

**CHANNAHON PARK DISTRICT**  
**Channahon, Illinois**

**Annual Financial Report**  
**December 31, 2018**

# CHANNAHON PARK DISTRICT

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners  
Channahon Park District  
Channahon, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Channahon Park District, Channahon, Illinois as of and for the years ended December 31, 2018 and 2017, 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 error or fraud.

**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, the business-type activities, each major fund and the aggregate remaining fund information of the Channahon Park District, Channahon, Illinois as of December 31, 2018 and 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the years 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 and budgetary comparison information 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.

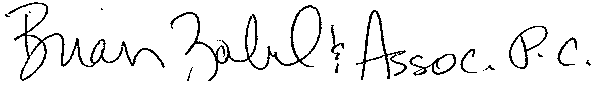
### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Channahon Park District's financial statements. The combining and individual fund financial statements and schedules and supplemental data are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The supplemental data section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Morris, Illinois  
May 20, 2019

  
BRIAN ZABEL & ASSOCIATES, P.C.  
Certified Public Accountants

**CHANNAHON PARK DISTRICT**  
Management Discussion and Analysis  
December 31, 2018

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As the management of the Channahon Park District (the “District”), we offer readers of the District’s financial statements this narrative overview and analysis of the financial activities for the fiscal year ended December 31, 2018.

**General Information**

The mission of the Channahon Park District is to provide meaningful and safe recreational experiences through a variety of programs and facilities, creating a sense of well-being and opportunities for enrichment among all participants.

The Management’s Discussion and Analysis (MD&A) is a required supplementary element of the reporting model adopted by the Government Accounting Standards Board (GASB) in their Statement Number 34. The purpose is to provide an overview of the financial activities of the Channahon Park District on currently known facts, decisions, or conditions.

**Using the Financial Section of this Annual Report**

In the past, the primary focus of local government financial statements has been summarized fund type information on a current financial resource basis. Since 2003, this approach has been modified and the District’s financial statements now present two kinds of statements, each with a different snapshot of the District’s finances. The focus of the financial statements is on both the District as a whole (government- wide), and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to- government) and enhance the District’s accountability.

**Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the District’s finances, in a manner similar to private-sector business. The government-wide financial statements include the Statement of Net Position and the Statement of Activities.

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

The Statement of Activities presents information showing how the District’s net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenues and expenses are reported in this statement for some items that will result only in cash flows in future fiscal periods (e.g., earned but unused vacation leave). The change in net position presents the financial burden that was placed on the District’s taxpayers by each of these functions. Providing this information allows the public to consider the cost of each function in comparison to the benefits they believe are provided by that function.

**CHANNAHON PARK DISTRICT**  
Management Discussion and Analysis  
December 31, 2018

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Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include culture and recreation and debt service. The business-type activities includes an 18-hole golf course and the corresponding clubhouse activities.

The government-wide financial statements can be found on pages 3-4 of this report.

**Fund Financial Statements**

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District maintains all three types of funds.

*Governmental Funds*

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

The focus of governmental funds is narrower than that of the government-wide financial statements. Therefore, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities as shown on pages 7 and 10, respectively.

The District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Recreational, Debt Service, and Capital Projects funds; all of these are considered to be "major" funds. Data from the other two governmental funds are combined into a single, aggregate presentation. Individual fund data for each of the non-major governmental funds is provided in the combining statements on pages 62-65 in this report.

The District adopts an annual budget for all governmental funds. Budgetary comparison schedules have been provided to demonstrate compliance with the budget shown on pages 38-43, 47-61, and 64-65.

**CHANNAHON PARK DISTRICT**  
Management Discussion and Analysis  
December 31, 2018

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The basic governmental fund financial statements can be found on pages 5-10 of this report.

*Proprietary Funds*

Enterprise Funds are one example of a propriety fund. They are used to report the same functions as presented a business-type activities in the government-wide financial statements. The District has one enterprise fund, Golf Operations Fund. The proprietary fund financial statements can be found on pages 11-13.

*Fiduciary Funds*

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is similar to proprietary funds. The District maintains two Fiduciary Funds, Channahon Three Rivers Fest Fund and Civil War Re-Enactment Fund. The fiduciary fund financial statements can be found on pages 14-15.

**Notes to the Financial Statements**

The notes provide additional information that is essential to understanding the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 16-37 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide benefits for its employees as well as budgetary comparison schedules for the General Fund and major Special Revenue Funds. Required supplementary information can be found on pages 38-46 of this report.

The combining and individual fund statements and schedules, referred to earlier in connection with governmental funds, are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 47-73 of this report.

**Financial Analysis of the District as a Whole**

Beyond presenting current-year financial information in the government-wide and major individual fund formats, the District also presents comparative information from prior years in the Management's Discussion and Analysis. By doing this, the District strives to provide the best means of analyzing its financial condition and position as of December 31, 2018.



**CHANNAHON PARK DISTRICT**  
Management Discussion and Analysis  
December 31, 2018

**Financial Highlights**

- Channahon Park District’s assets/deferred outflows exceed its liabilities/deferred inflows by \$9,144,496 (total net position) for the fiscal year ending December 31, 2018. The total net position include the following:
  - Net Capital Assets of \$10,425,127 which includes land, building, vehicle, furniture and equipment, net of accumulated depreciation.
  - Restricted net position of \$1,186,750 which pertain to the Capital Projects, Debt Service, Recreation, and Special Revenue Funds
  - Unrestricted net position of (\$2,467,381) which is available to maintain the continuing operations of the park district.
- As a result of the current year operation, there was a change in net position of \$618,083.
- At the fiscal year end of December 31, 2018, the total fund balance in the General Fund is \$198,300.

**Financial Analysis of the Channahon Park District as a Whole**

In reconciling the Net Position of Governmental Activities to Fund Balance of Governmental Funds, the following adjustments were made to the fund balance. Noncurrent assets of \$16,566,404 less accumulated depreciation of \$4,713,506, is the net amount of \$11,852,898 (presented as Noncurrent Capital Assets in the table below). Refer to note 3 for additional details.

The park district’s non-current liability is compensated absences, capital leases payable, net pension liability and bonds payable, which total \$9,750,912.

**Summary of Net Position**

	December 31, 2018			December 31, 2017		
	Governmental Activities	Proprietary Activities	Totals	Governmental Activities	Proprietary Activities	Totals
<b>Assets:</b>						
Current Assets	\$ 1,228,303	\$ 22,161	\$ 1,250,464	\$ 787,058	\$ -	\$ 787,058
Noncurrent Capital Assets	11,852,898	6,186,749	18,039,647	11,984,615	6,303,026	18,287,641
Total Assets	<u>13,081,201</u>	<u>6,208,910</u>	<u>19,290,111</u>	<u>12,771,673</u>	<u>6,303,026</u>	<u>19,074,699</u>
Deferred Outflows of Resources	<u>788,689</u>	<u>-</u>	<u>788,689</u>	<u>557,766</u>	<u>-</u>	<u>557,766</u>
<b>Liabilities:</b>						
Current Liabilities	\$ 1,159,739	\$ 791,363	\$ 1,951,102	\$ -	\$ 617,480	\$ 617,480
Noncurrent Liabilities	8,594,535	93,600	8,688,135	10,379,372	109,200	10,488,572
Total Liabilities	<u>9,754,274</u>	<u>884,963</u>	<u>10,639,237</u>	<u>10,379,372</u>	<u>726,680</u>	<u>11,106,052</u>
Deferred Inflows of Resources	<u>295,067</u>	<u>-</u>	<u>295,067</u>	<u>557,766</u>	<u>-</u>	<u>557,766</u>
<b>Net Position:</b>						
Invested in Capital Assets	4,331,978	6,093,149	10,425,127	4,054,257	6,193,826	10,248,083
Restricted	1,186,750	-	1,186,750	628,417	-	628,417
Unrestricted	(1,698,179)	(769,202)	(2,467,381)	(1,732,607)	(617,480)	(2,350,087)
Total Net Position	<u>\$ 3,820,549</u>	<u>\$ 5,323,947</u>	<u>\$ 9,144,496</u>	<u>\$ 2,950,067</u>	<u>\$ 5,576,346</u>	<u>\$ 8,526,413</u>

**CHANNAHON PARK DISTRICT**  
Management Discussion and Analysis  
December 31, 2018

The data provided below is presented on the accrual basis of accounting. All costs are presented including depreciation; however, amounts paid to acquire capital assets are not included. The following table summarizes the changes in Channahon Park District total net position for the fiscal years ending December 31, 2018 and 2017.

**Overview of the Statement of Activities**

	Fiscal Year 2018			Fiscal Year 2017		
	Governmental Activities	Proprietary Activities	Totals	Governmental Activities	Proprietary Activities	Totals
<b>Revenues:</b>						
Property Taxes	\$ 2,841,126	\$ -	\$ 2,841,126	\$ 2,736,232	\$ -	\$ 2,736,232
Replacement Taxes	49,499	-	49,499	54,448	-	54,448
Interest	2,866	-	2,866	1,165	-	1,165
Program Fees	1,330,922	1,295,341	2,626,263	1,332,936	1,435,817	2,768,753
Grant Revenue	200,500	-	200,500	45,931	-	45,931
Installment Contract	-	-	-	-	-	-
Miscellaneous	541,900	77,765	619,665	435,733	51,430	487,163
<b>Total Revenues</b>	<b>4,966,813</b>	<b>1,373,106</b>	<b>6,339,919</b>	<b>4,606,445</b>	<b>1,487,247</b>	<b>6,093,692</b>
<b>Expenses:</b>						
Cultural and Recreation	3,768,406	-	3,768,406	3,418,069	-	3,418,069
Debt Service	342,925	-	342,925	383,991	-	383,991
Depreciation	-	116,277	116,277	-	116,277	116,277
Golf	-	1,509,228	1,509,228	-	1,743,243	1,743,243
<b>Total Expenses</b>	<b>4,111,331</b>	<b>1,625,505</b>	<b>5,736,836</b>	<b>3,802,060</b>	<b>1,859,520</b>	<b>5,661,580</b>
Change in Net Position before transfers	855,482	(252,399)	603,083	804,385	(372,273)	432,112
Transfers	-	-	-	(12,000)	12,000	-
Change in Net Position	855,482	(252,399)	603,083	792,385	(360,273)	432,112
Beginning Net Position	2,950,067	5,576,346	8,526,413	2,157,682	5,936,619	8,094,301
Ending Net Position	\$ 3,805,549	\$ 5,323,947	\$ 9,129,496	\$ 2,950,067	\$ 5,576,346	\$ 8,526,413

**Revenue**

The park district receives 45% of its operating revenue from property taxes. Other income sources are program fees, interest, and miscellaneous revenues. Program fees make up 41% of its operating revenue. These other income sources combined make up the remaining 14% of the park district's total revenue.

