

COMPREHENSIVE ANNUAL FINANCIAL REPORT



MORTON GROVE, ILLINOIS

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2019

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2019**

**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
December 31, 2019

BOARD OF PARK COMMISSIONERS

Paul Minx, President

Keith White, Vice President

Erica Epperson, Treasurer

Mark Manno, Commissioner

Steve Schmidt, Commissioner

ADMINISTRATIVE

Jeffrey Wait, Executive Director

Keith Gorczyca, Superintendent of Parks and Facilities

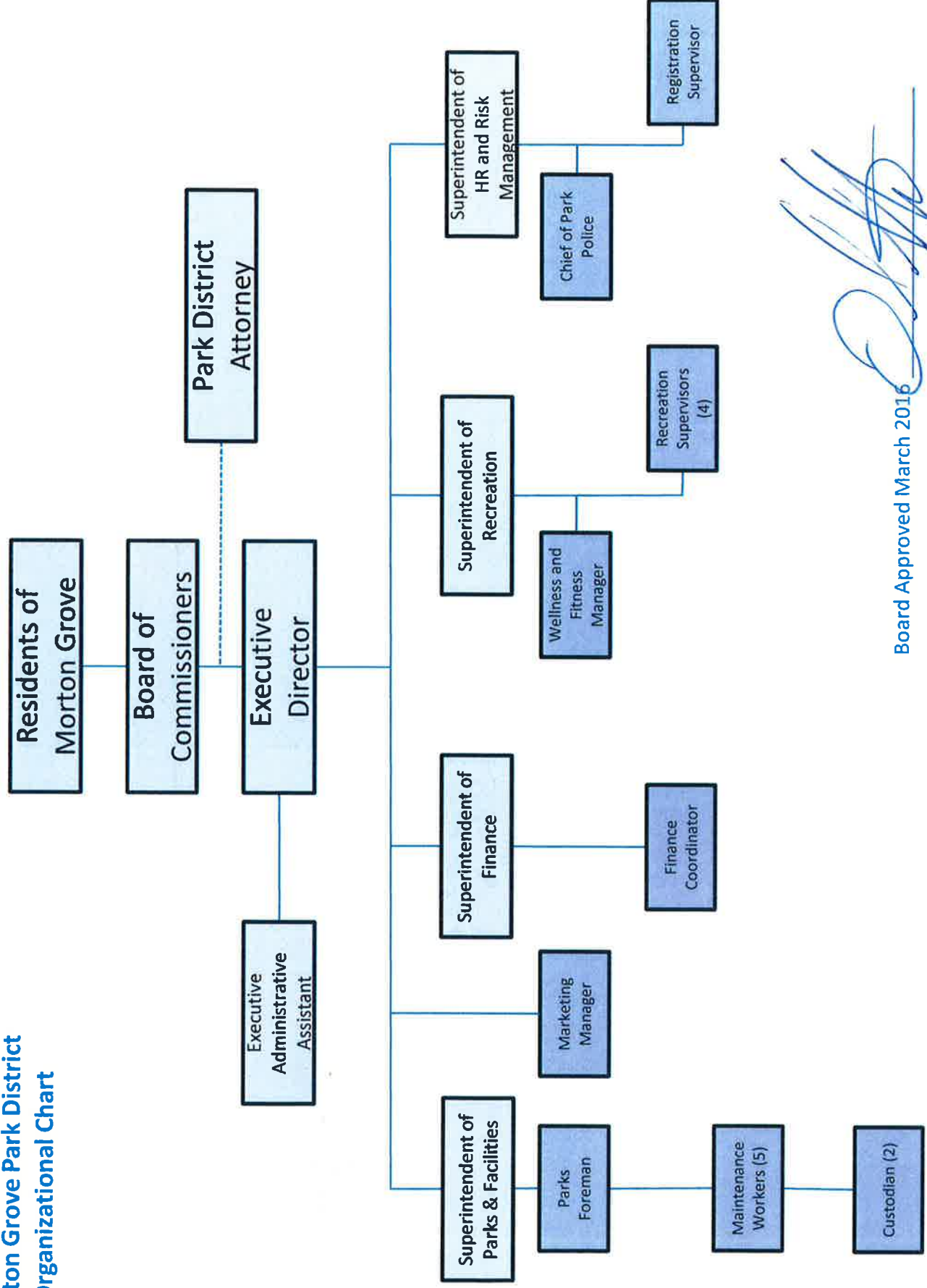
Laura Kee, Superintendent of HR and Risk Management


Martin O'Brien, Superintendent of Finance

Claudia Marren, Executive Administrative Assistant

Susan Braubach, Superintendent of Recreation

Morton Grove Park District Organizational Chart




 Board Approved March 2016

Morton Grove Park District

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



May 14, 2020

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 December 31, 2019. 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 accountant within six months of the close of each fiscal year. Lauterbach & Amen, LLP, Certified Public Accountants, reviewed the attached financial statements for the fiscal year ending December 31, 2019 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 six-year terms. The board appoints the Executive Director as the chief administrative officer who oversees the day-to-day operations of the District. The District has 23 full-time and over 200 part-time employees 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 using 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:

The Capital Budget for the year ending 2019 identified major facilities and programs that needed to be either redeveloped or expanded to enhance the quality of recreation within the community. It should be noted that of the \$1,030,000 allocated to capital projects approximately \$631,000 is dedicated to paying Oriole Pool bond issue.

One of major capital expenditures for the fiscal year was installing new playground equipment at Mansfield Park. As part of the capital plan, every fifteen years, on a rotating basis, the Park District is committed to replacing all of their playground equipment. The District invested \$223,717 to improve the playground with new equipment that meets all current ADA requirements.

Another project completed is the replacement of the outdated lighting at the Prairie View Community Center parking lot and gymnasium. The new energy efficient LED lighting will use 80% less electricity and provide better illumination. We project that this project will pay for itself in two years.

Other capital projects completed during the fiscal year involved the maintenance of the District's aging facilities and upgrades to our Fitness center.

Future Year Projects:

The Austin playground is one of the major projects scheduled to be completed in 2020. The park district has received about \$217,000 from the Illinois Department of Natural Resources which will offset a portion of the \$450,000 the project is estimated to cost.

On March 17, 2020 the residents of the Morton Grove Park District passed a referendum to replace Harrer Pool. The estimated cost of this project is 11 million dollars to completely tear down the old pool and replace it with a new outdoor pool with all the modern amenities. The referendum allows the park district to increase the tax rate of the Recreation Fund tax levy from .084 percent to .189 to pay the debt and operating expenses of the facility.

Department Focus

Recreation Programming:

In an effort to recognize and provide for the 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 continually 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, Museum, Retirement, Debt Service, Liability, Special Recreation, Audit and Capital Projects.

Economic Base Outlook

The Village of Morton Grove's principal growth took place during the late 50's and early 60's when the population increased from 7,427 to 23,907 residents. The Village primarily consists of residential land uses. Significant industrial, office and commercial land uses are also located in the community. Little vacant land remains for commercial and office development or light manufacturing. Approximately twenty percent (20%) of the Village's land area is Cook County Forest Preserve property.

Although the Village's population has stabilized several years ago, it remains a vibrant economic community and is a desirable place to live. The unemployment rate remained relatively stable over the years: however, it had risen to 8.9% in 2010 and remained the same until 2012 due to the economic recession. Currently, the unemployment has decreased to 3.9% as of 2019.

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, when an expenditure is incurred, the District considers unassigned amounts 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 eight months ended December 31, 2018. This was the 19th consecutive year that the Morton Grove Park District has achieved this prestigious award. To be awarded a Certificate of Achievement, a government entity 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 the 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 dark ink, appearing to read "Martin O'Brien", is written over a horizontal line.

Martin O'Brien
Superintendent of Finance



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 Eight Months Ended

December 31, 2018

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

May 14, 2020

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 December 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Morton Grove Park District, Illinois, as of December 31, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Morton Grove Park District, Illinois' basic financial statements. The introductory section, other supplementary information, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

Morton Grove Park District Management's Discussion and Analysis

Introduction

The following Management's Discussion and Analysis (MD&A) of the Morton Grove Park District's (MGPD) financial performance provides an introduction to the financial statements of the MGPD for the year ending December 31, 2019 and the eight-month partial year ended December 31, 2018. In 2018, the MGPD converted from a fiscal year ending April 30 to a calendar year ending December 31. Since the 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 3 – 6), the financial statements and the required supplementary information.

Financial Highlights

- The District's total assets/deferred outflows exceeded its total liabilities/deferred inflows at the close of the most recent fiscal year by \$14,481,669. Of this amount, \$510,313 is unrestricted and available to meet ongoing and future obligations and \$1,297,895 is restricted for specific funds use.
- The District's total net position increased by \$239,542, or 1.7% for the year ended December 31, 2019 over the fiscal year ended December 31, 2018. This increase can be traced to higher property tax rates and fees for services.
- Property and replacement taxes collected, were \$3,706,404, compared to prior eight-month prior period of \$1,724,349 for an increase of \$1,982,055, or 115.4%. The reason for the increase is because this is there were two tax collections where the prior year only had one.
- The District's recreational programming revenues for the year ended were \$1,542,827 or an increase of \$430,683 (38.7%) over the partial year ended December 31, 2018. This is due to the current period being comprised of twelve months as compared to the previous period of eight months.
- As of December 31, 2019, the Morton Grove Park District's combined fund balance of all governmental funds was \$6,557,643, an increase of \$243,161 in comparison with the last fiscal period. This increase is a result of a decrease in personnel and operating costs.
- The District's bonds payable increased by \$26,350 due to the issuance of new General Obligation bonds to pay for existing capital needs.

