

MORTON GROVE PARK DISTRICT, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2015

**MORTON GROVE PARK DISTRICT
MORTON GROVE, ILLINOIS**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
APRIL 30, 2015**

**Prepared by:
Finance Department**

MORTON GROVE PARK DISTRICT

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Park District including:

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

MORTON GROVE PARK DISTRICT

Principal Officials
April 30, 2015

BOARD OF PARK COMMISSIONERS

Dominic Burdi, President

Betty Fergus, Vice President

Rusmir Zec, Treasurer

Dan Ashta, Commissioner

Eileen M. Coursey, Commissioner

ADMINISTRATIVE

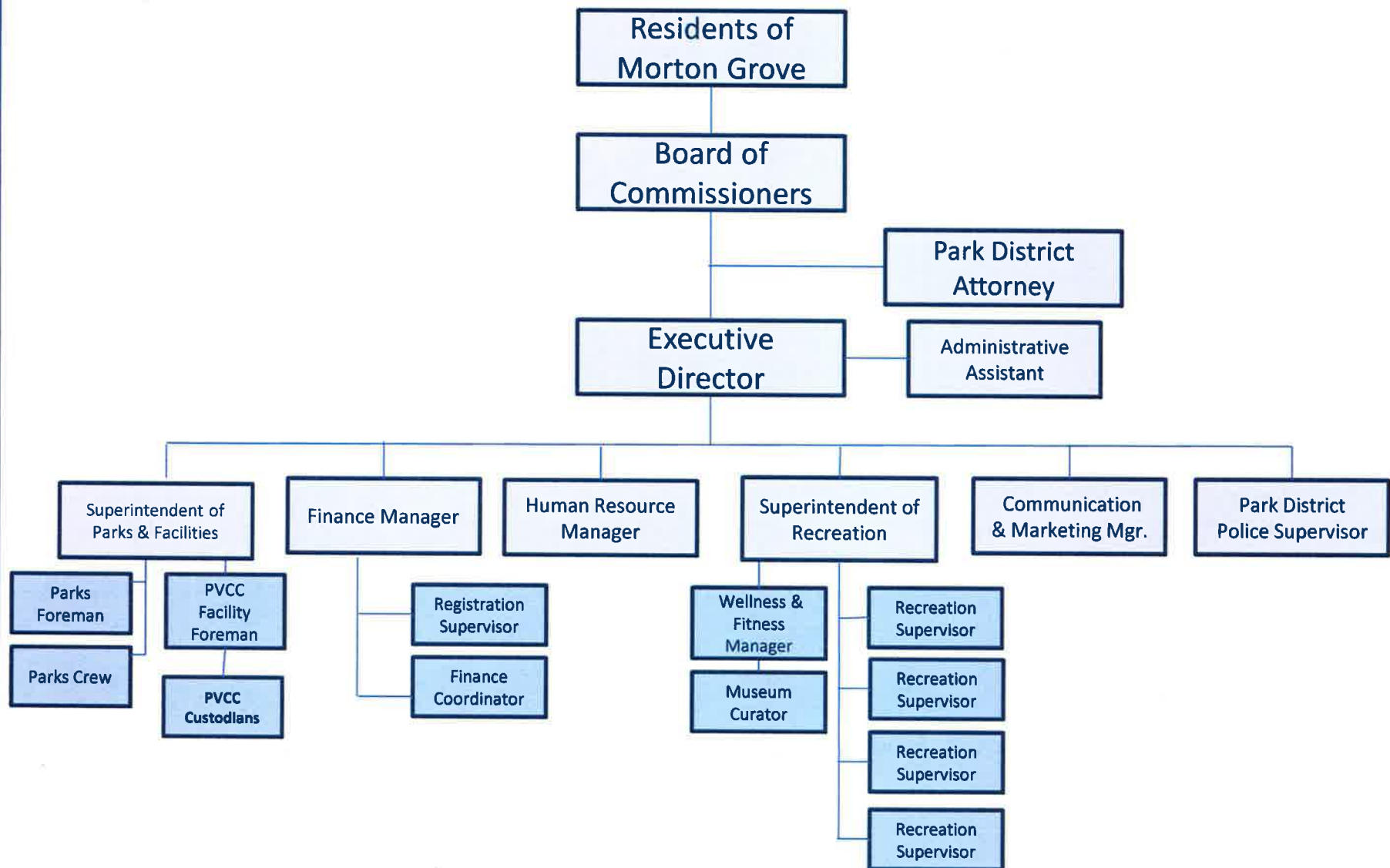
Martin O'Brien, Interim Executive Director

Greg Jayne, Superintendent of Parks and Facilities

Laura Kee, Human Resources and Risk Manager

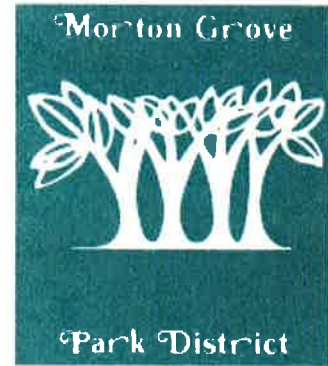
Claudia Marren, Executive Administrative Assistant

**Morton Grove Park District
Organizational Chart - 2015**



Morton Grove Park District

6834 Dempster Street • Morton Grove, Illinois • 60053 847/965-1200



July 2, 2015

To the Village of Morton Grove Residents and the
Park Board of Commissioners of the Morton Grove Park District:

We are pleased to submit the Comprehensive Annual Financial Report of the Morton Grove Park District for the fiscal year ended April 30, 2015. The management of the Morton Grove Park District is responsible for the compilation and accuracy of the financial, investment and statistical information contained in this report. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the Morton Grove Park District.

The District's management has created a comprehensive internal control structure. These controls are designed to provide reasonable assurance regarding safekeeping of assets and the reliability of financial records. Because the cost of internal controls should not outweigh their benefits, the Morton Grove Park District's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

Independent Audit

The Illinois Compiled State Statutes require that an annual audit be performed by an independent certified public accountants within six months of the close of each fiscal year. Lauterbach & Amen LLP, Certified Public Accountants, reviewed the attached financial statements for the year ending April 30, 2015 and based on that review issued an unmodified ("clean") opinion. The auditor's report on the general purpose financial statements is included in the financial section of this report.

Management Discussion and Analysis

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.

Morton Grove Park District Profile

The Morton Grove Park District is a separate independent unit of local government incorporated in 1951 to provide recreational services and opportunities to the residents of the community. The District is governed by an elected Board of Commissioners and operates under Illinois Statutes for Park Districts. The five members of the Board of Commissioners are elected at large for four-year and six-year terms. They appoint the Executive Director as the chief administrative officer who oversees the day-to-day operations of the District. The District has 24 full-time employees and over 175 part-time who work for one of four departments; Parks Maintenance & Facilities, Recreation, Administration & Finance or Human Resources. Each of the departments are coordinated by a department head who reports directly to the Executive Director.

The District consists of 14 parks on 73.7 acres of land. The District controls all funds included in the annual report.

Services provided by the use of these funds include recreation programs, park management, capital development, and general administration. The facilities operated by the District include the Prairie View Community Center, four fieldhouses, the Morton Grove Historical Museum, two outdoor swimming pools, ten outdoor tennis courts as well as an assortment of baseball diamonds, soccer fields, playgrounds and picnic areas. Funds are provided for these services by real estate taxes, user fees, bond sales, interest income and other sources.

The Morton Grove Park District is a separate reporting entity as defined by GASB Statement Number 14. The Board of Commissioners is a separate and distinct board that is not controlled by any other governmental unit. Also, the District does not have significant influence on or direct oversight responsibility for any other governmental unit that should be included in these financial statements.

The Maine-Niles Association for Special Recreation (a joint venture), the Village of Morton Grove and the Morton Grove Library do not meet the established criteria for inclusion as part of this reporting entity, and as a result are excluded from this report.

Major Initiatives

Current Year Projects:

In preparing the Capital Budget for Fiscal 2014-2015, the District identified several major facilities and programs that needed to be either redeveloped or expanded to meet the needs of the citizens and to enhance the quality of recreation within the community.

One of the major capital expenditures for the fiscal year was completing the Aquatic Center at Oriole Pool. The District sold Debt Certificates in the amount of \$7,200,000 to completely redesign and construct this project. The Aquatic Center's grand opening on Memorial Day weekend occurred on schedule and under budget. In fiscal year 2014-2015 the District spent \$1,694,000 in construction costs.

Additional capital expenditures budgeted for and completed in 2014-2015 include replacement vehicles for the parks maintenance department, several new exercise treadmills and elliptical machines for Club Fitness and new playground equipment. The District spent a total of \$899,000 in other capital purchases in 2014-15.

Future Year Projects:

The District is in the process updating the fitness center with new equipment that offers our members more challenging workouts. The District also updated its computer servers to the latest version of Microsoft Office 360 to allow better sharing of information. Other future projects include new playgrounds and a strategic focus on the renovation of Harrer pool.

Department Focus

Recreation Programming:

In an effort to recognize and provide for the continually changing needs of the Community, the District seeks to constantly maintain and enhance its level of recreational programming. New programs for residents are consistently introduced and maintained if interest is created. Current activities are constantly being expanded to meet the growing needs of the community such as Senior, Teen and Cultural Arts programming.

Budget Process

The Board of commissioners is required to adopt an annual budget by no later than the close of the fiscal year. This annual budget serves as the foundation for the Morton Grove Park District financial planning and control. Annual budgets are prepared for the General, Recreation, Police, Paving & Lighting, Museum, Retirement, Debt Service, Liability, Special Recreation, Audit and Capital Projects.

Economic Base Outlook

The equalized assessed valuation for the Morton Grove Park District has experienced a 12% reduction in growth over the past ten years. This reduction can be traced to the housing market crisis in late 2007 and the residual effects can still be felt today with the most recent equalized assessed valuation only slightly increasing by 2% from the previous year. A strong fund balance, along with an emphasis on controlling expenditures, should allow the District to protect its operations and offer the same high quality service to the community.

Financial Policies

To protect the strong financial position of the Morton Grove Park District, ensure uninterrupted services, and stabilize annual tax levies, the Board of Commissioners follows the following policies:

- The General Fund total fund balance should always be in excess of 15% of the current year's appropriations.
- In the General Fund when an expenditure occurs, the District considers restricted amounts to be spent first, followed by committed, assigned and finally unassigned.
- In all other funds the District when an expenditure occurs, the District considers unassigned to be spent first, followed by assigned, committed and finally restricted.

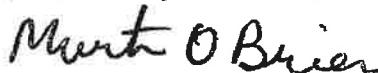
Awards & Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Morton Grove Park District for its comprehensive annual financial report for the fiscal year ended April 30, 2014. This was the 14th consecutive year that the government 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 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 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.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Administration and Finance Department. We would like to express our appreciation to all members of the Department who assisted and contributed to its preparation. We would also like to thank the members of the Park Board of Commissioners for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink, reading "Martin O'Brien". The signature is written in a cursive style with a large, stylized "M" and "O".

Martin O'Brien
Finance Manager



Government Finance Officers Association

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

Presented to

**Morton Grove Park District
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2014

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

July 2, 2015

Members of the Board of Commissioners
Morton Grove Park District
Morton Grove, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Morton Grove Park District, Illinois, as of and for the year ended April 30, 2015, 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 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 Morton Grove Park District, Illinois, as of April 30, 2015, 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 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 Morton Grove Park District, Illinois', financial statements as a whole. The introductory section, combining and individual fund financial statements and budgetary comparison schedules, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

Morton Grove Park District Management's Discussion and Analysis

Introduction

The following Management's Discussion and Analysis (MD&D) of the Morton Grove Park's (MGPD) financial performance provides an introduction to the financial statements of the MGPD for the years ended April 30, 2015 and 2014. Since MD&A is designed to focus on current activities, resulting changes and current known facts, please read it in conjunction with the transmittal letter (pages IV – VII), the financial statements and required supplementary information.

