donations	20,000	20,000	36,970
Miscellaneous	98,345	98,345	202,618
Total Revenues	<u>14,865,797</u>	<u>14,865,797</u>	<u>14,017,812</u>
Expenditures			
Recreation	11,730,549	11,730,549	11,555,352
Capital Outlay	28,700	28,700	24,012
Total Expenditures	<u>11,759,249</u>	<u>11,759,249</u>	<u>11,579,364</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,106,548	3,106,548	2,438,448
Other Financing (Uses)			
Transfers Out	<u>(1,885,408)</u>	<u>(1,885,408)</u>	<u>(1,885,408)</u>
Net Change in Fund Balance	<u>1,221,140</u>	<u>1,221,140</u>	553,040
Fund Balance - Beginning			<u>4,106,307</u>
Fund Balance - Ending			<u>4,659,347</u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
 - Recreation – Special Revenue Fund
 - Debt Service Fund
 - Capital Projects Fund

- Budgetary Comparison Schedules – Nonmajor Governmental Fund
 - Special Recreation – Special Revenue Fund

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Recreation

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

Special Recreation

The Special Recreation Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies to the Northern Suburban Special Recreation Association to provide special recreation programs for the physically and mentally handicapped.

DEBT SERVICE FUND

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

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for financial resources acquired through bond issue which are to be used for improvements to existing park facilities and for maintenance supplies and staff for the general upkeep of all parks within the District.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Recreation			
Salaries	\$ 4,792,734	4,792,734	4,582,448
Services	1,071,187	1,071,187	1,142,082
Insurance	884,773	884,773	765,711
Utilities	856,956	856,956	853,581
Materials and Supplies	367,253	367,253	371,929
Landscape and Maintenance	320,155	320,155	405,248
Program Expenditures	2,903,257	2,903,257	2,909,476
Pension Contributions	534,234	534,234	524,877
	<hr/>	<hr/>	<hr/>
Total Recreation	11,730,549	11,730,549	11,555,352
	<hr/>	<hr/>	<hr/>
Capital Outlay	28,700	28,700	24,012
	<hr/>	<hr/>	<hr/>
Total Expenditures	11,759,249	11,759,249	11,579,364

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 1,514,550	1,514,550	1,520,643
Expenditures			
Debt Service			
Principal	2,485,000	2,485,000	2,485,000
Interest and Fiscal Charges	592,363	592,363	590,463
Total Expenditures	3,077,363	3,077,363	3,075,463
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,562,813)	(1,562,813)	(1,554,820)
Other Financing Sources			
Transfers In	1,559,013	1,559,013	1,559,013
Net Change in Fund Balance	<u>(3,800)</u>	<u>(3,800)</u>	4,193
Fund Balance - Beginning			<u>156,530</u>
Fund Balance - Ending			<u>160,723</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Interest	\$ -	-	5,500
Miscellaneous	-	-	8,227
Total Revenues	-	-	13,727
Expenditures			
General Government	429,500	429,500	916,616
Capital Outlay	8,531,914	8,531,914	6,601,211
Total Expenditures	8,961,414	8,961,414	7,517,827
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,961,414)	(8,961,414)	(7,504,100)
Other Financing Sources			
Transfers In	1,550,000	1,550,000	1,550,000
Net Change in Fund Balance	<u>(7,411,414)</u>	<u>(7,411,414)</u>	(5,954,100)
Fund Balance - Beginning			<u>12,801,286</u>
Fund Balance - Ending			<u>6,847,186</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Special Recreation - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2018**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 941,707	941,707	936,144
Expenditures			
Recreation			
Services	394,841	394,841	404,255
Excess (Deficiency) of Revenues Over (Under) Expenditures	546,866	546,866	531,889
Other Financing (Uses)			
Transfers Out	(600,000)	(600,000)	(600,000)
Net Change in Fund Balance	<u>(53,134)</u>	<u>(53,134)</u>	(68,111)
Fund Balance - Beginning			<u>294,333</u>
Fund Balance - Ending			<u><u>226,222</u></u>

SUPPLEMENTAL SCHEDULES

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Long-Term Debt Requirements

**General Obligation Limited Tax Refunding Debt Certificates of 2012
December 31, 2018**

Date of Issue	July 16, 2012
Date of Maturity	December 15, 2023
Authorized Issue	\$6,770,000
Interest Rates	2.00% - 3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2019	\$ 735,000	117,000	852,000	2019	58,500	2019	58,500
2020	760,000	94,950	854,950	2020	47,475	2020	47,475
2021	780,000	72,150	852,150	2021	36,075	2021	36,075
2022	800,000	48,750	848,750	2022	24,375	2022	24,375
2023	825,000	24,750	849,750	2023	12,375	2023	12,375
	<u>3,900,000</u>	<u>357,600</u>	<u>4,257,600</u>		<u>178,800</u>		<u>178,800</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Long-Term Debt Requirements