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/deferred outflows and liabilities/deferred inflows, 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 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 the balance 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 governmental-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 28 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 69 through 114 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 \$14,481,669. A condensed version of the Statement of Net Position is as follows:

Table 1
Governmental Activities
Statement of Net Position

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
ASSETS		
Current Assets	\$ 10,571,590	\$ 10,170,746
Capital Assets	17,248,710	17,617,832
TOTAL ASSETS:	<u>\$ 27,820,300</u>	<u>\$ 27,788,578</u>
DEFERRED OUTFLOWS		
Deferred Items - IMRF	\$ -	\$ 781,045
TOTAL ASSETS AND DEFERRED OUTFLOWS:	<u>\$ 27,820,300</u>	<u>\$ 28,569,623</u>
LIABILITIES		
Current Liabilities	\$ 1,706,965	\$ 1,556,496
Non-Current Liabilities	7,434,128	9,034,105
TOTAL LIABILITIES:	<u>\$ 9,141,093</u>	<u>\$ 10,590,601</u>
DEFERRED INFLOWS		
Property Taxes	\$ 3,683,885	\$ 3,645,913
Deferred Items - IMRF	506,934	88,629
Deferred Items - RBP	6,719	2,353
TOTAL DEFERRED INFLOWS OF RESOURCES:	<u>\$ 4,197,538</u>	<u>\$ 3,736,895</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS:	<u>\$ 13,338,631</u>	<u>\$ 14,327,496</u>
NET POSITION		
Net Investment in Capital Assets	\$ 12,673,461	\$ 12,711,851
Restricted	1,297,895	1,345,026
Unrestricted	510,313	185,250
TOTAL NET POSITION:	<u><u>\$ 14,481,669</u></u>	<u><u>\$ 14,242,127</u></u>

The governmental statement of activities for the fiscal year showed a total net position of \$14,481,669 reflects an increase of \$239,542. A summary of statement of changes in net position for the year ending December 31, 2019 is as follows:

	Table 2 Governmental Activities Changes in Net Position	
	December 31, <u>2019</u>	December 31, <u>2018</u>
REVENUES		
Recreational Program Revenues		
Recreation Programs	\$ 955,365	\$ 685,208
Pools	192,916	161,431
Health Club	288,854	182,917
Miscellaneous	24,529	35,278
Other Revenues	3,965,354	1,913,666
TOTAL REVENUES:	\$ 5,427,018	\$ 2,978,500
EXPENSES		
Recreational Program Expense	\$ 3,024,812	\$ 2,124,868
General Expenses	1,920,792	1,269,679
Interest on Long Term Debt	241,872	173,804
TOTAL EXPENSES	\$ 5,187,476	\$ 3,568,351
CHANGE IN NET POSITON	\$ 239,542	\$ (589,851)
BEGINNING NET POSITION	\$ 14,242,127	\$ 14,831,978
ENDING NET POSITION	\$ 14,481,669	\$ 14,242,127

The total cost of all governmental activities in the year ended was \$5.2 million. Revenues to fund these activities consisted of \$1.5 million from those who directly benefited from or contributed to the programs, and \$3.9 million financed through taxes, interest, and miscellaneous revenues.

The general financial condition of the Morton Grove 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 totaled \$5,427,018 in the fiscal year ended December 31, 2019. Property taxes produced 64.7 percent of total revenues compared to 54.8 percent in the prior year. Comparative data on revenues by functions is presented below:

**Table 3
Governmental Activities
Revenues**

Revenue by Function	December 31, 2019 Amount	December 31, 2018 Amount	Increase (Decrease)	Percent of Total of December 31, 2019
General Revenues				
Property Taxes	\$ 3,510,592	\$ 1,633,295	\$ 1,877,297	64.69%
Replacement Tax	195,812	91,054	104,758	3.61%
Interest Income	134,653	45,845	88,808	2.48%
Other	43,134	96,162	(53,028)	0.79%
Total General Revenues	3,884,191	1,866,356	2,017,835	71.57%
 General Government Charges for Services	 81,163	 47,310	 33,853	 1.50%
 Recreation Program Revenues				
Recreation Programs	955,365	685,208	270,157	17.60%
Pool Revenue	192,916	161,431	31,485	3.55%
Community Center	288,854	182,917	105,937	5.32%
Other Revenues	24,529	35,278	(10,749)	0.45%
Total Recreation Program Revenues	1,461,664	1,064,834	396,830	26.93%
 Total Revenue	 \$ 5,427,018	 \$ 2,978,500	 \$ 2,448,518	 100.00%

Recreational programming revenue increased due to the longer reporting period and pool revenue increased due to good weather as compared to last year. There was an increase in interest income due to the change from fiscal year to calendar year. Expenses for the General Government and Recreation functions in the year ended excluding interest on debt totaled \$5,187,476. A summary of expenses is listed below:

**Table 4
Governmental Activities
Expenses**

Function	Amount	Percent
General Government	\$ 1,920,792	37.03%
Recreation	3,024,812	58.31%
Interest on LT Debt	241,872	4.66%
 Total Expenses	 \$ 5,187,476	 100.00%

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	December 31, 2019 Amount	December 31, 2018 Amount	Increase (Decrease) from Previous year	December 31, 2019 Percent of Total
General	\$ 419,926	\$ 189,506	\$ 230,420	6.40%
Recreation	641,090	698,880	(57,790)	9.78%
Special Recreation	322,877	263,861	59,016	4.92%
Debt Service	21,721	1,583	20,138	0.33%
Capital Projects	4,819,819	4,778,367	41,452	73.50%
Other Governmental Funds	332,210	382,285	(50,075)	5.07%
Total	\$ 6,557,643	\$ 6,314,482	\$ 243,161	100.00%

As stated above, the fund balance increased by \$243,161 due to management's efforts to reduce both personnel and operating costs.

Assets

The capital assets of the District are those assets used in the performance of general governmental and recreational functions. As of December 31, 2019, net capital assets amounted to \$17,248,710. This compares to capital assets of \$17,617,832 in the December 31, 2018 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 of this report.

Liabilities

As of December 31, 2019, total liabilities for the District were \$9,141,093 of which \$1,706,965 amount is current. This compares to \$1,556,496 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 November 2019, \$946,900 of general obligation limited tax bonds were sold. These bonds are payable on December 1, 2020. The interest rate per annum is 1.75 percent. Interest is due annually December 1, 2020.

A comparison, including overlapping debt as of December 31, 2019, 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	\$ 7,549,771	8.175%	\$ 323.80
Overlapping Debt for All Government Units	84,802,332	91.825%	3,637.09
Total Direct and Overlapping Debt	<u>\$ 92,352,103</u>	<u>100.000%</u>	<u>\$ 3,960.89</u>

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 or \$22,494,107. As of December 31, 2019, the District's aggregate outstanding debt totaled \$7,346,900 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 of the Notes to the Financial Statements.

Overall Financial Position / Results of Operations

The Morton Grove Park District's overall financial position as of December 31, 2019 remains solid. All District fund balances have surplus balances and most funds are very healthy. As noted above, total District bond debt is \$7,346,900. Of this amount, \$1,356,900 is scheduled for payment in December 2020. This debt reduction is funded through the annual tax levy. During the 2019 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 2020. The District did an excellent job controlling expenses 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 2020 overall budget increased 0.7%. The District's summer camp programs have managed to remain competitive with competing programs. In addition, Club Fitness is planning new programs to generate additional revenue. Pricing is a big key to retaining membership.

Also, on the positive side, current economic conditions have kept increases for utility costs and supplies flat, although health care has continued to outpace inflation. The district will continue with its program to replace any equipment and lighting with more energy efficient units.

The CPI for 2019 was 2.3% which the Morton Grove Park District used in developing its tax levy request for the current 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 \$160,783 in 2019. 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 \$81,163.

The Morton Grove Park District works with MB Financial to invest cash on hand to maximize interest income. At December 31, 2019 \$4.7 million was invested in municipal bonds, agencies and CD's.

During November of 2019, the District secured \$946,900 in cash by issuing bonds at 1.75%. The money will be used during the 2020 fiscal year for capital improvements to District facilities as well as principal and interest on the Oriole Pool bond.

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 2.0% and 4.0%.

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 for the fiscal year ended December 31, 2019 budget and actual results is presented in the Budgetary Comparison Schedule on page 65. A summary of the General Fund is presented below:

	Original Budget	Final Budget	Actual Amounts	Actual Variance with Final Budget
General Revenues				
Property Taxes	\$ 1,258,500	\$ 1,258,500	\$ 1,183,240	\$ (75,260)
Replacement Tax	15,120	15,120	157,512	\$ 142,392
Rental Income	81,500	81,500	81,163	\$ (337)
Interest Income	66,960	66,960	134,653	\$ 67,693
Other	13,002	13,002	26,880	\$ 13,878
Total General Revenues	1,435,082	1,435,082	1,583,448	148,366
Operating Expenditures				
Salaries and Wages	\$ 873,067	\$ 869,567	\$ 865,967	\$ 3,600
Material and Supplies	81,598	74,798	62,910	\$ 11,888
Insurance	170,515	183,115	183,068	\$ 47
Utilities	35,086	32,434	32,365	\$ 69
Contractual Services	159,500	181,825	171,840	\$ 9,985
Equipment/Repair	65,948	40,205	38,062	\$ 2,143
Building and Landscaping	36,800	27,120	24,718	\$ 2,402
Miscellaneous	12,068	26,018	24,098	\$ 1,920
Total General Expenditures	\$ 1,434,582	\$ 1,435,082	\$ 1,403,028	\$ 32,054

Actual revenues on a budgetary basis for year ended December 31, 2019 in the General Fund totaled \$1,583,448 or \$148,366 more than budgeted revenues, a 9.4% variation. The increase was attributed to a larger share of PPRT going to the Corporate fund that originally budgeted.

The actual expenditures on a budgetary basis for year ended December 31, 2019 in the General Fund totaled \$1,403,028 or \$32,054 less than budgeted. The decrease was due to a reduction in contractual services and fewer supplies ordered.

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 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

December 31, 2019

	Governmental Activities
ASSETS	
Current Assets	
Cash and Investments	\$ 6,875,001
Receivables - Net of Allowances	<u>3,696,589</u>
Total Current Assets	<u>10,571,590</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	3,131,161
Depreciable	25,766,990
Accumulated Depreciation	<u>(11,649,441)</u>
Total Noncurrent Assets	<u>17,248,710</u>
Total Assets	<u>27,820,300</u>

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

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 57,761
Accrued Payroll	41,403
Deposits Payable	1,115
Accrued Interest Payable	20,003
Other Payables	229,783
Current Portion of Long-Term Debt	1,356,900
Total Current Liabilities	<u>1,706,965</u>
Noncurrent Liabilities	
Net Pension Liability - IMRF	1,143,840
Total OPEB Liability - RBP	97,417
Debt Certificates Payable - Net	6,192,871
Total Noncurrent Liabilities	<u>7,434,128</u>
Total Liabilities	<u>9,141,093</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	3,683,885
Deferred Items - IMRF	506,934
Deferred Items - RBP	6,719
Total Deferred Inflows of Resources	<u>4,197,538</u>
 Total Liabilities and Deferred Inflows of Resources	 <u>13,338,631</u>
NET POSITION	
Net Investment in Capital Assets	12,673,461
Restricted	
Property Tax Levies	
Recreation	641,090
Special Recreation	322,877
Retirement	215,137
Audit	8,064
Liability Insurance	82,559
Paving and Lighting	3,315
Museum	14,454
Police Protection	8,681
Debt Service	1,718
Unrestricted	<u>510,313</u>
 Total Net Position	 <u>14,481,669</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 December 31, 2019