**Expenses**

Cultural and recreation expenses are mainly comprised of all expenses related to the programs. Actual cultural and recreation expenses increased 10% in 2018.

**CHANNAHON PARK DISTRICT**  
Management Discussion and Analysis  
December 31, 2018

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets** – The District’s investment in capital assets as of December 31, 2018 amount to \$18,039,647 (net of accumulated depreciation). This investment in capital assets includes land, buildings, and furniture, fixtures, and equipment. The total decrease in the District’s investment in capital assets for the year ended December 31, 2018 was \$247,994 and was due to the depreciation expense being greater than the asset additions.

Channahon Park District's Capital Assets  
(Net of Depreciation)

	Governmental Activities		Business-Type Activities	
	12/31/2018	12/31/2017	12/31/2018	12/31/2017
Land	\$ 3,907,697	\$ 3,907,697	\$ 4,945,016	\$ 4,945,016
Building and Improvements	6,967,779	7,044,819	1,007,302	1,035,601
Equipment	977,422	1,032,099	234,431	322,409
Total	<u>\$ 11,852,898</u>	<u>\$ 11,984,615</u>	<u>\$ 6,186,749</u>	<u>\$ 6,303,026</u>

Additional information on the District’s capital assets can be found in Note 3 on pages 25-26 of this report.

**Long-Term Debt** – At December 31, 2018, the District had \$7,420,608 outstanding debt.

	Beginning Balance	Debt Issued	Debt Payment	Ending Balance
GO Bonds	\$ 7,830,040	\$ 688,580	\$(1,118,650)	\$ 7,399,970
Notes Payable	12,000	-	-	12,000
Unamortized Premium	9,490	-	(852)	8,638
Total	<u>\$ 7,851,530</u>	<u>\$ 688,580</u>	<u>\$(1,119,502)</u>	<u>\$ 7,420,608</u>

Additional information on the District’s long-term debt can be found in Note 5 on pages 26-29 of this report.

**Currently Known Facts, Conditions or Decisions**

The Channahon Park District primarily operates on property taxes that are not affected by short-term economic conditions. Program revenues, however, are a significant portion of revenue. These revenues decreased 5% in 2018.

The Will County tax rate for 2017 was .3193 and .3238 for 2016. This represents a 1.4% decrease from 2016.

**CHANNAHON PARK DISTRICT**  
Management Discussion and Analysis  
December 31, 2018

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**Conclusion**

The overall financial position of the Channahon Park District is steady. The General Fund balance decreased 40% ending with a balance of \$198,300 due to a transfer to the Bond & Interest Fund of \$150,000. The Recreational Fund Balance decreased 39%, ending with a balance of \$205,169. The Bond and Interest Fund increased \$234,360 to an ending fund balance of \$12,950. The Capital Projects Fund increased significantly, from \$160,089 to \$577,895. In addition, the District ended with \$230,627 in the Nonmajor Special Revenue Funds.

**Contacting the Channahon Park District's Administration**

This financial report is designed to provide a general overview of the Channahon Park District's finance, comply with finance-related laws and regulations, and demonstrate the district's commitment to public accountability. Questions about this report or the request for additional information should be sent to:

Channahon Park District  
24856 West Eames Street,  
Channahon, IL 60410

**CHANNAHON PARK DISTRICT**

Government-Wide Statement of Net Position

December 31, 2018

	Primary Government		Total 2018	Total 2017
	Governmental Activities General	Proprietary Activities Golf		
<b>ASSETS</b>				
Cash and investments	\$ 1,075,303	\$ -	\$ 1,075,303	\$ 624,103
Accounts receivable	153,000	22,161	175,161	162,955
Capital Assets				
Land	3,907,697	4,945,016	8,852,713	8,852,713
Building and improvements	9,812,091	1,414,967	11,227,058	11,107,856
Equipment	2,846,616	1,319,668	4,166,284	4,031,187
Accumulated depreciation	(4,713,506)	(1,492,902)	(6,206,408)	(5,704,115)
Total assets	<u>13,081,201</u>	<u>6,208,910</u>	<u>19,290,111</u>	<u>19,074,699</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Outflows, IMRF	788,689	-	788,689	557,766
Total Deferred Outflows of Resources	<u>788,689</u>	<u>-</u>	<u>788,689</u>	<u>557,766</u>
Total assets and deferred outflows of resources	<u>\$ 13,869,890</u>	<u>\$ 6,208,910</u>	<u>\$ 20,078,800</u>	<u>\$ 19,632,465</u>
<b>LIABILITIES</b>				
Cash overdraft	\$ -	\$ 791,259	\$ 791,259	\$ 617,480
Accounts payable	3,362	104	3,466	-
Payroll liabilities	-	-	-	-
Bonds payable due within one year	1,156,377	-	1,156,377	1,130,650
Noncurrent liabilities				
Compensated absences	98,563	-	98,563	97,537
Capital lease payable	100,312	93,600	193,912	188,028
Net pension liability	2,131,429	-	2,131,429	2,351,477
Bonds due in more than one year	6,264,231	-	6,264,231	6,720,880
Total liabilities	<u>9,754,274</u>	<u>884,963</u>	<u>10,639,237</u>	<u>11,106,052</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Inflows, IMRF	295,067	-	295,067	-
Total Deferred Inflows of Resources	<u>295,067</u>	<u>-</u>	<u>295,067</u>	<u>-</u>
<b>NET POSITION</b>				
Net investment in capital assets	4,331,978	6,093,149	10,425,127	10,248,083
Restricted net position	1,186,750	-	1,186,750	628,417
Unrestricted net position	(1,698,179)	(769,202)	(2,467,381)	(2,350,087)
Total net position	<u>3,820,549</u>	<u>5,323,947</u>	<u>9,144,496</u>	<u>8,526,413</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 13,869,890</u>	<u>\$ 6,208,910</u>	<u>\$ 20,078,800</u>	<u>\$ 19,632,465</u>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**  
**GOVERNMENT-WIDE STATEMENT OF ACTIVITIES**  
For the Year Ended December 31, 2018

<u>Program Activities</u>	Program Revenues			Net Revenue (Expenses) And Changes in Net Position		
	Expenses	Fees, Fines and Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:						
Cultural and Recreation	\$ (3,753,406)	\$ 1,330,922	\$ 200,500	\$ (2,221,984)	\$ -	\$ (2,221,984)
Debt Service	(342,925)	-	-	(342,925)	-	(342,925)
Total Governmental activities	(4,096,331)	1,330,922	200,500	(2,564,909)	-	(2,564,909)
Business-type activities:						
Golf	(1,625,505)	1,295,341	-	-	(330,164)	(330,164)
Total Business-type activities	(1,625,505)	1,295,341	-	-	(330,164)	(330,164)
Total activities	\$ (5,721,836)	\$ 2,626,263	\$ 200,500	\$ (2,564,909)	\$ (330,164)	\$ (2,895,073)
General revenues						
Taxes:						
Property taxes				2,841,126	-	2,841,126
Other taxes				49,499	-	49,499
Intergovernmental revenue				-	-	-
Interest on investments				2,866	-	2,866
Installment contract proceeds				-	-	-
Miscellaneous				541,900	77,765	619,665
Transfers				-	-	-
Total general revenues and transfers				3,435,391	77,765	3,513,156
Change in net position				870,482	(252,399)	618,083
Net position at beginning of year - restated				2,950,067	5,576,346	8,526,413
Net position at end of year				\$ 3,820,549	\$ 5,323,947	\$ 9,144,496

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**

BALANCE SHEET  
GOVERNMENTAL FUNDS

December 31, 2018

	General Fund	Recreational Fund	Bond and Interest Fund	Park Bonds Capital Project Fund	Nonmajor Governmental Funds	Total	
						2018	2017
<b>ASSETS</b>							
Cash and investments	\$ 198,300	\$ 55,531	\$ 12,950	\$ 577,895	\$ 230,627	\$ 1,075,303	\$ 845,513
Accounts receivable	-	153,000	-	-	-	153,000	162,955
<b>Total assets</b>	<b>\$ 198,300</b>	<b>\$ 208,531</b>	<b>\$ 12,950</b>	<b>\$ 577,895</b>	<b>\$ 230,627</b>	<b>\$ 1,228,303</b>	<b>\$ 1,008,468</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 221,410
Accounts payable	-	3,362	-	-	-	3,362	-
Payroll liabilities	-	-	-	-	-	-	-
County repayment payable	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>3,362</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,362</b>	<b>221,410</b>
<b>FUND BALANCES</b>							
Restricted to:							
Capital projects	-	-	-	577,895	-	577,895	160,089
Debt	-	-	-	-	-	-	(221,410)
Special revenues	-	-	-	-	230,627	230,627	180,132
Recreation programs	-	205,169	-	-	-	205,169	336,547
OSLAD Grant	173,059	-	-	-	-	173,059	173,059

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**

BALANCE SHEET  
GOVERNMENTAL FUNDS

December 31, 2018

	General Fund	Recreational Fund	Bond and Interest Fund	Park Bonds Capital Project Fund	Nonmajor Governmental Funds	Total	
						2018	2017
Unrestricted Unassigned	25,241	-	12,950	-	-	38,191	158,641
Total fund balances	198,300	205,169	12,950	577,895	230,627	1,224,941	787,058
Total liabilities and fund balances	<u>\$ 198,300</u>	<u>\$ 208,531</u>	<u>\$ 12,950</u>	<u>\$ 577,895</u>	<u>\$ 230,627</u>	<u>\$ 1,228,303</u>	<u>\$ 1,008,468</u>

The Notes to Financial Statements are an integral part of this statement.



