

**OLYMPIA FIELDS PARK DISTRICT, ILLINOIS**

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED  
APRIL 30, 2017

Prepared By:

**HEARNE & ASSOCIATES, P.C.**  
Certified Public Accountants &  
Business Consultants

# Olympia Fields Park District, Illinois

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## Financial Section



**HEARNE & ASSOCIATES, P.C.**  
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Certified Public Accountants & Business Consultants

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David J. Hearne, Jr., CPA (1928-2014) Founder  
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**Independent Auditors' Report**

Board of Commissioners  
Olympia Fields Park District, Illinois  
20712 Western Avenue  
Olympia Fields, IL 60461

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Olympia Fields Park District, Illinois as of and for the year ended April 30, 2017, and the related notes to the financial statements, which collectively comprise the Park 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.

**Auditors' 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 from material misstatement.

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

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

**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 Olympia Fields Park District, Illinois, as of April 30, 2017, and the respective changes in financial position thereof 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, pension schedules and budgetary comparison schedules, 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 Olympia Fields Park District, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements 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 combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The supplementary schedule has 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 thereon.

November 13, 2017  
(except for Note 13, which is dated November 29, 2017)  
Mokena, IL

  
Heame & Associates, P.C.  
Certified Public Accountants

Olympia Fields Park District, Illinois

Management's Discussion and Analysis

April 30, 2017

Our discussion and analysis of Olympia Fields Park District's financial performance provides an overview of the District's financial activities for the fiscal year ended April 30, 2017. Please read it in conjunction with the District's financial statements.

FINANCIAL HIGHLIGHTS

Total net position is \$20,395 less than the prior year.

Operating revenues are up \$22,918 from the prior year due primarily to an increase in property taxes.

The District expended \$1,521,353 on Capital Assets during the year. This amount was primarily for services related to the barn renovation.

The major funds reported in this report are the General Fund, Recreation Fund, Capital Projects Fund, Special Recreation Fund, and the Debt Service Fund. All other funds are considered non-major and are grouped together in the Nonmajor Governmental Funds category.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (Pages 8 and 9) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. The fund financial statements (Pages 10 -13) tell how these services were financed in the short-term as well as, what remains for future spending. Fund financial statements also report operations in more detail than government-wide statements by providing information about the District's financially significant funds.

REPORTING THE DISTRICT AS A WHOLE

*The Government-Wide Financial Statements.*

The Statement of Net Position and the Statement of Activities include all assets and liabilities and activities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position, as the difference between the assets the District owns and the liabilities the District owes as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether the district is improving or deteriorating financially. You will need to consider other non-financial factors, however, such as changes in the District's jurisdiction, the availability of capital projects, and continuing local government support to assess the overall health of the District.

REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS

*Fund Financial Statements.*

The major funds reported in this report are the General Fund, Recreation Fund, Capital Projects Fund, Special Recreation Fund, and the Debt Service Fund.

Some funds are required to be established by State Law, however, the Board of Trustees establishes many other funds to help control and manage money received for particular purposes. The District has several Governmental Funds and the Working Cash Fund.

Olympia Fields Park District, Illinois

Management's Discussion and Analysis

April 30, 2017

Governmental Funds: The District's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called Modified Accrual Accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information which helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds in reconciliation on the funds statements.

Notes to the Financial Statements: the notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements begin on page 14.

Other Information: In addition to the basic financial statements and the accompanying notes, this report also presents combining and individual fund statements, budgetary information and tables in the supplementary information of the report.

CONDENSED STATEMENT OF NET POSITION

The following chart reflects the condensed Statement of Net Position:

	<u>2017</u>	<u>2016</u>
Current and Other Assets	\$ 1,755,147	\$ 1,393,501
Capital Assets	<u>6,752,634</u>	<u>5,376,497</u>
Total Assets	<u>8,507,781</u>	<u>6,769,998</u>
Deferred Outflows of Resources		
Pension Related	<u>72,553</u>	<u>34,136</u>
Current and Other Liabilities	839,660	467,025
Long - Term Debt	<u>2,581,268</u>	<u>1,148,496</u>
Total Liabilities	<u>3,420,928</u>	<u>1,615,521</u>
Deferred Inflows of Resources		
Pension Related	2,720	-
Property Taxes	<u>1,092,654</u>	<u>1,104,186</u>
Total Deferred Inflows of Resources	1,095,374	1,104,186
Net Position		
Net Investment in Capital Assets	3,722,771	4,170,375
Restricted for:		
Debt Service	247,142	208,210
Recreation	-	31,600
Capital Projects	-	8,547
Museum	624	624
Unrestricted	<u>93,495</u>	<u>(334,929)</u>
Total Net Position	<u>\$ 4,064,032</u>	<u>\$ 4,084,427</u>

Olympia Fields Park District, Illinois

Management's Discussion and Analysis

April 30, 2017

CONDENSED STATEMENT OF ACTIVITIES

The following chart reflects the condensed Statement of Activities:

	<u>2017</u>	<u>2016</u>
Revenues:		
Program Revenues:		
Charges for Services	\$ 156,325	\$ 157,522
General Revenues:		
Property Taxes	1,018,247	990,039
Replacement Taxes	9,221	11,547
Other Income	12,402	14,141
Unrestricted Interest	1	29
Total Revenues	<u>1,196,196</u>	<u>1,173,278</u>
Expenses:		
General Government	597,673	527,106
Culture and Recreation	549,485	617,298
Interest on Debt	69,433	48,619
Total Expenses	<u>1,216,591</u>	<u>1,193,023</u>
Change in Net Position	(20,395)	(19,745)
Net Position, Beginning of Year	<u>4,084,427</u>	<u>4,104,172</u>
Net Position, End of Year	<u>\$ 4,064,032</u>	<u>\$ 4,084,427</u>

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no differences between the original budget and the final budget. There were no additional appropriations.

The General Fund's revenues were \$25,353 under budget primarily due to budgeted property tax revenue being more than actual for the year. General Fund expenditures were under budget by \$24,135 primarily due to a decrease in employee benefits and other operating expenditures.

Recreation Fund's revenues were \$73,693 under budget due to budgeted property tax revenue and recreation fees being greater than actual revenue for the year. Expenditures were under budget by \$42,193 due to capital expenditures being higher than budgeted amounts.

CAPITAL ASSETS

The District's net investment in capital assets for its governmental activities as of April 30, 2017, is \$3,722,771, net of accumulated depreciation. This investment in capital assets includes land, land improvements, buildings, machinery and equipment.

During the fiscal year ending April 30, 2017, the District has invested \$1,521,351 in capital assets.



Olympia Fields Park District, Illinois

Management's Discussion and Analysis

April 30, 2017

Governmental Activities Change in Capital Assets

	Balance	Net	Balance
	<u>April 30, 2016</u>	<u>Additions/ Deletions</u>	<u>April 30, 2017</u>
Non-depreciable Capital Assets			
Land	\$ 3,124,034	\$ -	\$ 3,124,034
Construction in Progress	55,059	1,456,657	1,511,716
Depreciable Capital Assets			
Building and Improvements	1,065,573	-	1,065,573
Machinery and Equipment	788,490	43,223	831,713
Land Improvements	3,060,089	21,474	3,081,563
Accumulated Depreciation	<u>(2,716,748)</u>	<u>(145,217)</u>	<u>(2,861,965)</u>
Total Capital Assets, Net	<u>\$ 5,376,497</u>	<u>\$ 1,376,137</u>	<u>\$ 6,752,634</u>

See Note 5 for additional information regarding Capital Assets.