		Program Revenues		Net (Expenses)/ Revenues
		Charges for Services	Operating Grants/ Contributions	
	Expenses			
Governmental Activities				
General Government	\$ 1,920,792	81,163	-	(1,839,629)
Recreation	3,024,812	1,461,664	16,254	(1,546,894)
Interest on Long-Term Debt	241,872	-	-	(241,872)
Total Governmental Activities	<u>5,187,476</u>	<u>1,542,827</u>	<u>16,254</u>	<u>(3,628,395)</u>
		General Revenues		
		Taxes		
		Property Taxes		3,510,592
		Replacement Taxes		195,812
		Interest		134,653
		Miscellaneous		26,880
				<u>3,867,937</u>
		Change in Net Position		239,542
		Net Position - Beginning		<u>14,242,127</u>
		Net Position - Ending		<u><u>14,481,669</u></u>

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

MORTON GROVE PARK DISTRICT**Balance Sheet - Governmental Funds****December 31, 2019**

	<u>Special Revenue</u>		
	<u>General</u>	<u>Recreation</u>	<u>Special Recreation</u>
ASSETS			
Cash and Investments	\$ 453,622	923,930	323,203
Receivables - Net of Allowances			
Taxes	1,300,000	610,000	340,000
Accrued Interest	12,704	-	-
Total Assets	<u>1,766,326</u>	<u>1,533,930</u>	<u>663,203</u>
LIABILITIES			
Accounts Payable	23,703	33,434	326
Accrued Payroll	22,197	19,008	-
Deposits Payable	500	615	-
Other Payables	-	229,783	-
Total Liabilities	<u>46,400</u>	<u>282,840</u>	<u>326</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	1,300,000	610,000	340,000
Total Liabilities and Deferred Inflows of Resources	<u>1,346,400</u>	<u>892,840</u>	<u>340,326</u>
FUND BALANCES			
Restricted	-	641,090	322,877
Assigned	-	-	-
Unassigned	419,926	-	-
Total Fund Balances	<u>419,926</u>	<u>641,090</u>	<u>322,877</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>1,766,326</u>	<u>1,533,930</u>	<u>663,203</u>

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

Retirement	Debt Service	Capital Projects	Nonmajor	Totals
215,137	21,721	4,819,819	117,569	6,875,001
470,000	963,885	-	-	3,683,885
-	-	-	-	12,704
685,137	985,606	4,819,819	117,569	10,571,590
-	-	-	298	57,761
-	-	-	198	41,403
-	-	-	-	1,115
-	-	-	-	229,783
-	-	-	496	330,062
470,000	963,885	-	-	3,683,885
470,000	963,885	-	496	4,013,947
215,137	21,721	-	117,073	1,317,898
-	-	4,819,819	-	4,819,819
-	-	-	-	419,926
215,137	21,721	4,819,819	117,073	6,557,643
685,137	985,606	4,819,819	117,569	10,571,590

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

December 31, 2019

Total Governmental Fund Balances	\$ 6,557,643
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.	17,248,710
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(506,934)
Deferred Items - RBP	(6,719)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Liability - IMRF	(1,143,840)
Total OPEB Liability - RBP	(97,417)
General Obligation Bonds Payable	(946,900)
Debt Certificates Payable - Net	(6,602,871)
Accrued Interest Payable	<u>(20,003)</u>
Net Position of Governmental Activities	<u>14,481,669</u>

The notes to the financial statements 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 December 31, 2019

		Special Revenue	
	General	Recreation	Special Recreation
Revenues			
Taxes	\$ 1,340,752	641,175	304,364
Charges for Services	81,163	1,461,664	-
Intergovernmental	-	-	-
Interest	134,653	-	-
Miscellaneous	26,880	-	-
Total Revenues	1,583,448	2,102,839	304,364
Expenditures			
Current			
General Government	1,403,028	-	-
Recreation	-	2,110,093	160,783
Capital Outlay	-	536	-
Debt Service			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	1,403,028	2,110,629	160,783
Excess (Deficiency) of Revenues Over (Under) Expenditures	180,420	(7,790)	143,581
Other Financing Sources			
Debt Issuance	-	-	-
Transfers In	50,000	-	-
Transfers Out	-	(50,000)	(84,565)
	50,000	(50,000)	(84,565)
Net Change in Fund Balances	230,420	(57,790)	59,016
Fund Balances - Beginning	189,506	698,880	263,861
Fund Balances - Ending	419,926	641,090	322,877

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

Retirement	Debt Service	Capital Projects	Nonmajor	Totals
355,652	966,051	-	98,410	3,706,404
-	-	-	-	1,542,827
-	-	16,254	-	16,254
-	-	-	-	134,653
-	-	-	-	26,880
355,652	966,051	16,254	98,410	5,427,018
370,736	-	-	116,840	1,890,604
-	-	-	16,561	2,287,437
-	-	367,717	-	368,253
-	920,550	400,000	-	1,320,550
-	25,363	238,550	-	263,913
370,736	945,913	1,006,267	133,401	6,130,757
(15,084)	20,138	(990,013)	(34,991)	(703,739)
-	-	946,900	-	946,900
-	-	84,565	-	134,565
-	-	-	-	(134,565)
-	-	1,031,465	-	946,900
(15,084)	20,138	41,452	(34,991)	243,161
230,221	1,583	4,778,367	152,064	6,314,482
215,137	21,721	4,819,819	117,073	6,557,643

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 December 31, 2019

Net Change in Fund Balances - Total Governmental Funds	\$ 243,161
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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	381,918
Depreciation Expense	(737,517)
Disposals - Cost	(781,825)
Disposals - Accumulated Depreciation	768,302

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

Change in Deferred Items - IMRF	(1,199,350)
Change in Deferred Items - RBP	(4,366)

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

Deductions to Net Pension Liability - IMRF	1,172,260
Deductions to Total OPEB Liability - RBP	1,268
Issuance of Debt	(946,900)
Retirement of Debt	1,320,550
Amortization of Discount on Debt Issuance	(3,789)
Amortization of Premium on Debt Issuance	20,238

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

5,592

Changes in Net Position of Governmental Activities

239,542

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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

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 December 31, 2019

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 December 31, 2019

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 December 31, 2019

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.

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

Basis of Accounting

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

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

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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Cash and Investments

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

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

Interfund Receivables, Payables and Activity

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

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$1,000, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

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

Deferred Outflows/Inflows of Resources

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

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 December 31, 2019

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 position and displayed in three components:

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

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

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

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 January 1.
- The operating budget includes proposed expenditures and the means for financing.
- The District’s budgetary operations are governed by the appropriation law detailed in the Illinois Park District Code and administered by the Finance Manager.
- Notice is given and public meetings are conducted to obtain taxpayer comments.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

- The Board of Commissioners may add to, subtract from, or change appropriations, but may not change the form of the budget.
- Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of the annual combined budget and appropriation ordinance.
- Budget for the General, Special Revenue, Debt Service, and Capital Projects funds, except the Paving and Lighting Fund, 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.
- 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.

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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Deposits. At year-end, the carrying amount of the District's deposits totaled \$4,875,701 and the bank balances totaled \$4,933,903.

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. Agencies	\$ 1,999,300	1,999,300	-	-	-

The District has the following recurring fair value measurements as of the fiscal year ended December 31, 2019:

- U.S. Agencies of \$1,999,300 are quoted prices in active markets for identical assets (Level 1 inputs)

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.

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. Agencies 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 does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

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

PROPERTY TAXES

Property taxes for 2018 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.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfers In	Transfers Out	Amount
General	Recreation	\$ 50,000
Capital Projects	Special Recreation	84,565
		<u>134,565</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

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	\$ 3,131,161	-	-	3,131,161
Depreciable Capital Assets				
Buildings	17,138,408	24,838	269,635	16,893,611
Improvements	6,613,096	14,974	399,738	6,228,332
Machinery and Equipment	1,897,728	342,106	112,452	2,127,382
Vehicles	517,665	-	-	517,665
	<u>26,166,897</u>	<u>381,918</u>	<u>781,825</u>	<u>25,766,990</u>
Less Accumulated Depreciation				
Buildings	5,610,364	367,733	261,922	5,716,175
Improvements	4,490,716	206,180	399,738	4,297,158
Machinery and Equipment	1,208,870	127,759	106,642	1,229,987
Vehicles	370,276	35,845	-	406,121
	<u>11,680,226</u>	<u>737,517</u>	<u>768,302</u>	<u>11,649,441</u>
Total Net Depreciable Capital Assets	<u>14,486,671</u>	<u>(355,599)</u>	<u>13,523</u>	<u>14,117,549</u>
Total Net Capital Assets	<u>17,617,832</u>	<u>(355,599)</u>	<u>13,523</u>	<u>17,248,710</u>

Depreciation expense was charged to governmental activities as follows:

Recreation	<u>\$ 737,517</u>
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MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

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:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$920,550 General Obligation Limited Tax Park Bonds of 2018B due in one annual installment of \$920,550 through December 2, 2019 plus interest at 2.74%.	\$ 920,550	-	920,550	-
\$946,900 General Obligation Limited Tax Park Bonds of 2019 due in one annual installment of \$946,900 through December 1, 2020 plus interest at 1.75%.	-	946,900	-	946,900
	920,550	946,900	920,550	946,900

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:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$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%.	\$ 6,800,000	-	400,000	6,400,000

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

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 Liability - IMRF	\$ 2,316,100	-	1,172,260	1,143,840	-
Total OPEB Liability - RBP	98,685	-	1,268	97,417	-
General Obligation Bonds	920,550	946,900	920,550	946,900	946,900
Debt Certificates	6,800,000	-	400,000	6,400,000	410,000
Plus: Unamortized Premium	269,846	-	20,238	249,608	-
Less: Unamortized Discount	(50,526)	-	(3,789)	(46,737)	-
	<u>10,354,655</u>	<u>946,900</u>	<u>2,510,527</u>	<u>8,791,028</u>	<u>1,356,900</u>

For the governmental activities, the net pension liability and the total OPEB liability are 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 December 31, 2019

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:

Calendar Year	General Obligation Bonds		Debt Certificates	
	Principal	Interest	Principal	Interest
2020	946,900	16,985	410,000	223,050
2021	-	-	415,000	214,850
2022	-	-	430,000	202,400
2023	-	-	440,000	189,500
2024	-	-	455,000	176,300
2025	-	-	470,000	162,650
2026	-	-	485,000	146,200
2027	-	-	500,000	126,800
2028	-	-	500,000	106,800
2029	-	-	540,000	91,800
2030	-	-	560,000	70,200
2031	-	-	585,000	47,800
2032	-	-	610,000	24,400
Totals	946,900	16,985	6,400,000	1,782,750

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

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.”