Financial Highlights

- The District's total assets exceeded its total liabilities at the close of the most recent fiscal year by \$16,824,681. Of this amount, \$4,403,585 is unrestricted and available to meet ongoing and future obligations and \$1,392,530 is restricted for specific funds use.
- The District's total net position increased by \$110,873 or 0.7% over a restated fiscal year 2014 balance.
- Combined taxes, property and replacement, levied and collected were \$3,365,775, compared to prior year of \$3,201,324 for an increase of \$164,451, an increase of 5.1%.
- The District's recreational programming for the year was \$1,654,297 or an increase of \$248,806 (17.7%) over 2014.
- As of April 30, 2015, the Morton Grove Park District's combined fund balance of all governmental funds was \$5,954,754, a decrease of \$2,575,755 in comparison with last year.
- The District's bonds payable decreased by \$766,450 due to payments made on our two year GO Bonds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Morton Grove Park District basic financial statements. The information is organized into government-wide financial statements, fund financial statements, notes to the financial statements and required supplemental information. The District also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Morton Grove Park District finances, in a manner similar to a private-sector business. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting which means all revenues and expenses are recognized regardless of when cash is received

or spent, and all assets and liabilities, including capital assets and long-term debt, are reported at the entity level. The Statement of Net Position and the Statement of Activities provide the basis for answering the question "Is the Park District better or worse off financially as a result of the year's activities?"

The *Statement of Net Position* presents information on all the Morton Grove Park District's assets, deferred outflows, liabilities, and deferred inflows with the difference between the two reported as net position. Over time, increases or decreases in the net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *Statement of Activities* presents expenses of major programs and matches direct program revenues with each. To the extent that direct charges and grants do not cover a program's cost, it is paid from general taxes and other resources. The statement simplifies the user's analysis to determine what extent programs are self-supporting and/or subsidized by general revenues.

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 uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's most significant funds rather than the District as a whole, and therefore provide additional information that won't be found in the Statement of Net Position or the Statement of Activities. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

Governmental Funds are reported in the fund financial statements and encompass the essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with the fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Reconciliation between Government-Wide and Fund Statements

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 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 this comparison between governmental funds and governmental activities. Following are some of the major differences between the two statements:

- Capital asset and long-term debt are included on the government-wide statement but are not reported on the governmental fund statements.
- Capital outlay spending results in capital assets on the government-wide statements but are expenditures on the governmental fund statements.
- Bond proceeds result in liabilities on the government-wide statements but are other financing sources on the governmental fund statements.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 12 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents other supplementary information showing budgetary comparisons of non-major funds and information about infrastructure assets of the District. Statistical information is also provided on a multi-year basis which may be useful and informative to report users. Supplementary and statistical information can be found on pages 43 through 90 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At year-end, net position for the Morton Grove Park District was \$16,824,681. A condensed version of the Statement of Net Position at April 30, 2015 is as follows:

Table 1
Governmental Activities
Statement of Net Position

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets	\$ 7,968,086	\$ 11,304,524
Capital Assets	19,258,197	17,337,441
TOTAL ASSETS:	<u>\$ 27,226,283</u>	<u>\$ 28,641,965</u>
LIABILITIES		
Current Liabilities	\$ 1,306,090	\$ 2,023,169
Non-Current Liabilities	8,839,912	8,298,026
TOTAL LIABILITIES:	<u>\$ 10,146,002</u>	<u>\$ 10,321,195</u>
DEFERRED INFLOWS		
Property Taxes	\$ 1,561,690	\$ -
TOTAL LIABILITIES		
AND DEFERRED INFLOWS:	<u>\$ 11,707,692</u>	<u>\$ 10,321,195</u>
NET POSITION		
Invested in Capital Assets, Net of Debt	\$ 11,028,566	\$ 15,837,441
Restricted	1,392,530	1,511,409
Unrestricted	4,403,585	971,920
TOTAL NET POSITION:	<u>\$ 16,824,681</u>	<u>\$ 18,320,770</u>

The governmental activities end-of-the year total net position of \$16,824,681 reflects an increase of \$110,873. A summary of statement of changes in net position for the year ended April 30, 2015 is as follows:

Table 2
Governmental Activities
Changes in Net Position

	<u>2014-15</u>	<u>2013-14</u>
REVENUES		
Recreational Program Revenues		
Recreation Programs	\$ 1,249,913	\$ 1,072,972
Pools	170,193	132,049
Health Club	234,191	200,948
Grants / Donations	-	-
General Revenues	<u>3,641,723</u>	<u>3,396,620</u>
TOTAL REVENUES:	\$ 5,296,020	\$ 4,802,589
EXPENSES		
Recreational Program Expense	\$ 3,229,655	\$ 2,369,290
General Expenses	1,714,626	3,258,989
Interest on Long Term Debt	<u>240,866</u>	<u>13,125</u>
TOTAL EXPENSES	\$ 5,185,147	\$ 5,641,404
CHANGE IN NET POSITON	\$ 110,873	\$ (838,815)

The total cost of all governmental activities in 2014-15 was \$5.2 million. Revenues to fund these activities consisted of \$1.7 million from those who directly benefited from or contributed to the programs, and \$3.5 million financed through taxes, grants and interest revenues.

The general financial condition of the Morton Grove Park District is solid with a high percentage of operating expenditures being funded solely from current revenues. All governmental funds currently maintain surplus fund balances. During the past fifteen years, the total District operating funds have had operating surpluses. The Prairie View Community Center, within the recreation fund, currently has a slight deficit from operations. This deficit will be reduced in future years through increases in memberships through increased marketing and increases in fees and charge. Pool Revenues have increased considerably year over year due to the new Oriole Pool completion.

Revenues for the General Government and Recreation functions totaled \$5,296,020 in 2014-15. Property taxes produced 64.5 percent of general revenues compared to 67 percent in the prior year. Comparative data on revenues by functions is presented below:

Table 3
Governmental Activities
Revenues

Revenue by Function	2014-15 Amount	2013-14 Amount	Increase (Decrease)	2014-15 Percent of Total
General Revenues				
Property Taxes	\$ 3,191,913	\$ 2,987,821	\$ 204,092	60.27%
Replacement Tax	173,862	213,503	(39,641)	3.28%
Interest Income	136,212	4,079	132,133	2.57%
Other	6,665	146,495	(139,830)	0.13%
Total General Revenues	<u>3,508,652</u>	<u>3,351,898</u>	<u>156,754</u>	<u>66.25%</u>
 General Government Charges for Services	 58,071	 44,722	 13,349	 1.10%
 Recreation Program Revenues				
Recreation Programs	1,249,913	1,072,972	176,941	23.60%
Pool Revenue	170,193	132,049	38,144	3.21%
Community Center	234,191	200,948	33,243	4.42%
Operating Grants	75,000	-	75,000	1.42%
Total Recreation Program Revenues	<u>1,729,297</u>	<u>1,405,969</u>	<u>323,328</u>	<u>32.65%</u>
 Total Revenue	 <u>\$ 5,296,020</u>	 <u>\$ 4,802,589</u>	 <u>\$ 493,431</u>	 <u>100.00%</u>

Programming revenue increased significantly in summer camps and in before and after school programs. Expenses for the General Government and Recreation functions in 2014-15 totaled \$5,185,147. A summary of expenses is listed below:

Table 4
Governmental Activities
Expenses

Function	Amount	Percent
General Government	\$ 1,714,626	33.07%
Recreation	3,229,655	62.29%
Interest on LT Debt	240,866	4.65%
 Total Expenses	 <u>\$ 5,185,147</u>	 <u>100.00%</u>

Financial Analysis of the Government's Funds

Fund balances for the General, Recreation, Capital Projects and Debt Service fund types continue to remain strong after the current year operations. Several years ago, the Board of Park Commissioners adopted a surplus retention policy with the objective to protect the District's financial condition by maintaining an adequate surplus amount in each fund in case any emergencies or unforeseen conditions arise. To accomplish this, the District strives to maintain in each fund a balance as a specified percentage of the annual appropriation for each fund.

Fund Balances categorized by fund type over the preceding year are as follows:

**Table 5
Governmental Activities
Fund Balances**

Fund	2014-15 Amount	2013-14 Amount	Increase (Decrease) from Previous year	2014-15 Percent of Total
General	\$ 177,896	\$ 116,542	\$ 61,354	2.99%
Recreation	126,885	286,661	(159,776)	2.13%
Special Recreation	301,564	270,380	31,184	5.06%
Debt Service	537,220	499,190	38,030	9.02%
Capital Projects	4,279,612	6,902,558	(2,622,946)	71.87%
Other Governmental Funds	531,577	455,178	76,399	8.93%
Total	\$ 5,954,754	\$ 8,530,509	\$ (2,575,755)	100.00%

The fund balance in the Recreation Fund saw a reduction as a result of a management policy to levy fewer taxes to that particular fund. The Capital Projects Fund experienced a large decrease as a result of spending down bond proceeds to construct a new aquatic center at Oriole Park.

Assets

The capital assets of the District are those assets used in the performance of general governmental and recreational functions. As of April 30, 2015 net capital assets amounted to \$19,258,197. This compares to capital assets of \$17,337,441 in the previous fiscal year. This amount represents the original cost or estimated historical cost value of the assets adjusted by depreciation of the assets since their acquisition.

For more detailed information on capital asset activity see Note 3 on page 22.

Liabilities

As of April 30, 2015 total liabilities for the District were \$10,401,602 of which \$1,306,090 amount is current. This compares to \$2,023,169 of current liabilities in the previous fiscal year.

Debt Administration

A useful indicator of the District's debt position is the ratio of general obligation bonded debt to the District's total assessed valuation and the amount of debt per capita.

In Fiscal Year 2014-2015 no new debt was issued. A \$750,000 debt payment was made on the General Obligation Park Bonds.

A comparison, including overlapping debt as of April 30, 2015, is as follows

**Table 6
Governmental Activities
Outstanding Debt**

	Outstanding G.O. Bonded Debt	Percent of Debt to Assessed Valuation	Outstanding Debt Per Capita
Total G.O. Bonded Debt for the District	\$ 8,283,822	8.127%	\$ 352.55
Overlapping Debt for All Government Units	93,647,131	91.873%	3,985.49
Total Direct and Overlapping Debt	\$ 101,930,953	100.000%	\$ 4,338.04

Under current state statutes, the District's aggregate indebtedness cannot exceed the legal debt limit of 2.875% of the value of the taxable property within the District. As of April 30, 2015, the District's aggregate outstanding debt totaled \$8,283,822 which is below the limit set by law.

Readers desiring more detailed information on long-term debt activity should go to Note 3 Long-Term Debt on pages 23 - 26 of the Notes to the Financial Statements.

Overall Financial Position / Results of Operations

The Morton Grove Park District's overall financial position as of April 30, 2015 remains solid. All District fund balances have surplus balances and most funds are very healthy. As noted above, total District bonded debt is \$8,283,822. Of this amount, \$750,000 is scheduled for payment in December 2015. This debt reduction is funded through the annual tax levy. During the 2014-15 operating year, most of the funds with operating deficits were planned deficits to reduce fund balances. The excess revenues over expenditures in the operating funds improved the overall financial position of District moving forward into 2015-16. The District did an excellent job controlling expenditures while still providing residents excellent programs with clean and safe facilities.

Economic Factors and the Budget

The local area economy continues to recover at a steady pace. With this in mind, the 2014-15 overall budget increased 1.6%. The District's summer camp programs have managed to remain competitive with competing programs. Club Fitness, the MGPD health club is planning new programs. Pricing is a big key to retaining membership.

On the positive side, current economic conditions have kept increases for utility costs and supplies flat, while health care and IMRF costs have risen moderately. Electric suppliers have continued to save the District 5% in utility costs. The District also replaced all lighting throughout all buildings to be more energy efficient.

The CPI for 2015 was 1.7%, which the Morton Grove Park District uses in developing its tax levy request, is a limiting factor in the maximum amount of additional tax the District receives in the following year.

Significant / Unusual Transactions and Balances

The Morton Grove Park District contracts with Maine-Niles Association of Special Recreation (M-NASR) to provide professional help and programs to physically and mentally challenged individuals living within the district. The total payments to M-NASR were \$168,450 in 2014-15. The District also leases administrative office space to M-NASR at its Prairie View Community Center location at 6834 W. Dempster. Annual rent received from M-NASR is \$58,000.

The Morton Grove Park District works with MB Financial to invest cash on hand to maximize interest income. At April 30, 2015 \$2.9 million was invested in municipal bonds, agencies and CD's.