Debt Certificates of 2013

December 31, 2018

Date of Issue	April 9, 2013
Date of Maturity	December 15, 2027
Authorized Issue	\$8,755,000
Interest Rates	2.00% - 3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2019	\$ 560,000	144,563	704,563	2019	72,281	2019	72,282
2020	570,000	131,963	701,963	2020	65,981	2020	65,982
2021	585,000	119,138	704,138	2021	59,569	2021	59,569
2022	600,000	105,975	705,975	2022	52,987	2022	52,988
2023	615,000	90,975	705,975	2023	45,487	2023	45,488
2024	630,000	75,600	705,600	2024	37,800	2024	37,800
2025	645,000	59,850	704,850	2025	29,925	2025	29,925
2026	665,000	40,500	705,500	2026	20,250	2026	20,250
2027	685,000	20,544	705,544	2027	10,272	2027	10,272
	<u>5,555,000</u>	<u>789,108</u>	<u>6,344,108</u>		<u>394,552</u>		<u>394,556</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Long-Term Debt Requirements

**General Obligation Limited Tax Park Bonds of 2016
December 31, 2018**

Date of Issue	July 17, 2016
Date of Maturity	December 15, 2020
Authorized Issue	\$2,935,000
Interest Rates	2.00% - 3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2019	\$ 565,000	34,500	599,500	2019	17,250	2019	17,250
2020	585,000	17,550	602,550	2020	8,775	2020	8,775
	<u>1,150,000</u>	<u>52,050</u>	<u>1,202,050</u>		<u>26,025</u>		<u>26,025</u>

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Long-Term Debt Requirements

**General Obligation Limited Tax Park Bonds of 2017
December 31, 2018**

Date of Issue	March 10, 2017
Date of Maturity	December 15, 2028
Authorized Issue	\$8,635,000
Interest Rates	3.00% - 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2019	\$ 690,000	229,000	919,000	2019	114,500	2019	114,500
2020	380,000	208,300	588,300	2020	104,150	2020	104,150
2021	1,030,000	196,900	1,226,900	2021	98,450	2021	98,450
2022	1,060,000	166,000	1,226,000	2022	83,000	2022	83,000
2023	920,000	123,600	1,043,600	2023	61,800	2023	61,800
2024	915,000	96,000	1,011,000	2024	48,000	2024	48,000
2025	855,000	68,550	923,550	2025	34,275	2025	34,275
2026	835,000	42,900	877,900	2026	21,450	2026	21,450
2027	510,000	17,850	527,850	2027	8,925	2027	8,925
2028	85,000	2,550	87,550	2028	1,275	2028	1,275
	<u>7,280,000</u>	<u>1,151,650</u>	<u>8,431,650</u>		<u>575,825</u>		<u>575,825</u>

STATISTICAL SECTION (Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2018 (Unaudited)

See Following Page

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
December 31, 2018 (Unaudited)

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012
Governmental Activities			
Net Investment in Capital Assets	\$ 17,324,368	18,453,824	19,172,217
Restricted	-	5,665,680	3,526,882
Unrestricted	33,970,537	18,474,656	20,952,528
Total Primary Government	<u>51,294,905</u>	<u>42,594,160</u>	<u>43,651,627</u>

* Accrual Basis of Accounting

Fiscal Year Ended	Fiscal Year Ended	Nine Months Ended	Fiscal Year Ended	Fiscal Year Ended	Fiscal Year Ended	Fiscal Year Ended
3/31/2013	3/31/2014	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
20,340,870	20,263,950	21,471,792	29,698,684	31,103,670	31,570,496	36,056,097
3,165,145	892,981	490,281	345,073	685,612	467,053	386,216
14,192,490	15,923,143	17,817,537	21,548,400	21,048,030	22,516,794	16,569,407
37,698,505	37,080,074	39,779,610	51,592,157	52,837,312	54,554,343	53,011,720

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
December 31, 2018 (Unaudited)

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012
Expenses			
General Government	\$ 4,375,300	4,280,808	4,413,988
Recreation	13,260,341	13,511,109	12,881,240
Interest on Long-Term Debt	455,332	401,313	367,934
Total Primary Government Expenses	18,090,973	18,193,230	17,663,162
Program Revenues			
Charges for Services			
Recreation	8,972,249	8,705,561	8,190,406
Operating Grants/Contributions	335,767	246,781	238,034
Capital Grants/Contributions	-	-	-
Total Primary Government Program Revenues	9,308,016	8,952,342	8,428,440
Total Primary Government Net (Expenses) Revenues	(8,782,957)	(9,240,888)	(9,234,722)
General Revenues and Other Changes in Net Position			
Taxes			
Property	10,667,644	10,737,943	9,757,439
Replacement	144,136	151,796	138,583
Impact Fees	9,500	-	-
Interest	432,492	205,327	228,671
Miscellaneous	346,370	248,165	167,496
Total Primary Government	11,600,142	11,343,231	10,292,189
Changes in Net Position Total Primary Government	2,817,185	2,102,343	1,057,467