Assessed Valuation - 2018	<u>\$ 782,299,371</u>
Legal Debt Limit - 2.875% of Equalized Assessed Value	22,491,107
Amount of Debt Applicable to Limit	<u>7,346,900</u>
Legal Debt Margin	<u>15,144,207</u>
Non-Referendum Legal Debt Limit - .575% of Assessed Value	4,498,221
Amount of Debt Applicable to Non-Referendum Limit	<u>946,900</u>
Non-Referendum Legal Debt Margin	<u>3,551,321</u>

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE

Fund Balance Classifications

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

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

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

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

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

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

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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE – Continued

Fund Balance Classifications – Continued

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

	General	Special Revenue			Debt Service	Capital Projects	Nonmajor	Totals
		Recreation	Special Recreation	Retirement				
Fund Balances								
Restricted								
Property Tax Levies								
Recreation	\$ -	641,090	-	-	-	-	-	641,090
Special Recreation	-	-	322,877	-	-	-	-	322,877
Retirement	-	-	-	215,137	-	-	-	215,137
Audit	-	-	-	-	-	-	8,064	8,064
Liability Insurance	-	-	-	-	-	-	82,559	82,559
Paving and Lighting	-	-	-	-	-	-	3,315	3,315
Museum	-	-	-	-	-	-	14,454	14,454
Police Protection	-	-	-	-	-	-	8,681	8,681
Debt Service	-	-	-	-	21,721	-	-	21,721
	-	641,090	322,877	215,137	21,721	-	117,073	1,317,898
Assigned								
Capital Projects	-	-	-	-	-	4,819,819	-	4,819,819
Unassigned	419,926	-	-	-	-	-	-	419,926
Total Fund Balances	419,926	641,090	322,877	215,137	21,721	4,819,819	117,073	6,557,643

Net Position Classification

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

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 17,248,710
Plus: Unspent Bond Proceeds	2,974,522
Less Capital Related Debt:	
General Obligation Park Bonds of 2019	(946,900)
General Obligation Limited Tax Debt Certificates of 2013	(6,400,000)
Unamortized Premium	(249,608)
Unamortized Discount	46,737
Net Investment in Capital Assets	<u>12,673,461</u>

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

Park District Risk Management Agency (PDRMA)

The District is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since 1984, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period January 1, 2019 through January 1, 2020:

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
All Losses Annual Aggregate		\$3,000,000	
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	Statutory
		\$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 December 31, 2019

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	\$50,000 Hourly Sublimit/\$50,000 Forensic
			Exp./\$150,000 Dependent Bus. Interruption
VOLUNTEER MEDICAL ACCIDENT			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense and AD&D
			Excess of any other Collectible Insurance
UNDERGROUND STORAGE TANK LIABILITY			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking
			Underground Tank Fund
UNEMPLOYMENT COMPENSATION			
Unemployment Compensation	N/A	N/A	Statutory

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.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

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

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2018 and the statement of revenues and expenses for the period ending December 31, 2018.

Assets	\$64,598,180
Deferred Outflows of Resources – Pension	735,579
Liabilities	20,358,043
Deferred Inflows of Resources – Pension	1,157,368
Total Net Pension	43,818,350
Revenues	18,891,688
Expenditures	18,647,660

The District's portion of the overall equity in the pool is 0.886% or \$429,003.

Since 98.39% 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 December 31, 2019

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, 2018 and the statement of revenues and expenses for the period ending December 31, 2018.

Assets	\$22,903,252
Deferred Outflows of Resources – Pension	427,851
Liabilities	5,148,899
Deferred Inflows of Resources – Pension	(5,600)
Total Net Pension	18,187,802
Revenues	37,577,537
Expenditures	35,295,144

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 December 31, 2019

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 December 31, 2019

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, 2019:

Current and Other Assets	\$ 768,144	Current Liabilities	\$ 109,503
Noncurrent Assets		Long-Term Liabilities	592,977
Capital Assets	<u>104,973</u>	Total Liabilities	<u>702,480</u>
Total Assets	873,117	Deferred Inflows	<u>160,096</u>
Deferred Outflows	<u>223,049</u>	Total Liabilities/ Deferred Inflows	<u>862,576</u>
Total Assets/ Deferred Outflows	<u>1,096,166</u>	Net Position	<u>233,590</u>
Operating Revenues	2,434,230		
Operating Expenses	<u>2,495,522</u>		
Operating Income	(61,292)		
Nonoperating Revenue	<u>5,362</u>		
Change in Net Position	(55,930)		
Net Position - Beginning	<u>289,520</u>		
Net Position - Ending	<u>233,590</u>		

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

SUBSEQUENT EVENT

Subsequent to the date of the financial statements and prior to the audit opinion date, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the District's operations and financial position cannot be determined.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

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

Plan Descriptions

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

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

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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

Plan Membership. As of December 31, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	43
Inactive Plan Members Entitled to but not yet Receiving Benefits	53
Active Plan Members	<u>25</u>
Total	<u><u>121</u></u>

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the eight months December 31, 2019, the District's contribution was 15.25% of covered payroll.

Net Pension Liability. The District's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2019, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.35% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

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

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

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued.

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

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 2,522,740	1,143,840	12,179

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2018	\$ 11,496,701	9,180,601	2,316,100
Changes for the year:			
Service Cost	141,178	-	141,178
Interest on the Total Pension Liability	820,980	-	820,980
Difference Between Expected and Actual Experience of the Total Pension Liability	(193,066)	-	(193,066)
Changes of Assumptions	-	-	-
Contributions - Employer	-	208,459	(208,459)
Contributions - Employees	-	61,558	(61,558)
Net Investment Income	-	1,715,327	(1,715,327)
Benefit Payments, including Refunds of Employee Contributions	(486,848)	(486,848)	-
Other (Net Transfer)	-	(43,992)	43,992
Net Changes	282,244	1,454,504	(1,172,260)
Balances at December 31, 2019	11,778,945	10,635,105	1,143,840

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

For the fiscal year ended December 31, 2019, the District recognized pension expense of \$235,549. At December 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	(80,583)	(80,583)
Change in Assumptions	-	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(426,351)	(426,351)
Total Deferred Amounts Related to IMRF	-	(506,934)	(506,934)

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

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2020	\$ (201,740)
2021	(129,706)
2022	36,348
2023	(211,836)
2024	-
Thereafter	-
Total	(506,934)

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. Morton Grove Park District offers medical, prescription drug, dental and vision coverage to retirees. Retirees pay the full cost of the premium. Coverage ends at age 65 for disabled employees or once retirees are eligible for Medicare.

Plan Membership. As of September 30, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>23</u>
Total	<u><u>24</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of September 30, 2019, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the September 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Actuarial Assumptions and Other Inputs – Continued.

Inflation	2.50%
Salary Increases	3.39% to 10.35%
Discount Rate	2.65%
Healthcare Cost Trend Rates	Medical 7.00% graded to 4.50% over 17 years, Prescription drug 8.00% graded to 4.50% over 18 years
Retirees' Share of Benefit-Related Costs	N/A

The discount rate was based on the General Obligation Municipal Bond Rate as of September 30, 2019.

Mortality rates were based on the RP-2014 Annuitant Mortality Tables projected generationally from 2015 using Scale MP-2017.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at December 31, 2018	\$ 98,685
Changes for the Year:	
Service Cost	5,578
Interest on the Total Pension Liability	4,238
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	(4,975)
Changes of Assumptions or Other Inputs	(371)
Benefit Payments	<u>(5,738)</u>
Net Changes	<u>(1,268)</u>
Balance at December 31, 2019	<u>97,417</u>

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

The following presents the total OPEB liability, calculated using a Single Discount Rate of 2.66%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.66%)	Current Discount Rate (2.66%)	1% Increase (3.66%)
Total OPEB Liability	\$ 100,759	97,417	93,958

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

The following presents the total OPEB liability, calculated using a Healthcare Trend Rate of 7.00%, with an ultimate rate of 4.50% as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	(6.00% Decreasing to 3.50%)	Healthcare Cost Trend Rates (7.00% Decreasing to 4.50%)	(8.00% Decreasing to 5.50%)
Total OPEB Liability	\$ 91,634	97,417	103,715

MORTON GROVE PARK DISTRICT

Notes to the Financial Statements December 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

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

For the year ended December 31, 2019, the District recognized OPEB expense of \$8,836. At December 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	(4,354)	(4,354)
Change in Assumptions	-	(2,365)	(2,365)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	-
Total Pension Expense to be Recognized in Future Periods	-	(6,719)	(6,719)
Contributions Made Subsequent to the Measurement Date	-	-	-
Total Deferred Amounts Related to OPEB	-	(6,719)	(6,719)

There are no employer contributions made subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2020	\$ (980)
2021	(980)
2022	(980)
2023	(980)
2024	(980)
Thereafter	(1,819)
Total	(6,719)

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefit Plan
- Budgetary Comparison Schedule
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 Employer Contributions December 31, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
4/30/16	\$ 217,278	\$ 289,977	\$ 72,699	\$ 1,240,171	23.38%
4/30/17	240,245	240,245	-	1,303,554	18.43%
4/30/18	222,997	222,997	-	1,350,553	16.51%
12/31/18 *	153,646	153,646	-	909,146	16.90%
12/31/19	208,459	208,459	-	1,366,942	15.25%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	24 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	Projection scale MP-2017(base year 2015)

Note:

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

*For the eight months ending December 31, 2018.