DEBT ADMINISTRATION

The following is a summary of the components of long-term debt and related transactions of the District for the year ended April 30, 2017:

	Balance			Balance
	<u>April 30, 2016</u>	<u>Issued</u>	<u>Retired</u>	<u>April 30, 2017</u>
Bonds Payable	\$ 1,379,422	\$ 1,843,516	\$ 449,422	\$ 2,773,516
Capital Leases Payable	<u>26,492</u>	<u>-</u>	<u>17,287</u>	<u>9,205</u>
Totals	<u>\$ 1,405,914</u>	<u>\$ 1,843,516</u>	<u>\$ 466,709</u>	<u>\$ 2,782,721</u>

More detailed information can be found in Note 7 to the financial statements.

CURRENT FINANCIAL ISSUES AND CONCERNS

Along with many municipalities and park districts the Olympia Fields Park District is concerned about future funding through government sources. Government grants are less likely to be an option for park development and expansion. To mitigate this, the Olympia Fields Park District initiated a comprehensive plan to renovate and expand facilities to generate more revenue and continue to serve its residents.

This expansion included extensively renovating the barn. As part of this renovation the following was added to facilitate more weddings, parties, special events and programs:

- A covered patio attachment was added.
- A catering kitchen was added.
- The plaza area was redeveloped, landscaped and improved.
- More classrooms were added.
- ADA compliant restrooms, sidewalks and walkways were improved and/or added.

Olympia Fields Park District, Illinois

Management's Discussion and Analysis

April 30, 2017

Additionally, the OFPD has continued to convert from contracted maintenance to in-house maintenance to cut costs and enhance control over service delivery to the community.

REQUEST FOR INFORMATION

The financial report is designed to provide a general overview of the District's finances for all those interested in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Director, Denise Will, 20712 Western Avenue, Olympia Fields, IL 60461.

Olympia Fields Park District, Illinois  
Statement of Net Position  
April 30, 2017

	Governmental Activities
<u>Assets</u>	
Current Assets:	
Cash and Investments	\$ 1,175,604
Receivables	577,944
Prepaid Expenses	1,599
Capital Assets Not Being Depreciated	4,635,750
Capital Assets Being Depreciated, Net of Accumulated Depreciation	2,116,884
Total Assets	8,507,781
 <u>Deferred Outflows of Resources</u>	
Related to Pension	72,553
 <u>Liabilities</u>	
Accounts Payable	441,939
Long-Term Liabilities, Due Within One Year	
General Obligation Bonds Payable	388,516
Capital Leases Payable	9,205
Long-Term Obligations, Due in More Than One Year	
General Obligation Bonds Payable	2,385,000
Net Pension Liability	196,268
Total Liabilities	3,420,928
 <u>Deferred Inflows of Resources</u>	
Pension Related	2,720
Deferred Property Tax Revenues	1,092,654
Total Deferred Inflows of Resources	1,095,374
 <u>Net Position</u>	
Net Investment in Capital Assets	3,722,771
Restricted:	
Debt Service	247,142
Museum	624
Unrestricted	93,495
Total Net Position	\$ 4,064,032

See the accompanying notes to the financial statements

Olympia Fields Park District, Illinois  
Statement of Activities  
Year Ended April 30, 2017

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net (Expense) Revenue and Changes In Net Position</u>
		Charges for Services	Total Governmental Activities
Governmental Activities			
General Government	\$ 597,673	\$ -	\$ (597,673)
Culture and Recreation	549,485	156,325	(393,160)
Interest Expense	<u>69,433</u>	<u>-</u>	<u>(69,433)</u>
 Total Governmental Activities	 <u>\$ 1,216,591</u>	 <u>\$ 156,325</u>	 <u>(1,060,266)</u>
General Revenues:			
Property Taxes			1,018,247
Replacement Taxes			9,221
Other Income			12,402
Unrestricted Interest			<u>1</u>
Total General Revenues			<u>1,039,871</u>
Change in Net Position			(20,395)
Net Position, Beginning of the Year			<u>4,084,427</u>
Net Position, End of the Year			<u>\$ 4,064,032</u>

See the accompanying notes to the financial statements

Olympia Fields Park District, Illinois  
Balance Sheet - Governmental Funds  
April 30, 2017

	General Fund	Recreation Fund	Capital Projects Fund	Special Recreation Fund	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets</u>							
Cash and Investments	\$ 45,579	\$ 112,034	\$ 357,296	\$ -	\$ 616,130	\$ 44,566	\$ 1,175,605
Receivables	180,512	200,697	-	26,480	170,255	-	577,944
Prepaid Expenses	1,599	-	-	-	-	-	1,599
Due From Other Funds	149,408	46,111	-	23,324	-	31,472	250,315
Total Assets	<u>\$ 377,098</u>	<u>\$ 358,842</u>	<u>\$ 357,296</u>	<u>\$ 49,804</u>	<u>\$ 786,385</u>	<u>\$ 76,038</u>	<u>\$ 2,005,463</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances</u>							
Liabilities:							
Accounts Payable	\$ 11,713	\$ 6,705	\$ 421,370	\$ 2,150	\$ -	\$ -	\$ 441,938
Due To Other Funds	-	-	-	-	206,373	43,942	250,315
Total Liabilities	<u>11,713</u>	<u>6,705</u>	<u>421,370</u>	<u>2,150</u>	<u>206,373</u>	<u>43,942</u>	<u>692,253</u>
Deferred Inflows of Resources:							
Property Tax, Unearned	178,822	178,822	-	26,230	168,180	-	552,054
Advance Collections	175,112	175,112	-	25,686	164,690	-	540,600
Total Deferred Inflows of Resources	<u>353,934</u>	<u>353,934</u>	<u>-</u>	<u>51,916</u>	<u>332,870</u>	<u>-</u>	<u>1,092,654</u>
Fund Balances:							
Nonspendable	-	-	-	-	-	31,472	31,472
Restricted:							
Debt Service	-	-	-	-	247,142	-	247,142
Museum	-	-	-	-	-	624	624
Unassigned	11,451	(1,797)	(64,074)	(4,262)	-	-	(58,682)
Total Fund Balances	<u>11,451</u>	<u>(1,797)</u>	<u>(64,074)</u>	<u>(4,262)</u>	<u>247,142</u>	<u>32,096</u>	<u>220,556</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 377,098</u>	<u>\$ 358,842</u>	<u>\$ 357,296</u>	<u>\$ 49,804</u>	<u>\$ 786,385</u>	<u>\$ 76,038</u>	<u>\$ 2,005,463</u>

See the accompanying notes to the financial statements

Olympia Fields Park District, Illinois

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Position  
April 30, 2017

Total Fund Balances - Governmental Funds	\$ 220,556
Amounts reported for governmental activities in the Statement of Net Position arising from cash transactions are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.	6,752,634
Some liabilities and deferred outflows of resources reported in the Statement of Net Position do not provide or use current financial resources and therefore are not reported as liabilities or deferred outflows of resources in governmental funds.	
General Obligation Bonds Payable	(2,773,516)
Capital Leases Payable	(9,205)
Net Pension Liability	(196,268)
Deferred Inflows of Resources	(2,721)
Deferred Outflows of Resources	<u>72,552</u>
Net Position of Governmental Activities	<u>\$ 4,064,032</u>

See the accompanying notes to the financial statements

Olympia Fields Park District, Illinois

Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)  
 Governmental Funds  
 Year Ended April 30, 2017