* Accrual Basis of Accounting

Fiscal Year Ended 3/31/2013	Fiscal Year Ended 3/31/2014	Nine Months Ended 12/31/2014	Fiscal Year Ended 12/31/2015	Fiscal Year Ended 12/31/2016	Fiscal Year Ended 12/31/2017	Fiscal Year Ended 12/31/2018
11,825,208	5,706,274	3,907,202	7,390,876	5,603,504	4,680,213	7,081,362
13,937,646	13,081,135	10,795,143	16,445,750	16,211,473	16,750,430	15,142,209
783,395	325,218	264,587	332,236	294,895	593,134	499,331
26,546,249	19,112,627	14,966,932	24,168,862	22,109,872	22,023,777	22,722,902
8,306,731	8,153,219	6,940,048	10,812,993	10,978,534	10,333,214	8,495,425
176,675	260,254	-	-	-	-	-
-	-	71,017	6,509,467	45,441	436,434	36,970
8,483,406	8,413,473	7,011,065	17,322,460	11,023,975	10,769,648	8,532,395
(18,062,843)	(10,699,154)	(7,955,867)	(6,846,402)	(11,085,897)	(11,254,129)	(14,190,507)
9,604,889	9,609,488	10,313,220	10,526,931	11,468,120	12,280,482	12,639,828
137,129	157,206	121,086	146,241	146,418	173,623	140,571
-	-	-	-	-	-	-
241,443	147,297	75,929	58,568	154,603	232,962	289,703
151,298	166,732	145,168	407,633	561,911	284,093	318,647
10,134,759	10,080,723	10,655,403	11,139,373	12,331,052	12,971,160	13,388,749
(7,928,084)	(618,431)	2,699,536	4,292,971	1,245,155	1,717,031	(801,758)

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2018 (Unaudited)

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012	Fiscal Year Ended 3/31/2013
General Fund				
Reserved	7,563	2,483,765	-	-
Unreserved	\$ 4,462,548	2,397,067	-	-
Nonspendable	-	-	8,691	7,802
Restricted	-	-	1,828,620	1,312,195
Assigned	-	-	2,471,600	-
Unassigned	-	-	3,019,925	(177,286)
Total General Fund	4,470,111	4,880,832	7,328,836	1,142,711
All Other Governmental Funds				
Reserved	200,327	3,379,208	-	-
Unreserved, Reported in				
Special Revenue Funds	13,032,810	10,869,322	-	-
Debt Service Funds	321,114	-	-	-
Capital Projects Funds	5,909,615	5,681,538	-	-
Nonspendable	-	-	198,174	215,373
Restricted	-	-	1,803,191	1,924,232
Committed	-	-	11,290,491	3,567,084
Assigned	-	-	4,565,763	11,235,296
Unassigned	-	-	-	-
Total All Other Governmental Funds	19,463,866	19,930,068	17,857,619	16,941,985
Total Governmental Funds	23,933,977	24,810,900	25,186,455	18,084,696

* Modified Accrual Basis of Accounting

The District implemented GASB Statement No. 54 for the fiscal year 2012.

Fiscal Year Ended 3/31/2014	Nine Months Ended 12/31/2014	Fiscal Year Ended 12/31/2015	Fiscal Year Ended 12/31/2016	Fiscal Year Ended 12/31/2017	Fiscal Year Ended 12/31/2018
-	-	-	-	-	-
-	-	-	-	-	-
6,778	4,965	6,255	9,734	9,939	26,566
301,814	206,342	88,045	59,214	40,714	21,149
-	-	-	-	-	-
608,099	759,649	1,724,126	2,781,215	2,836,278	2,332,568
916,691	970,956	1,818,426	2,850,163	2,886,931	2,380,283
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
225,039	62,898	173,333	119,861	107,942	67,056
712,587	299,767	271,876	642,311	450,863	386,945
5,250,834	7,340,426	3,571,072	3,650,159	3,998,365	4,592,291
13,749,983	10,010,443	11,199,434	12,828,116	12,801,286	6,847,186
(98,695)	-	-	-	-	-
19,839,748	17,713,534	15,215,715	17,240,447	17,358,456	11,893,478
20,756,439	18,684,490	17,034,141	20,090,610	20,245,387	14,273,761

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
December 31, 2018 (Unaudited)**