CHANNAHON PARK DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET  
TO THE STATEMENT OF NET POSITION

December 31, 2018

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FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 1,224,941
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds reported in the funds. Those assets consist of:	11,852,898
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	(7,420,608)
Net pension liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	(2,131,429)
Deferred outflows/(inflows) of resources related to pensions are not current financial resources and, therefore, are not reported in the governmental funds	493,622
Compensated absences are not due and payable in the current period and, therefore, are not reported in governmental funds	(98,563)
Capital lease payments are not due and payable in the current period and, therefore, are not reported in governmental funds	<u>(100,312)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 3,820,549</u>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018

	General Fund	Recreational Fund	Bond and Interest Fund	Park Bonds Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds	
						2018	2017
<b>REVENUES</b>							
Property taxes	\$ 991,385	887,358	\$ 762,406	\$ -	\$ 199,977	\$ 2,841,126	\$ 2,736,232
Illinois replacement income taxes	49,499	-	-	-	-	49,499	54,448
Recreational program fees	-	1,330,922	-	-	-	1,330,922	1,332,936
Grant income	-	-	-	200,500	-	200,500	45,931
Rental income	39,772	-	-	-	-	39,772	35,659
Reimbursements	47,735	-	-	-	-	47,735	44,693
Interest received on deposits	1,080	1,099	22	552	113	2,866	1,165
Miscellaneous revenues	14,067	159,706	5,000	272,620	3,000	454,393	355,381
<b>Total revenues</b>	<b>1,143,538</b>	<b>2,379,085</b>	<b>767,428</b>	<b>473,672</b>	<b>203,090</b>	<b>4,966,813</b>	<b>4,606,445</b>
<b>EXPENDITURES</b>							
Operating expenses:							
Administrative and general	601,660	603,497	14,205	25,638	122,821	1,367,821	1,266,715
Park maintenance	525,278	-	-	-	-	525,278	467,946
Recreational programs	-	1,248,966	-	-	29,774	1,278,740	1,290,295
Capital outlay	-	-	-	583,244	-	583,244	658,325
Debt service:							
Principal retirement	-	-	1,943,650	-	-	1,943,650	1,989,245
Interest and fiscal charges	-	-	343,777	-	-	343,777	357,375
<b>Total expenditures</b>	<b>1,126,938</b>	<b>1,852,463</b>	<b>2,301,632</b>	<b>608,882</b>	<b>152,595</b>	<b>6,042,510</b>	<b>6,029,901</b>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018

	General Fund	Recreational Fund	Bond and Interest Fund	Park Bonds Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds	
						2018	2017
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	16,600	526,622	(1,534,204)	(135,210)	50,495	(1,075,697)	(1,423,456)
OTHER FINANCING SOURCES (USES)							
Issuance of debt	-	-	543,564	145,016	-	688,580	782,040
Tax anticipation warrants	-	-	825,000	-	-	825,000	780,000
Transfers in (out)	(150,000)	(658,000)	400,000	408,000	-	-	(12,000)
Total other financing sources (uses)	(150,000)	(658,000)	1,768,564	553,016	-	1,513,580	1,550,040
NET CHANGE IN FUND BALANCE	(133,400)	(131,378)	234,360	417,806	50,495	437,883	126,584
FUND BALANCE, JANUARY 1	331,700	336,547	(221,410)	160,089	180,132	787,058	660,474
FUND BALANCE, DECEMBER 31	<u>\$ 198,300</u>	<u>\$ 205,169</u>	<u>\$ 12,950</u>	<u>\$ 577,895</u>	<u>\$ 230,627</u>	<u>\$ 1,224,941</u>	<u>\$ 787,058</u>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**

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

For the Year Ended December 31, 2018

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NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ 437,883
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	254,299
The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase of principal outstanding in the statement of activities	
Bonds issued	(1,513,580)
Capital lease issued	(92,944)
The amortization of premium on long-term debt does not provide current financial resources and, therefore, is not reported as revenue in the governmental funds	852
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	1,943,650
The repayment of the principal portion capital lease is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	71,460
The change in the net pension liability is reported as an expense on the statement of activities	220,048
The change in the deferred outflow is reported as an expense on the statement of activities	(64,144)
The increase in compensated absences liability is an expense on the statement of activities	(1,026)
Some expenses (e.g., depreciation) in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	<u>(386,016)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 870,482</u>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**

**STATEMENT OF NET POSITION  
PROPRIETARY FUNDS**

For the Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	<u>2018</u>	<u>2017</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ -	\$ -
Accounts receivable	22,161	-
Capital assets		
Land	4,945,016	4,945,016
Building and improvements	1,414,967	1,414,967
Equipment	1,319,668	1,319,668
Less: Accumulated depreciation	<u>(1,492,902)</u>	<u>(1,376,625)</u>
Total assets	<u>\$ 6,208,910</u>	<u>\$ 6,303,026</u>
<b>LIABILITIES</b>		
Cash overdraft	\$ 791,259	\$ 617,480
Accounts payable	104	-
Capital lease payable	<u>93,600</u>	<u>109,200</u>
Total liabilities	<u>884,963</u>	<u>726,680</u>
<b>NET POSITION</b>		
Net investment in capital assets	6,093,149	6,193,826
Restricted	-	-
Unrestricted	<u>(769,202)</u>	<u>(617,480)</u>
Total net position	<u>5,323,947</u>	<u>5,576,346</u>
Total liabilities and net position	<u>\$ 6,208,910</u>	<u>\$ 6,303,026</u>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN RETAINED EARNINGS**  
**PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	2018	2017
<b>OPERATING REVENUES</b>		
Charges for services	\$ 1,345,465	\$ 1,487,247
Total operating revenues	<u>1,345,465</u>	<u>1,487,247</u>
<b>OPERATING EXPENSES</b>		
Course maintenance operations	552,670	731,870
Revenue operations	661,248	666,895
Food and beverage operations	295,310	344,478
Depreciation	<u>116,277</u>	<u>116,277</u>
Total operating expenses	<u>1,625,505</u>	<u>1,859,520</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(280,040)</u>	<u>(372,273)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Interest income	-	-
Miscellaneous	<u>27,641</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>27,641</u>	<u>-</u>
<b>NET INCOME (LOSS) BEFORE TRANSFERS</b>	<u>(252,399)</u>	<u>(372,273)</u>
<b>TRANSFERS</b>		
Transfers in (out)	<u>-</u>	<u>12,000</u>
Total transfers	<u>-</u>	<u>12,000</u>
<b>CHANGE IN NET POSITION</b>	(252,399)	(360,273)
<b>NET POSITION, JANUARY 1</b>	<u>5,576,346</u>	<u>5,936,619</u>
<b>NET POSITION, DECEMBER 31</b>	<u><u>\$ 5,323,947</u></u>	<u><u>\$ 5,576,346</u></u>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND**

For the Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	2018	2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	\$ 1,323,304	\$ 1,487,247
Payments to suppliers	(582,394)	(753,328)
Payments to employees	(926,730)	(989,915)
Net cash from operating activities	<u>(185,820)</u>	<u>(255,996)</u>
<b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Transfer (to) from other funds	-	12,000
Net cash from noncapital and related financing activities	<u>-</u>	<u>12,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Purchase of capital assets	-	-
Capital lease purchases/(payments)	(15,600)	109,200
Net cash from capital and related financing activities	<u>(15,600)</u>	<u>109,200</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	-	-
Miscellaneous revenue	27,641	-
Net cash from investing activities	<u>27,641</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(173,779)	(134,796)
<b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>	<u>(617,480)</u>	<u>(482,684)</u>
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	<u><u>\$ (791,259)</u></u>	<u><u>\$ (617,480)</u></u>
<b>RECONCILIATION OR OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Operating income	(280,040)	(372,273)
Adjustments to reconcile operating income to net cash from operating activities:		
(Increase)/decrease in accounts receivable	(22,161)	
Increase/(decrease) in accounts payable	104	
Depreciation	116,277	116,277
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u><u>\$ (185,820)</u></u>	<u><u>\$ (255,996)</u></u>

The Notes to Financial Statements are an integral part of this statement.

**CHANNAHON PARK DISTRICT**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
December 31, 2018

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	<u>2018</u>	<u>2017</u>
<b>ASSETS</b>		
Cash and investments	<u>\$ 87,451</u>	<u>\$ 85,109</u>
Total Assets	<u><u>\$ 87,451</u></u>	<u><u>\$ 85,109</u></u>
<b>LIABILITIES</b>		
Due to others	<u>\$ 87,451</u>	<u>\$ 85,109</u>
Total Liabilities	<u><u>\$ 87,451</u></u>	<u><u>\$ 85,109</u></u>

The Notes to Financial Statements are an integral part of this statement.



**CHANNAHON PARK DISTRICT**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS**

December 31, 2018

	<u>2018</u>	<u>2017</u>
ADDITIONS		
Miscellaneous revenues	\$ 320,178	\$ 296,455
Interest Income	158	141
TOTAL ADDITIONS	<u>320,336</u>	<u>296,596</u>
DEDUCTIONS		
Miscellaneous	<u>317,994</u>	<u>275,790</u>
TOTAL DEDUCTIONS	<u>317,994</u>	<u>275,790</u>
CHANGE IN NET POSITION	2,342	20,806
NET POSITION - JANUARY 1	<u>85,109</u>	<u>64,303</u>
NET POSITION - DECEMBER 31	<u><u>\$ 87,451</u></u>	<u><u>85,109</u></u>

The Notes to Financial Statements are an integral part of this statement.