	General Fund	Recreation Fund	Capital Projects Fund	Special Recreation Fund	Debt Service Fund	Nonmajor Governmental Fund	Total Governmental Funds
Revenues:							
Property Taxes (Refunds)	\$ 303,616	\$ 299,271	\$ -	\$ 44,501	\$ 370,859	\$ -	\$ 1,018,247
Personal Property Replacement Tax	9,221	-	-	-	-	-	9,221
Interest	1	-	-	-	-	-	1
Miscellaneous	7,889	1,682	-	-	-	-	9,571
Recreation Fees	-	99,569	-	-	-	-	99,569
Concessions	-	2,831	-	-	-	-	2,831
Facility User Fees	-	56,756	-	-	-	-	56,756
Total Revenues	<u>320,727</u>	<u>460,109</u>	<u>-</u>	<u>44,501</u>	<u>370,859</u>	<u>-</u>	<u>1,196,196</u>
Expenditures:							
Current:							
General Government	307,822	-	172,019	-	14,531	-	494,372
Cultural and Recreation	-	492,084	-	57,310	-	-	549,394
Bond Issuance Costs	-	-	-	-	35,225	-	35,225
Capital Outlay	6,188	11,891	1,482,228	-	-	-	1,500,307
Debt Service							
Principal	-	-	-	-	449,422	-	449,422
Interest	-	-	-	-	69,433	-	69,433
Total Expenditures	<u>314,010</u>	<u>503,975</u>	<u>1,654,247</u>	<u>57,310</u>	<u>568,611</u>	<u>-</u>	<u>3,098,153</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,717</u>	<u>(43,866)</u>	<u>(1,654,247)</u>	<u>(12,809)</u>	<u>(197,752)</u>	<u>-</u>	<u>(1,901,957)</u>
Other Financing Sources (Uses):							
Bond Proceeds	-	-	-	-	1,843,516	-	1,843,516
Transfers	6,188	10,470	1,590,173	-	(1,606,832)	-	(1)
Total Other Financing Sources (Uses)	<u>6,188</u>	<u>10,470</u>	<u>1,590,173</u>	<u>-</u>	<u>236,684</u>	<u>-</u>	<u>1,843,515</u>
Net Change in Fund Balances	12,905	(33,396)	(64,074)	(12,809)	38,932	-	(58,442)
Fund Balances, Beginning of Year	<u>(1,454)</u>	<u>31,599</u>	<u>-</u>	<u>8,547</u>	<u>208,210</u>	<u>32,096</u>	<u>278,998</u>
Fund Balances(Deficit), End of Year	<u>\$ 11,451</u>	<u>\$ (1,797)</u>	<u>\$ (64,074)</u>	<u>\$ (4,262)</u>	<u>\$ 247,142</u>	<u>\$ 32,096</u>	<u>\$ 220,556</u>

See the accompanying notes to the financial statements

Olympia Fields Park District, Illinois

Reconciliation of the Governmental Funds Statement of  
Revenues, Expenditures, and Changes in Fund  
Balances to the Statement of Activities  
Year Ended April 30, 2017

Net Change in Fund Balances - Governmental Funds	\$ (58,442)
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.	
Expenditures that resulted in Capital Assets	1,521,351
Depreciation Expense	(145,217)
The issuance of new debt in the form of bonds is recorded as other financing sources in the governmental funds, but the issuance of new debt increases long-term liabilities in the statement of net position.	
	(1,843,516)
Repayment of debt principal; Bonds (\$449,422) and Leases (\$17,287) is an expenditure in the governmental funds, but the repayment reduced long-term liabilities in the Statement of Net Position.	
	466,709
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported in the governmental funds.	
Increase in Net Pension Liability	<u>38,720</u>
Change in Net Position of Governmental Activities	<u>\$ (20,395)</u>

See the accompanying notes to the financial statements



Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**1. Summary of Significant Accounting Policies**

**General**

Olympia Fields Park District is located in Southern Cook County and is operated under a Board of Commissioners and Director form of management. The financial statements of the District are prepared in accordance with generally accepted accounting principles (GAAP) in the United States of America. The Governmental Accounting Standards Board (GASB) is responsible for establishing (GAAP) for state and local governments through its pronouncements (Statement and Interpretations).

**Financial Reporting Entity**

As defined by accounting principles generally accepted in the United States of America established by the GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- 2) Fiscal dependency on the primary government.

Government-wide Financial Statements

The government-wide financial statements (Statement of Net Position and Statement of Activities) report information on all of the non-fiduciary activities. For the most part, interfund activity has been eliminated. Governmental activities supported by taxes and inter-governmental revenues are reported. The District does not have any business-type activities. The District does not allocate indirect costs.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) Charges to patrons from goods, services, or privileges provided by a given function or segment; 2) Operating Grants or Contributions that are restricted to meeting the operational or capital requirements of a particular function or segment; and 3) Capital Grants or Contributions. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for Governmental Funds. Major individual governmental funds are reported as separate columns in the Funds Financial Statements.

Fund Accounting

The accounts of the District are organized on the basis of funds and include all the activities of the District based on manifestations of oversight, scope of public service and special financing arrangements. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources together with all related liabilities, obligations, reserves and equities which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. Refer to Note 2 for a description of the funds utilized by the District.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**1. Summary of Significant Accounting Policies (continued)**

Differences occur from the manner in which the governmental activities and the government-wide financial statements are prepared due mainly to the inclusion of capital assets and long-term debt activity. Fund financial statements, therefore, include reconciliations and brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

**Capital Assets**

Capital Assets, including Land, Land Improvements, Buildings, and Machinery & Equipment in excess of \$1,000 are reported in the government-wide financial statements. They are recorded at actual or estimated historical cost. Donated assets are recorded at estimated fair market value. Normal maintenance and repairs are not capitalized.

**Cash and Investments**

Cash and cash equivalents of the Park District are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Cash and investments of the Park District are pooled into a common pooled account in order to maximize investment opportunities. Each fund whose monies are deposited into the pooled account has equity herein and interest earned on the investment of these monies is allocated based upon relative equity at month end. An individual fund's equity in the pooled account is available upon demand and is considered to be a cash equivalent when preparing these financial statements. Each fund's portion of the pool is displayed on its respective statement of assets and fund balances arising from cash transactions as "equity in pooled cash and investments".

Investments are reported at fair value which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national exchange are valued at this last reported sales price and investments that do not have an established market are reported at estimated fair value. Cash deposits are reported at carrying amount which reasonably approximates fair value.

Investments are reported at fair value which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national exchange are valued at this last reported sales price and investments that do not have an established market are reported at estimated fair value. Cash deposits are reported at carrying amount which reasonably approximates fair value.

**Intergovernmental Agreement**

The District has an intergovernmental agreement with the Homewood-Flossmoor Park District to operate the Irons Oaks Environmental Learning Center. The Olympia Fields Park District maintains a museum fund to comply with this agreement. See Note 2 for further explanation.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**1. Summary of Significant Accounting Policies (continued)**

**Equity Classifications**

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 improvements of those assets.

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

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

Fund Financial Statements:

Fund Balances - The District's fund balances are required to be reported using five separate classifications as follows. The District may not necessarily utilize each classification in a given fiscal year.

- Non-Spendable - amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.
- Restricted - amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, or laws or regulations or other governments.
- Committed - amounts that can be used only for specific purposes determined by a formal action of the Board of Commissioners of the Park District (the highest level of decision making authority for the Park District). Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of Commissioners
- Assigned - amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. Under the Park District's adopted policy, only the District may assign amounts for specific purposes.
- Unassigned - all other spendable amounts; positive amounts that are reported only in the general fund.

**Estimates**

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures/expenses. Actual results could differ from those estimates.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**2. Fund Details**

The various funds are summarized by type in the financial statements with homogenous funds being combined to provide a more meaningful presentation. The following funds and account groups are used by the District.

**Governmental Funds** - are those through which the acquisition, use and balances of the Park District's expendable cash resources and related liabilities of its governmental functions are financed and accounted for. The Park District reports the following governmental funds:

General Fund

Established to account for the general operating fund of the District. It is used to account for and report all financial resources except those required to be accounted for and reported in another fund.

Recreation Fund

Established to account for the costs of providing recreational activities and facilities to the taxpayers of the district and the annual property taxes specifically levied to fund those costs.

Capital Projects Fund

Established to account for the cost of capital projects undertaken for the benefit of taxpayers of the district.

Special Recreation Fund

Established to account for the costs of providing recreational activities and facilities to handicapped taxpayers of the district and the annual property taxes specifically levied to fund those costs.

Museum Maintenance Fund

Established to account for the District's annual cost of establishing, maintaining, and repairing a museum and the annual property taxes which are specifically levied to fund those costs.