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012
Revenues			
Taxes	\$ 10,811,780	10,889,739	9,896,022
Charges for Services	8,985,791	8,705,561	8,190,406
Grants and Donations	-	246,781	238,034
Interest	432,492	205,327	228,671
Miscellaneous	678,291	248,165	167,496
Total Revenues	<u>20,908,354</u>	<u>20,295,573</u>	<u>18,720,629</u>
Expenditures			
General Government	4,026,970	4,358,433	4,370,856
Recreation	10,423,472	11,638,820	11,354,779
Pension Contributions	1,368,432	-	-
Capital Outlay	1,389,837	1,186,728	1,704,837
Debt Service			
Principal Retirement	1,960,000	1,805,000	530,000
Interest and Fiscal Charges	528,807	429,669	384,602
Total Expenditures	<u>19,697,518</u>	<u>19,418,650</u>	<u>18,345,074</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,210,836</u>	<u>876,923</u>	<u>375,555</u>
Other Financing Sources (Uses)			
Debt Issuance	1,300,000	-	-
Premium on Debt Issuance	12,558	-	-
Discount on Debt Issuance	-	-	-
Disposal of Capital Assets	-	-	-
Payment to Escrow Agent	-	-	-
Transfers In	1,362,015	3,444,976	4,257,986
Transfers Out	(1,362,015)	(3,444,976)	(4,257,986)
Total Other Financing Sources (Uses)	<u>1,294,765</u>	<u>1,312,558</u>	<u>-</u>
Net Change in Fund Balances	<u>2,505,601</u>	<u>2,189,481</u>	<u>375,555</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>13%</u>	<u>12%</u>	<u>5%</u>

* Modified Accrual Basis of Accounting

Note: As of March 31, 2011 Pension Contributions are included in General Government expenditures.

Fiscal Year Ended	Fiscal Year Ended	Nine Months Ended	Fiscal Year Ended	Fiscal Year Ended	Fiscal Year Ended	Fiscal Year Ended
3/31/2013	3/31/2014	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018
9,742,018	9,766,694	10,434,306	10,673,172	11,614,538	12,454,105	12,780,399
8,306,731	8,153,219	6,940,048	10,812,993	10,978,534	10,333,214	8,495,425
241,443	147,297	71,017	58,568	45,441	436,434	36,970
176,675	260,254	75,929	295,137	154,603	232,962	289,703
151,298	166,732	145,168	407,633	561,911	284,093	318,647
18,618,165	18,494,196	17,666,468	22,247,503	23,355,027	23,740,808	21,921,144
11,771,545	5,779,407	4,129,004	5,106,324	4,823,064	4,879,963	6,232,477
11,025,750	10,750,785	8,960,862	13,854,585	13,649,069	13,410,846	11,959,607
-	-	-	-	-	-	-
2,013,935	6,554,585	5,095,776	3,381,131	2,533,398	11,257,222	6,625,223
610,000	1,170,000	1,135,000	1,175,000	1,895,000	2,460,000	2,485,000
402,318	388,404	417,775	380,812	409,574	662,787	590,463
25,823,548	24,643,181	19,738,417	23,897,852	23,310,105	32,670,818	27,892,770
(7,205,383)	(6,148,985)	(2,071,949)	(1,650,349)	44,922	(8,930,010)	(5,971,626)
6,770,000	8,755,000	-	-	2,935,000	8,635,000	-
571,155	65,728	-	-	68,147	449,787	-
(33,769)	-	-	-	-	-	-
-	-	-	-	8,400	-	-
(7,203,762)	-	-	-	-	-	-
22,809,287	2,147,403	3,123,150	5,934,863	2,595,863	3,255,512	3,109,013
(22,809,287)	(2,147,403)	(3,123,150)	(5,934,863)	(2,595,863)	(3,255,512)	(3,109,013)
-	103,624	8,820,728	-	3,011,547	9,084,787	-
(7,205,383)	(6,045,361)	6,748,779	(1,650,349)	3,056,469	154,777	(5,971,626)
4%	8%	10%	10%	11%	14%	14%

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
December 31, 2018 (Unaudited)**

Tax Levy Year	Residential Property	Farm	Commercial Property
2008	\$ 2,580,496,149	\$ 7,820	\$ 237,246,008
2009	2,514,077,611	413	226,335,788
2010	2,372,304,047	454	213,064,426
2011	2,147,385,990	499	205,558,934
2012	1,995,281,283	549	193,428,436
2013	1,900,644,387	603	186,978,939
2014	1,890,248,722	665	187,084,550
2015	2,001,724,516	772	202,847,928
2016	2,129,592,281	1,257	212,302,541
2017	2,214,194,455	1,497	223,651,158