MORTON GROVE PARK DISTRICT

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability December 31, 2019

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 149,205
Interest	734,517
Differences Between Expected and Actual Experience	(113,803)
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(356,259)</u>
Net Change in Total Pension Liability	413,660
Total Pension Liability - Beginning	<u>9,949,600</u>
Total Pension Liability - Ending	<u><u>10,363,260</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 289,977
Contributions - Members	65,487
Net Investment Income	40,348
Benefit Payments, Including Refunds of Member Contributions	(356,259)
Other (Net Transfer)	<u>26,460</u>
Net Change in Plan Fiduciary Net Position	66,013
Plan Net Position - Beginning	<u>8,070,083</u>
Plan Net Position - Ending	<u><u>8,136,096</u></u>
Employer's Net Pension Liability	<u><u>\$ 2,227,164</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	78.51%
Covered Payroll	\$ 1,240,171
Employer's Net Pension Liability as a Percentage of Covered Payroll	179.59%

Note:

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

12/31/2016	12/31/2017	12/31/2018	12/31/2019
146,399	139,433	136,116	141,178
761,780	789,166	802,793	820,980
(93,919)	44,351	(133,246)	(193,066)
(51,772)	(312,135)	309,291	-
(449,875)	(446,750)	(508,191)	(486,848)
312,613	214,065	606,763	282,244
10,363,260	10,675,873	10,889,938	11,496,701
10,675,873	10,889,938	11,496,701	11,778,945
240,245	219,393	224,859	208,459
58,660	58,661	59,874	61,558
563,655	1,462,709	(512,587)	1,715,327
(449,875)	(446,750)	(508,191)	(486,848)
49,526	(162,915)	187,241	(43,992)
462,211	1,131,098	(548,804)	1,454,504
8,136,096	8,598,307	9,729,405	9,180,601
8,598,307	9,729,405	9,180,601	10,635,105
2,077,566	1,160,533	2,316,100	1,143,840
80.54%	89.34%	79.85%	90.29%
1,303,554	1,303,586	1,330,527	1,366,942
159.38%	89.03%	174.07%	83.68%

MORTON GROVE PARK DISTRICT

Retiree Benefit Plan

Required Supplementary Information

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2019

	2018	2019
Total OPEB Liability		
Service Cost	\$ 5,839	5,578
Interest	3,654	4,238
Change of Assumptions or Other Inputs	(2,666)	(371)
Benefit Payments	(5,362)	(5,738)
Other Changes	-	(4,975)
Net Change in Total OPEB Liability	1,465	(1,268)
Total OPEB Liability - Beginning	97,220	98,685
Total OPEB Liability - Ending	98,685	97,417
Covered Payroll	954,704	954,704
Total OPEB Liability as a Percentage of Covered Payroll	10.34%	10.20%

Notes:

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

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

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

Fiscal Year	Medical	Prescription Drug
2020	6.85%	7.80%
2021	6.70%	7.60%
2022	6.55%	7.40%
2023	6.40%	7.20%
2024	6.25%	7.00%
2025	6.10%	6.80%
2026	5.95%	6.60%
2027	5.80%	6.40%
2028	5.65%	6.20%
Ultimate	5.50%	6.00%

In 2019, there was no change in the healthcare trend rates from the prior year.

MORTON GROVE PARK DISTRICT

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 1,258,500	1,258,500	1,183,240
Replacement	15,120	15,120	157,512
Charges for Services			
Rental Income	81,500	81,500	81,163
Interest	66,960	66,960	134,653
Miscellaneous	13,002	13,002	26,880
Total Revenues	1,435,082	1,435,082	1,583,448
Expenditures			
General Government			
Administrative	773,564	785,444	778,565
Park Maintenance	661,018	649,638	624,463
Total Expenditures	1,434,582	1,435,082	1,403,028
Excess (Deficiency) of Revenues Over (Under) Expenditures	500	-	180,420
Other Financing Sources (Uses)			
Transfer In	-	-	50,000
Transfer Out	(500)	-	-
	(500)	-	50,000
Net Change in Fund Balance	-	-	230,420
Fund Balance - Beginning			189,506
Fund Balance - Ending			419,926

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 December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 660,000	660,000	641,175
Charges for Services	1,695,086	1,695,086	1,461,664
Total Revenues	2,355,086	2,355,086	2,102,839
Expenditures			
Recreation	2,353,586	2,354,086	2,110,093
Capital Outlay	1,500	1,000	536
Total Expenditures	2,355,086	2,355,086	2,110,629
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(7,790)
Other Financing (Uses)			
Transfer Out	-	-	(50,000)
Net Change in Fund Balance	-	-	(57,790)
Fund Balance - Beginning			698,880
Fund Balance - Ending			641,090

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 December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 365,000	365,000	304,364
Expenditures			
Recreation			
Contributions to MNARS	138,000	138,000	136,237
Inclusion - Programming	65,000	65,000	24,546
Total Expenditures	203,000	203,000	160,783
Excess (Deficiency) of Revenues Over (Under) Expenditures	162,000	162,000	143,581
Other Financing (Uses)			
Transfers Out	(162,000)	(162,000)	(84,565)
Net Change in Fund Balance	-	-	59,016
Fund Balance - Beginning			263,861
Fund Balance - Ending			322,877

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 December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 417,000	417,000	355,652
Expenditures			
General Government			
District Contributions - IMRF	234,775	234,775	209,306
District Contributions - FICA	180,000	180,000	161,430
Total Expenditures	414,775	414,775	370,736
Net Change in Fund Balance	2,225	2,225	(15,084)
Fund Balance - Beginning			230,221
Fund Balance - Ending			215,137

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

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than 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 Principles.

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 December 31, 2019

	Budget		Actual
	Original	Final	
General Government			
Administrative			
Salaries and Wages			
Administrative Manager	\$ 133,291	130,791	130,371
Human Resource Generalist	87,026	88,026	87,908
Superintendent of Finance	96,566	97,566	97,189
Secretary	55,582	56,082	55,745
Finance Coordinator	42,024	43,024	43,006
Material and Supplies			
Commodities Purchases	14,900	10,000	9,268
Bank Charges	5,608	3,208	3,197
Insurance			
Health Insurance Premiums	170,515	183,115	183,068
Utilities			
Electricity	17,981	17,281	17,234
Heating Fuel	2,042	3,530	3,523
Water	627	737	732
Telephone	14,436	10,886	10,876
Contractual Services			
Legal Services	20,000	37,600	37,569
Legal Publications	1,300	400	-
Technical Assistance	30,000	32,000	29,477
Maintenance Agreement	17,000	19,625	19,593
Equipment/Repair			
Office	500	375	77
Computer - Hardware	2,000	730	728
Computer - Software	4,000	-	-
Commissioners	13,796	6,296	5,455
Employee Travel	3,300	3,500	3,114
Dues and Subscriptions	14,775	8,400	8,386
Uniforms	1,200	1,575	1,552
Human Resources	3,000	3,600	3,553
Strategic Planning Costs	8,627	29	26
Employee Recognition	5,000	5,200	5,183
Morton Grove Special Events	1,500	1,950	1,880

MORTON GROVE PARK DISTRICT

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
General Government - Continued			
Administrative - Continued			
Miscellaneous			
Holiday Display	\$ 3,000	1,150	1,142
Educational	3,968	18,768	18,713
Total Administrative	773,564	785,444	778,565
Park Maintenance			
Salaries and Wages			
Park Manager	82,777	82,777	82,537
Maintenance	362,301	353,801	352,011
Summer Staff	13,500	17,500	17,200
Material and Supplies			
Equipment Repair	2,940	1,440	320
Materials and Supplies	53,350	56,850	46,833
Motor Vehicle Expenditures	4,800	3,300	3,292
Contractual Services			
Maintenance Agreement	31,000	32,200	32,151
Temporary Maintenance Staff	53,000	53,000	52,753
Professional Services	7,200	7,000	297
Equipment/Repair			
Maintenance	6,400	6,510	6,507
Safety	250	290	-
Buildings	1,500	1,650	1,601
Fence	100	100	-
Building and Landscape			
General Park Improvements	6,000	6,400	5,696
Landscaping	30,800	20,720	19,022
Miscellaneous			
Educational Services	3,600	2,800	1,666
Uniforms	1,500	1,500	1,287
Prairie View Ice Areana	-	1,800	1,290
Total Park Maintenance	661,018	649,638	624,463
Total Expenditures	1,434,582	1,435,082	1,403,028

MORTON GROVE PARK DISTRICT

Recreation - Special Revenue Fund

Schedule of Revenues - Budget and Actual For the Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Taxes			
Property	\$ 660,000	660,000	641,175
Charges for Services			
Administration			
Other	45,000	45,000	24,529
Pools			
Token Sales	84,000	84,000	69,337
Daily Receipts	83,000	83,000	90,413
Swim Lessons	12,500	12,500	13,217
Rentals	10,636	10,636	17,323
Other	3,000	3,000	2,626
	193,136	193,136	192,916
Recreation Programs	1,196,950	1,196,950	955,365
Community Center			
Rentals	83,100	83,100	68,497
Membership Fees	170,000	170,000	206,991
Guest Fees	6,000	6,000	12,070
Other	900	900	1,296
	260,000	260,000	288,854
Total Charges for Services	1,695,086	1,695,086	1,461,664
Total Revenues	2,355,086	2,355,086	2,102,839

MORTON GROVE PARK DISTRICT

Recreation - Special Revenue Fund

Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Recreation			
Administration			
Salaries and Wages	\$ 445,468	431,768	400,211
Bank Charges	54,000	35,700	23,396
Commodities Purchases	13,000	13,000	2,869
Office Equipment Repairs and Rental	20,000	20,000	19,283
Health and Accident Insurance	133,677	128,977	79,314
Electricity	20,976	20,976	17,688
Fuel and Heating	10,764	10,664	7,915
Telephone	10,637	10,737	10,701
Water	1,909	1,909	1,578
Public Relations	-	1,000	752
Office Equipment	16,500	18,000	17,586
Staff Travel and Seminars	4,246	20,046	17,746
Photography	800	800	-
Dues and Subscriptions	8,560	8,560	6,167
Uniforms	1,000	1,100	1,010
Special Events	2,200	2,200	188
Employee Recognition	1,000	1,000	138
	744,737	726,437	606,542
Recreation Programs			
Program Expenditures	696,817	696,817	667,459
Pools			
Salaries and Wages	260,369	229,444	207,476
Technical Assistance	2,000	3,000	2,321
Lifeguard Suits	2,536	4,736	4,491
Chemicals	24,800	24,300	19,090
Utilities	75,905	75,905	66,746
Maintenance of Pool and Buildings	5,714	31,264	30,919
New Equipment and Maintenance	3,000	5,500	3,869
Special Events	900	925	913

MORTON GROVE PARK DISTRICT

Recreation - Special Revenue Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Recreation - Continued			
Pools - Continued			
Commodities	\$ 13,740	13,890	8,423
	388,964	388,964	344,248
Community Center			
Salaries and Wages	272,619	269,319	246,847
Printing - Marketing	27,620	24,505	19,375
Office and Fitness Center Equipment	4,000	4,960	4,951
Utilities and Telephone	86,974	89,974	84,751
Contractual Service	74,355	81,115	77,673
Maintenance Equipment	21,500	22,350	11,455
Building Repairs and Improvements	17,500	28,390	27,805
Supplies	16,700	19,325	17,236
Towel Purchases	1,000	1,130	1,129
Uniforms	800	800	622
	523,068	541,868	491,844
Total Recreation	2,353,586	2,354,086	2,110,093
Capital Outlay	1,500	1,000	536
Total Expenditures	2,355,086	2,355,086	2,110,629

MORTON GROVE PARK DISTRICT

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 1,000,000	1,000,000	966,051
Expenditures			
Debt Service			
Principal Retirement	970,000	967,000	920,550
Interest and Fiscal Charges	30,000	33,000	25,363
Total Expenditures	1,000,000	1,000,000	945,913
Net Change in Fund Balance	-	-	20,138
Fund Balance - Beginning			1,583
Fund Balance - Ending			21,721