Debt Service Fund

Established to account for the accumulation of resources for, and the payment of general long-term debt principal, interest, and related costs.

Working Cash

Established to account for monies provided by a tax levy for working capital. These funds are non-expendable and are, from time to time, temporarily advanced to other funds.

**3. Deposits and Investments**

**Policies and Practices**

State statutes authorize the District to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and the Illinois Funds, which is regulated by the State of Illinois.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**3. Deposits and Investments (continued)**

**Deposits**

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the District's deposits might not be recovered. As of April 30, 2017, the District's deposits are insured by the FDIC and any excess deposits are collateralized by the District's financial institution.

**Investments**

The investments which the District may purchase are limited by Illinois law to the following: (1) securities which are fully guaranteed by the U.S. Government as to principal and interest; (2) certain U.S. Government Agency securities; (3) certificates of deposit or time deposits of banks and savings and loan associations which are insured by a Federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

The District has no investments as of April 30, 2017.

*Interest Rate Risk.* The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk.* The District's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The District's investment policy limits investments in short-term obligations of corporations organized in the United States with assets exceeding \$500,000,000 if: (i) such obligations are rated at the time of purchase at one of the three highest classifications established by at least two standard rating services and which mature no later than 180 days from the date of purchase; (ii) such purchases do not exceed 10% of the corporation's outstanding obligations; and (iii) no more than one-third of the public agency's funds may be invested in short-term obligations of corporations.

*Custodial Credit Risk.* For an investment, custodial credit risk is that risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The District's investment policy requires that all amount in excess of any insurance limits be collateralized by securities eligible for District investment or any other high-quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's or Fitch. The market value of the pledge securities shall equal or exceed the portion of the deposit requiring collateralization .

*Concentration of Credit Risk.* The District places no limit on the amount the District may invest in any one issuer.

**4. Property Taxes**

The legal right to revenue from property tax assessments is established annually by the Board of Commissioners' enactment of a tax levy ordinance. Proceeds of a specific levy are generally not available for use until the next subsequent fiscal year. It is the District's budgetary practice to consider the proceeds from a given tax levy as being available to finance operations of the fiscal year

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**4. Property Taxes (continued)**

in which the majority of the levy is collected. Accordingly, taxes receivable, net of allowance for uncollectible amounts are included in the balance sheet upon enactment of the annual tax levy but the recognition of revenue is deferred until the following fiscal year. During the current year, taxes levied and received for 2015 and 2016 tax years have been recognized as revenue.

The property tax calendar for the 2016 tax levy payable in 2017 is as follows:

Levy Date	December 20, 2016
Lien Date	January 1, 2017
First Installment Due Date	March 1, 2017
Second Installment Due Date	August 1, 2017

**5. Capital Assets**

Capital asset activity for the year ended April 30, 2017 was as follows:

	<u>Beginning</u>			<u>Ending</u>
	<u>Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 3,124,034	\$ -	\$ -	\$ 3,124,034
Construction in Progress	<u>55,059</u>	<u>1,456,657</u>	<u>-</u>	<u>1,511,716</u>
Total capital assets not being depreciated	<u>3,179,093</u>	<u>1,456,657</u>	<u>-</u>	<u>4,635,750</u>
Capital assets being depreciated:				
Buildings & Improvements	1,065,573		-	1,065,573
Machinery & Equipment	788,490	43,222	-	831,712
Land Improvements	<u>3,060,089</u>	<u>21,474</u>	<u>-</u>	<u>3,081,563</u>
Total capital assets being depreciated	<u>4,914,152</u>	<u>64,696</u>	<u>-</u>	<u>4,978,848</u>
Less accumulated depreciation for:				
Buildings & Improvements	(750,996)	(4,420)	-	(755,416)
Machinery & Equipment	(598,609)	(40,439)	-	(639,048)
Land Improvements	<u>(1,367,143)</u>	<u>(100,357)</u>	<u>-</u>	<u>(1,467,500)</u>
Total accumulated depreciation	<u>(2,716,748)</u>	<u>(145,216)</u>	<u>-</u>	<u>(2,861,964)</u>
Total capital assets being depreciated, net	<u>2,197,404</u>	<u>(80,520)</u>	<u>-</u>	<u>2,116,884</u>
Governmental activities, capital assets, net	<u>\$ 5,376,497</u>	<u>\$ 1,376,137</u>	<u>\$ -</u>	<u>\$ 6,752,634</u>

Depreciation expense of \$145,216 was charged to the Cultural and Recreation Governmental activity.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**6. Capital Leases**

The Park District has entered into two lease agreement as lessee to finance the acquisition of machinery and equipment. These leases qualify as capital leases for accounting purposes, and therefore, have been recorded at the present value of their future minimum lease payments as of the inception date and are included in the capital assets and long-term debt, accordingly.

The assets acquired through capital leases are as follows:

Machinery & Equipment	\$ 139,128
Buildings	6,031
Less: Accumulated Depreciation	<u>(48,068)</u>
	<u>\$ 97,091</u>

The future minimum lease obligations and the net present value of the minimum lease payments as of April 30, 2017, are as follows:

<u>Year Ending April 30,</u>	
2018	<u>9,205</u>
Total minimum lease payments	9,205
Less: Amount representing interest	<u>(598)</u>
Present value of minimum lease payments	<u>\$ 8,607</u>

**7. Long-term Liabilities**

Long-term liability activity for the year ended April 30, 2017 was as follows:

	<u>Beginning Balance</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
General Obligation Bonds					
Limited Tax, Series 2013	\$ 165,000	\$ -	\$ 165,000	\$ -	\$ -
Limited Tax, Series 2014	250,000	-	100,000	150,000	150,000
Limited Tax, Series 2015	334,422	-	99,422	235,000	115,000
Limited Tax, Series 2016	-	343,516	-	343,516	33,516
Alternative Revenue, Series 2016	-	1,500,000	10,000	1,490,000	10,000
Construction, Series 2010	<u>630,000</u>	<u>-</u>	<u>75,000</u>	<u>555,000</u>	<u>80,000</u>
Total Bonds and Certificates Payable	1,379,422	1,843,516	449,422	2,773,516	388,516
Capital Leases Payable	<u>26,493</u>	<u>-</u>	<u>17,288</u>	<u>9,205</u>	<u>9,205</u>
Total Long-term Liabilities	<u>\$ 1,405,915</u>	<u>\$ 1,843,516</u>	<u>\$ 466,710</u>	<u>\$ 2,782,721</u>	<u>\$ 397,721</u>

\$322,741 - 2014 GO Limited Tax Park Bonds  
Bonds due in Annual Installments

<u>Year Ending</u>	<u>Principal</u>	<u>Interest Rate</u>
2018	<u>150,000</u>	2.50%
	<u>\$ 150,000</u>	

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**7. Long-term Liabilities (continued)**

\$334,422 - 2015 GO Limited Tax Park Bonds  
Bonds due in Annual Installments

<u>Year Ending</u>	<u>Principal</u>	<u>Interest Rate</u>
2018	115,000	2.35%
2019	120,000	2.60%
	<u>\$ 235,000</u>	

\$820,000 - 2010 GO Alternate Revenue Source Park Bonds  
Bonds due in Annual Installments

<u>Year Ending</u>	<u>Principal</u>	<u>Interest Rate</u>
2018	80,000	4.65%
2019	145,000	4.65%
2020	160,000	4.65%
2021	170,000	4.65%
	<u>\$ 555,000</u>	

\$343,516 - 2016 GO Limited Tax Park Bonds  
Bonds due in Annual Installments

<u>Year Ending</u>	<u>Principal</u>	<u>Interest Rate</u>
2018	33,516	2.25%
2019	140,000	2.50%
2020	170,000	2.75%
	<u>\$ 343,516</u>	

\$1,500,000 - 2016 GO Alternate Revenue Source Park Bonds  
Bonds due in Annual Installments

<u>Year Ending</u>	<u>Principal</u>	<u>Interest Rate</u>
2018	10,000	2.56%
2019	10,000	2.56%
2020	10,000	2.56%
2021	10,000	2.56%
2022	190,000	2.56%
2023-2027	1,035,000	2.56%
2028	225,000	2.56%
	<u>\$ 1,490,000</u>	

*Debt Service Requirements to Maturity*

All bond payments have been made by the Debt Service Fund in prior fiscal years. The following is a summary of debt service principal and interest maturities for each of the next five fiscal years and in five-year increments thereafter:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 388,516	\$ 83,687	\$ 472,203
2019	415,000	73,496	488,496
2020	340,000	60,218	400,218
2021	180,000	48,769	228,769
2022	190,000	37,120	227,120
2023-2027	1,035,000	109,952	1,144,952
2028	225,000	5,760	230,760
	<u>\$ 2,773,516</u>	<u>\$ 419,002</u>	<u>\$ 3,192,518</u>



Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**8. Defined Benefit Pension Plan - Illinois Municipal Retirement Plan**

*IMRF Plan Description*

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-District public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

*Benefits Provided*

The District participates in the Regular Plan (RP).