During January of 2014, the District secured \$1,500,000 in cash by issuing bonds at 1.23%. The money will be used during 2014-15 fiscal years for capital improvements to District facilities and upgrade machinery and equipment.

The District issued debt certificates in May 2013 in the amount of \$7,200,000 for the construction of the Oriole Pool Aquatic Center. The debt certificates stipulate required annual principal payments from December 1, 2018 through December 1, 2032. In addition interest is due and payable on June 1 and December 1 at various rates between 1.4% and 3.35%.

General Fund

The General Fund is the general operating fund of the Park District. It is used to account for and report all financial resources not accounted for or reported in another fund. A detailed comparison of the General Fund 2014-2015 budget and actual results is presented in the Budgetary Comparison Schedule on page 39. A summary of the General Fund is presented below:

	Original Budget	Final Budget	Actual Amounts	Actual Variance with Final Budget
General Revenues				
Property Taxes	\$ 725,000	\$ 725,000	\$ 877,304	\$ 152,304
Replacement Tax	175,000	175,000	126,648	\$ (48,352)
Rental Income	58,125	58,125	58,071	\$ (54)
Interest Income	45,772	45,772	118,323	\$ 72,551
Other	65,759	65,759	3,973	\$ (61,786)
Total General Revenues	1,069,656	1,069,656	1,184,319	114,663
Operating Expenditures				
Salaries and Wages	\$ 641,264	\$ 641,264	\$ 651,058	\$ (9,794)
Material and Supplies	84,550	84,550	65,724	\$ 18,826
Insurance	158,793	158,793	174,438	\$ (15,645)
Utilities	56,518	56,518	38,693	\$ 17,825
Contractual Services	71,900	71,900	111,446	\$ (39,546)
Equipment/Repair	3,600	3,600	4,271	\$ (671)
Building and Landscape	34,451	34,451	10,984	\$ 23,467
Miscellaneous	77,803	77,803	66,351	\$ 11,452
Total General Expenditures	\$ 1,128,879	\$ 1,128,879	\$ 1,122,965	\$ 5,914

Actual revenues on a budgetary basis for fiscal year 2014-2015 in the General Fund totaled \$1,184,319 or \$114,663 more than budgeted revenues, a 10.7% variation. Property taxes increased due to a positive change in the tax levy for the General Fund while personal property replacement taxes decreased due to a transfers from the General Fund to the Police and Museum Funds. Interest on Investments was positive due to a better economy which triggered higher interest rates.

The actual expenditures for salaries and wages as well as insurance were higher than budgeted due to the reallocation of employee program expenditures between the General Fund and the Recreation Fund. Contractual Services were higher than budgeted as a result of additional legal services tied to the sale of bonds and new software maintenance agreements.

Contacting the Park District Management

This financial report is designed to provide a general overview of the District's finances. If you have any questions about this report or require additional information, please contact the administration offices at Morton Grove Park District, 6834 West Dempster Street, Morton Grove, Illinois 60053 (847) 965-0225.

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board (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.

MORTON GROVE PARK DISTRICT

**Statement of Net Position
April 30, 2015**

See Following Page

MORTON GROVE PARK DISTRICT

Statement of Net Position April 30, 2015

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 6,386,371
Receivables - Net of Allowances	1,580,425
Prepays	<u>1,290</u>
Total Current Assets	<u>7,968,086</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	10,147,840
Depreciable	18,190,358
Accumulated Depreciation	<u>(9,080,001)</u>
Total Noncurrent Assets	<u>19,258,197</u>
Total Assets	<u>27,226,283</u>

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

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 243,280
Accrued Payroll	60,407
Deposits Payable	14,731
Accrued Interest Payable	104,448
Other Payables	133,224
Current Portion of Long-Term Debt	<u>750,000</u>
Total Current Liabilities	<u>1,306,090</u>
Noncurrent Liabilities	
Net Pension Obligation	54,191
Debt Certificates Payable - Net	<u>7,479,631</u>
Total Noncurrent Liabilities	<u>7,533,822</u>
Total Liabilities	8,839,912
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>1,561,690</u>
Total Liabilities and Deferred Inflows of Resources	<u>10,401,602</u>
NET POSITION	
Net Investment in Capital Assets	11,028,566
Restricted	
Property Tax Levies	
Recreation	125,595
Special Recreation	301,564
Retirement	355,199
Audit	8,177
Liability Insurance	92,469
Paving and Lighting	3,315
Museum	73,439
Debt Service	432,772
Unrestricted	<u>4,403,585</u>
Total Net Position	<u>16,824,681</u>

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

MORTON GROVE PARK DISTRICT

Statement of Activities

For the Fiscal Year Ended April 30, 2015

	Expenses	Program Revenues		Net (Expense)/ Revenue
		Charges for Services	Capital Grants/ Contributions	
Governmental Activities				
General Government	\$ 1,714,626	58,071	-	(1,656,555)
Recreation	3,229,655	1,654,297	75,000	(1,500,358)
Interest on Long-Term Debt	240,879	-	-	(240,879)
Total Governmental Activities	<u>5,185,160</u>	<u>1,712,368</u>	<u>75,000</u>	<u>(3,397,792)</u>

General Revenues

Taxes

Property Taxes 3,239,127

Intergovernmental - Unrestricted

Replacement Taxes 126,648

Interest 136,212

Miscellaneous 6,665

3,508,652

Change in Net Position 110,860

Net Position - Beginning as Restated 16,713,821

Net Position - Ending 16,824,681

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

MORTON GROVE PARK DISTRICT

Balance Sheet - Governmental Funds
April 30, 2015

See Following Page

MORTON GROVE PARK DISTRICT**Balance Sheet - Governmental Funds****April 30, 2015**

	<u>Special Revenue</u>		
	<u>General</u>	<u>Recreation</u>	<u>Special Recreation</u>
ASSETS			
Cash and Investments	\$ 266,785	362,336	337,359
Receivables - Net of Allowances			
Taxes	470,407	255,039	132,677
Accounts	18,731	-	-
Prepays	-	1,290	-
Total Assets	755,923	618,665	470,036
LIABILITIES			
Accounts Payable	84,828	54,406	35,799
Accrued Payroll	21,577	35,595	-
Deposits Payable	1,215	13,516	-
Other Payables	-	133,224	-
Total Liabilities	107,620	236,741	35,799
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	470,407	255,039	132,673
Total Liabilities and Deferred Inflows of Resources	578,027	491,780	168,472
FUND BALANCES			
Nonspendable	-	1,290	-
Restricted	-	125,595	301,564
Assigned	-	-	-
Unassigned	177,896	-	-
Total Fund Balances	177,896	126,885	301,564
Total Liabilities, Deferred Inflows of Resources and Fund Balances	755,923	618,665	470,036

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

Retirement	Debt Service	Capital Projects	Nonmajor	Totals
359,902	537,220	4,331,097	191,672	6,386,371
238,794	390,764	-	74,013	1,561,694
-	-	-	-	18,731
-	-	-	-	1,290
598,696	927,984	4,331,097	265,685	7,968,086
4,703	-	51,485	12,059	243,280
-	-	-	3,235	60,407
-	-	-	-	14,731
-	-	-	-	133,224
4,703	-	51,485	15,294	451,642
238,794	390,764	-	74,013	1,561,690
243,497	390,764	51,485	89,307	2,013,332
-	-	-	-	1,290
355,199	537,220	-	177,400	1,496,978
-	-	4,279,612	-	4,279,612
-	-	-	(1,022)	176,874
355,199	537,220	4,279,612	176,378	5,954,754
598,696	927,984	4,331,097	265,685	7,968,086

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

MORTON GROVE PARK DISTRICT

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

April 30, 2015

Total Governmental Fund Balances	\$ 5,954,754
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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.	19,258,197
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Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.

Net Pension Obligation Payable	(54,191)
General Obligation Bonds Payable	(750,000)
Debt Certificates Payable - Net	(7,479,631)
Accrued Interest Payable	<u>(104,448)</u>

Net Position of Governmental Activities	<u>16,824,681</u>
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The notes to the financial statement are an integral part of this statement.

MORTON GROVE PARK DISTRICT

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2015**

See Following Page

MORTON GROVE PARK DISTRICT

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended April 30, 2015

		Special Revenue	
	General	Recreation	Special Recreation
Revenues			
Taxes	\$ 1,003,952	578,534	272,690
Intergovernmental	-	-	-
Charges for Services	58,071	1,654,297	-
Interest	118,323	-	-
Miscellaneous	3,973	-	-
Total Revenues	1,184,319	2,232,831	272,690
Expenditures			
Current			
General Government	1,122,965	-	-
Recreation	-	2,392,607	241,506
Capital Outlay	-	-	-
Debt Service			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	1,122,965	2,392,607	241,506
Excess (Deficiency) of Revenues Over (Under) Expenditures	61,354	(159,776)	31,184
Other Financing Sources			
Disposal of Capital Assets	-	-	-
Net Change in Fund Balances	61,354	(159,776)	31,184
Fund Balances - Beginning as Restated	116,542	286,661	270,380
Fund Balances - Ending	177,896	126,885	301,564

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

Retirement	Debt Service	Capital Projects	Nonmajor	Totals
498,810	807,469	-	204,320	3,365,775
-	-	75,000	-	75,000
-	-	-	-	1,712,368
-	-	-	17,889	136,212
-	-	-	2,692	6,665
498,810	807,469	75,000	224,901	5,296,020
392,161	-	-	197,254	1,712,380
-	-	-	57,897	2,692,010
-	-	2,473,071	-	2,473,071
-	750,000	-	-	750,000
-	19,439	239,545	-	258,984
392,161	769,439	2,712,616	255,151	7,886,445
106,649	38,030	(2,637,616)	(30,250)	(2,590,425)
-	-	14,670	-	14,670
106,649	38,030	(2,622,946)	(30,250)	(2,575,755)
248,550	499,190	6,902,558	206,628	8,530,509
355,199	537,220	4,279,612	176,378	5,954,754

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

MORTON GROVE PARK DISTRICT

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 April 30, 2015

Net Change in Fund Balances - Total Governmental Funds	\$ (2,575,755)
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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	2,592,373
Depreciation Expense	(605,602)

The net effect of various miscellaneous transactions involving capital assets
is to decrease net position

Disposals - Cost	(150,758)
Disposals - Accumulated Depreciation	84,743

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.

Additions to Net Pension Obligation	(2,246)
Retirement of Debt	750,000
Amortization of Discount on Debt Issuance	20,239
Amortization of Premium on Debt Issuance	(3,789)

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.

1,655

Changes in Net Position of Governmental Activities

110,860

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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Morton Grove Park District (the District) of Illinois was incorporated in 1951. The District operates under the board-manager form of government, providing recreation and other services to the residents of Morton Grove, 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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

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 and nonmajor funds by category are summarized into a single column.

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 funds 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 fund are at least 10 percent of the corresponding total for all funds of that category or type; and

The various funds are reported by generic classification within the financial statements. The following fund type is the only one 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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

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 eight special revenue funds. The Recreation Fund, a major 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. The basis of budgeting for the Recreation Fund is the same as Generally Accepted Accounting Principals. The Special Recreation Fund, also a major fund, is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies to the Maine Niles Association of Special Recreation to provide special recreation programs for the physically and mentally challenged. The Retirement Fund, a major fund, is used to account for the District's participation in the Illinois Municipal Retirement Fund and contributions to employee social security benefits. Financing is provided by a specific annual property tax levy which produces a sufficient amount to pay the District's contributions to the fund on behalf of its employees.

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

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

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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

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.

Basis of Accounting

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

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

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

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

Cash and Investments

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

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

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.

Prepays

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

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$1,000 are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market 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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets

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

Buildings	45 Years
Improvements	10 - 20 Years
Machinery and Equipment	5 - 15 Years
Vehicles	5 - 10 Years

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. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses at the time of issuance.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Net Position

In the government-wide financial statements, equity is classified as net assets 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.”