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

### A. Reporting Entity

The Channahon Park District is an Illinois unit of local government. This financial statement includes all functions, programs, and activities under control of the Board of Commissioners of the District. The Board of Commissioners has oversight responsibility of the District and no other agencies. Oversight responsibility includes designation of management and all other control over operations of the entity. The accompanying basic financial statements present the District only since the District does not have component units. The District has a separately elected board, the power to levy taxes, the authorization to expend funds, the responsibility to designate management and the ability to prepare and modify the annual budget and issue debt. Therefore, the District is not included as a component unit of any other entity.

### B. Fund Accounting

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

Funds are classified into the following categories: governmental, proprietary, and fiduciary.

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

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### B. Fund Accounting (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise fund) or to other departments or agencies primarily within the District (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District. The District utilizes trust funds which are generally used to account for assets that the District holds in fiduciary capacity.

### C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. The effect of material interfund activity has been eliminated from these financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major enterprise funds are reported as separate columns in the financial statements.

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)

### C. Government-Wide and Fund Financial Statements (Continued)

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Recreational Fund is a special revenue fund. It accounts for most programs that are provided to the public.

The Bond and Interest Fund is used to account for the servicing of general long-term debt not being financed by proprietary funds.

The Park Bonds Capital Project Fund is used to account for the accumulation of funds for capital expenditures. A portion of the revenue in this fund (interest on deposits) is legally restricted for expenditures for this purpose.

The District reports the following major proprietary funds:

The Golf Operations Fund accounts for the golf operations that are provided to the public. All activities necessary to provide such services are accounted for in this fund

The District reports the following fiduciary funds:

Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for other funds and/or other governments.

The agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The District reports the following nonmajor governmental funds:

The Special Revenue Funds are used to account for revenues received from specific sources which are required by law or regulation to be accounted for in separate funds.

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### D. Measurement Focus, Basis of Accounting, and Basis of Presentation

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

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

Those revenues susceptible (within 60 days) to accrual are property taxes, interest revenue and charges for services. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

### E. Cash and Investments

*Cash and Cash Equivalents:* for purposes of the statement of cash flows, the District’s proprietary funds consider all highly liquid investment with an original maturity of three months or less when purchased to be cash equivalents.

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### E. Cash and Investments (Continued)

*Investments:* all District investments and all fiduciary fund investments are stated at fair value in accordance with GASB Statements No. 25 and 31.

### F. Interfund Receivables/Payables

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

### G. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

### H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded a historical cost or estimated historical cost if purchased or constructed. Donated capital assets, are recorded at acquisition value rather than fair market value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant, and equipment are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	40-50
Machinery and equipment	10-15

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### I. Property Taxes

The District's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk no later than the last Tuesday in December of each year. Taxes are due and collectible in June and September of the following year. Property taxes attach as an enforceable lien on property as of January 1.

Property taxes are recognized as revenue in the year intended to finance, regardless of when collected. The 2017 tax levy, which attached as an enforceable lien on property as of January 1, 2018, has not been recorded as a receivable as of December 31, 2018 as the tax has not yet been levied and will be levied until January 2018 and, therefore, the levy is not measurable at December 31, 2018.

### J. Inventories

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

### K. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### L. Compensated Absences

Vested or accumulated vacation, compensatory, and holiday time are reported as expenditures and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation, compensatory, or holiday time of proprietary funds and governmental activities are recorded as an expense and liability as the benefits accrue to employees.

In accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that it is estimated will be taken as “terminal leave” prior to retirement.

### M. Deferred Outflows/Inflows of Resources

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

### N. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the District’s Board, which is considered the District’s highest level of decision making authority. Formal actions include ordinances approved by the District Board. Assigned fund balance represents amounts constrained by the District’s intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the District’s Administrator. Any residual fund balance of the General Fund is reported as unassigned.



# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### N. Fund Balances/Net Position (Continued)

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

In the government-wide financial statements, restricted net positions are legally restricted by outside parties for a specific purpose. None of the District's restricted net positions are restricted as a result of enabling legislation adopted by the District. Invested in capital assets, net of related debt is the book value of the capital assets less the outstanding principal balance of long-term debt issued to construct or acquire the capital assets.

### O. Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditure/expenses during the reporting period. Actual results could differ from those estimates.

## 2. DEPOSITS AND INVESTMENTS

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

### A. District Deposits and Investments

The District's investment policy authorizes the District to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings, and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least

# CHANNAHON PARK DISTRICT

## Notes to Financial Statements December 31, 2018

### 2. DEPOSITS AND INVESTMENTS (Continued)

#### A. District Deposits and Investments (Continued)

two standard rating services, and Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value).

It is the policy of the District to invest its 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 statues governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, legality, safety of principal, liquidity, and rate of return.

At December 31, 2018, the carrying amount of the District's deposits was \$269,045 and the bank balance was \$294,067. The deposits are categorized in accordance with risk factors created by governmental reporting standards.

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Category #1	\$ 269,045	294,067
Category #2	-	-
Category #3	<u>-</u>	<u>-</u>
	<u>\$ 269,045</u>	<u>294,067</u>

Category #1 includes deposits covered by depositing insurance or collateral held by the District in the District's name.

Category #2 includes deposits covered by collateral held by the financial institution's trust department in the District's name.

Category #3 includes deposits which are uncollateralized or for which the collateral is held by the financial institution's trust department, but not in the District's name.

#### Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

# CHANNAHON PARK DISTRICT

## Notes to Financial Statements December 31, 2018

### 2. DEPOSITS AND INVESTMENTS (Continued)

#### A. District Deposits and Investments (Continued)

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The District limits its exposure to credit risk by primarily investing in external investment pools. Illinois Funds are rated AAA.

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

Concentration of credit risk is the risk that the District has a high percentage of its investments invested in one type of investment. The District's investment policy requires diversification of investment to avoid unreasonable risk by limiting commercial paper to the lesser of 20% of the cash and investment balance at the time of placement, or 25% of the cash and investment balance.

### 3. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2018 was as follows:

	Balances January 1	Additions	Disposals	Balances December 31
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 3,907,697	\$ -	\$ -	\$ 3,907,697
Total capital assets not being depreciated	<u>3,907,697</u>	<u>-</u>	<u>-</u>	<u>3,907,697</u>
Capital assets being depreciated				
Buildings and improvements	9,692,889	119,202	-	9,812,091
Equipment and vehicles	2,711,519	135,097	-	2,846,616
Total capital assets being depreciated	<u>12,404,408</u>	<u>254,299</u>	<u>-</u>	<u>12,658,707</u>
Less accumulated depreciation for				
Buildings and improvements	2,648,070	196,242	-	2,844,312
Equipment and vehicles	1,679,420	189,774	-	1,869,194
Total accumulated depreciation	<u>4,327,490</u>	<u>386,016</u>	<u>-</u>	<u>4,713,506</u>
Total capital assets being depreciated, net	<u>8,076,918</u>	<u>(131,717)</u>	<u>-</u>	<u>7,945,201</u>
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<u>\$ 11,984,615</u>	<u>\$ (131,717)</u>	<u>\$ -</u>	<u>\$ 11,852,898</u>

# CHANNAHON PARK DISTRICT

## Notes to Financial Statements December 31, 2018

### 3. CAPITAL ASSETS (Continued)

	Balances January 1	Additions	Disposals	Balances December 31
<b>BUSINESS-TYPE ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 4,945,016	\$ -	\$ -	\$ 4,945,016
Total capital assets not being depreciated	4,945,016	-	-	4,945,016
Capital assets being depreciated				
Buildings and improvements	1,414,967	-	-	1,414,967
Equipment and vehicles	1,319,668	-	-	1,319,668
Total capital assets being depreciated	2,734,635	-	-	2,734,635
Less accumulated depreciation for				
Buildings and improvements	379,366	28,299	-	407,665
Equipment and vehicles	997,259	87,978	-	1,085,237
Total accumulated depreciation	1,376,625	116,277	-	1,492,902
Total capital assets being depreciated, net	1,358,010	(116,277)	-	1,241,733
<b>BUSINESS-TYPE ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>	<b>\$ 6,303,026</b>	<b>\$ (116,277)</b>	<b>\$ -</b>	<b>\$ 6,186,749</b>

Depreciation expense was charged to functions/programs of the governmental activities as follows:

#### GOVERNMENTAL ACTIVITIES

Culture and recreation	386,016
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TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	\$ 386,016
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### 4. SHORT-TERM DEBT

The following is a summary of changes in short-term debt for the year ended December 31, 2018:

	Balance January 1	Additions	Reductions	Balance December 31	Current Portion	Long-Term Portion
<b>GOVERNMENTAL ACTIVITIES</b>						
Tax anticipation warrants	\$ -	\$ 825,000	\$ 825,000	\$ -	\$ -	\$ -
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ -</b>	<b>\$ 825,000</b>	<b>\$ 825,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

The outstanding short-term debt as of December 31, 2018 consists of the following individual amounts:

- \$825,000 Tax Anticipation Warrants, 2018, due in annual payments with interest due at maturity of 3.25%. The debt was paid off during the fiscal year.