Industrial Property	Railroad Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
\$ 470,017	\$ 797,923	\$ -	\$ 2,819,017,917	0.380
567,093	919,688	-	2,741,900,593	0.394
545,760	1,099,257	-	2,587,013,944	0.379
476,191	961,743	-	2,354,383,357	0.410
464,616	1,280,511	-	2,190,455,395	0.445
447,194	1,534,284	-	2,089,605,407	0.497
444,603	1,591,213	-	2,079,369,753	0.508
439,359	1,869,989	-	2,206,882,564	0.520
472,885	1,899,166	-	2,344,268,130	0.529
481,655	1,933,526	-	2,440,262,291	0.521

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
December 31, 2018 (Unaudited)**

	2008	2009	2010	2011
District				
Corporate	0.101	0.103	0.136	0.150
IMRF	0.019	0.022	0.016	0.017
Police Protection	0.009	0.010	0.011	0.012
Audit	0.001	0.001	-	-
Liability Insurance	0.016	0.015	0.008	0.009
Recreation for Handicapped	0.025	0.024	0.026	0.028
Recreation	0.077	0.069	0.074	0.081
Recreation and Community Center	0.065	0.082	0.087	0.090
Bonds and Interest	0.048	0.049	-	-
Museum	0.019	0.019	0.021	0.023
Total Direct Rates	0.380	0.394	0.379	0.410
Overlapping Rates				
Lake County	0.453	0.464	0.505	0.554
Lake County Forest Preserve District	0.199	0.200	0.198	0.201
Moraine Township	0.045	0.047	0.052	0.059
City of Highland Park	0.515	0.536	0.586	0.643
North Shore Sanitary District	0.121	0.124	0.136	0.150
South Lake Mosquito Abatement	0.011	0.012	0.013	0.014
Elementary School Districts	2.283	2.387	2.551	2.818
High School District	1.660	1.748	1.921	2.167
Community College District 532	0.196	0.200	0.218	0.240
Total Direct and Overlapping Rates	5.863	6.112	6.559	7.256

Data Source: Office of the County Clerk

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

2012	2013	2014	2015	2016	2017
0.256	0.197	0.292	0.263	0.215	0.200
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
0.018	0.040	0.040	0.040	0.040	0.039
0.171	0.260	0.176	0.184	0.209	0.220
-	-	-	-	-	-
-	-	-	0.034	0.064	0.063
-	-	-	-	-	-
0.445	0.497	0.508	0.520	0.529	0.521
0.808	0.663	0.683	0.663	0.632	0.622
0.212	0.218	0.210	0.208	0.193	0.187
0.066	0.070	0.066	0.063	0.056	0.054
0.709	0.785	0.795	0.749	0.737	0.726
0.150	0.164	0.169	0.166	0.157	0.153
0.150	0.007	0.013	0.012	0.012	0.011
2.957	3.076	3.152	3.006	2.862	2.826
2.178	2.364	2.421	2.309	2.187	2.164
0.240	0.296	0.306	0.299	0.285	0.281
7.915	8.140	8.140	7.995	7.650	7.545

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago
December 31, 2018 (Unaudited)**

Taxpayer	Tax Year 2017			Tax Year 2008		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
T Renaissance IL LLC	\$ 10,907,595	1	0.45%	\$ 16,871,246	1	0.60%
Midwest Family Housing, LLC	9,252,425	2	0.38%			
Federal Realty Investment Trust	7,254,494	3	0.30%	8,446,179	2	0.30%
Americana Apartments	5,289,611	4	0.22%	4,686,918	7	0.17%
Highland Park Associates	4,818,029	5	0.20%	4,859,481	6	0.17%
Klairmont Family Associates LP	4,379,649	6	0.18%	5,475,193	4	0.19%
Elston Avenue Real Estate Company	4,169,038	7	0.17%			
Sunset Food Market	3,770,265	8	0.15%	5,301,625	5	0.19%
Semersky Enterprises, Inc.	2,520,662	9	0.10%	3,777,312	8	0.13%
LB&M Real Estate Company LLC	3,289,021	10	0.13%			
Solo Cup Company				5,630,284	3	0.20%
First Highland, LLC				3,606,368	9	0.13%
Target Corporation				3,499,650	10	0.12%
	<u>55,650,789</u>		<u>2.28%</u>	<u>62,154,256</u>		<u>2.20%</u>