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The Board of Commissioners follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Director submits to the Board of Commissioners a proposed operating budget for the upcoming fiscal year commencing May 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 Finance Manager.
- Notice is given and public meetings are conducted to obtain taxpayer comments.
- The Board of Commissioners may add to, subtract from, or change appropriations, but may not change the form of the budget.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

- Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of the annual combined budget and appropriation ordinance.
- Budget 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 appropriation must be approved by the District Board of Commissioners through a supplemental appropriation.
- No supplemental appropriations were made during fiscal year ending April 30, 2015.
- After the first six months of the fiscal year, the District may by 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, however, Board of Commissioners approval is required in order for management to make transfers between individual funds.
- The level control is at the individual fund level.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenditures over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Special Recreation	\$ 7,277
Capital Projects	928,566

DEFICIT FUND BALANCE

The following fund had a deficit fund balance as of the date of this report:

<u>Fund</u>	<u>Deficit</u>
Police Protection	\$ 1,022

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

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, and commercial paper rated within the three highest classifications by at least two standard rating services.

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

At year-end, the carrying amount of the District's deposits totaled \$4,717,632 and the bank balances totaled \$4,746,465.

Investments. The District has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Agencies	\$ 1,537,807	174,969	1,362,838	-	-
Municipal Bonds	130,932	130,932	-	-	-
	1,668,739	305,901	1,362,838	-	-

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's investment policy limits interest rate risk by investing funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity, and yield.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

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 District limits its exposure to credit risk by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. At year-end, the U.S. Treasury Agencies and Municipals bonds are not rated.

Concentration Risk. Concentration risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not address concentration risk. At year-end, the District has over 5 percent of the total cash and investment portfolio (other than U.S. Government guaranteed obligations) invested in Fidelity Government Cash.

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 pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy does not mitigate custodial credit risk for investments.

PROPERTY TAXES

Property taxes for 2014 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments on or about March 1, and 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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 3,145,827	-	-	3,145,827
Construction in Progress	5,253,328	1,748,685	-	7,002,013
	8,399,155	1,748,685	-	10,147,840
Depreciable Capital Assets				
Buildings	10,400,370	232,320	86,404	10,546,286
Improvements	4,680,977	99,528	-	4,780,505
Machinery and Equipment	2,061,994	346,040	19,948	2,388,086
Vehicles	354,087	165,800	44,406	475,481
	17,497,428	843,688	150,758	18,190,358
Less Accumulated Depreciation				
Buildings	4,227,143	228,255	22,443	4,432,955
Improvements	2,699,420	189,696	-	2,889,116
Machinery and Equipment	1,368,869	154,339	17,894	1,505,314
Vehicles	263,710	33,312	44,406	252,616
	8,559,142	605,602	84,743	9,080,001
Total Net Depreciable Capital Assets	8,938,286	238,086	66,015	9,110,357
Total Net Capital Assets	17,337,441	1,986,771	66,015	19,258,197

Depreciation expense was charged to governmental activities as follows:

Recreation	<u>\$ 605,602</u>
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MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

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:

<u>Issue</u>	<u>Beginning Balances</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Ending Balances</u>
\$1,500,000 General Obligation Park Bonds of 2014 due in annual installments of \$750,000 through December 1, 2015 plus interest at 1.55%.	\$ 1,500,000	-	750,000	750,000

Debt Certificates

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

<u>Issue</u>	<u>Beginning Balances</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Ending Balances</u>
\$7,200,000 General Obligation Limited Tax Debt Certificates of 2013 due in annual installments of \$400,000 to \$610,000 through December 1, 2032 plus interest at 2.00% to 4.00%.	\$ 7,200,000	-	-	7,200,000

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Net Pension Obligation	\$ 51,945	2,246	-	54,191	-
General Obligation Bonds	1,500,000	-	750,000	750,000	750,000
Debt Certificates	7,200,000	-	-	7,200,000	-
Plus: Unamortized Premium	364,292	-	20,239	344,053	-
Less: Unamortized Discount	(68,211)	-	(3,789)	(64,422)	-
	9,048,026	2,246	766,450	8,283,822	750,000

For the governmental activities, the net pension obligation is generally liquidated by the General Fund. Payments on the general obligation bonds are made by the Debt Service Fund. Payments on the debt certificates are made by the Capital Projects Fund.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

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

Fiscal Year	General Obligation Bonds		Debt Certificates	
	Principal	Interest	Principal	Interest
2016	\$ 750,000	11,626	-	239,050
2017	-	-	-	239,050
2018	-	-	-	239,050
2019	-	-	400,000	239,050
2020	-	-	400,000	231,050
2021	-	-	410,000	223,050
2022	-	-	415,000	214,850
2023	-	-	430,000	202,400
2024	-	-	440,000	189,500
2025	-	-	455,000	176,300
2026	-	-	470,000	162,650
2027	-	-	485,000	146,200
2028	-	-	500,000	126,800
2029	-	-	500,000	106,800
2030	-	-	540,000	91,800
2031	-	-	560,000	70,200
2032	-	-	585,000	47,800
2033	-	-	610,000	24,400
Totals	750,000	11,626	7,200,000	2,970,000

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

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 than .575% of the value of the taxable property therein, is presented to the Board and such increase is approved by the voters of the district at a referendum held on the question." In 1978 the District passed a resolution increasing the legal debt limit to 5.0% of Equalized Assessed Value.

Assessed Valuation - 2014	<u>\$ 691,208,517</u>
Legal Debt Limit - 2.875% of Equalized Assessed Value	19,872,245
Amount of Debt Applicable to Limit	<u>7,950,000</u>
Legal Debt Margin	<u>11,922,245</u>

NET POSITION/FUND BALANCE

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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE – Continued

Fund Balance Classifications – Continued

Assigned Fund Balance. The District reports assigned fund balance in the Capital Projects Fund, a major fund. The District's Board/executive director, under authorization assigned in the District's fund balance policy, has assigned these funds for future park improvement projects based on approved Board/management expenditures as determined through the annual budget process.

Minimum Fund Balance Policy. The District's policy manual states that each fund should have a fund balance that is no less than 25% of the yearly operating expenditures.

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

	Special Revenue				Debt Service	Capital Projects	Nonmajor	Totals
	General	Recreation	Special Recreation	Retirement				
Fund Balances								
Nonspendable								
Prepays	\$ -	1,290	-	-	-	-	-	1,290
Restricted								
Property Tax Levies								
Recreation	-	125,595	-	-	-	-	-	125,595
Special Recreation	-	-	301,564	-	-	-	-	301,564
Retirement	-	-	-	355,199	-	-	-	355,199
Audit	-	-	-	-	-	-	8,177	8,177
Liability Insurance	-	-	-	-	-	-	92,469	92,469
Paving and Lighting	-	-	-	-	-	-	3,315	3,315
Museum	-	-	-	-	-	-	73,439	73,439
Debt Service	-	-	-	-	537,220	-	-	537,220
	-	125,595	301,564	355,199	537,220	-	177,400	1,496,978
Assigned								
Capital Projects	-	-	-	-	-	4,279,612	-	4,279,612
Unassigned	177,896	-	-	-	-	-	(1,022)	176,874
Total Fund Balances	177,896	126,885	301,564	355,199	537,220	4,279,612	176,378	5,954,754

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE – Continued

Net Position Classification

Net investment in capital assets was comprised of the following at year-end:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 19,258,197
Less Capital Related Debt:	
General Obligation Park Bonds of 2014	(750,000)
General Obligation Limited Tax Debt Certificates of 2013	(7,200,000)
Unamortized Premium	(344,053)
Unamortized Discount	<u>64,422</u>
Net Investment in Capital Assets	<u><u>11,028,566</u></u>

Net Position/Fund Balance Restatements

The District has restated its financial statements for governmental activities to correct an error in recognition of liabilities and deferred property taxes. In addition, beginning fund balance for Capital Projects was restated to correct an error in recognition of payables. The following is a summary of the net position/fund balance as originally reported and as restated:

Net Position/Fund Balance	As Reported	As Restated	Increase (Decrease)
Governmental Activities	\$ 18,320,770	16,713,808	(1,606,962)
Capital Projects	6,783,046	6,902,558	119,512

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements

April 30, 2015

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 as of April 30, 2015:

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
Course of Construction/Builders Risk	\$1,000	Included	\$25,000,000
Business Interruption, Rental			
Income, Tax Income Combined	\$1,000		\$100,000,000/Reported Values
			\$500,000/\$2,500,000/Non-Reported Values
Service Interruption	24 Hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence
WORKERS COMPENSATION			
Employers Liability	N/A	\$500,000	\$3,500,000 Employers Liability
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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
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 COVERAGE			
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	\$25,000 Hourly Sublimit/\$25,000 Forensic
			Exp./\$100,000 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

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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2014 and the statement of revenues and expenses for the period ending December 31, 2014.

Assets	\$62,397,015
Liabilities	21,080,991
Member Balances	41,316,024
Revenues	20,548,979
Expenditures	19,517,301

The District's portion of the overall equity in the pool is .947% or \$391,183.

Since 97% 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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) Health Program

Since February 1, 1990, the District has been a member of the Park District Risk Management Agency (PDRMA) Health Program, a health insurance pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$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, 2014 and the statement of revenues and expenses for the period ending December 31, 2014.

Assets	\$13,504,793
Liabilities	4,608,610
Member Balances	8,896,183
Revenues	33,887,630
Expenditures	2832,208,702

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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Unemployment Insurance

The District is subject to the State of Illinois Unemployment Compensation Act and has elected the reimbursing employer option for providing unemployment insurance benefits for eligible former employees. The District reimburses the State for claims paid by the State.

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, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan are held in trust on behalf of the employees. Accordingly, the assets are not reported in these financial statements.

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.

JOINT VENTURE

Maine Niles Association of Special Recreation (MNASR)

The District is a member of MNASR, which was organized by six area park districts and one Village in order to provide special recreation programs to physically and mentally challenged individuals and to share the expenses of such programs on a cooperative basis.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURE – Continued

Maine Niles Association of Special Recreation (MNASR) – Continued

The MNASR's Board of Directors consists of one representative from each participating park district. The Board of Directors is the governing body of MNASR and is responsible for establishing all major policies and changes therein and for approving all budget, capital outlay, programming, and master plans. The audited financial statements of MNASR are available at 6834 West Dempster, Morton Grove, IL 60053.

The following is a summary of the MNASR's financial statements for the year ended December 31, 2014:

Current Assets	\$ 608,488	Current Liabilities	\$ 88,782
		Long-Term Liabilities	47,969
Noncurrent Assets		Total Liabilities	<u>136,751</u>
Capital Assets	<u>75,175</u>	Deferred Inflows	<u>23,896</u>
		Total Liabilities/ Deferred Inflows	<u>160,647</u>
Total Assets	<u>683,663</u>	Net Position	<u>523,016</u>
	Operating Revenues		2,115,254
	Operating Expenses		<u>2,120,455</u>
	Operating Income		(5,201)
	Nonoperating Revenue (Expenses)		<u>59</u>
	Change in Net Position		(5,142)
	Net Position - Beginning		<u>528,158</u>
	Net Position - Ending		<u>523,016</u>

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements

April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Plan Descriptions, Provisions and Funding Policy

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

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Participating members hired before January 1, 2011 (Tier 1) who retire at or after age 60 (full benefits) or age 55 (reduced benefits) with 8 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. For participating members hired on or after January 1, 2011 (Tier 2) who retire at or after age 67 (full benefits) or age 62 (reduced benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The District is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution and annual required contribution rate for calendar year 2014 was 18.53 percent.

Funding Policy and Annual Pension Cost

For April 30, 2015, the District's annual pension cost of \$229,370 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2012 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.5 investment rate of return (net of administrative expenses), (b) projected salary increases of 4.0% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year, depending on age and service, attributable to seniority/merit, (d) post-retirement benefit increases of 3.0% annually and (e) an inflation rate of 4.0%. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 20.0% corridor. IMRF's unfunded actuarial accrued liability at April 30, 2015 is being amortized as a level percentage of projected payroll on an open 29 year basis.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Annual Pension Cost and Net Pension Obligation

The net pension obligation was determined in accordance with GASB Statement No. 27, “Accounting for Pensions by State and Local Governmental Employers.” The net pension obligation is as follows:

Annual Required Contribution	\$ 229,370
Interest on the NPO (Asset)	3,979
Adjustment to the ARC	<u>(1,733)</u>
Annual Pension Cost	231,616
Actual Contribution	<u>229,370</u>
Change in NPO/(NPA)	2,246
NPO/(NPA) - Beginning	<u>51,945</u>
NPO/(NPA) - Ending	<u>54,191</u>

Trend Information

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the APC and the contributions actually made.