MORTON GROVE PARK DISTRICT

Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Intergovernmental			
Grant Proceeds	\$ -	-	16,254
Expenditures			
Capital Outlay	440,000	448,500	367,717
Debt Service			
Principal Retirement	400,000	400,000	400,000
Interest and Fiscal Charges	240,000	231,500	238,550
Total Expenditures	1,080,000	1,080,000	1,006,267
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,080,000)	(1,080,000)	(990,013)
Other Financing Sources			
Debt Issuance	955,000	955,000	946,900
Transfers In	125,000	125,000	84,565
	1,080,000	1,080,000	1,031,465
Net Change in Fund Balance	-	-	41,452
Fund Balance - Beginning			4,778,367
Fund Balance - Ending			4,819,819

MORTON GROVE PARK DISTRICT

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

December 31, 2019

		<u>Audit</u>
ASSETS		
Cash and Investments		<u>\$ 8,064</u>
LIABILITIES		
Accounts Payable		-
Accrued Payroll		<u>-</u>
Total Liabilities		-
FUND BALANCES		
Restricted		<u>8,064</u>
Total Liabilities and Fund Balances		<u>8,064</u>

Liability Insurance	Paving and Lighting	Museum	Police Protection	Totals
82,589	3,315	14,920	8,681	117,569
30	-	268	-	298
-	-	198	-	198
30	-	466	-	496
82,559	3,315	14,454	8,681	117,073
82,589	3,315	14,920	8,681	117,569

MORTON GROVE PARK DISTRICT

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances For the Fiscal Year Ended December 31, 2019

	<u>Audit</u>
Revenues	
Taxes	<u>\$ 16,800</u>
Expenditures	
Current	
General Government	15,300
Recreation	<u>-</u>
Total Expenditures	<u>15,300</u>
Net Change in Fund Balances	1,500
Fund Balances - Beginning	<u>6,564</u>
Fund Balances - Ending	<u><u>8,064</u></u>

Liability Insurance	Paving and Lighting	Museum	Police Protection	Totals
60,110	-	16,000	5,500	98,410
94,508	-	-	7,032	116,840
-	-	16,561	-	16,561
94,508	-	16,561	7,032	133,401
(34,398)	-	(561)	(1,532)	(34,991)
116,957	3,315	15,015	10,213	152,064
82,559	3,315	14,454	8,681	117,073

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 December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 16,500	16,500	-
Replacement	-	-	16,800
Total Revenues	16,500	16,500	16,800
Expenditures			
General Government			
Audit	16,500	16,500	15,300
Net Change in Fund Balance	-	-	1,500
Fund Balance - Beginning			6,564
Fund Balance - Ending			8,064

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 December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 60,000	60,000	60,110
Expenditures			
General Government			
Liability Insurance	60,000	60,000	54,706
Workmen's Compensation	42,000	41,100	30,913
Safety Training and Subscriptions	8,000	8,900	8,889
Total Expenditures	110,000	110,000	94,508
Net Change in Fund Balance	<u>(50,000)</u>	<u>(50,000)</u>	(34,398)
Fund Balance - Beginning			<u>116,957</u>
Fund Balance - Ending			<u>82,559</u>

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 December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Replacement	\$ 18,000	18,000	16,000
Expenditures			
Recreation			
Salaries and Wages	11,000	8,000	7,891
Utilities	3,244	4,344	4,071
Contractual Services	2,500	3,900	3,860
Building and Landscape	-	400	343
Capital Outlay	-	300	275
Miscellaneous	1,256	1,056	121
Total Expenditures	18,000	18,000	16,561
Net Change in Fund Balance	-	-	(561)
Fund Balance - Beginning			15,015
Fund Balance - Ending			14,454

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 December 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 11,000	11,000	-
Replacement	-	-	5,500
Total Revenues	11,000	11,000	5,500
Expenditures			
General Government			
Salaries and Wages	10,000	10,000	6,961
Miscellaneous	1,000	1,000	71
Total Expenditures	11,000	11,000	7,032
Net Change in Fund Balance	-	-	(1,532)
Fund Balance - Beginning			10,213
Fund Balance - Ending			8,681

SUPPLEMENTAL SCHEDULES

MORTON GROVE PARK DISTRICT

Schedule of Changes in Capital Assets Used in the Operation of Governmental Activities - by Function and Activity December 31, 2019

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Recreation				
Nondepreciable Capital Assets				
Land	\$ 3,131,161	-	-	3,131,161
Depreciable Capital Assets				
Buildings	17,138,408	24,838	269,635	16,893,611
Improvements	6,613,096	14,974	399,738	6,228,332
Machinery and Equipment	1,897,728	342,106	112,452	2,127,382
Vehicles	517,665	-	-	517,665
	26,166,897	381,918	781,825	25,766,990
Accumulated Depreciation				
Buildings	5,610,364	367,733	261,922	5,716,175
Improvements	4,490,716	206,180	399,738	4,297,158
Machinery and Equipment	1,208,870	127,759	106,642	1,229,987
Vehicles	370,276	35,845	-	406,121
	11,680,226	737,517	768,302	11,649,441
Net Depreciable Capital Assets	14,486,671	(355,599)	13,523	14,117,549
Net Capital Assets	17,617,832	(355,599)	13,523	17,248,710

MORTON GROVE PARK DISTRICT

Long-Term Debt Requirements

**General Obligation Limited Tax Park Bonds of 2019
December 31, 2019**

Date of Issue	November 22, 2019
Date of Maturity	December 1, 2020
Authorized Issue	\$946,900
Interest Rate	1.75%
Interest Date	December 1
Principal Maturity Date	December 1
Payable at	Wintrust Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2020	<u>\$ 946,900</u>	<u>16,985</u>	<u>963,885</u>

MORTON GROVE PARK DISTRICT

Long-Term Debt Requirements

General Obligation Limited Tax Debt Certificates of 2013

December 31, 2019

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

Calendar Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2020	410,000	223,050	633,050	2020	111,525	2020	111,525
2021	415,000	214,850	629,850	2021	107,425	2021	107,425
2022	430,000	202,400	632,400	2022	101,200	2022	101,200
2023	440,000	189,500	629,500	2023	94,750	2023	94,750
2024	455,000	176,300	631,300	2024	88,150	2024	88,150
2025	470,000	162,650	632,650	2025	81,325	2025	81,325
2026	485,000	146,200	631,200	2026	73,100	2026	73,100
2027	500,000	126,800	626,800	2027	63,400	2027	63,400
2028	500,000	106,800	606,800	2028	53,400	2028	53,400
2029	540,000	91,800	631,800	2029	45,900	2029	45,900
2030	560,000	70,200	630,200	2030	35,100	2030	35,100
2031	585,000	47,800	632,800	2031	23,900	2031	23,900
2032	610,000	24,400	634,400	2032	12,200	2032	12,200
	<u>6,400,000</u>	<u>1,782,750</u>	<u>8,182,750</u>		<u>891,375</u>		<u>891,375</u>

STATISTICAL SECTION

(Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

MORTON GROVE PARK DISTRICT

Net Position by Component - Last Ten Fiscal Years December 31, 2019 (Unaudited)

	2011	2012	2013	2014
Governmental Activities				
Net Investment in Capital Assets	\$ 13,448,807	12,079,422	12,390,788	15,837,441
Restricted	-	-	1,225,874	1,511,409
Unrestricted	5,387,579	6,988,521	5,542,922	971,920
Total Governmental Activities	18,836,386	19,067,943	19,159,584	18,320,770

Data Source: Audited Financial Statements

* For the Eight Months Ended December 31, 2018

2015	2016	2017	2018	2018*	2019
11,028,566	13,130,485	12,904,827	12,470,496	12,711,851	12,673,461
1,392,530	1,214,064	1,901,672	2,099,945	1,345,026	1,297,895
4,403,585	577,577	304,014	358,757	185,250	510,313
16,824,681	14,922,126	15,110,513	14,929,198	14,242,127	14,481,669

MORTON GROVE PARK DISTRICT

Changes in Net Position - Last Ten Fiscal Years December 31, 2019 (Unaudited)

	2011	2012	2013	2014
Expenses				
Governmental Activities				
General Government	\$ 3,533,293	2,484,050	2,879,328	3,258,989
Recreation	895,522	2,094,429	1,961,648	2,369,290
Interest on Long-Term Debt	37,350	18,675	23,188	13,125
Total Expenses	4,466,165	4,597,154	4,864,164	5,641,404
Program Revenues				
Governmental Activities				
Charges for Services				
General Government	89,249	88,726	69,956	44,722
Recreation	1,302,791	1,255,635	1,590,049	1,405,969
Operating Grants/Contributions	7,035	494,144	12,366	-
Total Program Revenues	1,399,075	1,838,505	1,672,371	1,450,691
Total Primary Government				
Net Revenues (Expenses)	(3,067,090)	(2,758,649)	(3,191,793)	(4,190,713)
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property Taxes	2,949,825	2,876,942	3,183,176	2,987,821
Replacement Taxes	170,154	155,342	155,266	213,503
Interest Income	15,725	26,808	27,119	4,079
Miscellaneous	45,483	97,252	147,185	146,495
Total General Revenues	3,181,187	3,156,344	3,512,746	3,351,898
Changes in Net Position				
Governmental Activities	114,097	397,695	320,953	(838,815)

Data Source: Audited Financial Statements

* For the Eight Months Ended December 31, 2018

2015	2016	2017	2018	2018*	2019
1,714,626	1,960,021	1,703,451	1,784,026	1,269,679	1,920,792
3,229,655	3,292,792	3,381,602	3,598,659	2,124,868	3,024,812
240,866	245,813	245,039	243,618	173,804	241,872
5,185,147	5,498,626	5,330,092	5,626,303	3,568,351	5,187,476
58,071	58,651	64,855	80,225	47,310	81,163
1,654,297	1,633,789	1,729,642	1,748,400	1,064,834	1,461,664
75,000	75,000	-	-	-	16,254
1,787,368	1,767,440	1,794,497	1,828,625	1,112,144	1,559,081
(3,397,779)	(3,731,186)	(3,535,595)	(3,797,678)	(2,456,207)	(3,628,395)
3,239,127	3,195,647	3,472,442	3,372,807	1,633,295	3,510,592
126,648	117,200	185,000	150,791	91,054	195,812
136,212	46,430	44,753	64,109	45,845	134,653
6,665	4,703	21,787	28,656	96,162	26,880
3,508,652	3,363,980	3,723,982	3,616,363	1,866,356	3,867,937
110,873	(367,206)	188,387	(181,315)	(589,851)	239,542

MORTON GROVE PARK DISTRICT

Fund Balances of Governmental Funds - Last Ten Fiscal Years December 31, 2019 (Unaudited)