Data Source: Office of the County Clerk

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year Ended	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
3/31/2010	2008	\$ 10,712,269	\$ 10,667,644	99.58%	\$ -	\$ 10,667,644	99.58%
3/31/2011	2009	10,803,088	10,737,943	99.40%	-	10,737,943	99.40%
3/31/2012	2010	9,804,783	9,757,439	99.52%	-	9,757,439	99.52%
3/31/2013	2011	9,652,972	9,604,889	99.50%	-	9,604,889	99.50%
3/31/2014	2012	9,747,527	9,609,488	98.58%	-	9,609,488	98.58%
12/31/2014*	2013	10,385,339	10,313,220	99.31%	-	10,313,220	99.31%
12/31/2015	2014	10,566,317	10,526,158	99.62%	-	10,526,158	99.62%
12/31/2016	2015	11,482,476	11,466,892	99.86%	-	11,466,892	99.86%
12/31/2017	2016	12,395,646	12,277,863	99.05%	-	12,277,863	99.05%
12/31/2018	2017	12,715,143	12,639,828	99.41%	-	12,639,828	99.41%

Data Source: Office of the County Clerk/Park District Financial Records

* For the nine month year ended December 31, 2014.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year Ended	Governmental Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Debt Certificates	General Obligation Bonds			
3/31/2010	\$ -	\$ 10,850,245	\$ 10,850,245	0.51%	\$ 344
3/31/2011	-	9,035,228	9,035,228	0.42%	287
3/31/2012	-	8,495,211	8,495,211	0.43%	284
3/31/2013	-	8,403,559	8,403,559	0.42%	282
3/31/2014	-	15,940,963	15,940,963	0.80%	536
12/31/2014*	-	14,758,367	14,758,367	0.74%	496
12/31/2015	-	13,535,771	13,535,771	0.69%	455
12/31/2016	-	14,528,174	14,528,174	0.63%	488
12/31/2017	11,005,578	10,069,119	21,074,697	0.92%	711
12/31/2018	9,692,982	8,808,229	18,501,211	0.81%	624

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

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

* For the nine month year ended December 31, 2014.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year Ended	Debt Certificates	General Obligation Bonds	Less Amounts Available	Total	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
3/31/2009	\$ -	\$ 10,850,245	\$ 321,114	\$ 10,529,131	0.38%	\$ 334
3/31/2010	-	9,035,228	228,215	8,807,013	0.34%	279
3/31/2011	-	8,495,211	110,758	8,384,453	0.36%	281
3/31/2012	-	8,403,559	269,255	8,134,304	0.37%	273
3/31/2013	-	15,940,963	240,641	15,700,322	0.75%	528
3/31/2014	-	14,758,367	136,608	14,621,759	0.70%	491
12/31/2014*	-	13,535,771	136,639	13,399,132	0.64%	450
12/31/2015	-	14,528,174	141,126	14,387,048	0.65%	483
12/31/2016	11,005,578	10,069,119	132,006	20,942,691	0.89%	707
12/31/2017	9,692,982	8,808,229	138,845	18,362,366	0.75%	619

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

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

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

* For the nine month year ended December 31, 2014.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Schedule of Direct and Overlapping Governmental Activities Debt
December 31, 2018 (Unaudited)**

Governmental Unit	Gross Debt	Percentage of Debt Applicable to District (1)	District's Share of Debt
District	\$ 18,501,211	100.00%	\$ 18,501,211
Overlapping Debt			
Lake County Forest Preserve District	255,895,000	9.15%	23,414,393
City of Highland Park	4,066,049	100.00%	4,066,049
Village of Deerfield	30,419,000	1.33%	404,573
School District 109	18,685,000	3.02%	564,287
Township High School District Number 113	88,145,000	53.85%	47,466,083
Community College District Number 532	64,070,000	9.63%	6,169,941
Total Overlapping Debt	461,280,049		82,085,325
Total Direct and Overlapping Debt	479,781,260		100,586,536

Data Source: Lake County Tax Extension Department

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

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Schedule of Legal Debt Margin - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

See Following Page

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Schedule of Legal Debt Margin - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012	Fiscal Year Ended 3/31/2013
Equalized Assessed Valuation	\$ 2,819,017,917	2,741,900,593	2,587,013,944	2,354,383,357
Bonded Debt Limit - 2.875% of Assessed Value	27,015,591	26,276,547	24,792,217	22,562,841
Total Net Debt Applicable to Limit	10,710,000	8,905,000	8,375,000	7,880,000
Legal Debt Margin	16,305,591	17,371,547	16,417,217	14,682,841
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	39.64%	33.89%	33.78%	34.92%
Non-Referendum Legal Debt Limit - .575% of Assessed Value	16,209,353	15,765,928	14,875,330	13,537,704
Amount of Debt Applicable to Limit	-	-	-	-
Non-Referendum Legal Debt Margin	16,209,353	15,765,928	14,875,330	13,537,704
Percentage of Legal Debt Margin to Bonded Debt Limit	0.00%	0.00%	0.00%	0.00%