Fiscal Year	Annual Pension Cost	Percentage of APC Contributed	Net Pension Obligation
2013	\$ 218,393	87.00%	\$ 51,945
2014	229,245	100.00%	51,945
2015	230,505	100.00%	54,191

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements April 30, 2015

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Funded Status and Funding Progress

The District's funded status for the current year and related information for IMRF is as follows:

Actuarial Valuation Date	12/31/14
Percent Funded	59.84%
Actuarial Accrued Liability for Benefits	\$5,798,622
Actuarial Value of Assets	\$3,469,860
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$2,328,762)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$1,297,462
Ratio of UAAL to Covered Payroll	179.49%

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

POST-EMPLOYMENT BENEFITS

In addition to providing pension benefits, the District provides certain health care insurance benefits for retired employees. In accordance with the personnel policy substantially all of the District's employees may become eligible for those benefits if they reach normal retirement age while working for the District. The retirees pay 100 percent of the annual premium for health insurance. The District's health insurance provider, PDRMA utilizes community based rates, which adjust for the demographics of the District's pool of participants, including age, etc. Therefore, there is no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*. Additionally, the District had no former employees for which the District was providing an explicit subsidy as of April 30, 2015.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Funding Progress and Employer Contributions
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedules
General Fund
Recreation – Special Revenue Fund
Special Recreation – Special Revenue Fund
Retirement – Special Revenue Fund

Notes to the Required Supplementary Information

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

MORTON GROVE PARK DISTRICT

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Funding Progress and Employer Contributions April 30, 2015

Funding Progress

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2009	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2010	N/A	N/A	N/A	N/A	N/A	N/A
2011	3,443,874	5,701,753	60.40%	2,257,879	1,264,803	178.52%
2012	3,038,977	5,362,173	56.67%	2,323,196	1,282,593	181.13%
2013	3,615,226	5,809,000	62.23%	2,193,774	1,262,364	173.78%
2014	3,469,860	5,798,622	59.84%	2,328,762	1,297,462	179.49%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2010	\$ N/A	\$ N/A	N/A
2011	N/A	N/A	N/A
2012	185,673	170,819	92.00%
2013	218,393	190,002	87.00%
2014	229,245	229,245	100.00%
2015	229,370	229,370	100.00%

N/A - Not Available

MORTON GROVE PARK DISTRICT

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 725,000	725,000	877,304
Replacement	175,000	175,000	126,648
Charges for Services			
Rental Income	57,684	57,684	58,071
Interest	45,772	45,772	118,323
Miscellaneous	66,200	66,200	3,973
Total Revenues	1,069,656	1,069,656	1,184,319
Expenditures			
General Government			
Administrative	757,502	757,502	755,490
Park Maintenance	371,377	371,377	367,475
Total Expenditures	1,128,879	1,128,879	1,122,965
Net Change in Fund Balance	(59,223)	(59,223)	61,354
Fund Balance - Beginning			116,542
Fund Balance - Ending			177,896

MORTON GROVE PARK DISTRICT

Recreation - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 606,000	606,000	578,534
Charges for Services	1,903,910	1,903,910	1,654,297
Total Revenues	2,509,910	2,509,910	2,232,831
Expenditures			
Recreation	2,551,518	2,551,518	2,392,607
Net Change in Fund Balance	(41,608)	(41,608)	(159,776)
Fund Balance - Beginning			286,661
Fund Balance - Ending			126,885

MORTON GROVE PARK DISTRICT

Special Recreation - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 300,000	300,000	272,690
Expenditures			
Recreation			
Contributions to MNARS	123,729	123,729	125,319
Inclusion - Programming	39,000	39,000	43,625
Miscellaneous	71,500	71,500	72,562
Total Expenditures	234,229	234,229	241,506
Net Change in Fund Balance	65,771	65,771	31,184
Fund Balance - Beginning			270,380
Fund Balance - Ending			301,564

MORTON GROVE PARK DISTRICT

Retirement - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 500,000	500,000	498,810
Expenditures			
General Government			
District Contributions - IMRF	262,596	262,596	229,370
District Contributions - FICA	168,152	168,152	162,791
Total Expenditures	430,748	430,748	392,161
Net Change in Fund Balance	69,252	69,252	106,649
Fund Balance - Beginning			248,550
Fund Balance - Ending			355,199

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

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

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. The basis of budgeting for the Recreation Fund is the same as Generally Accepted Accounting Principals.

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 Maine Niles Association of Special Recreation to provide special recreation programs for the physically and mentally challenged.

Retirement

The Retirement Fund is used to account for the District's participation in the Illinois Municipal Retirement Fund and contributions to employee social security benefits. Financing is provided by a specific annual property tax levy which produces a sufficient amount to pay the District's contributions to the fund on behalf of its employees.

Audit

The Audit Fund is used to account for the revenues derived from a specific annual property tax levy and expenditures of these monies for the annual audit of the District.

Liability Insurance

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

SPECIAL REVENUE FUNDS – Continued

Paving and Lighting

The Paving and Lighting Fund is used to account for the revenues derived from a specific annual property tax levy and expenditures of these monies for paving and lighting improvements through the District.

Museum

The Museum Fund is used to account for the revenue and expenditures of the Museum. An annual tax levy in conjunction with program revenue is used to finance the fund.

Police Protection

The Police Protection Fund is used to account for the revenues derived from a specific annual property tax levy and expenditures of these monies for police service for the parts.

DEBT SERVICE FUND

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

CAPITAL PROJECTS FUND

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

MORTON GROVE PARK DISTRICT

General Fund

Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
General Government			
Administrative			
Salaries and Wages			
Administrative Manager	\$ 112,605	112,605	110,779
Interim Director	-	-	
Human Resource Generalist	64,272	64,272	71,604
Marketing/Public Relations Manager	25,625	25,625	-
Superintendent of Finance	78,280	78,280	85,064
Secretary	47,277	47,277	48,634
Finance Coordinator	50,678	50,678	51,282
Material and Supplies			
Commodities Purchases	14,300	14,300	10,690
Rentals and Repairs	300	300	110
Bank Charges	1,700	1,700	3,875
Insurance			
Health Insurance Premiums	158,793	158,793	174,438
Utilities			
Electricity	29,000	29,000	15,960
Heating Fuel	8,000	8,000	2,997
Water	800	800	1,441
Telephone	17,218	17,218	18,295
Contractual Services			
Legal Services	14,000	14,000	46,880
Legal Publications	500	500	16
Consulting Services	10,000	10,000	2,435
Technical Assistance	3,500	3,500	1,380
Maintenance Agreement	29,900	29,900	48,832
Equipment/Repair			
Office	500	500	2,699
Computer - Hardware	500	500	231
Computer - Software	1,000	1,000	5
Addition/Lease			
Salaries - Maintenance	14,951	14,951	-
Landscape - Improvements	250	250	-
Maintenance - Supplies	250	250	-

MORTON GROVE PARK DISTRICT

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
General Government - Continued			
Administrative - Continued			
Miscellaneous			
Commissioners	\$ 14,134	14,134	13,000
Employee Travel	1,200	1,200	1,513
Dues and Subscriptions	9,500	9,500	9,728
Human Resources	10,000	10,000	2,722
Donations	500	500	770
PRDRMA Award	1,500	1,500	-
Employee Recognition	5,000	5,000	2,592
Morton Grove Special Events	21,000	21,000	19,225
Holiday Display	4,500	4,500	-
Educational	5,969	5,969	8,293
Total Administrative	757,502	757,502	755,490
Park Maintenance			
Salaries and Wages			
Park Manager	35,961	35,961	58,718
Maintenance	202,566	202,566	204,798
Summer Staff	24,000	24,000	20,179
Material and Supplies			
Equipment Repair	20,500	20,500	4,925
Equipment Rental	250	250	-
Materials and Supplies	45,500	45,500	38,514
Motor Vehicle Expenditures	2,000	2,000	7,610
Contractual Services			
Maintenance Agreement	11,500	11,500	7,923
Communication Services	-	-	645
Professional Services	4,000	4,000	3,335
Equipment/Repair			
Maintenance	500	500	-
Safety	100	100	-
Buildings	750	750	998
Fence	250	250	338

MORTON GROVE PARK DISTRICT

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
General Government - Continued			
Park Maintenance - Continued			
Building and Landscape			
General Park Improvements	\$ 2,500	2,500	2,878
Building Permits and Improvements	1,000	1,000	-
Landscaping	15,500	15,500	8,106
Miscellaneous			
Educational Services	2,000	2,000	3,400
Uniforms	2,500	2,500	5,108
Total Park Maintenance	371,377	371,377	367,475
Total Expenditures	1,128,879	1,128,879	1,122,965

MORTON GROVE PARK DISTRICT

Recreation - Special Revenue Fund

Schedule of Revenues - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Taxes			
Property	\$ 606,000	606,000	578,534
Charges for Services			
Pools			
Token Sales	117,944	117,944	64,915
Daily Receipts	79,000	79,000	54,349
Swim Lessons	23,054	23,054	20,038
Rentals	9,160	9,160	5,326
Day Camps	7,180	7,180	-
Concession Income	16,536	16,536	20,138
Other	8,944	8,944	5,427
	261,818	261,818	170,193
Recreation Programs	1,334,037	1,334,037	1,249,913
Community Center			
Merchandise	100	100	-
Rentals	61,640	61,640	55,717
Concession	-	-	750
Court Fees	500	500	
Membership Fees	195,000	195,000	132,987
Guest Fees	33,500	33,500	24,687
Other	17,315	17,315	20,050
	308,055	308,055	234,191
Total Charges for Services	1,903,910	1,903,910	1,654,297
Total Revenues	2,509,910	2,509,910	2,232,831

MORTON GROVE PARK DISTRICT

Recreation - Special Revenue Fund

Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Recreation			
Administration			
Salaries and Wages	\$ 676,186	676,186	584,169
Bank Charges	24,500	24,500	64,727
Commodities Purchases	12,200	12,200	45,045
Office Equipment Repairs and Rental	2,800	2,800	7,047
Health and Accident Insurance	141,979	141,979	153,626
Electricity	19,000	19,000	19,093
Fuel and Heating	8,000	8,000	12,809
Telephone	9,411	9,411	17,255
Water	2,500	2,500	2,539
Brochures	29,880	29,880	39,013
Office Equipment	-	-	4,797
Commissions	14,134	14,134	492
Staff Travel and Seminars	7,595	7,595	6,050
Photography	750	750	121
Uniforms	600	600	6
Employee Recognition	2,700	2,700	355
	952,235	952,235	957,144
Recreation Programs			
Program Expenditures	882,258	882,258	768,715
Pools			
Salaries and Wages	218,109	218,109	208,940
Technical Assistance	1,400	1,400	2,383
Lifeguard Suits	5,646	5,646	4,111
Chemicals	24,000	24,000	445
Utilities	88,628	88,628	68,056
Maintenance of Pool and Buildings	1,700	1,700	33,026
New Equipment and Maintenance	2,443	2,443	1,415
Special Events	1,100	1,100	240
Commodities	1,819	1,819	932
Supplies	19,840	19,840	31,257
	364,685	364,685	350,805

MORTON GROVE PARK DISTRICT

Recreation - Special Revenue Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Recreation - Continued			
Community Center			
Salaries and Wages	\$ 195,540	195,540	175,528
Maintenance	-	-	4,593
Commodities Purchases	-	-	1,661
Printing - Marketing	500	500	2,090
Court Equipment	100	100	-
Office and Fitness Center Equipment	2,000	2,000	1,761
Utilities and Telephone	44,200	44,200	51,894
Contractual Service	42,000	42,000	35,756
Maintenance Supplies	54,700	54,700	17,623
Maintenance Equipment	1,500	1,500	3,463
Building Repairs and Improvements	8,000	8,000	19,445
Court and Racquet Supplies	800	800	74
Insurance	-	-	820
Towel Purchases	1,000	1,000	296
Uniforms	2,000	2,000	939
	<u>352,340</u>	<u>352,340</u>	<u>315,943</u>
 Total Expenditures	 <u>2,551,518</u>	 <u>2,551,518</u>	 <u>2,392,607</u>