## CHANNAHON PARK DISTRICT

### Notes to Financial Statements December 31, 2018

#### 5. LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended December 31, 2018:

	Balance January 1	Additions	Reductions	Balance December 31	Current Portion	Long-Term Portion
<b>GOVERNMENTAL ACTIVITIES</b>						
General obligation bonds	\$ 7,830,040	\$ 688,580	\$ 1,118,650	\$ 7,399,970	\$ 1,143,525	\$ 6,256,445
Notes payable	12,000	-	-	12,000	12,000	-
Compensated absences	97,537	1,026	-	98,563	2,500	96,063
Unamortized premium	9,490	-	852	8,638	852	7,786
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<u>\$ 7,949,067</u>	<u>\$ 689,606</u>	<u>\$ 1,119,502</u>	<u>\$ 7,519,171</u>	<u>\$ 1,158,877</u>	<u>6,360,294</u>

The outstanding debt as of December 31, 2018 consists of the following individual amounts:

- \$8,740,000 General Obligation Refunding Park Bonds, Series 2011B, dated 2011, due in annual installments of \$200,000 to \$655,000 on December 15, 2012 to December 15, 2031. Interest ranging from 2.000% to 5.100% is payable semiannually on June 15 and December 15. The year-end balance was \$6,530,000.
- \$717,000 General Obligation Limited Tax Park Bonds, Series 2016B, dated November 15, 2016, due in an annual installments of \$138,000 to \$579,000 on November 15, 2017 to November 15, 2018. Interest is 3.500% and is payable semiannually on May 15 and November 15. The bond was paid off during the fiscal year.
- \$79,185 General Obligation Limited Tax Park Bonds, Series 2017A, dated November 15, 2017, due in an annual payment of \$79,185 on November 15, 2018. Interest is 4.396% and is payable on November 15, 2018. The bond was paid off during the fiscal year
- \$702,855 General Obligation Limited Tax Park Bonds, Series 2017B, dated November 15, 2017, due in an annual installments of \$181,390 to \$521,465 on November 15, 2018 to November 15, 2019. Interest is 2.675% and is payable semiannually on May 15 and November 15. The year-end balance was \$181,390.
- \$688,580 General Obligation Limited Tax Park Bonds, Series 2018, dated December 15, 2018, due in annual installments of \$116,445 to \$572,135 on November 15, 2019 to November 15, 2020. Interest ranging from 3.180% to 3.480% is payable semiannually on May 15 and November 15. The year-end balance was \$688,580

**CHANNAHON PARK DISTRICT**

Notes to Financial Statements  
December 31, 2018

5. LONG-TERM DEBT (Continued)

- \$30,000 Promissory Note dated November 20, 2015, maturing July 15, 2019, with an interest rate of 2.810%. The year-end balance was \$12,000.

The annual debt service to requirements to amortize the governmental activities outstanding debt as of December 31, 2018 is as follows:

Fiscal Year Ending December 31	G.O. Park Refunding Bonds, Series 2011B Governmental Activities		Fiscal Year Ending December 31	G.O. Limited Tax Park Bonds, Series 2017B Governmental Activities	
	Principal	Interest		Principal	Interest
	2019	390,000		290,028	2019
2020	405,000	276,378	2020	-	-
2021	420,000	261,798	2021	-	-
2022	435,000	245,838	2022	-	-
2023	455,000	228,438	2023	-	-
2024-2031	4,425,000	1,028,328	2023-2031	-	-
<b>TOTALS</b>	<b>\$ 6,530,000</b>	<b>\$ 2,330,808</b>	<b>TOTALS</b>	<b>\$ 181,390</b>	<b>\$ 4,852</b>

Fiscal Year Ending December 31	G.O. Limited Tax Park Bonds, Series 2018 Governmental Activities	
	Principal	Interest
	2019	572,135
2020	116,445	4,052
<b>TOTALS</b>	<b>\$ 688,580</b>	<b>\$ 26,916</b>

6. CAPITAL LEASE AGREEMENTS

	Balance January 1	Additions	Reductions	Balance December 31	Current Portion	Long-Term Portion
<b>GOVERNMENTAL ACTIVITIES</b>						
Capital leases	\$ 78,828	\$ 92,944	\$ 71,460	\$ 100,312	\$ 69,459	\$ 30,853
<b>TOTAL GOVERNMENTAL</b>	<b>\$ 78,828</b>	<b>\$ 92,944</b>	<b>\$ 71,460</b>	<b>\$ 100,312</b>	<b>\$ 69,459</b>	<b>30,853</b>
<b>BUSINESS-TYPE ACTIVITIES</b>						
Capital leases	\$ 109,200	\$ -	\$ 15,600	\$ 93,600	\$ 15,600	\$ 78,000
<b>TOTAL BUSINESS-TYPE</b>	<b>\$ 109,200</b>	<b>\$ -</b>	<b>\$ 15,600</b>	<b>\$ 93,600</b>	<b>\$ 15,600</b>	<b>78,000</b>

**CHANNAHON PARK DISTRICT**

Notes to Financial Statements  
December 31, 2018

6. CAPITAL LEASE AGREEMENTS (Continued)

On January 7, 2015, the District entered a capital lease agreement with American Capital Financial Services for various copiers and printers. The original balance was \$18,300 with required yearly payments of \$4,033 ending January 7, 2019. The remaining balance as of December 31, 2018 is \$3,833.

On June 19, 2017, the District entered a capital lease agreement with American Capital Financial Services for a pickup truck, a van, and fitness equipment. The original balance was \$108,689 with required yearly payments of \$37,450 ending July 5, 2019. The remaining balance as of December 31, 2018 is \$36,271.

On April 1, 2018, the District entered a capital lease agreement with American Capital Financial Services for various fitness equipment. The original balance was \$25,530 with required yearly payments of \$9,037 ending February 1, 2020. The remaining balance as of December 31, 2018 is \$16,493.

On April 23, 2018, the District entered a capital lease agreement with American Capital Financial Services for a truck, a gator, and a mower. The original balance was \$67,414 with required yearly payments of \$23,699 ending April 1, 2020. The remaining balance as of December 31, 2018 is \$43,715.

On January 1, 2017, the District entered a capital lease agreement with Nadler Golf Car Sales for the lease of golf carts. The original balance was \$124,800 with required yearly payments of \$15,600 ending December 1, 2024. The remaining balance as of December 31, 2018 is \$93,600.

The minimum future lease payments as of December 31, 2018 is as follows:

Fiscal Year Ending December 31	Governmental Funds Capital Lease future payments		Fiscal Year Ending December 31	Business-Type Activities Capital Lease future payments	
	Principal	Interest		Principal	Interest
2019	69,459	4,809	2019	15,600	-
2020	30,853	1,882	2020	15,600	-
2021	-	-	2021	15,600	-
2022	-	-	2022	15,600	-
2023	-	-	2023	15,600	-
2024-2031	-	-	2023-2031	15,600	-
<b>TOTALS</b>	<b>\$ 100,312</b>	<b>\$ 6,691</b>	<b>TOTALS</b>	<b>\$ 93,600</b>	<b>\$ -</b>

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 7. RISK MANAGEMENT

The District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health; injuries to employees; and net income losses. The District purchases private insurance for its employee health risks. Since 1992, the District has been a member of the Park District Risk Management Agency (PDRMA), a risk management pool of park and forest preserve districts, and special recreation associations through which property general and automobile liability, crime, 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.

Losses exceeding the per occurrence self-insurance and reinsurance limit would be the responsibility of the District. PDRMA's Board of Directors evaluates the aggregate self-insured limit annually.

As a member of PDRMA, the District is represented on the Membership Assembly and is entitled to one vote. 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 investigation and settlement, and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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

Since 95% of PDRMA's liabilities are reserves for losses and loss adjustment expenses, which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

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



# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 8. CONTIGENTS LIABILITIES

### A. Grants

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

## 9. 457 DEFERRED COMPENSATION PROGRAM

Channahon Park District Full Time Salaried Staff can optionally participate in a deferred compensation plan (the Plan) established in accordance with the requirements of the Internal Revenue Code Section 457 and sponsored by the District. Deductions at an amount of the employee's choice are withheld from salary by way of payroll deductions each pay period, and deposited into the Plan. The District does not contribute to the Plan. Contributions and earnings are tax deferred until retirement. The District holds no administration responsibility, investment responsibility, or liability for losses under the Plan.

The employee directs all investments. The Plan is administered by Nationwide Retirement Solutions, Inc.

## 10. INDIVIDUAL FUND DISCLOSURES

### a. Transfers

Transfers between funds during the year were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 150,000
Recreational Fund	-	658,000
Bond and Interest Fund	400,000	-
Park Bonds Capital Projects Fund	408,000	-
Special Revenue Funds	-	-
Proprietary Funds	-	-
TOTAL ALL FUNDS	<u>\$ 808,000</u>	<u>\$ 808,000</u>

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 11. DEFINED BENEFIT PENSION PLAN

The District contributes to a defined benefit pension plan: the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions, and employer contributions for all plans are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly. IMRF's plan does not issue a separate report for the plan. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

### Illinois Municipal Retirement Fund

#### *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.

#### *Plan Membership*

At December 31, 2017, IMRF membership consisted of:

Retirees and beneficiaries	6
Inactive, non-retired members	8
Active plan members	<u>32</u>
TOTAL	<u><u>46</u></u>

#### *Benefits Provided*

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. The final rate of earnings is the highest total earnings during one consecutive 48 months within the last 10 year of IMRF services divided by 48.

# CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

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## 11. DEFINED BENEFIT PENSION PLAN (Continued)

### Illinois Municipal Retirement Fund (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 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. The final rate of earnings is the highest total earnings during any consecutive 96 months within the last 10 years of IMRF service, divided by 96.

#### *Contributions*

The District employees participating in IMRF are required to contribute 4.5% of their annual eligible covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2017 was 16.01% of payroll. The District's contribution requirements are established and may be amended by the IMRF Board of Trustees.

#### *Actuarial Assumptions*

The District's net pension liability was measured as of December 31, 2017 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial cost method	Aggregate Entry Age Normal
Assumptions	
Inflation	2.50%
Salary increases	3.39% to 14.25%
Investment rate of return	7.50%
Cost of living adjustments	4.00%
Asset valuation method	5-year smoothed market

**CHANNAHON PARK DISTRICT**

Notes to Financial Statements  
December 31, 2018

11. DEFINED BENEFIT PENSION PLAN (Continued)

*Net Pension*

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 table 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.