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

Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

*Employees Covered by Benefit Terms*

As of December 31, 2016, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	4
Inactive Plan Members entitled to but not yet receiving benefits	5
Active Plan Members	4
Total	<u>13</u>

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**8. Defined Benefit Pension Plan - Illinois Municipal Retirement Plan (continued)**

*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 Districts to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2016 was 12.89%. For the calendar year 2016, the District contributed \$36,641 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Net Pension Liability*

The District's net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions*

The following are the methods and assumptions used to determine total pension liability at December 31, 2016:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was 5-Year smoothed Market, 20% corridor
- The Inflation Rate was assumed to be 2.75%.
- Salary Increases were expected to be 3.75% to 14.50%, including inflation.
- The Investment Rate of Return was assumed to be 7.5%.
- Projected Retirement Age was from the experience based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for Mortality (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For Disabled Retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**8. Defined Benefit Pension Plan - Illinois Municipal Retirement Plan (continued)**

- 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:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38.00%	6.85%
International Equity	17.00%	6.75%
Fixed Income	27.00%	3.00%
Real Estate	8.00%	5.75%
Alternative Investments	9.00%	2.65-7.35%
Cash Equivalents	<u>1.00%</u>	2.25%
Total	<u>100.00%</u>	

*Single Discount Rate*

A Single Discount Rate of 7.5% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate.

The Single Discount Rate reflects:

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.78%, and the resulting single discount rate is 7.5%.

*Changes in the Net Pension Liability*

Changes in the Net Pension Liability are derived from the changes in the total pension liability and changes in the plan net position. The Schedule of Changes in Net Pension Liability and Related Ratios, presented as required supplemental information (RSI) following the Notes to the Financial Statements, presents current period changes in the total pension liability and plan net position.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**8. Defined Benefit Pension Plan - Illinois Municipal Retirement Plan (continued)**

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate*

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.5%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	<u>1% Lower (6.5%)</u>	<u>Current (7.5%)</u>	<u>1% Higher (8.5%)</u>
Total Pension Liability	\$ 1,491,505	\$ 1,347,035	\$ 1,224,154
Plan Fiduciary Net Position	<u>1,150,767</u>	<u>1,150,767</u>	<u>1,150,767</u>
Net Pension Liability	<u>\$ 340,738</u>	<u>\$ 196,268</u>	<u>\$ 73,387</u>

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

For the year ended April 30, 2016, the District recognized pension expense of \$10,438. At April 30, 2017, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ 8,906
Changes of assumptions	373
Net difference between projected and actual earnings on pension plan investments	<u>49,573</u>
Total Deferred Amounts to be recognized in future periods	58,852
Pension Contributions made subsequent to the Measurement Date	<u>13,701</u>
Total Deferred Amounts Related to Pensions	<u>\$ 72,553</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:

<u>Year Ending December 31</u>	<u>Net Deferred Outflows of Resources</u>
2017	\$ 35,584
2018	16,969
2019	16,168
2020	<u>1,112</u>
Total	<u>\$ 69,833</u>

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**9. Other Fund Disclosures**

A. Interfund balances as of April 30, 2016 are as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General	\$ 149,408	\$ -
Recreation	46,111	-
Debt Service	-	206,373
Museum	-	43,942
Special Recreation	23,324	-
Working Cash	31,472	-
	<u>\$ 250,315</u>	<u>\$ 250,315</u>

B. Interfund Transfers for the year ended April 30, 2017 are as follows:

The Debt Service Fund transferred \$1,590,173 to the Capital Projects Fund, \$6,188 to the General Fund, and \$10,470 to the Recreation Fund in accordance with the bond ordinance for the purpose of park maintenance and development.

C. The recreation fund and special recreation fund reported deficit fund balances of \$92,657 and \$4,262, respectively.

D. During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loads are reported as "internal receivables and payables." The purpose of all short-term loans is to cover temporary cash shortfalls in other funds. All loans are expected to be repaid within one year.

**10. Risk Management**

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

Since June 1, 1992 the Olympia Fields Park District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations, and certain non-profit organizations serving the needs of public entities in accordance with the terms of an intergovernmental cooperative agreement among its members.

Property, general liability, automobile liability, crime, boiler and machinery, public officials liability, employment practices liability, worker's compensation, and pollution liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit. For the January 1, 2016 through January 1, 2017 period, liability losses exceeding \$21,500,000 per occurrence, self-insured and reinsurance limit would be the responsibility of the District.

As a member of PDRMA's Property/Casualty Program, the Olympia Fields Park District is represented on the Property/Casualty Council and the Membership Assembly and is entitled to one vote on each.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**10. Risk Management (continued)**

**PDRMA Property Casualty Program (continued)**

The relationship between the Olympia Fields Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of Olympia Fields Park District's governing body. The Olympia Fields Park 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 investigation and settlement, and to follow risk management procedures as outlined by PDRMA.

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

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

The following represents a summary of PDRMA's balance sheet at December 31, 2016 and the statement of revenues and expenses for the period ending December 31, 2016. The Olympia Fields Park District's portion of the overall equity of the pool is 0.048% or \$18,994.

Assets	\$	62,209,572	Revenues	\$	20,508,977
Deferred Outflows	\$	1,117,312	Expenditures	\$	21,505,049
Liabilities	\$	23,580,657			
Deferred Inflows	\$	34,088			
Total Net Position	\$	39,712,139			

Since 92.44% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

**PDRMA Health Program**

On February 1, 1990 the Olympia Fields Park District became a member of the Park District Risk Management Agency (PDRMA) Health Program, a health benefits 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 Olympia Fields Park 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 the PDRMA Health Program is governed by a contract and by-laws that have been adopted by resolution of each member's governing body. Members are contractually obligated to make all monthly payments to the PDRMA Health Program

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**10. Risk Management (continued)**

**PDRMA Health Program (continued)**

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.

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 balance sheet at December 31, 2016, and the Statement of Revenues and Expenses for the period ending December 31, 2016.

Assets	\$	19,963,703	Revenues	\$	37,086,143
Deferred Outflows	\$	472,756	Expenditures	\$	34,157,556
Liabilities	\$	5,609,725			
Deferred Inflows	\$	14,609			
Total Net Position	\$	14,812,125			

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

**11. Joint Venture**

*South Suburban Special Recreation Association*

The District is a member of the South Suburban Special Recreation Association (SSSRA), which was organized by area park and recreation districts and departments in order to provide special recreation programs to the physically and mentally handicapped within their districts and to share the expenses of such programs on a cooperative basis. Each member park and recreation department's contribution is determined based upon the proportion of each member's assessed valuation to the total assessed valuation of all members. The District paid \$31,668 to SSSRA during the current fiscal year.