Fiscal Year Ended 3/31/2014	Nine Months Ended 12/31/2014	Fiscal Year Ended 12/31/2015	Fiscal Year Ended 12/31/2016	Fiscal Year Ended 12/31/2017	Fiscal Year Ended 12/31/2018
2,190,455,395	2,089,605,391	2,079,369,739	2,206,882,574	2,344,268,130	2,440,264,291
67,688,522	60,076,155	59,781,880	63,447,874	67,397,709	70,157,598
15,465,000	14,330,000	13,155,000	14,195,000	9,650,000	8,430,000
52,223,522	45,746,155	46,626,880	49,252,874	57,747,709	61,727,598
22.85%	23.85%	22.00%	22.37%	14.32%	12.02%
12,595,119	12,015,231	11,956,376	12,689,575	13,479,542	14,031,520
-	-	-	2,245,000	9,650,000	8,430,000
12,595,119	12,015,231	11,956,376	10,444,575	3,829,542	5,601,520
0.00%	0.00%	0.00%	17.69%	71.59%	60.08%

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

Fiscal Year Ended	(1) Population	(2) Personal Income	(3) Per Capita Personal Income	(4) Unemployment Rate
3/31/2010	31,516	\$ 2,142,709,808	\$ 67,988	6.20%
3/31/2011	31,516	2,142,709,808	67,988	6.70%
3/31/2012	29,882	1,977,740,170	66,185	5.60%
3/31/2013	29,763	2,024,003,052	68,004	5.70%
3/31/2014	29,763	2,002,067,721	67,267	6.30%
12/31/2014*	29,763	2,002,067,721	67,267	6.30%
12/31/2015	29,763	1,951,113,465	65,555	4.40%
12/31/2016	29,789	2,287,973,934	76,806	3.90%
12/31/2017	29,641	2,297,503,551	77,511	4.40%
12/31/2018	29,641	2,297,503,551	77,511	3.20%

Data Source: (1) Population: Population Estimates, July 1, 2016 from
U.S. Census Bureau www.census.gov

(2) Personal Income equals (1) x (3): 2016 Census from Census Bureau

(4) Unemployment Rate: Illinois Department of Employment Security (IDES)
<http://www.ides.illinois.gov/>

* For the nine month year ended December 31, 2014.

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
December 31, 2018 (Unaudited)**

Employer	2018			2009		
	Employees	Rank	Percentage of Total District Population	Employees	Rank	Percentage of Total District Population
Highland Park Hospital	1,200	1	4.05%	1,200	1	3.81%
School District 112	750	2	2.53%	740	3	2.35%
Ravinia Festival (1)	690	3	2.33%	690	4	2.19%
Northern Suburban Special Ed Dist.	595	4	2.01%	506	5	1.61%
School District 113	400	5	1.35%	398	6	1.26%
City of Highland Park	237	6	0.80%	328	7	1.04%
First Bank of Highland Park	103	7	0.35%			
Dick Blick Holdings	100	8	0.34%			
Highland Park Public Library (1)	98	9	0.33%			
Highland Park Post Office	85	10	0.29%			
Solo Cup Co.				844	2	2.68%
Manor Care of Highland Park				120	8	0.38%
Guy Scapolleti Landscaping				90	9	0.29%
Highland Park Post Office				85	10	0.27%
	<u>4,258</u>		<u>14.37%</u>	<u>5,001</u>		<u>15.87%</u>

Note: (1) Includes full-time, part-time and seasonal employees

Data Source: 2017/2008 IL Manufacturers Directory, 2017/2008 IL Services Directory

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Full-Time Equivalent District Government Employees by Function - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012	Fiscal Year Ended 3/31/2013
General Government				
Administration				
Full-Time	24	18	24	24
Operations				
Full-Time	25	26	28	26
Recreation				
Full-Time	23	25	24	24
Totals	72	69	76	74

Data Source: District Records

Fiscal Year Ended 3/31/2014	Nine Months Ended 12/31/2014	Fiscal Year Ended 12/31/2015	Fiscal Year Ended 12/31/2016	Fiscal Year Ended 12/31/2017	Fiscal Year Ended 12/31/2018
22	22	20	22	13	17
26	26	28	25	24	25
32	32	30	29	38	40
80	80	78	76	75	82

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012
Recreation Center			
Memberships	1,549	1,499	1,897
Members	2,803	2,736	2,584
Day Passes	3,844	2,639	2,914
Rentals	274	192	241
AquaPark			
Memberships	827	846	872
Centennial Ice Area			
Ice Skating Participants	2,529	3,297	2,453
Gymnastics Participants	2,500	2,714	1,874
Arts Program			
Individual Enrollments	720	827	359
West Ridge			
Individual Enrollments	1,918	1,973	1,592
Athletics Programs			
Individual Enrollments	3,504	3,920	2,691
Camps			
Individual Enrollments	1,415	1,284	1,275
Special Events			
Individuals	532	554	1,613
Boating Beach			
Season Passes	451	357	384
Golf Course			
Annual Rounds Played	29,808	30,001	30,859
Season Passes	2,226	2,236	2,252
Tennis			
Memberships	600	591	577