MORTON GROVE PARK DISTRICT

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 775,000	775,000	807,469
Expenditures			
Debt Service			
Principal Retirement	750,000	750,000	750,000
Interest and Fiscal Charges	25,000	25,000	19,439
Total Expenditures	775,000	775,000	769,439
Net Change in Fund Balance	-	-	38,030
Fund Balance - Beginning			499,190
Fund Balance - Ending			537,220

MORTON GROVE PARK DISTRICT

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Grants	\$ -	-	75,000
Expenditures			
Capital Outlay	1,545,000	1,545,000	2,473,071
Debt Service			
Interest and Fiscal Charges	239,050	239,050	239,545
Total Expenditures	1,784,050	1,784,050	2,712,616
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,784,050)	(1,784,050)	(2,637,616)
Other Financing Sources			
Debt Issuance	750,000	750,000	-
Disposal of Capital Assets	-	-	14,670
	750,000	750,000	14,670
Net Change in Fund Balance	(1,034,050)	(1,034,050)	(2,622,946)
Fund Balance - Beginning as Restated			6,902,558
Fund Balance - Ending			4,279,612

MORTON GROVE PARK DISTRICT

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

April 30, 2015

See Following Page

MORTON GROVE PARK DISTRICT

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

April 30, 2015

	<u>Audit</u>
ASSETS	
Cash and Investments	\$ 8,177
Receivables - Net of Allowances	
Taxes	<u>7,169</u>
Total Assets	<u><u>15,346</u></u>
LIABILITIES	
Accounts Payable	-
Accrued Payroll	<u>-</u>
Total Liabilities	-
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>7,169</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>7,169</u></u>
FUND BALANCES	
Restricted	8,177
Unassigned	<u>-</u>
Total Fund Balances	<u><u>8,177</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>15,346</u></u>

Liability Insurance	Paving and Lighting	Museum	Police Protection	Totals
104,102	3,315	75,325	753	191,672
66,844	-	-	-	74,013
170,946	3,315	75,325	753	265,685
11,633	-	426	-	12,059
-	-	1,460	1,775	3,235
11,633	-	1,886	1,775	15,294
66,844	-	-	-	74,013
78,477	-	1,886	1,775	89,307
92,469	3,315	73,439	-	177,400
-	-	-	(1,022)	(1,022)
92,469	3,315	73,439	(1,022)	176,378
170,946	3,315	75,325	753	265,685

MORTON GROVE PARK DISTRICT

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances For the Fiscal Year Ended April 30, 2015

	<u>Audit</u>
Revenues	
Taxes	\$ 14,970
Interest	-
Miscellaneous	-
Total Revenues	<u>14,970</u>
Expenditures	
Current	
General Government	14,250
Recreation	-
Total Expenditures	<u>14,250</u>
Net Change in Fund Balances	720
Fund Balances - Beginning	<u>7,457</u>
Fund Balances - Ending	<u>8,177</u>

Liability Insurance	Paving and Lighting	Museum	Police Protection	Totals
142,137	-	18,335	28,878	204,320
1,500	-	-	16,389	17,889
-	-	2,692	-	2,692
143,637	-	21,027	45,267	224,901
103,517	-	-	79,487	197,254
-	-	57,897	-	57,897
103,517	-	57,897	79,487	255,151
40,120	-	(36,870)	(34,220)	(30,250)
52,349	3,315	110,309	33,198	206,628
92,469	3,315	73,439	(1,022)	176,378

MORTON GROVE PARK DISTRICT

Audit - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 15,000	15,000	14,970
Expenditures			
General Government			
Audit	14,500	14,500	14,250
Net Change in Fund Balance	500	500	720
Fund Balance - Beginning			7,457
Fund Balance - Ending			8,177

MORTON GROVE PARK DISTRICT

Liability Insurance - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 145,000	145,000	142,137
Interest	-	-	1,500
Total Revenues	145,000	145,000	143,637
Expenditures			
General Government			
Salaries and Wages	10,700	10,700	2,650
Liability Insurance	50,000	50,000	47,638
Workmen's Compensation	44,000	44,000	44,978
Safety Training and Subscriptions	10,733	10,733	3,042
Miscellaneous	1,500	1,500	5,209
Total Expenditures	116,933	116,933	103,517
Net Change in Fund Balance	28,067	28,067	40,120
Fund Balance - Beginning			52,349
Fund Balance - Ending			92,469

MORTON GROVE PARK DISTRICT

Paving and Lighting - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 7,000	7,000	-
Expenditures			
General Government			
Paving and Lighting	3,000	3,000	-
Net Change in Fund Balance	4,000	4,000	-
Fund Balance - Beginning			3,315
Fund Balance - Ending			3,315

MORTON GROVE PARK DISTRICT

Museum - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 30,000	30,000	-
Replacement	-	-	18,335
Miscellaneous	-	-	2,692
Total Revenues	30,000	30,000	21,027
Expenditures			
Recreation			
Salaries and Wages	43,180	43,180	44,094
Materials and Supplies	6,800	6,800	2,070
Utilities	5,905	5,905	3,795
Contractual Services	5,250	5,250	4,682
Building and Landscape	3,800	3,800	2,357
Equipment	2,000	2,000	-
Miscellaneous	1,500	1,500	899
Total Expenditures	68,435	68,435	57,897
Net Change in Fund Balance	(38,435)	(38,435)	(36,870)
Fund Balance - Beginning			110,309
Fund Balance - Ending			73,439

MORTON GROVE PARK DISTRICT

Police Protection - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2015

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 54,000	54,000	-
Replacement	-	-	28,878
Interest	-	-	16,389
Total Revenues	54,000	54,000	45,267
Expenditures			
General Government			
Salaries and Wages	66,869	66,869	70,174
Materials and Supplies	5,600	5,600	8,934
Utilities	1,505	1,505	-
Equipment	2,150	2,150	-
Miscellaneous	5,900	5,900	379
Total Expenditures	82,024	82,024	79,487
Net Change in Fund Balance	(28,024)	(28,024)	(34,220)
Fund Balance - Beginning			33,198
Fund Balance - Ending			(1,022)

SUPPLEMENTAL SCHEDULES

MORTON GROVE PARK DISTRICT

Schedule of Changes in Capital Assets Used in the Operation of Governmental Activities - by Function and Activity April 30, 2015

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Recreation				
Nondepreciable Capital Assets				
Land	\$ 3,145,827	-	-	3,145,827
Construction in Progress	5,253,328	1,748,685	-	7,002,013
	<u>8,399,155</u>	<u>1,748,685</u>	<u>-</u>	<u>10,147,840</u>
Depreciable Capital Assets				
Buildings	10,400,370	232,320	86,404	10,546,286
Improvements	4,680,977	99,528	-	4,780,505
Machinery and Equipment	2,061,994	346,040	19,948	2,388,086
Vehicles	354,087	165,800	44,406	475,481
	<u>17,497,428</u>	<u>843,688</u>	<u>150,758</u>	<u>18,190,358</u>
Accumulated Depreciation				
Buildings	4,227,143	228,255	22,443	4,432,955
Improvements	2,699,420	189,696	-	2,889,116
Machinery and Equipment	1,368,869	154,339	17,894	1,505,314
Vehicles	263,710	33,312	44,406	252,616
	<u>8,559,142</u>	<u>605,602</u>	<u>84,743</u>	<u>9,080,001</u>
Net Depreciable Capital Assets	<u>8,938,286</u>	<u>238,086</u>	<u>66,015</u>	<u>9,110,357</u>
Net Capital Assets	<u>17,337,441</u>	<u>1,986,771</u>	<u>66,015</u>	<u>19,258,197</u>

MORTON GROVE PARK DISTRICT

Long-Term Debt Requirements

General Obligation Tax Park Bonds of 2014 April 30, 2015

Date of Issue	January 1, 2014
Date of Maturity	December 1, 2015
Authorized Issue	\$1,500,000
Interest Rate	1.55%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	MB Financial Bank, Rosemont IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2016	\$ 750,000	11,626	761,626	2014	5,813	2014	5,813

MORTON GROVE PARK DISTRICT

Long-Term Debt Requirements

General Obligation Limited Tax Debt Certificates of 2013 April 30, 2015

Date of Issue	April 4, 2013
Date of Maturity	December 1, 2032
Authorized Issue	\$7,200,000
Interest Rates	2.00% to 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2016	\$ -	239,050	239,050	2015	119,525	2015	119,525
2017	-	239,050	239,050	2016	119,525	2016	119,525
2018	-	239,050	239,050	2017	119,525	2017	119,525
2019	400,000	239,050	639,050	2018	119,525	2018	119,525
2020	400,000	231,050	631,050	2019	115,525	2019	115,525
2021	410,000	223,050	633,050	2020	111,525	2020	111,525
2022	415,000	214,850	629,850	2021	107,425	2021	107,425
2023	430,000	202,400	632,400	2022	101,200	2022	101,200
2024	440,000	189,500	629,500	2023	94,750	2023	94,750
2025	455,000	176,300	631,300	2024	88,150	2024	88,150
2026	470,000	162,650	632,650	2025	81,325	2025	81,325
2027	485,000	146,200	631,200	2026	73,100	2026	73,100
2028	500,000	126,800	626,800	2027	63,400	2027	63,400
2029	500,000	106,800	606,800	2028	53,400	2028	53,400
2030	540,000	91,800	631,800	2029	45,900	2029	45,900
2031	560,000	70,200	630,200	2030	35,100	2030	35,100
2032	585,000	47,800	632,800	2031	23,900	2031	23,900
2033	610,000	24,400	634,400	2032	12,200	2032	12,200
	<u>7,200,000</u>	<u>2,970,000</u>	<u>10,170,000</u>		<u>1,485,000</u>		<u>1,485,000</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 Park 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 Park 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.

MORTON GROVE PARK DISTRICT

Net Position by Component - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

See Following Page

MORTON GROVE PARK DISTRICT

Net Position by Component - Last Ten Fiscal Years April 30, 2015 (Unaudited)

	2006	2007	2008	2009
Governmental Activities				
Net Investment in Capital Assets	\$ 11,466,831	12,097,339	12,792,239	12,709,965
Restricted	-	-	-	-
Unrestricted	4,768,155	4,572,211	4,619,392	4,037,734
Total Governmental Activities	16,234,986	16,669,550	17,411,631	16,747,699

Data Source: Audited Financial Statements

2010	2011	2012	2013	2014	2015
12,105,601	13,448,807	12,079,422	12,390,788	15,837,441	11,028,566
-	-	-	1,225,874	1,511,409	1,392,530
6,245,193	5,387,579	6,988,521	5,542,922	971,920	4,403,585
18,350,794	18,836,386	19,067,943	19,159,584	18,320,770	16,824,681

MORTON GROVE PARK DISTRICT

Changes in Net Position - Last Ten Fiscal Years April 30, 2015 (Unaudited)

	2006	2007	2008	2009
Expenses				
Governmental Activities				
General Government	\$ 2,866,126	2,738,848	2,459,400	3,960,980
Recreation	782,258	1,330,953	1,719,784	897,283
Interest on Long-Term Debt	15,803	46,415	23,240	55,227
Total Expenses	3,664,187	4,116,216	4,202,424	4,913,490
Program Revenues				
Governmental Activities				
Charges for Services				
General Government	101,126	103,191	88,726	88,726
Recreation	1,275,840	1,304,223	1,352,513	1,405,128
Operating Grants/Contributions	1,955	50,611	89,885	372,102
Total Program Revenues	1,378,921	1,458,025	1,531,124	1,865,956
Total Primary Government				
Net Revenue (Expense)	(2,285,266)	(2,658,191)	(2,671,300)	(3,047,534)
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property Taxes	2,469,513	2,651,739	2,674,330	2,753,454
Replacement Taxes	151,792	165,554	197,846	177,409
Interest Income	90,882	134,595	158,006	94,171
Miscellaneous	11,881	67,769	48,351	22,422
Total General Revenues	2,724,068	3,019,657	3,078,533	3,047,456
Changes in Net Position				
Governmental Activities	438,802	361,466	407,233	(78)

Data Source: Audited Financial Statements

2010	2011	2012	2013	2014	2015
2,858,794	3,533,293	2,484,050	2,879,328	3,258,989	1,714,626
1,274,869	895,522	2,094,429	1,961,648	2,369,290	3,229,655
27,768	37,350	18,675	23,188	13,125	240,866
4,161,431	4,466,165	4,597,154	4,864,164	5,641,404	5,185,147
88,726	89,249	88,726	69,956	44,722	58,071
1,339,113	1,302,791	1,255,635	1,590,049	1,405,969	1,654,297
315,384	7,035	494,144	12,366	-	75,000
1,743,223	1,399,075	1,838,505	1,672,371	1,450,691	1,787,368
(2,418,208)	(3,067,090)	(2,758,649)	(3,191,793)	(4,190,713)	(3,397,779)
2,813,324	2,949,825	2,876,942	3,183,176	2,987,821	3,239,127
161,568	170,154	155,342	155,266	213,503	126,648
20,867	15,725	26,808	27,119	4,079	136,212
42,274	45,483	97,252	147,185	146,495	6,665
3,038,033	3,181,187	3,156,344	3,512,746	3,351,898	3,508,652
619,825	114,097	397,695	320,953	(838,815)	110,873

MORTON GROVE PARK DISTRICT

Fund Balances of Governmental Funds - Last Ten Fiscal Years April 30, 2015 (Unaudited)

	2006	2007	2008	2009
General Fund				
Unreserved	\$ 339,170	478,510	411,852	595,808
Nonspendable	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	339,170	478,510	411,852	595,808
All Other Governmental Funds				
Unreserved				
Special Revenue	630,008	751,342	784,799	700,844
Debt Service	350,454	314,662	322,061	329,086
Capital Project	2,077,936	1,768,409	2,894,375	2,279,707
Nonspendable				
Special Revenue	-	-	-	-
Assigned				
Capital Project	-	-	-	-
Restricted				
Special Revenue	-	-	-	-
Debt Service	-	-	-	-
Unassigned				
Special Revenue	-	-	-	-
Total All Other Governmental Funds	3,058,398	2,834,413	4,001,235	3,309,637

The District implemented GASB No. 54 in Fiscal Year 2011.