*Changes in Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at January 1, 2017	\$ 5,688,657	\$ 3,337,180	\$ 2,351,477
Changes for the period			
Service cost	174,440	-	174,440
Interest	429,263	-	429,263
Difference between expected and actual experience	71,388	-	71,388
Changes in assumptions	(143,284)	-	(143,284)
Employer contributions	-	244,895	(244,895)
Employee contributions	-	113,787	(113,787)
Net investment income	-	429,502	(429,502)
Benefit payments and refunds	(104,733)	(104,733)	-
Other	-	(36,329)	36,329
Net changes	427,074	647,122	(220,048)
Balances at December 31, 2017	\$ 6,115,731	\$ 3,984,302	\$ 2,131,429

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

**CHANNAHON PARK DISTRICT**

Notes to Financial Statements  
December 31, 2018

11. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For the year ended December 31, 2018, the District recognized pension expense of \$337,072. At December 31, 2017, The District reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 377,478	\$ -
Changes in assumption	68,029	158,225
Net difference between projected and actual earnings on pension plan investments	95,101	136,842
Contributions after measurement date	248,081	-
<b>TOTAL</b>	<b>\$ 788,689</b>	<b>\$ 295,067</b>

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

Year Ending December 31	Net Deferred Outflows/Inflows of Resources
2018	\$ 317,355
2019	63,362
2020	26,662
2021	21,401
2022	45,984
Thereafter	18,858
<b>TOTAL</b>	<b>\$ 493,622</b>

CHANNAHON PARK DISTRICT

Notes to Financial Statements  
December 31, 2018

11. DEFINED BENEFIT PENSION PLAN (Continued)

Illinois Municipal Retirement Fund (Continued)

*Discount Rate*

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that The District's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods 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 net pension liability of The District calculated using the discount rate of 7.50% as well as what The District's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease █ (6.50%)	Current Discount Rate █ (7.50%)	1% Increase █ (8.50%)
Net pension liability (asset)	\$ 2,912,018	\$ 2,131,429	\$ 1,494,038

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>REVENUES</b>			
Property taxes	\$ 994,000	\$ 991,385	\$ 954,747
Illinois replacement income taxes	55,000	49,499	54,448
Rental income	36,800	39,772	35,659
Reimbursements	47,432	47,735	44,693
Interest received on deposits	200	1,080	220
Golf operations funding transfer	-	-	-
Miscellaneous revenues	10,000	14,067	16,978
<b>Total revenues</b>	<b>1,143,432</b>	<b>1,143,538</b>	<b>1,106,745</b>
<b>EXPENDITURES</b>			
Operating expenses			
Administrative and general	601,631	601,660	538,411
Park maintenance	532,734	525,278	467,946
Recreational programs	-	-	-
<b>Total expenditures</b>	<b>1,134,365</b>	<b>1,126,938</b>	<b>1,006,357</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>9,067</b>	<b>16,600</b>	<b>100,388</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in (out)	-	(150,000)	(11,000)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(150,000)</b>	<b>(11,000)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 9,067</b>	<b>(133,400)</b>	<b>89,388</b>
<b>FUND BALANCE, JANUARY 1</b>		<b>331,700</b>	<b>242,312</b>
<b>FUND BALANCE, DECEMBER 31</b>		<b>\$ 198,300</b>	<b>331,700</b>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>REVENUES</b>			
Property taxes	\$ 876,000	\$ 887,358	\$ 843,773
TIF revenues	153,000	153,000	162,955
Interest received on deposits	200	1,099	220
Recreational program fees	1,379,598	1,330,922	1,332,936
Miscellaneous revenues	11,362	6,706	6,943
<b>Total revenues</b>	<b>2,420,160</b>	<b>2,379,085</b>	<b>2,346,827</b>
<b>EXPENDITURES</b>			
Current			
General government	614,189	603,497	581,925
Recreation			
Recreational programs	312,124	262,174	277,715
Community Center	276,497	261,614	255,344
Fieldhouse Center	253,749	254,694	239,567
Dimensions Fitness Center	136,950	126,158	103,982
Skateland Recreation Center	164,119	150,417	165,128
Aquatic Center	199,530	193,909	190,926
<b>Total expenditures</b>	<b>1,957,158</b>	<b>1,852,463</b>	<b>1,814,587</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>463,002</b>	<b>526,622</b>	<b>532,240</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in (out)	(408,000)	(658,000)	(417,000)
<b>Total other financing sources (uses)</b>	<b>(408,000)</b>	<b>(658,000)</b>	<b>(417,000)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 55,002</b>	<b>(131,378)</b>	<b>115,240</b>
<b>FUND BALANCE, JANUARY 1</b>		<b>336,547</b>	<b>221,307</b>
<b>FUND BALANCE, DECEMBER 31</b>		<b>\$ 205,169</b>	<b>\$ 336,547</b>

(See independent auditors' report.)



**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>REVENUES</b>			
Property taxes	\$ 764,800	\$ 762,406	\$ 750,287
Other income	6,000	5,000	5,000
Interest received on deposits	10	22	10
Total revenues	<u>770,810</u>	<u>767,428</u>	<u>755,297</u>
<b>EXPENDITURES</b>			
Debt Service			
General Obligation Park			
Debt Certificates, Series 2011B:			
Principal	380,000	380,000	365,000
Interest	303,328	303,328	314,278
Debt Certificates, Series 2012B:			
Principal	-	-	94,560
Interest	-	-	2,950
Debt Certificates, Series 2015B:			
Principal	-	-	56,625
Interest	-	-	1,127
Debt Certificates, Series 2016A:			
Principal	-	-	82,060
Interest	-	-	3,537
Debt Certificates, Series 2016B:			
Principal	138,000	138,000	579,000
Interest	4,830	4,830	25,095
Debt Certificates, Series 2017A:			
Principal	564,855	521,465	-
Interest	17,725	17,376	-
Debt Certificates, Series 2017B:			
Principal	79,185	79,185	-
Interest	3,568	3,471	-
Tax Anticipation Warrant			
Principal	825,000	825,000	780,000
Interest	12,000	14,772	9,008
Contingent expenses	1,500	-	-
Issuance costs	15,000	14,205	13,468
Total expenditures	<u>2,344,991</u>	<u>2,301,632</u>	<u>2,326,708</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	\$ (1,574,181)	\$ (1,534,204)	\$ (1,571,411)
<b>OTHER FINANCING SOURCES (USES)</b>			
Bond proceeds	750,790	543,564	782,040
Tax anticipation warrant	825,000	825,000	780,000
Gain on issuance	-	-	-
Accrued interest on bond proceeds	-	-	-
Operating transfers to (from)	-	400,000	11,000
Total other financing sources (uses)	1,575,790	1,768,564	1,573,040
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 1,609</u>	234,360	1,629
<b>FUND BALANCE, JANUARY 1</b>		<u>(221,410)</u>	<u>(223,039)</u>
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 12,950</u>	<u>\$ (221,410)</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
PARK BONDS CAPITAL PROJECT FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>REVENUES</b>			
Interest received on deposits	\$ -	\$ 552	\$ 693
Site fees	150,000	144,919	162,255
Grant income	17,000	200,500	45,931
Miscellaneous revenues	762,700	127,701	1,250
Total revenues	<u>929,700</u>	<u>473,672</u>	<u>210,129</u>
<b>EXPENDITURES</b>			
Current			
Administration			
Salary expense	16,100	16,046	13,018
Social security expense	1,250	1,228	987
Professional services	26,000	3,603	2,628
Miscellaneous expense	85,500	4,761	42
Total administration	<u>128,850</u>	<u>25,638</u>	<u>16,675</u>
Capital Outlay			
New park site development	120,000	69,254	617
Vehicle purchase/lease	35,500	33,721	37,346
Equipment purchase	25,750	23,143	33,894
Course improvements and equipment	142,250	109,328	-
Community park improvements	31,750	6,635	9,904
Central park improvements	59,800	23,136	38,196
Neighborhood park improvements	57,225	1,832	4,744
Purchase of landscape materials	3,900	1,324	18,535
Purchase of office equipment	22,650	22,926	18,063
TAC improvements	43,700	44,122	15,154
Skateland improvements	18,500	4,258	5,704
ACC improvements	100,500	49,883	4,904
Heritage Crossing improvements	98,000	55,513	41,838
Technology	4,350	-	11,241
Channahon area trail project	2,100	2,525	5,028
HCFH Improvements	-	-	-
OSLAD Grant Improvements	72,725	68,664	378,680
TRP Grant Arroyo	500,000	66,980	34,477
Total capital outlay	<u>1,338,700</u>	<u>583,244</u>	<u>658,325</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
PARK BONDS CAPITAL PROJECT FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>EXPENDITURES (Continued)</b>			
Debt Service			
Principal	-	-	32,000
Interest	-	-	1,380
Total debt service	-	-	33,380
Total expenditures	1,467,550	608,882	708,380
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(537,850)	(135,210)	(498,251)
<b>OTHER FINANCING SOURCES (USES)</b>			
Loan proceeds	-	145,016	-
Bond issuance costs	-	-	-
Transfers in (out)	408,000	408,000	405,000
Total other financing sources (uses)	408,000	553,016	405,000
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (129,850)</u>	417,806	(93,251)
<b>FUND BALANCE, JANUARY 1</b>		160,089	253,340
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 577,895</u>	<u>\$ 160,089</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**

December 31, 2017\*

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 244,894	\$ 257,516	\$ 231,373
Contributions in relation to the actuarially determined contribution	<u>244,895</u>	<u>257,278</u>	<u>231,373</u>
CONTRIBUTION DEFICIENCY (Excess)	<u>\$ (1)</u>	<u>\$ 238</u>	<u>\$ -</u>
Covered payroll	\$ 1,529,633	\$ 1,576,951	\$ 1,474,651
Contributions as a percentage of covered-employee payroll	16.01%	16.31%	15.69%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percentage of pay, closed and the amortization period was 27 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 3.75% to 14.50% compounded annually and postretirement benefit increases of 3.50% compounded annually.

\*IMRF's measurement date is December 31, 2017; therefore information above is presented for the calendar year ended December 31, 2017.