Data Source: Various District Departments

* - Beginning in fiscal year December 31, 2017, the District no longer sells boating beach seasonal passes

** -Beginning in fiscal year December 31, 2018, the District no longer sells Sunset Valley Golf memberships

Fiscal Year Ended 3/31/2013	Fiscal Year Ended 3/31/2014	Nine Months Ended 12/31/2014	Fiscal Year Ended 12/31/2015	Fiscal Year Ended 12/31/2016	Fiscal Year Ended 12/31/2017	Fiscal Year Ended 12/31/2018
2,952	1,804	1,744	2,067	2,029	2,027	2,170
2,712	3,050	3,086	3,239	3,129	3,329	3,100
2,235	2,062	1,791	8,180	7,699	8,026	6,827
207	193	115	1,261	166	55	58
484	655	856	703	788	575	449
1,809	1,599	1,158	2,076	2,065	1,978	2,294
2,165	1,791	1,115	1,766	2,252	1,908	1,697
363	660	186	183	141	207	189
1,919	1,799	1,874	1,403	1,664	1,398	893
2,455	2,224	1,793	2,222	1,940	1,643	2,257
1,238	1,194	1,371	1,572	1,466	1,246	1,291
3,215	1,176	8,788	7,120	6,232	7,264	9,647
232	199	67	205	160	*	*
31,635	27,775	24,724	27,127	24,184	22,997	6,228
-	-	-	135	91	1,058	**
693	704	750	704	708	675	479

PARK DISTRICT OF HIGHLAND PARK, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2018 (Unaudited)**

	Fiscal Year Ended 3/31/2010	Fiscal Year Ended 3/31/2011	Fiscal Year Ended 3/31/2012
Recreation			
Facilities (Number of)			
Adventure Golf Mini-Course	1	-	-
Aqua Park	1	1	1
Ball Diamonds	23	23	23
Boat Launching Ramp	1	1	1
Disc Golf Courses	2	2	2
Dog Off-Leash Exercise Area	1	1	2
Fishing Ponds	3	3	3
Football Fields/Soccer	14	14	14
Golf Course	1	1	1
Golf Learning Center (Driving Range)	1	-	-
Gymnastics Studio	1	1	1
Indoor Tennis Courts	6	6	6
Indoor Ice Arena	1	1	1
Indoor Playground	1	1	1
In-Line/Skateboard Park	1	1	1
Walking and Bike Trails (Miles)	10	10	10
Nature Center	1	1	1
Nature Preserves	6	6	6
Outdoor Basketball Courts	10	10	10
Outdoor Hard Surface Tennis Courts	39	39	39
Outdoor Ice Skating	1	1	1
Outdoor Soft Surface Tennis Courts	3	3	7
Parking Spaces	1,922	1,922	1,922
Picnic Areas	16	16	16
Picnic Shelters	4	4	4
Playgrounds	39	39	39
Public Park Restrooms	11	11	11
Racquetball Courts	4	4	4
Recreation Centers	2	2	1
Swimming Beaches	1	1	1
Program Shelter	-	-	-
Public Recreation Beaches	-	-	-

Data Source: District Department Heads

Fiscal Year Ended 3/31/2013	Fiscal Year Ended 3/31/2014	Nine Months Ended 12/31/2014	Fiscal Year Ended 12/31/2015	Fiscal Year Ended 12/31/2016	Fiscal Year Ended 12/31/2017	Fiscal Year Ended 12/31/2018
-	-	-	-	-	-	1
1	1	1	1	1	1	1
23	23	23	23	29	29	29
1	1	1	1	1	1	1
2	2	2	2	2	2	2
3	3	3	3	3	3	3
3	3	3	3	3	3	3
14	14	14	14	14	14	14
1	1	1	1	1	1	1
-	-	-	-	-	-	1
1	1	1	1	1	1	1
6	6	6	6	6	6	6
1	1	1	1	1	1	1
1	1	1	1	1	1	1
1	1	1	1	1	1	1
9	9	9	9	9	9	9
1	1	1	1	1	1	1
6	6	6	6	6	6	6
10	10	10	10	10	10	10
39	39	39	39	39	39	39
1	1	1	1	1	1	1
7	7	7	7	7	7	7
2,149	2,149	2,149	2,149	2,149	2,149	2,149
16	16	16	16	16	16	16
4	4	4	4	4	4	4
39	39	39	39	39	39	39
11	11	11	11	12	12	12
4	4	4	4	4	4	4
1	1	1	1	1	1	1
1	1	1	1	1	1	1
1	1	1	1	1	1	1
4	4	4	4	4	4	4