Data Source: Audited Financial Statements

2010	2011	2012	2013	2014	2015
565,402	527,806	-	-	-	-
-	-	6,113	8,276	-	-
-	-	475,979	283,584	116,542	177,896
565,402	527,806	482,092	291,860	116,542	177,896
698,879	-	-	-	-	-
295,709	-	-	-	-	-
3,212,075	-	-	-	-	-
-	2,330	1,445	2,178	1,290	1,290
-	2,650,847	3,958,140	3,669,117	6,783,046	4,279,612
-	442,384	543,159	938,738	1,010,929	959,758
-	289,781	264,548	287,136	499,190	537,220
-	-	-	-	-	(1,022)
4,206,663	3,385,342	4,767,292	4,897,169	8,294,455	5,776,858

MORTON GROVE PARK DISTRICT

Governmental Funds Revenues - Last Ten Fiscal Years April 30, 2015 (Unaudited)

	2006	2007	2008	2009
Taxes				
Property	\$ 2,472,603	2,557,026	2,527,942	2,735,692
Other	151,792	165,554	197,846	177,409
Recreation				
Program Fees	876,013	889,275	871,293	850,195
Pools	229,504	208,771	251,502	220,425
Community Center	227,572	254,467	282,333	268,493
Interest Income	87,792	134,595	158,006	94,171
Grants & Other	1,565,683	246,380	1,673,275	250,026
Total Revenues	5,610,959	4,456,068	5,962,197	4,596,411

Data Source: District Records

Note: Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

2010	2011	2012	2013	2014	2015
2,792,711	2,849,254	2,876,942	3,183,176	2,999,175	3,239,127
161,568	170,154	155,342	155,266	213,503	126,648
860,266	805,679	925,157	1,026,933	1,072,972	1,249,913
184,886	205,584	188,033	220,231	132,049	170,193
257,639	244,368	261,555	228,879	245,670	234,191
20,867	15,725	26,808	27,119	4,079	136,212
1,638,558	628,353	1,679,574	241,144	9,159,026	139,736
5,916,495	4,919,117	6,113,411	5,082,748	13,826,474	5,296,020

MORTON GROVE PARK DISTRICT

Governmental Funds Expenditures - Last Ten Fiscal Years April 30, 2015 (Unaudited)

	2006	2007	2008	2009
General Government	\$ 1,122,859	1,275,102	1,280,044	1,355,067
Recreation	1,812,832	1,883,279	1,933,219	1,896,503
Retirement	241,591	245,351	258,229	283,072
Capital Outlay	946,176	596,577	408,592	1,003,546
Other Capital Expenditures	-	-	-	-
Debt Service				
Principal	735,000	700,000	700,000	725,000
Interest	31,498	15,803	46,415	31,336
Total Expenditures	4,889,956	4,716,112	4,626,499	5,294,524

Data Source: District Records

Note: Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

2010	2011	2012	2013	2014	2015
1,430,782	1,500,269	1,592,936	1,405,988	1,782,831	1,712,380
1,782,913	1,820,970	1,811,235	2,286,136	1,816,038	2,299,849
305,937	312,191	348,993	352,023	397,853	392,161
784,667	1,331,138	205,074	299,189	5,844,659	2,473,071
-	34,234	856	30,276	-	-
725,000	750,000	750,000	750,000	750,000	750,000
55,227	37,350	18,675	23,188	13,125	258,984
5,084,526	5,786,152	4,727,769	5,146,800	10,604,506	7,886,445

MORTON GROVE PARK DISTRICT

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years April 30, 2015 (Unaudited)

	2006	2007	2008	2009
Revenues				
Taxes	\$ 2,624,395	2,722,580	2,725,788	2,913,101
Intergovernmental	1,565,683	246,380	1,673,275	250,026
Charges for Services	1,333,089	1,352,513	1,405,128	1,339,113
Interest Income	87,792	134,595	158,006	94,171
Total Revenues	5,610,959	4,456,068	5,962,197	4,596,411
Expenditures				
General Government	1,364,450	1,520,453	1,538,273	1,638,139
Recreation	1,812,832	1,883,279	1,933,219	1,896,503
Capital Outlay	946,176	596,577	408,592	1,003,546
Debt Service				
Principal	735,000	700,000	700,000	725,000
Interest and Fiscal Charges	31,498	15,803	46,415	31,336
Total Expenditures	4,889,956	4,716,112	4,626,499	5,294,524
Excess (Deficiency) of Revenues Over (Under) Expenditures	721,003	(260,044)	1,335,698	(698,113)
Other Financing Sources				
Debt Issuance	1,400,000	-	-	-
Disposal of Capital Assets	-	-	-	-
	1,400,000	-	-	-
Net Change in Fund Balances	2,121,003	(260,044)	1,335,698	(698,113)
Debt Service as a Percentage of Noncapital Expenditures	20.17%	(17.61)%	(45.55)%	15.22%

Data Source: Audited Financial Statements

2010	2011	2012	2013	2014	2015
2,954,279	3,019,408	3,032,284	3,338,442	3,212,678	3,365,775
1,638,558	628,353	1,679,574	241,144	9,159,026	139,736
1,302,791	1,255,631	1,374,745	1,476,043	1,450,691	1,654,297
20,867	15,725	26,808	27,119	4,079	136,212
5,916,495	4,919,117	6,113,411	5,082,748	13,826,474	5,296,020
1,736,719	1,812,460	1,941,929	1,758,011	2,180,684	2,104,541
1,782,913	1,820,970	1,811,235	2,286,136	1,816,038	2,299,849
784,667	1,365,372	205,930	329,465	5,844,659	2,473,071
725,000	750,000	750,000	750,000	750,000	750,000
55,227	37,350	18,675	23,188	13,125	258,984
5,084,526	5,786,152	4,727,769	5,146,800	10,604,506	7,886,445
831,969	(867,035)	1,385,642	(64,052)	3,221,968	(2,590,425)
-	-	-	-	-	-
-	-	-	-	-	14,670
-	-	-	-	-	14,670
831,969	(867,035)	1,385,642	(64,052)	3,221,968	(2,575,755)
21.07%	26.48%	26.36%	31.28%	9.76%	19.06%

MORTON GROVE PARK DISTRICT

Equalized Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years April 30, 2015 (Unaudited)

Fiscal Year	Tax Levy Year	Taxable Real Property		Percentage of Equalized Assessed Value to Estimated Actual Value (1)	Total Direct Tax Rate
		Equalized Assessed Value	Estimated Actual Value		
2006	2005	\$ 795,868,906	\$ 2,387,606,718	33.3	0.380
2007	2006	795,825,757	2,387,477,271	33.3	0.337
2008	2007	954,858,064	3,864,574,192	33.3	0.325
2009	2008	1,039,642,760	3,118,928,280	33.3	0.328
2010	2009	1,015,632,001	3,046,896,003	33.3	0.289
2011	2010	938,701,732	2,816,105,196	33.3	0.272
2012	2011	863,570,558	2,590,711,674	33.3	0.272
2013	2012	798,520,745	2,395,562,235	33.3	0.382
2014	2013	678,613,273	2,034,948,819	33.3	0.468
2015	2014	691,208,517	2,073,625,551	33.3	0.463

Data Source: Office of the County Clerk

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

MORTON GROVE PARK DISTRICT

Property Tax Rates - Direct and Overlapping Governments - Last Ten Fiscal Years
(Cents per \$100 Assessed Value)
April 30, 2015 (Unaudited)

See Following Page

MORTON GROVE PARK DISTRICT

Property Tax Rates - Direct and Overlapping Governments - Last Ten Tax Levy Years
(Cents per \$100 Assessed Value)
April 30, 2015 (Unaudited)

Name of Taxing Entity/Tax Levy Year	2005	2006	2007
Morton Grove Park District	0.380	0.337	0.325
School District No. 63	2.609	2.624	2.542
School District No. 69	2.338	2.794	3.335
School District No. 68	2.464	2.013	2.149
School District No. 70	3.155	2.792	2.729
School District No. 67	2.906	2.129	2.041
School District No. 71	1.558	1.439	1.419
High School District No. 207	2.012	1.795	1.757
High School District No. 219	2.090	2.013	2.007
Village of Morton Grove	1.085	0.995	1.123
Village of Morton Grove - Library Fund	0.333	0.299	0.288
Village of Skokie	0.779	0.401	0.631
Village of Skokie - Library Fund	0.440	0.663	0.404
Cook County	0.630	0.593	0.533
Remaining Taxing Agencies	0.756	0.337	0.712
Total with District	23.535	21.224	21.995

Data Source: Cook County Clerk's Office

2008	2009	2010	2011	2012	2013	2014
0.328	0.289	0.272	0.272	0.382	0.468	0.463
2.617	2.276	2.233	2.235	2.499	3.864	3.811
3.527	3.124	3.247	3.768	4.357	6.214	5.926
2.258	1.931	1.882	1.999	2.133	3.144	3.121
2.846	2.506	2.484	2.574	2.890	4.351	4.344
2.094	1.859	1.807	1.943	2.203	3.497	3.427
1.477	1.325	1.327	1.485	1.486	2.059	2.057
1.826	1.602	1.577	1.617	1.782	2.722	2.739
2.374	2.114	2.120	2.267	2.538	3.707	3.650
1.160	0.996	0.915	0.937	1.021	1.450	1.504
0.307	0.266	0.259	0.269	0.335	0.444	0.458
0.635	0.517	0.483	0.497	0.539	0.767	0.748
0.435	0.375	0.369	0.390	0.432	0.623	0.614
0.500	0.446	0.415	0.394	0.423	0.560	0.568
0.682	0.621	0.593	0.640	0.661	1.015	0.978
23.066	20.247	19.983	21.287	23.681	34.885	34.408

MORTON GROVE PARK DISTRICT

Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago April 30, 2015 (Unaudited)

Taxpayer	2014			2005		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
CRP Holdings	\$ 14,084,820	1	2.04%	\$ 19,648,566	2	2.49%
Sewinge Revocable	11,247,373	2	1.63%	12,763,393	3	1.62%
Tower Real Estate	9,407,063	3	1.36%	20,736,342	1	2.63%
9000 Waukegan LLC	8,617,665	4	1.25%	10,679,325	6	1.35%
Menards, Inc.	7,271,883	5	1.05%	10,850,168	5	1.38%
ITT Bell & Gossett, Inc.	7,121,101	6	1.03%	12,490,335	4	1.58%
Avon Products	7,097,511	7	1.03%	10,586,186	7	1.34%
John Crane, Inc.	6,029,821	8	0.87%	9,025,441	8	1.14%
Public Storage	5,468,640	9	0.79%	5,177,298	10	0.66%
Kraft	5,031,679	10	0.73%			
Lawnware Products				6,556,786	9	0.83%
	<u>81,377,556</u>		<u>11.78%</u>	<u>118,513,840</u>		<u>15.02%</u>