	2011	2012	2013	2014
General Fund				
Unreserved	\$ 527,806	-	-	-
Nonspendable	-	6,113	8,276	-
Unassigned	-	475,979	283,584	116,542
Total General Fund	527,806	482,092	291,860	116,542
All Other Governmental Funds				
Unreserved				
Special Revenue	-	-	-	-
Debt Service	-	-	-	-
Capital Project	-	-	-	-
Nonspendable				
Special Revenue	2,330	1,445	2,178	1,290
Assigned				
Capital Project	2,650,847	3,958,140	3,669,117	6,783,046
Restricted				
Special Revenue	442,384	543,159	938,738	1,010,929
Debt Service	289,781	264,548	287,136	499,190
Unassigned				
Special Revenue	-	-	-	-
Total All Other Governmental Funds	3,385,342	4,767,292	4,897,169	8,294,455
Total Governmental Funds	3,913,148	5,249,384	5,189,029	8,410,997

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

Data Source: Audited Financial Statements

* For the Eight Months Ended December 31, 2018

2015	2016	2017	2018	2018*	2019
-	-	-	-	-	-
-	-	-	1,217	-	-
177,896	298,137	461,262	432,314	189,506	419,926
177,896	298,137	461,262	433,531	189,506	419,926
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,290	1,290	1,290	1,290	-	-
4,279,612	5,513,601	4,162,328	4,660,863	4,778,367	4,819,819
959,758	852,759	1,556,025	1,725,268	1,345,026	1,296,177
537,220	467,191	451,158	479,530	1,583	21,721
(1,022)	-	-	-	-	-
5,776,858	6,834,841	6,170,801	6,866,951	6,124,976	6,137,717
5,954,754	7,132,978	6,632,063	7,300,482	6,314,482	6,557,643

MORTON GROVE PARK DISTRICT

Governmental Funds Revenues - Last Ten Fiscal Years December 31, 2019 (Unaudited)

	2011	2012	2013	2014
Taxes				
Property	\$ 2,849,254	2,876,942	3,183,176	2,999,175
Other	170,154	155,342	155,266	213,503
Recreation				
Program Fees	805,679	925,157	1,026,933	1,072,972
Pools	205,584	188,033	220,231	132,049
Community Center	244,368	261,555	228,879	245,670
Interest Income	15,725	26,808	27,119	4,079
Grants & Other	628,353	1,679,574	241,144	9,159,026
Total Revenues	4,919,117	6,113,411	5,082,748	13,826,474

Data Source: District Records

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

* For the Eight Months Ended December 31, 2018

2015	2016	2017	2018	2018*	2019
3,239,127	3,195,647	3,472,442	3,372,807	1,633,295	3,510,592
126,648	117,200	185,000	150,791	91,054	195,812
1,249,913	1,234,824	1,326,513	1,395,745	767,796	1,061,057
170,193	217,838	227,017	183,629	161,431	192,916
234,191	239,778	240,967	249,251	182,917	288,854
136,212	46,430	44,753	64,109	45,845	134,653
139,736	79,703	21,787	28,656	96,162	43,134
5,296,020	5,131,420	5,518,479	5,444,988	2,978,500	5,427,018

MORTON GROVE PARK DISTRICT

Governmental Funds Expenditures - Last Ten Fiscal Years December 31, 2019 (Unaudited)

	2011	2012	2013	2014
General Government	\$ 1,500,269	1,592,936	1,405,988	1,782,831
Recreation	1,820,970	1,811,235	2,286,136	1,816,038
Retirement	312,191	348,993	352,023	397,853
Capital Outlay	1,331,138	205,074	299,189	5,844,659
Other Capital Expenditures	34,234	856	30,276	-
Debt Service				
Principal	750,000	750,000	750,000	750,000
Interest	37,350	18,675	23,188	13,125
Total Expenditures	5,786,152	4,727,769	5,146,800	10,604,506

Data Source: District Records

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

* For the Eight Months Ended December 31, 2018

2015	2016	2017	2018	2018*	2019
1,712,380	1,333,217	1,343,954	1,466,992	1,027,685	1,519,868
2,299,849	2,436,514	2,500,271	2,508,428	1,692,811	2,287,437
392,161	450,893	397,082	389,508	269,884	370,736
2,473,071	485,747	638,223	173,915	321,647	368,253
-	-	-	-	-	-
750,000	750,000	878,000	886,000	1,309,000	1,320,550
258,984	260,825	261,864	260,726	264,023	263,913
7,886,445	5,717,196	6,019,394	5,685,569	4,885,050	6,130,757

MORTON GROVE PARK DISTRICT**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
December 31, 2019 (Unaudited)**

	2011	2012	2013	2014
Revenues				
Taxes	\$ 3,019,408	3,032,284	3,338,442	3,212,678
Intergovernmental	628,353	1,679,574	241,144	9,159,026
Charges for Services	1,255,631	1,374,745	1,476,043	1,450,691
Interest Income	15,725	26,808	27,119	4,079
Total Revenues	4,919,117	6,113,411	5,082,748	13,826,474
Expenditures				
General Government	1,812,460	1,941,929	1,758,011	2,180,684
Recreation	1,820,970	1,811,235	2,286,136	1,816,038
Capital Outlay	1,365,372	205,930	329,465	5,844,659
Debt Service				
Principal	750,000	750,000	750,000	750,000
Interest and Fiscal Charges	37,350	18,675	23,188	13,125
Total Expenditures	5,786,152	4,727,769	5,146,800	10,604,506
Excess (Deficiency) of Revenues Over (Under) Expenditures	(867,035)	1,385,642	(64,052)	3,221,968
Other Financing Sources				
Debt Issuance	-	-	-	-
Disposal of Capital Assets	-	-	-	-
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Net Change in Fund Balances	(867,035)	1,385,642	(64,052)	3,221,968
Debt Service as a Percentage of Noncapital Expenditures	26.48%	26.36%	31.28%	9.76%

Data Source: Audited Financial Statements

* For the Eight Months Ended December 31, 2018

2015	2016	2017	2018	2018*	2019
3,365,775	3,312,847	3,657,442	3,523,598	1,724,349	3,706,404
139,736	79,703	21,787	28,656	96,162	43,134
1,654,297	1,692,440	1,794,497	1,828,625	1,112,144	1,542,827
136,212	46,430	44,753	64,109	45,845	134,653
5,296,020	5,131,420	5,518,479	5,444,988	2,978,500	5,427,018
2,104,541	1,784,110	1,741,036	1,856,500	1,297,569	1,890,604
2,299,849	2,436,514	2,500,271	2,508,428	1,692,811	2,287,437
2,473,071	485,747	638,223	173,915	321,647	368,253
750,000	750,000	878,000	886,000	1,309,000	1,320,550
258,984	260,825	261,864	260,726	264,023	263,913
7,886,445	5,717,196	6,019,394	5,685,569	4,885,050	6,130,757
(2,590,425)	(585,776)	(500,915)	(240,581)	(1,906,550)	(703,739)
-	1,764,000	-	909,000	920,550	946,900
14,670	-	-	-	-	-
-	-	786,000	-	125,000	134,565
-	-	(786,000)	-	(125,000)	(134,565)
14,670	1,764,000	-	909,000	920,550	946,900
(2,575,755)	1,178,224	(500,915)	668,419	(986,000)	243,161
19.06%	19.03%	21.15%	20.79%	34.07%	27.56%

MORTON GROVE PARK DISTRICT

Equalized Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years December 31, 2019 (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		
2010	2009	\$ 1,015,632,001	\$ 3,046,896,003	33.3	0.283
2011	2010	938,701,732	2,816,105,196	33.3	0.311
2012	2011	863,570,558	2,590,711,674	33.3	0.365
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	0.462
2016	2015	680,147,457	2,040,442,371	33.3	0.499
2017	2016	795,120,937	2,385,362,811	33.3	0.429
2018	2017	798,444,263	2,395,332,789	33.3	0.444
2019	2018	782,299,371	2,346,898,113	33.3	0.461

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 Tax Levy Years

(Cents per \$100 Assessed Value)

December 31, 2019 (Unaudited)

Name of Taxing Entity/Tax Levy Year	2009	2010	2011
Corporate	0.064	0.076	0.071
I.M.R.F.	0.014	0.015	0.022
Police Protection	0.011	0.011	0.006
Social Security	0.017	0.018	0.020
Auditing	0.001	0.002	0.002
Liability Insurance	0.016	0.018	0.022
Recreation	0.055	0.062	0.084
Paving and Lighting	0.000	0.001	0.000
Museum	0.007	0.007	0.004
Handicapped Fund	0.017	0.017	0.040
Limited Bonds	0.081	0.086	0.094
Total Direct Rates	0.283	0.311	0.365
School District No. 63	2.276	2.233	2.235
School District No. 67	1.859	1.807	1.943
School District No. 69	3.124	3.247	3.768
School District No. 68	1.931	1.882	1.999
School District No. 70	2.506	2.484	2.574
School District No. 71	1.325	1.327	1.485
High School District No. 207	1.602	1.577	1.617
High School District No. 219	2.114	2.120	2.267
Village of Morton Grove	0.996	0.915	0.937
Village of Morton Grove - Library Fund	0.266	0.259	0.269
Village of Skokie	0.517	0.483	0.497
Village of Skokie - Library Fund	0.375	0.369	0.390
Cook County	0.446	0.415	0.394
Remaining Taxing Agencies	0.621	0.593	0.640
Total Overlapping Rates	19.958	19.711	21.015
Total with District	20.241	20.022	21.380

Data Source: Cook County Clerk's Office

2012	2013	2014	2015	2016	2017	2018
0.097	0.117	0.139	0.149	0.128	0.132	0.156
0.036	0.045	0.042	0.044	0.027	0.027	0.023
0.002	-	-	-	-	-	-
0.023	0.030	0.028	0.030	0.015	0.015	0.024
0.002	0.002	0.002	0.002	0.002	0.002	-
0.018	0.022	0.020	0.021	0.012	0.013	0.008
0.078	0.093	0.076	0.074	0.093	0.093	0.084
0.000	-	-	-	-	-	-
0.001	-	-	-	-	-	-
0.025	0.040	0.039	0.040	0.034	0.040	0.040
0.100	0.119	0.116	0.139	0.119	0.122	0.127
0.382	0.468	0.462	0.499	0.429	0.444	0.461
2.499	3.864	3.811	4.040	3.492	3.556	3.763
2.203	3.497	3.427	4.283	3.797	3.838	3.110
4.357	6.214	5.926	3.552	2.957	2.962	2.966
2.133	3.144	3.121	3.248	2.863	2.827	6.010
2.890	4.351	4.344	6.169	5.696	5.806	3.958
1.486	2.059	2.057	2.117	1.923	1.947	2.016
1.782	2.722	2.739	2.901	2.507	2.529	2.652
2.538	3.707	3.650	3.891	3.460	3.409	3.347
1.021	1.450	1.504	1.504	1.287	1.331	1.385
0.335	0.444	0.458	0.475	0.419	0.421	0.430
0.539	0.767	0.748	0.760	0.651	0.639	0.652
0.432	0.623	0.614	0.630	0.545	0.557	0.569
0.423	0.560	0.568	0.552	0.533	0.496	0.489
0.661	1.015	0.978	1.069	0.954	0.974	0.921
23.299	34.417	33.945	35.191	31.084	31.292	32.268
23.681	34.885	34.407	35.690	31.513	31.736	32.729