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY  
AND RELATED RATIOS - ILLINOIS MUNICIPAL RETIREMENT FUND**

December 31, 2017\*

	2017	2016	2015
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 174,440	\$ 168,269	\$ 167,931
Interest	429,263	380,841	336,286
Changes of benefit terms	-	-	-
Differences between expected and actual experience	71,388	182,183	156,718
Changes of assumptions	(143,284)	(42,922)	-
Benefit payments, including refunds of member contributions	<u>(104,733)</u>	<u>(68,825)</u>	<u>(55,672)</u>
Net change in total pension liability	<u>427,074</u>	<u>619,546</u>	<u>605,263</u>
<b>TOTAL PENSION LIABILITY - BEGINNING</b>	<u>5,688,657</u>	<u>5,069,111</u>	<u>4,463,848</u>
<b>TOTAL PENSION LIABILITY - ENDING</b>	<u><u>\$ 6,115,731</u></u>	<u><u>\$ 5,688,657</u></u>	<u><u>\$ 5,069,111</u></u>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 244,895	\$ 257,278	\$ 231,373
Contributions - member	113,787	79,725	185,714
Net investment income	429,502	198,385	12,888
Benefit payments, including refunds of member contributions	(104,733)	(68,825)	(55,672)
Other	<u>(36,329)</u>	<u>17,618</u>	<u>81,749</u>
Net change in plan fiduciary net position	<u>647,122</u>	<u>484,181</u>	<u>456,052</u>
<b>PLAN FIDUCIARY NET POSITION - BEGINNING</b>	<u>3,337,180</u>	<u>2,852,999</u>	<u>2,396,947</u>
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<u><u>\$ 3,984,302</u></u>	<u><u>\$ 3,337,180</u></u>	<u><u>\$ 2,852,999</u></u>
<b>EMPLOYER'S NET PENSION LIABILITY (ASSET)</b>	<u><u>\$ 2,131,429</u></u>	<u><u>\$ 2,351,477</u></u>	<u><u>\$ 2,216,112</u></u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	65.15%	58.66%	56.28%
Covered payroll	\$ 1,529,633	\$ 1,576,951	\$ 1,474,651
Employer's net pension liability as a percentage of covered-employee payroll	139.34%	149.12%	150.28%

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

\*IMRF's measurement date is December 31, 2017; therefore information above is presented for the calendar year ended December 31, 2017.

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**  
Notes to Required Supplementary Information  
December 31, 2018

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1. BUDGETS AND BUDGETARY ACCOUNTING

The appropriation and budget for all governmental fund types is prepared in accordance with generally accepted accounting principles which is the same basis that is used in the fund financial statements. This allows for comparability between budget and actual amount. This is an acceptable method in accordance with 105 ILCS 5/17-1. The budget, which was not amended, was passed on March 26, 2018. The budget lapses at the end of each fiscal year.

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

1. During October or November, the District Board prepares a tentative combined annual budget and appropriation ordinance for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments.
3. Prior to December 31, the annual budget and appropriation ordinance is legally adopted through passage of an ordinance.
4. The District Board may transfer up to 10% of the total budget between departments within any fund; and after the first six months of the fiscal year may by two-thirds vote transfer from any appropriation item its anticipated unexpended funds to any other item of appropriation thereto made.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund and the Special Revenue Funds. Formal budgetary integration is not employed for Debt Service Fund and the Capital Projects Fund.
6. The budget and appropriation ordinance was adopted by the Board. The appropriated amounts are shown in the supplemental data - Schedule 1.

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

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	Original and Final Budget	Year Ended December 31,	
		2018	2017
REVENUES			
Property taxes	\$ 994,000	\$ 991,385	\$ 954,747
Replacement taxes	55,000	49,499	54,448
Rental income	36,800	39,772	35,659
Insurance reimbursement	21,682	23,799	21,053
Other reimbursement	25,750	23,936	23,640
Interest income	200	1,080	220
Miscellaneous receipts	10,000	14,067	16,978
	<u>10,000</u>	<u>14,067</u>	<u>16,978</u>
TOTAL REVENUES	<u>\$ 1,143,432</u>	<u>\$ 1,143,538</u>	<u>\$ 1,106,745</u>

(See independent auditors' report.)



**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31, 2018	Year Ended December 31, 2017
<b>REVENUES</b>			
<b>Administrative</b>			
Property taxes	\$ 876,000	\$ 887,358	\$ 843,773
TIF revenues	153,000	153,000	162,955
Interest income	200	1,099	220
Insurance reimbursements	11,362	6,706	6,943
<b>Total administrative</b>	<b>1,040,562</b>	<b>1,048,163</b>	<b>1,013,891</b>
<b>Charges for services</b>			
<b>Program revenues</b>			
Preschool and day camp programs	155,000	169,853	159,143
Youth sports leagues	94,843	89,895	93,437
Adult sports leagues	18,390	-	20,069
Trips	7,511	3,022	14,997
Teen programs	18,427	12,214	16,943
Joliet Park District ice skating	1,300	48	386
Races	9,784	10,577	8,867
Special events/festivals	48,508	32,550	21,108
Park concession receipts	-	-	-
Other program receipts	500	7	405
Ticket programs	16,327	15,018	8,841
Park partners	4,000	3,750	6,050
<b>Total program revenues</b>	<b>374,590</b>	<b>336,934</b>	<b>350,246</b>
<b>Community Center</b>			
<b>Non-program revenues</b>			
Court fees	7,100	4,686	7,098
Room rentals	5,000	5,850	4,535
Vending	750	225	732
Promotions	2,000	1,663	1,436
Gift cards	6,300	4,620	6,248
Miscellaneous receipts	50	429	1
<b>Total non-program revenues</b>	<b>21,200</b>	<b>17,473</b>	<b>20,050</b>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31, 2018	2017
Charges for services (continued)			
Community Center (continued)			
Program revenues			
Preschool and day camp programs	148,000	133,968	141,184
Birthday parties	3,100	1,455	3,085
Self defense	7,445	9,960	10,990
Youth programs	12,111	21,598	16,247
Adult programs	3,774	2,834	3,622
Senior citizens programs	1,221	1,498	1,221
Dance	17,000	14,930	17,873
Adult fitness	33,000	22,974	32,017
Fundraisers	-	-	-
Total program revenues	<u>225,651</u>	<u>209,217</u>	<u>226,239</u>
Total Community Center	<u>246,851</u>	<u>226,690</u>	<u>246,289</u>
Skateland Recreation Center			
Public admission	30,000	30,536	29,660
Parties	13,000	17,012	27,561
Rentals	31,400	27,148	14,949
Concession sales	21,000	22,568	20,511
Games	2,000	1,852	2,004
Lessons	1,250	1,620	1,224
Special Events	7,000	8,677	7,757
After the bell	45,000	40,227	45,268
Teen Zone	22,000	15,314	21,642
Park partners	-	-	-
Miscellaneous	450	449	1,283
Total Skateland Recreation Center	<u>173,100</u>	<u>165,403</u>	<u>171,859</u>
Aquatic Center			
Public swim	53,000	47,473	45,094
Swim passes	61,000	63,362	60,403
Swim lessons	41,250	44,308	40,966
Water aerobics	1,500	2,298	1,409
Rental income	8,250	12,094	8,142