Data Source: Cook County Tax Extension Office

MORTON GROVE PARK DISTRICT

Property Tax Levies and Collections - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Fiscal Year	Tax Year (1)	Tax Levied	Collected within the Fiscal Year of the Levy		Collected in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2006	2005	\$ 2,482,281	\$ 1,159,832	46.72%	\$ 1,312,771	\$ 2,472,603	99.61%
2007	2006	2,517,740	1,197,780	47.57%	1,259,246	2,457,026	97.59%
2008	2007	2,660,535	1,188,187	44.66%	1,339,255	2,527,442	95.00%
2009	2008	2,726,268	1,236,158	45.34%	1,445,730	2,681,888	98.37%
2010	2009	2,849,344	1,406,555	49.36%	1,396,182	2,802,737	98.36%
2011	2010	2,934,450	1,459,024	49.72%	1,384,029	2,843,053	96.89%
2012	2011	3,183,643	1,499,977	47.12%	1,564,583	3,064,560	96.26%
2013	2012	3,149,785	1,617,474	51.35%	1,370,837	2,988,311	94.87%
2014	2013	3,173,699	1,553,340	48.94%	1,565,526	3,118,866	98.27%
2015	2014	3,196,035	1,634,340	51.14%	-	1,634,340	51.14%

Data Source: Cook County Clerk's Office and District Records

(1) Represents Year of Levy

MORTON GROVE PARK DISTRICT

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Fiscal Year	Governmental Activities		Total Primary Government	Ratio of Total Outstanding Debt to Equalized Assessed Valuation (1)	Percentage of Personal Income (2)	Per Capita (2)
	General Obligation Bonds	Net Debt Certificates				
2006	\$ 735,000	\$ -	\$ 735,000	0.03%	0.10%	\$ 32.31
2007	1,400,000	-	1,400,000	0.06%	0.19%	62.36
2008	700,000	-	700,000	0.02%	0.10%	31.18
2009	1,450,000	-	1,450,000	0.05%	0.20%	64.59
2010	1,500,000	-	1,500,000	0.05%	0.20%	64.46
2011	750,000	-	750,000	0.03%	0.10%	32.23
2012	1,500,000	-	1,500,000	0.06%	0.20%	64.46
2013	750,000	-	750,000	0.03%	0.10%	32.09
2014	1,500,000	7,496,081	8,996,081	0.44%	1.16%	382.50
2015	750,000	7,479,631	8,229,631	0.40%	1.08%	350.24

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 Estimated Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for equalized assessed valuation of property, personal income, and population data.

Data Source: District Records

MORTON GROVE PARK DISTRICT

Ratio of Net General Obligation Debt to Equalized Assessed Value and Net General Obligation Bonded Debt per Capita - Last Ten Fiscal Years

April 30, 2015 (Unaudited)

Fiscal Year	General Obligation Bonds	Less Debt Amount Available	Net General Obligation Bonds	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2006	\$ 735,000	\$ 350,454	\$ 384,546	0.02%	\$ 16.90
2007	1,400,000	314,662	1,085,338	0.05%	48.34
2008	700,000	322,061	377,939	0.01%	16.83
2009	1,450,000	329,086	1,120,914	0.04%	49.93
2010	1,500,000	295,709	1,204,291	0.04%	51.75
2011	750,000	289,781	460,219	0.02%	19.78
2012	1,500,000	264,548	1,235,452	0.05%	53.09
2013	750,000	287,136	462,864	0.02%	19.80
2014	1,500,000	499,190	1,000,810	0.05%	42.55
2015	750,000	432,772	317,228	0.02%	13.50

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 Estimated Actual Value of Taxable Property for property value data.

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

Data Source: United States Department of Commerce, Census Bureau

MORTON GROVE PARK DISTRICT

Schedule of Direct and Overlapping Governmental Activities Debt April 30, 2015 (Unaudited)

Governmental Unit	Gross Debt	Percentage to Debt Applicable to District (1) (2)	District's Share of Debt
Morton Grove Park District	\$ 8,229,631	100.00%	\$ 8,229,631
Cook County	3,491,226,750	0.550%	19,201,747
Cook County Forest Preserve District	118,610,000	0.550%	652,355
Metropolitan Water Reclamation District	2,394,960,000	0.560%	13,411,776
Village of Skokie	49,897,000	0.168%	83,827
Village of Morton Grove	20,041,819	97.898%	19,620,540
School District #63	7,325,000	15.680%	1,148,560
School District #67	12,885,041	77.460%	9,980,753
School District #68	2,085,000	0.520%	10,842
School District #69	966,500	17.770%	1,717,471
School District #70	3,630,000	98.680%	3,582,084
Community College #535	35,370,000	3.640%	1,287,468
High School District #207	12,120,000	3.690%	447,228
High School District #219	144,154,263	15.610%	22,502,480
Total Overlapping Debt	6,301,969,873		93,647,131
Total Direct and Overlapping Debt	6,310,199,504		101,876,762

(1) Overlapping debt percentages based on 2013 EAV, the most recent available

(2) Percentages are calculated by comparing the equalized assessed value (EAV) of the overlapping entity that falls within the boundaries of the park district to its total EAV

Data Sources: Cook County Clerk's Office
Cook County Department of Revenue

MORTON GROVE PARK DISTRICT

Legal Debt Margin - Last Ten Fiscal Years
April 30, 2015 (Unaudited)

See Following Page

MORTON GROVE PARK DISTRICT

Schedule of Legal Debt Margin - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Fiscal Year Tax Levy Year	2006 2005	2007 2006	2008 2007	2009 2008
Equalized Assessed Valuation (EAV) \$	795,868,906	795,825,757	954,858,064	1,039,642,760
Debt Limit 2.875% of EAV	22,881,231	22,879,991	27,452,169	29,889,729
Total Net Debt Applicable to Limit	700,000	1,450,000	1,450,000	725,000
Legal Debt Margin	22,181,231	21,429,991	26,002,169	29,164,729
Total Net Debt Applicable to Limit as a Percentage of Debt Limit	3.06%	6.34%	5.28%	2.43%

Data Source: Audited Financial Statements

2010 2009	2011 2010	2012 2011	2013 2012	2014 2013	2015 2014
1,015,632,001	938,701,732	863,570,558	798,520,745	678,316,273	691,208,517
29,199,420	26,987,675	24,827,654	22,957,471	19,501,593	19,872,245
1,500,000	750,000	1,500,000	750,000	8,996,081	7,950,000
27,699,420	26,237,675	23,327,654	22,207,471	10,505,512	11,922,245
5.14%	2.78%	6.04%	3.27%	46.13%	40.01%

MORTON GROVE PARK DISTRICT

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2015 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2006	22,750	\$ 743,606,500	\$ 32,686	4.9%
2007	22,451	733,833,386	32,686	3.8%
2008	22,451	733,833,386	32,686	3.9%
2009	22,451	733,833,386	32,686	3.9%
2010	23,270	760,603,220	32,686	3.9%
2011	23,270	760,603,220	32,686	7.9%
2012	23,270	760,603,220	32,686	7.1%
2013	23,373	729,471,330	31,210	7.7%
2014	23,519	773,022,492	32,868	5.5%
2015	23,497	762,289,674	32,442	5.4%

Data Sources:

U.S Bureau of Censue
Depatment of Labor
Village of Morton Grove Records

MORTON GROVE PARK DISTRICT

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago April 30, 2015 (Unaudited)

Employer	2015			2006		
	Employees (1)	Rank	% of Total District Population	Employees (1)	Rank	% of Total District Population
John Crane, Inc.	700	1	2.98%	674	3	3.00%
Xylem	650	2	2.76%			
Schwartz Paper	347	3	1.48%	157	7	0.70%
Shore Koeig Training Center	205	4	0.87%			
Morton Grove Pharmaceuticals, Inc.	190	5	0.81%	135	8	0.60%
Quantum Group	170	6	0.72%	135	9	0.60%
TSI Assessory Group	165	7	0.70%			
Integrated Merchandising System LLC	150	8	0.64%			
Catering by Michael's	120	9	0.51%			
Lifeways Food, Inc.	100	10	0.43%			
Avon Products, Inc.				696	1	3.10%
ITT Bell & Gossett				696	2	3.10%
Sunstone				292	4	1.30%
Lawn care Products				180	5	0.80%
Menards				157	6	0.70%
Dominick's Finer Foods				135	10	0.60%
	<u>2,797</u>		<u>11.89%</u>	<u>3,257</u>		<u>14.51%</u>

Data Sources: Village of Morton Grove and 2014 Illinois Manufacturers Directory and
2014 Illinois Business Directory

MORTON GROVE PARK DISTRICT

Park Facilities Locations and Full Time Employees April 30, 2015 (Unaudited)

Park	Address	Acres	2006	2007	2008
Arum Park	Church and National	0.26	-	-	-
Austin Park	8336 Memora	5.00	-	-	-
Frank Hren Park	9600 Oak Park Avenue	8.00	-	-	-
Harrer Park	6200 Dempster	22.00	-	-	-
Mansfield Park	5830 Church	4	-	-	-
National Park	9325 Marion	7.00	-	-	-
Oketo Park	8950 Okato	3.10	-	-	-
Oriole Park	9200 Oriole	3.05	-	-	-
Overhill Park	9345 Overhill	0.52	-	-	-
Palma Lane Park	Palma Land and Nashville	2.00	-	-	-
Pioneer Park	Caplulina and Georgiana	0.26	-	-	-
Prairie Park	6834 Dempster	16.00	28.00	28.00	27.00
Shermer Prk	9500 Shermer	2.00	-	-	-
Jacobs Park	Albert and Natchez	0.50	-	-	-

Data Source: District Records

Number of Full Time Employees						
2009	2010	2011	2012	2013	2014	2015
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
27.00	26.00	25.00	24.00	24.00	24.00	24.00
-	-	-	-	-	-	-
-	-	-	-	-	-	-

MORTON GROVE PARK DISTRICT

District Information

April 30, 2015 (Unaudited)

	2006	2007	2008	2009
Population	22,750	22,451	22,451	22,451
Area of Square Miles	5.2	5.2	5.2	5.2
Parks and Facilities				
Parks				
Number	13	13	13	13
Acres	65.7	65.7	65.7	65.7
Facilities				
Administrative Building	1	1	1	1
Basefield Fiels	8	8	8	8
Basketball Courts	10	10	10	10
Concessions	2	2	2	2
Field Houses	4	4	4	5
Fitness Club	1	1	1	1
Football Fields	1	1	1	1
Gymnasium	1	1	1	1
Kids Center	1	1	1	1
Maintenance Building	2	2	2	2
Museum	1	1	1	1
Picnic Area Table (No Grills)	14	14	14	14
Palyground Equipment	14	14	14	14
Racquetball Courts	1	1	1	1
Roller Hockey	1	1	1	1
Room Rental	6	6	6	6
Sand Volleyball	4	4	4	4
Sauna/Whirlpool	1	1	1	1
Soccer Fields	3	3	3	3
Swimming Pools	3	3	3	3
Softball Fields	2	2	2	2
Tennis Courts	10	10	10	10
Virgin Prairie	1	1	1	1

Data Source: Park District Records

2010	2011	2012	2013	2014	2015
23,270	23,270	23,270	23,373	23,519	23,497
5.2	5.2	5.2	5.2	5.2	5.2
14	14	14	14	14	14
73.7	73.7	73.7	73.7	73.7	73.7
1	1	1	1	1	1
8	8	8	8	8	8
10	10	10	10	10	10
2	2	2	2	2	2
6	7	7	7	7	7
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
2	2	2	2	2	2
1	1	1	1	1	1
14	14	14	14	14	14
14	14	14	14	14	14
1	1	1	1	1	1
1	1	1	1	1	1
6	6	6	6	6	6
4	4	4	4	4	4
1	1	0	0	0	0
3	3	3	3	3	3
3	3	3	3	3	3
2	2	2	2	2	2
10	10	10	10	10	10
2	2	2	2	2	2