MORTON GROVE PARK DISTRICT

Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago December 31, 2019 (Unaudited)

Taxpayer	Tax Levy Year 2018			Tax Levy Year 2009		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Schwinge Family Ltd	\$ 12,746,671	1	1.63%	\$ 13,791,493	5	1.36%
CMK 9000 Waukegan LLC	10,934,474	2	1.40%			
CRP Holdings CLP	9,272,036	3	1.19%			
Tower Real Estate	9,063,430	4	1.16%			
Fluid Handling LLC	7,911,606	5	1.01%			
Public Storage	7,834,404	6	1.00%	5,239,658	10	0.52%
Avon Products Inc.	7,791,264	7	1.00%	11,888,375	6	1.17%
Menards	7,677,493	8	0.98%	13,650,714	3	1.34%
John Crane Inc	7,046,261	9	0.90%	11,826,807	7	1.16%
MG Property Holdings	6,972,392	10	0.89%			
Rose Real Estate				24,901,456	1	2.45%
Federal Center, Inc.				19,709,822	2	1.94%
Bell & Gossett				13,013,203	4	1.28%
Kraft				6,475,026	8	0.64%
Capital Property Management				5,858,787	9	0.58%
	<u>87,250,031</u>		<u>11.15%</u>	<u>126,355,341</u>		<u>12.44%</u>

Data Source: Cook County Tax Extension Office

MORTON GROVE PARK DISTRICT

Property Tax Levies and Collections - Last Ten Fiscal Years December 31, 2019 (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
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%	1,486,878	3,121,218	97.66%
2016	2015	3,392,343	1,649,905	48.64%	1,703,827	3,353,732	98.86%
2017	2016	3,419,571	1,768,614	51.72%	1,575,084	3,343,698	97.78%
2018*	2017	3,544,339	1,797,828	50.72%	1,633,294	3,431,122	96.81%
2019	2018	3,609,287	1,877,297	52.01%	-	1,877,297	52.01%

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

(1) Represents Year of Levy

* 2018 includes installments from FY2018 and for the eight months ending December 31, 2018.

MORTON GROVE PARK DISTRICT

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years December 31, 2019 (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				
2011	\$ 750,000	\$ -	\$ 750,000	0.03%	0.12%	\$ 32.23
2012	1,500,000	-	1,500,000	0.06%	0.24%	64.46
2013	750,000	-	750,000	0.03%	0.12%	32.09
2014	1,500,000	7,496,081	8,996,081	0.44%	1.18%	382.50
2015	750,000	7,479,631	8,229,631	0.40%	1.02%	350.24
2016	1,764,000	7,463,181	9,227,181	0.45%	1.20%	389.73
2017	886,000	7,446,731	8,332,731	0.35%	1.06%	351.25
2018	909,000	7,430,281	8,339,281	0.35%	1.12%	357.66
2018*	920,550	7,019,320	7,939,870	0.33%	0.92%	340.53
2019	946,900	6,602,871	7,549,771	0.32%	0.86%	326.87

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

* For the Eight Months Ended December 31, 2018

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

December 31, 2019 (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)
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
2016	1,764,000	361,305	1,402,695	0.07%	59.25
2017	886,000	345,647	540,353	0.02%	22.78
2018	909,000	374,677	534,323	0.02%	22.92
2018*	920,550	-	920,550	0.04%	39.48
2019	946,900	1,718	945,182	0.04%	40.92

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

* For the Eight Months Ended December 31, 2018

MORTON GROVE PARK DISTRICT

Schedule of Direct and Overlapping Governmental Activities Debt December 31, 2019 (Unaudited)

Governmental Unit	Gross Debt	Percentage to Debt Applicable to District (1) (2)	District's Share of Debt
Morton Grove Park District	\$ 7,549,771	100.00%	\$ 7,549,771
Cook County (3)	2,950,121,750	0.610%	17,995,743
Cook County Forest Preserve District	142,360,000	0.610%	868,396
Metropolitan Water Reclamation District	2,348,253,000	0.620%	14,559,169
Village of Skokie	38,236,000	0.170%	65,001
Village of Morton Grove	14,777,654	99.340%	14,680,121
School District #63	23,635,000	14.150%	3,344,353
School District #67	8,871,803	72.460%	6,428,508
School District #69	20,430,000	16.840%	3,440,412
School District #70	2,135,000	98.410%	2,101,054
Community College #535	32,130,000	7.030%	2,258,739
High School District #207	13,455,000	3.390%	456,125
High School District #219	121,678,952	15.290%	18,604,712
Total Overlapping Debt	5,716,084,159		84,802,332
Total Direct and Overlapping Debt	5,723,633,930		92,352,103

(1) Overlapping debt percentages based on 2017 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 District to its total EAV

(3) Other major local government tax rates for 2018 are not yet available.

Data Sources:

Cook County Department of Revenue

Cook County Clerk's Office

MORTON GROVE PARK DISTRICT

Schedule of Legal Debt Margin - Last Ten Fiscal Years December 31, 2019 (Unaudited)

Fiscal Year Tax Levy Year	2011 2010	2012 2011	2013 2012	2014 2013
Equalized Assessed Valuation (EAV)	\$ 938,701,732	863,570,558	798,520,745	678,316,273
Debt Limit 2.875% of EAV	26,987,675	24,827,654	22,957,471	19,501,593
Total Net Debt Applicable to Limit	750,000	1,500,000	750,000	8,996,081
Legal Debt Margin	26,237,675	23,327,654	22,207,471	10,505,512
Total Net Debt Applicable to Limit as a Percentage of Debt Limit	2.78%	6.04%	3.27%	46.13%
Non-Referendum Legal Debt Limit - .575% of Assessed Value	5,397,535	4,965,531	4,591,494	3,900,319
Amount of Debt Applicable to Limit	-	-	-	-
Legal Debt Margin	5,397,535	4,965,531	4,591,494	3,900,319
Percentage of Legal Debt Margin to Bonded Debt Limit	0.00%	0.00%	0.00%	0.00%

Data Source: Audited Financial Statements

* For the Eight Months Ended December 31, 2018

2015 2014	2016 2015	2017 2016	2018 2017	2018* 2017	2019 2018*
691,208,517	680,147,457	795,120,937	798,444,263	798,444,263	782,299,371
19,872,245	19,554,239	22,859,727	22,955,273	22,955,273	22,491,107
7,950,000	8,964,000	8,086,000	8,109,000	7,720,550	7,346,900
11,922,245	10,590,239	14,773,727	14,846,273	15,234,723	15,144,207
40.01%	45.84%	35.37%	35.33%	33.63%	32.67%
3,974,449	3,910,848	4,571,945	4,591,055	4,591,055	4,498,221
-	-	-	909,000	920,550	946,900
3,974,449	3,910,848	4,571,945	3,682,055	3,670,505	3,551,321
0.00%	0.00%	0.00%	19.80%	20.05%	21.05%

MORTON GROVE PARK DISTRICT

Demographic and Economic Statistics - Last Ten Fiscal Years December 31, 2019 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2011	23,270	\$ 627,661,710	\$ 32,686	8.9%
2012	23,270	627,661,710	32,686	8.9%
2013	23,373	627,661,710	31,210	8.9%
2014	23,519	762,278,660	32,868	8.7%
2015	23,497	805,886,640	32,442	5.8%
2016	23,676	769,282,930	35,442	5.2%
2017	23,723	785,108,129	37,205	5.9%
2018	23,316	741,830,470	31,816	5.0%
2018*	23,316	864,627,228	37,083	4.1%
2019	23,097	876,369,471	37,943	3.9%

Data Sources:

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

* For the Eight Months Ended December 31, 2018

MORTON GROVE PARK DISTRICT

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago December 31, 2019 (Unaudited)

Employer	2019			2010		
	Employees	Rank	% of Total District Population	Employees	Rank	% of Total District Population
John Crane, Inc.	492	1	2.1%	1,350	1	5.8%
Xylem	475	2	2.1%			
Schwartz Paper	244	3	1.1%	445	4	1.9%
Active Disposal Lake Shore	225	4	1.0%			
MG Pharmaceutical	176	5	0.8%	250	6	1.1%
Bella Terra	205	6	0.9%			
Shore Koeig Training Center	200	7	0.9%	210	7	0.9%
Integrated Merchandising	157	8	0.7%			
Quantum Group	163	9	0.7%	135	10	0.6%
IBJI	150	10	0.6%			
Avon Products Inc				1,100	2	4.7%
ITT Bell & Gossett				750	3	3.2%
Sunstone				412	5	1.8%
Malko Electric				180	8	0.8%
Paul Krez Electric				180	9	0.8%
	<u>2,487</u>		<u>10.77%</u>	<u>5,012</u>		<u>21.54%</u>

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

MORTON GROVE PARK DISTRICT

Park Facilities Locations and Full Time Employees - Last Ten Fiscal Years December 31, 2019 (Unaudited)

Park	Address	Acres	2011	2012
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	3.50	-	-
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	25.00	24.00
Shermer Prk	9500 Shermer	2.00	-	-
Jacobs Park	Albert and Natchez	0.50	-	-

Data Source: District Records

* For the Eight Months Ended December 31, 2018

Number of Full Time Employees							
2013	2014	2015	2016	2017	2018	2018*	2019
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
24.00	24.00	24.00	23.00	23.00	23.00	23.00	23.00
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

MORTON GROVE PARK DISTRICT

District Information - Last Ten Fiscal Years December 31, 2019 (Unaudited)

	2011	2012	2013	2014
Population	23,270	23,270	23,373	23,519
Area of Square Miles	5.2	5.2	5.2	5.2
Parks and Facilities				
Parks				
Number	14	14	14	14
Acres	73.7	73.7	73.7	73.7
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	7	7	7	7
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	0	0	0
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	2	2	2	2

Data Source: District Records

* For the Eight Months Ended December 31, 2018

2015	2016	2017	2018	2018*	2019
23,497	23,678	23,723	23,316	23,316	23,097
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
7	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
0	0	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