The SSSRA Board of Directors consists of one representative from each participating park and recreation department. The Board of Directors is the governing body of the SSSRA and is responsible for establishing all major policies and changes therein and for approving all budgets, capital outlay, programming, and master plans. This cooperative association, however, is considered a separate reporting entity by the District's administration. Separate financial statements for the SSSRA are available upon written request to the Olympia Fields Park District.

**12. Deferred Compensation Plan**

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all District employees at their option, permits them to defer a portion of their salary until future years. The District does not contribute to this plan. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation are held in trust until paid or made available to the employee or other beneficiary. The deferred compensation is not subject to the claims of the District's creditors.

Olympia Fields Park District, Illinois

Notes to the Financial Statements  
April 30, 2017

**13. Subsequent Event**

Subsequent to the issuance of the Park District's April 30, 2107 Annual Financial Report (with auditor's report dated November 13, 2017) it was discovered that there was an error in the classification of expenditures between the recreation fund and the capital projects fund in the amount of \$90,860. This reclassification affected each of the respective funds by this dollar amount but did not change the overall results for the fund or overall activity of the Park District.

There have not been any additional audit procedures performed to these updated financial statements other than review of the corrected amounts presented.



Required Supplementary Information

Olympia Fields Park District, Illinois

Schedule of Changes in the Employer's Net Pension Liability and Related Ratios  
Year Ended April 30, 2017  
(schedule to be built prospectively from 2015)

	December 31, 2016	December 31, 2015
<b>Total Pension Liability</b>		
Service Cost	\$ 31,129	\$ 27,605
Interest	94,695	89,564
Differences Between Expected and Actual Experience	6,529	16,045
Changes of Assumptions	(4,068)	1,315
Benefit Payments, Including Refunds of Member		
Contributions	(66,700)	(65,301)
Net Change in Total Pension Liability	61,585	69,228
Total Pension Liability - Beginning	1,285,450	1,216,222
Total Pension Liability - Ending	\$ 1,347,035	\$ 1,285,450
<b>Plan Fiduciary Net Position</b>		
Contributions - Employer	\$ 36,641	\$ 34,391
Contributions - Member	12,831	12,224
Net Investment Income	75,498	5,281
Benefit Payments, Including Refunds of Member		
Contributions	(66,700)	(65,301)
Net Other (Transfer)	6,339	33,963
Net Change in Plan Fiduciary Net Position	64,609	20,558
Plan Fiduciary Net Position - Beginning	1,086,158	1,065,600
Plan Fiduciary Net Position - Ending	\$ 1,150,767	\$ 1,086,158
<b>Employer's Net Pension Liability</b>	\$ 196,268	\$ 199,292
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85.43%	84.50%
Covered-Valuation Payroll	\$ 285,143	\$ 271,653
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	68.83%	73.36%

See accompanying notes to the required supplementary information.

Olympia Fields Park District, Illinois

Illinois Municipal Retirement Fund  
Schedule of Employer Contributions  
Last Ten Fiscal Years  
(schedule to be built prospectively from 2015)

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2015	\$ 34,391	\$ 34,391	\$ -	\$ 271,653	12.66%
2016	36,641 *	36,641	-	285,143	12.85%

\* Estimated based on contribution rate of 12.85% and covered valuation payroll of \$ 285,143.

Olympia Fields Park District, Illinois

General Fund  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance (Deficit)- Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$ 333,052	\$ 303,616	\$ (29,436)
Personal Property Replacement Tax	11,000	9,221	(1,779)
Interest	28	1	(27)
Miscellaneous	<u>2,000</u>	<u>7,889</u>	<u>5,889</u>
Total Revenues	<u>346,080</u>	<u>320,727</u>	<u>(25,353)</u>
<u>Expenditures</u>			
Current:			
Operating	338,145	307,822	(30,323)
Debt Service			
Capital Outlay	<u>-</u>	<u>6,188</u>	<u>6,188</u>
Total Expenditures	<u>338,145</u>	<u>314,010</u>	<u>(24,135)</u>
(Deficiency) of Revenues (Under) Expenditures	<u>7,935</u>	<u>6,717</u>	<u>(1,218)</u>
Other Financing Sources (Uses):			
Operating Transfers In	<u>-</u>	<u>6,188</u>	<u>6,188</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>6,188</u>	<u>6,188</u>
Net Change in Fund Balance	<u>\$ 7,935</u>	12,905	<u>\$ 4,970</u>
Fund Balance - May 1, 2016		<u>(1,454)</u>	
Fund Balance (Deficit) - April 30, 2017		<u>\$ 11,451</u>	

See the notes to the required supplementary information

Olympia Fields Park District, Illinois

General Fund  
Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Operating</u>			
Administrative Salaries			
Executive Director	\$ 23,940	\$ 23,940	\$ -
Recreation Supervisor	2,040	-	(2,040)
Total Administrative Salaries	<u>25,980</u>	<u>23,940</u>	<u>(2,040)</u>
Employee Benefits and Incentives			
FICA	34,733	25,935	(8,798)
IMRF	38,633	30,239	(8,394)
Health Insurance	51,500	46,616	(4,884)
Telephone Allowance	3,600	1,875	(1,725)
Professional Development	-	6,358	6,358
Travel Expense	5,000	-	(5,000)
Other	1,650	3,722	2,072
Total Employee Benefits and Incentives	<u>135,116</u>	<u>114,745</u>	<u>(20,371)</u>
Professional and Contracted Services			
Legal and Professional	30,200	40,595	10,395
Accounting and Auditing	13,900	11,750	(2,150)
Payroll Processing	4,000	3,442	(558)
Information Technology	6,250	7,391	1,141
Security Services	1,600	943	(657)
Total Professional and Contracted Services	<u>55,950</u>	<u>64,121</u>	<u>8,171</u>
Utilities			
Telephone	2,400	4,324	1,924
Electric	1,600	991	(609)
Gas	500	960	460
Water	-	868	868
Waste Disposal	1,900	1,056	(844)
Total Utilities	<u>6,400</u>	<u>8,199</u>	<u>1,799</u>
Other Operating			
Liability Insurance	25,000	15,107	(9,893)
Office Supplies	1,600	1,297	(303)
Computer Supplies	355	70	(285)
Equipment Rental	-	359	359
Other	21,280	15,575	(5,705)
Total Other Operating	<u>48,235</u>	<u>32,408</u>	<u>(15,827)</u>

*(continued)*

See the notes to the required supplementary information

Olympia Fields Park District, Illinois

General Fund

Schedule of Expenditures - Budget and Actual

Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
Maintenance			
Superintendent of Maintenance	\$ -	\$ 1,106	\$ 1,106
Support Salaries	17,614	16,387	(1,227)
Fire & Safety Service and Supplies	1,350	931	(419)
Maintenance Supplies	6,300	4,071	(2,229)
Janitorial Supplies	3,200	1,844	(1,356)
Fuel and Vehicle Supplies	2,500	2,344	(156)
Small Equipment and Tools	1,000	-	(1,000)
Heavy Equipment	1,500	4,726	3,226
Total Maintenance	<u>33,464</u>	<u>31,409</u>	<u>(2,055)</u>
Iron Oaks Support	33,000	33,000	-
Total Operating	<u>338,145</u>	<u>307,822</u>	<u>(30,323)</u>
<u>Capital Outlay</u>			
Capital Expenditures	<u>-</u>	<u>6,188</u>	<u>6,188</u>
Total Expenditures	<u>\$ 338,145</u>	<u>\$ 314,010</u>	<u>\$ (24,135)</u>

See the notes to the required supplementary information

Olympia Fields Park District, Illinois

Recreation Fund  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	\$ 335,152	\$ 299,271	\$ (35,881)
Recreation Fees	135,300	99,569	(35,731)
Concessions	3,000	2,831	(169)
Facilities Rent	57,750	56,756	(994)
Miscellaneous	<u>2,600</u>	<u>1,682</u>	<u>(918)</u>
Total Revenues	<u>533,802</u>	<u>460,109</u>	<u>(73,693)</u>
<u>Expenditures</u>			
Current:			
Operating	546,168	492,084	(54,084)
Capital Outlay	<u>-</u>	<u>11,891</u>	<u>11,891</u>
Total Expenditures	<u>546,168</u>	<u>503,975</u>	<u>(42,193)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,366)</u>	<u>(43,866)</u>	<u>(31,500)</u>
Other Financing Sources:			
Operating Transfers In	<u>9,250</u>	<u>10,470</u>	<u>1,220</u>
Total Other Financing Sources	<u>9,250</u>	<u>10,470</u>	<u>1,220</u>
Net Change in Fund Balance	<u>\$ (3,116)</u>	(33,396)	<u>\$ (30,280)</u>
Fund Balance - May 1, 2016		<u>31,599</u>	
Fund Balance - April 30, 2017		<u>\$ (1,797)</u>	

See the notes to the required supplementary information

Olympia Fields Park District, Illinois

Recreation Fund  
Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over/(Under)</u>
<u>Operating</u>			
Administration			
Salaries and Wages			
Executive Director	\$ 59,850	\$ 59,850	\$ -
Recreation Supervisor	34,680	23,443	(11,237)
Facilities Coordinator	48,830	48,870	40
Administrative	<u>11,154</u>	<u>12,209</u>	<u>1,055</u>
Total Salaries and Wages	<u>154,514</u>	<u>144,372</u>	<u>(10,142)</u>
Employee Benefits and Incentives			
Professional Development	-	280	280
Telephone Allowance	-	600	600
Other	<u>100</u>	<u>231</u>	<u>131</u>
Total Employee Benefits and Incentives	<u>100</u>	<u>1,111</u>	<u>1,011</u>
Professional and Contracted Services			
Audit	7,500	7,915	415
Accounting	34,200	34,200	-
Information Technology	18,750	12,776	(5,974)
Brochure Development	24,500	28,708	4,208
Security	-	263	263
Environmental	<u>1,000</u>	<u>587</u>	<u>(413)</u>
Total Professional and Contracted Services	<u>85,950</u>	<u>84,449</u>	<u>(1,501)</u>
Utilities			
Telephone	3,000	4,117	1,117
Electric	4,000	4,323	323
Gas	1,600	947	(653)
Water	<u>2,000</u>	<u>2,505</u>	<u>505</u>
Total Utilities	<u>10,600</u>	<u>11,892</u>	<u>1,292</u>
Maintenance			
Superintendent of Parks	48,000	48,000	-
Maintenance Support Salaries	48,034	39,582	(8,452)
Maintenance Seasonal Salaries	<u>24,320</u>	<u>-</u>	<u>(24,320)</u>
Total Maintenance	<u>120,354</u>	<u>87,582</u>	<u>(32,772)</u>
Other Administrative Expenses	<u>24,300</u>	<u>15,154</u>	<u>(9,146)</u>
Total Administration	<u>395,818</u>	<u>344,560</u>	<u>(51,258)</u>

*(continued)*

See the notes to the required supplementary information



Olympia Fields Park District, Illinois

Recreation Fund  
Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over/(Under)</u>
Parks			
Tolentine Park	\$ 13,600	\$ 16,978	\$ 3,378
Sgt. Means Park	19,000	24,843	5,843
Bicentennial Park	23,350	19,064	(4,286)
Other Parks	<u>6,400</u>	<u>5,907</u>	<u>(493)</u>
Total Parks	<u>62,350</u>	<u>66,792</u>	<u>4,442</u>
Programs			
Youth Programs			
Camp Counselor Wages	25,000	10,687	(14,313)
Camp Supplies	1,000	1,871	871
Camp Field Trips	4,000	1,329	(2,671)
Camp Transportation	5,200	1,715	(3,485)
Other	<u>1,000</u>	<u>301</u>	<u>(699)</u>
Total Youth Programs	<u>36,200</u>	<u>15,903</u>	<u>(20,297)</u>
Adult Programs	800	16,405	15,605
Senior Programs	750	939	189
Family Events	27,800	21,407	(6,393)
Local Trips	10,450	13,239	2,789
Facility Rental	<u>10,500</u>	<u>12,839</u>	<u>2,339</u>
Total Programs	<u>86,500</u>	<u>80,732</u>	<u>(5,768)</u>
Total Operating	<u>544,668</u>	<u>492,084</u>	<u>(52,584)</u>
<u>Capital Outlay</u>			
Capital Expenditures	<u>-</u>	<u>11,891</u>	<u>11,891</u>
Total Expenditures	<u>\$ 546,168</u>	<u>\$ 503,975</u>	<u>\$ (42,193)</u>

See the notes to the required supplementary information

Olympia Fields Park District, Illinois

Capital Projects Fund  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
<u>Expenditures</u>			
Current:			
Operating	70,477	172,019	101,542
Capital Outlay	<u>1,535,965</u>	<u>1,482,228</u>	<u>(53,737)</u>
Total Expenditures	<u>1,606,442</u>	<u>1,654,247</u>	<u>47,805</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,606,442)</u>	<u>1,654,247</u>	<u>3,260,689</u>
Other Financing Sources:			
Operating Transfers In	<u>1,606,442</u>	<u>1,590,173</u>	<u>(16,269)</u>
Total Other Financing Sources	<u>1,606,442</u>	<u>1,590,173</u>	<u>(16,269)</u>
Net Change in Fund Balance	<u>\$ -</u>	64,074	<u>\$ 64,074</u>
Fund Balance - May 1, 2016		<u>-</u>	
Fund Balance - April 30, 2017		<u>\$ 64,074</u>	

See the notes to the required supplementary information

Olympia Fields Park District, Illinois

Capital Projects Fund  
Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over/(Under)</u>
<u>Operating</u>			
Administration			
Salaries and Wages			
Executive Director	\$ 17,955	\$ 17,955	\$ -
Total Salaries and Wages	<u>17,955</u>	<u>17,955</u>	<u>-</u>
Employee Benefits and Incentives			
Professional and Contracted Services			
Master Plan Services	45,000	78,824	33,824
Total Professional and Contracted Services	<u>45,000</u>	<u>78,824</u>	<u>33,824</u>
Utilities			
Security	-	270	270
Total Utilities	<u>-</u>	<u>270</u>	<u>270</u>
Maintenance			
Maintenance Division	7,522	5,474	(2,048)
Maintenance Supplies	-	169	169
Park and Grounds Maintenance	-	5,200	5,200
Total Maintenance	<u>7,522</u>	<u>10,843</u>	<u>3,321</u>
Truck Expenses	-	20,314	20,314
Total Operating	<u>70,477</u>	<u>128,206</u>	<u>57,729</u>
<u>Capital Outlay</u>			
Capital Expenditures	<u>1,535,965</u>	<u>1,526,041</u>	<u>(9,924)</u>
Total Expenditures	<u>\$ 1,606,442</u>	<u>\$ 1,654,247</u>	<u>\$ 47,805</u>

See the notes to the required supplementary information

Olympia Fields Park District, Illinois

Special Recreation Fund  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Taxes	<u>\$ 53,050</u>	<u>\$ 44,501</u>	<u>\$ (8,549)</u>
Total Revenues	<u>53,050</u>	<u>44,501</u>	<u>(8,549)</u>
<u>Expenditures</u>			
Operating	<u>61,225</u>	<u>57,310</u>	<u>(3,915)</u>
Total Expenditures	<u>61,225</u>	<u>57,310</u>	<u>(3,915)</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ (9,675)</u>	<u>(12,809)</u>	<u>\$ (3,134)</u>
Other Financing Sources			
Transfers In	<u>1,500</u>	<u>-</u>	<u>(1,500)</u>
Net Change in Fund Balance	<u><u>\$ (8,175)</u></u>	<u>(12,809)</u>	<u><u>\$ (4,634)</u></u>
Fund Balance - May 1, 2016		<u>8,547</u>	
Fund Balance - April 30, 2017		<u><u>\$ (4,262)</u></u>	

Olympia Fields Park District, Illinois

Notes to the Required Supplementary Information

April 30, 2017

**I. Stewardship, Compliance, and Accountability**

*A. Budgetary Information*

The District prepared its budget for all governmental fund types in conformity with practices prescribed or permitted by the applicable statutes of the State of Illinois.

The district in its budgeting process includes as a resource (amount available for current expenditures) a portion of the fund balance that has been accumulated in prior years.

Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and Debt Service Fund.

The District's fiscal year begins May 1 and ends on April 30. Its procedures for adopting the annual budget which follows statutory requirements are composed of the following stages:

- a) Department heads propose expenditure estimates for the coming year. These estimates, if approved by the Park Director, become her recommendations for presentation to the Board of Commissioners as the tentative combined Annual Budget and Appropriation Ordinance.
- b) Notice is published in the paper that the tentative Annual Budget and Appropriation Ordinance is available for public inspection. The Ordinance is then presented at a public meeting after thirty days have passed.
- c) Immediately after the public meetings, the Board of Commissioners adopts the Ordinance in final form, and it is published to meet statutory requirements. The budget for the year ended April 30, 2017 was adopted on May 17, 2016.
- d) The Annual Budget and Appropriation Ordinance executory phase is performed by the Park Director and department heads, and commences May 1.
- e) The Park Director is authorized to transfer budgeted amounts between departments, within any fund, with the approval of the Board of Commissioners.
- f) Appropriations lapse each April 30.

Although the budget is principally prepared on a cash basis, the differences from generally accepted accounting principles are not material.

*B. Excess of Expenditures over Budget*

The following fund had excess expenditures over budgeted amounts for the year ended April 30, 2017.

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Variance</u>
Capital Projects	\$ 1,606,442	\$ 1,654,248	\$ 47,806

Olympia Fields Park District, Illinois

Notes to the Required Supplementary Information

April 30, 2017

**II. Summary of Actuarial Methods and Assumptions used in the Calculation of the 2016 Contribution Rate**

*Valuation Date*

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

*Methods and Assumptions Used to Determine 2016 Contribution Rates*

Actuarial Cost Method:	Aggregated entry age = normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	27-year closed period
Asset Valuation Method:	5-year smoothed market; 20% corridor
Wage Growth:	3.5%
Price Inflation:	2.75% approximate; No explicit price inflation assumption is used in this valuation
Salary Increases:	3.75% to 14.5%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.
Mortality:	RP-2014 Blue Collar Health Annuitant Mortality Table, adjusted to match current IMRF experience. For disabled lives, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). 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-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

*Other Information*

There were no benefit changes during the year.

Other Supplementary Information

Olympia Fields Park District, Illinois

Combining Balance Sheet  
Nonmajor Governmental Funds  
April 30, 2017

	<u>Special Revenue Fund Type</u>	<u>Permanent Fund Type</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Museum Maintenance</u>	<u>Working Cash</u>	
<u>Assets</u>			
Cash and Investments	\$ 44,566	\$ -	\$ 44,566
Due From Other Funds	-	31,472	31,472
Total Assets	<u>\$ 44,566</u>	<u>\$ 31,472</u>	<u>\$ 76,038</u>
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Due To Other Funds	\$ 43,942	\$ -	\$ 43,942
Total Liabilities	<u>43,942</u>	<u>-</u>	<u>43,942</u>
Fund Balances:			
Nonspendable	-	31,472	31,472
Restricted for Museum	624	-	624
Total Fund Balances	<u>624</u>	<u>31,472</u>	<u>32,096</u>
Total Liabilities and and Fund Balances	<u>\$ 44,566</u>	<u>\$ 31,472</u>	<u>\$ 76,038</u>



Olympia Fields Park District, Illinois  
Combining Statement of Revenues,  
Expenditures and Changes in Fund Balances -  
Nonmajor Governmental Funds  
April 30, 2017

	Special Revenue Fund Type	Permanent Fund Type	Total Nonmajor Governmental Funds
	Museum Maintenance	Working Cash	
Revenues			
Property Taxes (Refunds)	\$ -	\$ -	\$ -
Net Change in Fund Balance	-	-	-
Fund Balance - May 1, 2016	624	31,472	32,096
Fund Balance - April 30, 2017	<u>\$ 624</u>	<u>\$ 31,472</u>	<u>\$ 32,096</u>

Olympia Fields Park District, Illinois

Museum Maintenance Fund  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Taxes (Refunds)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Expenditures</u>			
Operating	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance - May 1, 2016		<u>624</u>	
Fund Balance - April 30, 2017		<u>\$ 624</u>	

Olympia Fields Park District, Illinois

Debt Service Fund  
Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Budget and Actual  
Year Ended April 30, 2017

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance From Final Budget Over (Under)</u>
<u>Revenues</u>			
Property Taxes	<u>\$ 374,928</u>	<u>\$ 370,859</u>	<u>\$ (4,069)</u>
Total Revenues	<u>374,928</u>	<u>370,859</u>	<u>(4,069)</u>
<u>Expenditures</u>			
Debt Service:			
Bond Principal & Interest	534,531	518,855	(15,676)
Bond Issuance Costs	34,800	35,225	425
Legal Fees	6,500	14,394	7,894
Public Notices	<u>1,000</u>	<u>137</u>	<u>(863)</u>
Total Expenditures	<u>576,831</u>	<u>568,611</u>	<u>(8,220)</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(201,903)</u>	<u>(197,752)</u>	<u>4,151</u>
Other Financing Sources (Uses):			
Transfers Out	(1,617,192)	(1,606,832)	10,360
Bond Proceeds	<u>1,750,000</u>	<u>1,843,516</u>	<u>93,516</u>
Total Other Financing Sources (Uses)	<u>132,808</u>	<u>236,684</u>	<u>103,876</u>
Net Change in Fund Balance	<u>\$ (69,095)</u>	38,932	<u>\$ 108,027</u>
Fund Balance - May 1, 2016		<u>208,210</u>	
Fund Balance - April 30, 2017		<u>\$ 247,142</u>	

## Supplementary Schedule

Olympia Fields Park District, Illinois

Schedule of Property Tax Levies and Collections  
Last Ten Fiscal Years  
April 30, 2017

<u>Year</u>	<u>Equalized Assessed Valuation</u>	<u>Extended Tax Rates</u>	<u>District Tax Levy Extension</u>	<u>Total Tax Collections</u>	<u>Percent of Collections to Tax Levy Extension</u>
2016	\$ 128,514,233	0.8105	\$ 1,042,250	\$ 536,254	51.45%
2015	121,010,168	0.9130	1,104,186	1,055,594	95.60%
2014	126,673,064	0.8520	1,079,255	1,018,812	94.40%
2013	134,003,016	0.7830	1,049,244	1,029,485	98.12%
2012	150,286,243	0.6790	1,020,444	998,281	97.83%
2011	165,852,119	0.5920	981,845	965,307	98.32%
2010	214,824,345	0.4578	983,896	930,427	94.57%
2009	221,020,527	0.4330	957,019	927,511	96.92%
2008	220,291,417	0.4290	945,050	903,955	95.65%
2007	196,051,327	0.4520	886,152	846,441	95.52%

Analysis of the 2016 Tax Levy - Per Agency Tax Report

<u>Fund</u>	<u>Rate</u>	<u>Percent</u>	<u>Amount</u>
General	0.2569	31.70	\$ 330,153
Recreation	0.2569	31.70	330,153
Special Recreation	0.0377	4.61	48,404
Debt Service	0.2590	31.99	332,870
	<u>0.8105</u>	<u>100.00</u>	<u>\$ 1,041,580</u>

Notes:

2016 Tax Levy to be collected in Calendar Year 2017.

Property in the Park District is reassessed every three years. Property is assessed at 33% of actual value.