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Charges for services (continued)			
Aquatic Center (continued)			
Concession sales	31,500	30,018	28,688
Reimbursements	-	-	-
Miscellaneous	4,350	2,634	2,773
Total Aquatic Center	<u>200,850</u>	<u>202,187</u>	<u>187,475</u>
Fieldhouse Center			
Non-program revenues			
Open gym	10,500	7,489	10,474
Rental	6,500	7,696	6,041
Vending machines	1,500	1,724	1,511
Birthday parties	12,500	9,912	12,050
Reimbursements	16,500	15,309	18,219
Miscellaneous	100	-	-
Total non-program revenues	<u>47,600</u>	<u>42,130</u>	<u>48,295</u>
Program revenues			
Youth programs	61,607	67,563	67,586
Adult programs	27,200	28,250	28,025
Adult fitness	11,500	11,701	11,395
Total program revenues	<u>100,307</u>	<u>107,514</u>	<u>107,006</u>
Total Fieldhouse Center	<u>147,907</u>	<u>149,644</u>	<u>155,301</u>
Dimensions Fitness Center			
Fitness center fees	208,000	216,714	193,765
Track fees	11,500	14,981	11,379
Babysitting	1,200	195	1,433
Personal training	13,500	14,155	13,236
Registration	2,000	1,827	1,943
Miscellaneous	100	2,192	10
Total Dimensions Fitness Center	<u>236,300</u>	<u>250,064</u>	<u>221,766</u>
Total charges for services	<u>1,379,598</u>	<u>1,330,922</u>	<u>1,332,936</u>
<b>TOTAL REVENUES</b>	<u><u>\$ 2,420,160</u></u>	<u><u>\$ 2,379,085</u></u>	<u><u>\$ 2,346,827</u></u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>GENERAL FUND</b>			
Administrative and General			
Salaries:			
Executive director	\$ 101,666	\$ 102,296	\$ 95,911
Business office staff	27,500	37,170	26,763
Supt. Of Finance & HR	44,000	48,608	42,692
Supt. Of Park Planning	55,010	54,154	53,408
Custodial/Building Maintenance Staff	15,500	12,426	15,071
Communication & Marketing Coordinator	19,000	12,234	9,866
IT Tech	38,500	40,607	37,202
Secretarial	8,500	13,479	6,725
Total salaries	<u>309,676</u>	<u>320,974</u>	<u>287,638</u>
Benefit expenses:			
Employee group medical/dental/life insurance	68,748	67,658	56,580
Retirement plan expense	64,257	58,014	67,809
Social security expense	23,690	24,329	22,868
Total benefit expenses	<u>156,695</u>	<u>150,001</u>	<u>147,257</u>
Contractual services:			
Legal fees	4,000	3,546	3,903
Legal notices	500	758	505
Audit fees	10,000	10,000	9,850
Marketing/Communications	1,300	828	1,229
Other professional service	16,000	8,532	3,828
Total contractual services	<u>31,800</u>	<u>23,664</u>	<u>19,315</u>
Utility services:			
Electric	12,500	14,004	11,857
Natural gas	4,500	3,943	3,867
Telephone	3,500	3,837	3,123
Water	500	255	339
Alarm monitoring	2,500	1,779	2,955
Utility Expense - Townhome	3,500	3,137	3,594
Total utility services	<u>27,000</u>	<u>26,955</u>	<u>25,735</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>GENERAL FUND (cont.)</b>			
<b>Administrative and General (cont.)</b>			
Miscellaneous:			
Postage	3,000	2,315	3,429
Office supplies	5,000	5,432	5,229
Purchase/lease office equipment	4,000	2,665	1,277
Maintenance of office equipment	-	87	1,212
Employee travel	8,500	7,081	8,082
Educational fees/expenses	11,500	8,704	6,791
L.I.F.E. project	-	-	2,175
Professional dues	9,000	10,496	8,714
Subscriptions and publications	500	64	90
Computer and online services	11,500	12,281	11,012
Brochure printing and delivery	460	551	825
Contingent expenses	11,000	16,836	3,049
Townhouse expenses	12,000	13,554	6,581
Total miscellaneous	<u>76,460</u>	<u>80,066</u>	<u>58,466</u>
Total Administrative and General	<u>601,631</u>	<u>601,660</u>	<u>538,411</u>
<b>Park Maintenance</b>			
Salaries:			
Superintendent - parks	\$ 42,000	\$ 41,593	\$ 35,315
Park workers - full-time	132,500	131,985	124,941
Equipment technician	-	-	-
Park workers - part-time	105,000	113,180	88,736
Park safety staff	5,800	5,763	5,527
Building maintenance/repair staff	5,800	-	332
Custodial park workers	7,800	7,235	6,852
Total salaries	<u>298,900</u>	<u>299,756</u>	<u>261,703</u>
Benefit expenses:			
Employee group medical/dental/life insurance	41,575	43,599	38,500
Retirement plan expense	34,493	33,030	34,787
Social security expense	22,866	22,983	19,857
Total benefit expenses	<u>98,934</u>	<u>99,612</u>	<u>93,144</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>GENERAL FUND (cont.)</b>			
Park Maintenance (cont.)			
Park Maintenance expenses:			
Repairs and maintenance of vehicles	\$ 16,250	\$ 16,420	\$ 11,664
Repairs and maintenance of equipment	18,500	20,359	21,389
Repairs and maintenance of buildings and shelters	5,200	7,410	1,611
Materials for repairs and maintenance of park grounds	67,600	56,713	55,498
Office expense	500	64	568
Education fees and expenses	750	96	389
Professional dues	500	70	50
Park shop electric	3,400	3,575	3,042
Park shop natural gas	1,800	1,636	1,480
Park shop telephone	2,500	2,833	1,882
Alarm service	1,300	912	1,494
Water	3,200	2,045	1,896
Splash Pad	10,000	11,448	9,746
Marketing	500	50	64
Park safety expense	-	20	900
Uniforms	2,400	777	1,109
Total park maintenance expenses	<u>134,400</u>	<u>124,428</u>	<u>112,782</u>
Other expenses - Contingent expenses	<u>500</u>	<u>1,482</u>	<u>317</u>
Total Park Maintenance	<u>532,734</u>	<u>525,278</u>	<u>467,946</u>
<b>TOTAL EXPENDITURES</b>	<u><u>\$ 1,134,365</u></u>	<u><u>\$ 1,126,938</u></u>	<u><u>\$ 1,006,357</u></u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>EXPENDITURES</b>			
Administrative salaries/benefits expense			
Executive director	\$ 37,200	\$ 37,404	\$ 35,094
Supt. Of Finance & HR	14,400	15,642	13,982
Business office manager	13,500	23,932	13,054
Receptionists	29,000	23,424	28,266
Secretary/clerical personnel	-	-	-
Marketing/Communications	42,000	26,288	38,188
Program supervisors	182,600	187,775	177,181
Supt of Recreation	62,200	59,412	60,353
Program and Facility manager	-	-	-
Part time athletic wage	-	-	-
IT coordinator	8,600	10,658	8,297
Employee group medical/dental/life insurance	84,550	79,368	78,932
Retirement plan expense	71,400	73,984	68,427
Social security contributions	29,800	29,594	28,103
	<u>575,250</u>	<u>567,481</u>	<u>549,877</u>
<b>Total administrative salaries expense</b>			
Administrative expense			
Postage	800	225	725
Purchase of office supplies	1,500	681	923
Mileage	2,000	1,062	1,535
Tuition and fees	7,000	3,987	4,748
Staff enhancements/uniforms	-	-	687
Professional dues	2,000	1,764	1,386
Subscriptions and publications	100	-	-
Alarm service	4,500	2,668	4,433
Telephone expense	1,839	3,114	4,184
Online services	8,000	8,399	7,950
Computer support	-	-	-
Marketing services	250	-	-
Brochure printing and delivery	9,200	11,115	4,168
Contingent miscellaneous	1,750	3,001	1,309
	<u>38,939</u>	<u>36,016</u>	<u>32,048</u>
<b>Total administrative expense</b>			

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Program salaries/benefits expense			
Day Camp	71,000	69,012	64,074
Youth sports programs	4,840	2,053	2,053
Trips	-	-	-
Teen programs	4,499	1,863	3,622
Adult sports	-	-	-
Tournaments/races	882	-	-
Special events/festivals	2,034	1,653	1,871
Bldg custodial/maint	24,970	23,463	24,357
Intern	1,800	-	1,950
Park concession staff	-	-	-
Social security	8,300	7,456	7,244
<b>Total program salaries expense</b>	<b>118,325</b>	<b>105,500</b>	<b>105,171</b>
Program expense			
Day Camp	19,830	17,313	15,999
Youth sports programs	38,184	31,541	35,981
Trips	7,958	3,648	13,161
Teen programs	9,548	6,951	9,411
Adult sports	10,690	-	6,836
Tournaments/races	16,268	13,616	10,733
Special events/festivals	49,110	47,663	45,197
Joliet Park District ice skating	975	-	628
Park concession	-	-	73
Park field set-up	7,500	7,500	7,500
Vehicle expense	500	661	432
Utilities	12,000	10,736	12,104
Ticket programs	15,906	15,266	9,083
Advertisement/promotion	4,200	1,452	4,238
Other program expense	500	200	667
Park partner	630	127	501
<b>Total program expense</b>	<b>193,799</b>	<b>156,674</b>	<b>172,544</b>

(See independent auditors' report.)



**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Community Center expense			
Non-program expenses			
Program & Facility Manager salary	24,200	24,005	24,201
Front desk staff	15,000	11,591	12,351
Custodial/Building Maint. staff	30,350	25,925	22,757
Social Security	5,300	3,551	3,401
Facility repair/maint.	8,500	15,267	7,448
Custodial supplies	4,000	3,907	4,293
Electric	15,500	13,424	15,365
Natural gas	6,000	5,914	5,800
Water	1,000	594	791
Room use refunds	-	-	-
Refuse expense	2,150	1,830	2,105
Office supplies	500	473	301
Sales and use tax	200	429	170
Credit card/Bank fees	12,000	12,677	11,931
Promotions expense	1,500	996	1,432
Contingent misc. expense	750	480	716
Total non-program expense	<u>126,950</u>	<u>121,063</u>	<u>113,062</u>
Program salaries/benefits expense			
Birthday party	1,120	353	718
Preschool kids connection	63,000	57,245	62,008
Early childhood	12,230	9,547	8,543
Other youth programs	6,581	8,378	6,469
Other adult programs	50	-	-
Senior programs	-	-	-
Adult fitness	19,000	18,768	17,102
Social Security	7,800	5,776	6,129
Total program salaries expense	<u>109,781</u>	<u>100,067</u>	<u>100,969</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Community Center expense (continued)			
Program expense			
Preschool kids connection	11,000	8,766	10,811
Early childhood	3,000	3,036	2,317
Birthday party	1,128	953	1,381
Day Camp	-	-	-
Youth sports programs	-	-	-
Self defense	4,590	6,109	6,705
Other youth programs	13,800	17,395	14,015
Other adult programs	2,509	1,965	2,664
Senior programs	1,739	2,084	1,792
Adult fitness	2,000	176	1,628
Fundraiser expense	-	-	-
Total program expense	<u>39,766</u>	<u>40,484</u>	<u>41,313</u>
Total Community Center expense	<u>276,497</u>	<u>261,614</u>	<u>255,344</u>
Skateland Recreation Center expense			
Program and facility manager	13,500	12,445	12,692
Salaries - part-time employees	30,000	31,431	35,445
Building foreman wage	3,000	2,539	3,380
Building maintenance/repair staff	2,500	750	1,383
Custodians	6,000	6,287	5,973
Marketing/communications	1,000	140	401
After the bell wage	43,700	35,983	41,217
Social security expense	7,600	6,777	7,566
Concession purchases for resale	15,000	12,805	15,834
Pro shop purchases for resale	250	-	-
Rink reception food/beverage costs	800	-	689
Sales and use tax	1,600	1,539	1,499
Non-skate event supplies	400	132	236
Facility maintenance and repair expense	4,500	3,197	7,049
Custodial supplies	3,500	2,559	3,167
Electricity	7,500	11,771	7,197

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>Skateland Recreation Center expense (continued)</b>			
Natural gas	2,800	3,110	2,947
Telephone	1,839	1,932	795
Special events/parties	500	1,268	1,011
Alarm expense	1,000	390	360
Advertising and promotion expense	480	208	752
Purchase of music and equipment	250	158	545
Rink deposit refunds	-	-	-
Rental skate expense	500	218	184
Office expense	250	514	199
Birthday party expense	1,200	1,021	957
Credit Card Fees	1,200	1,818	1,453
Safety expense	500	160	251
Refuse expense	2,000	1,490	1,730
Leisure land expense	-	-	-
After the bell	8,500	7,179	7,856
Contingent expenses	2,250	2,596	2,360
<b>Total SRC expense</b>	<b>164,119</b>	<b>150,417</b>	<b>165,128</b>
<b>Aquatic Center expense</b>			
Program and facility manager	16,500	11,701	13,208
TAC managers	11,000	11,352	10,651
TAC lifeguards	44,000	42,098	42,847
TAC deck staff/cashiers	5,200	4,815	4,652
TAC concession staff	10,250	11,082	11,742
TAC swim lesson staff	20,000	20,926	20,451
Pool staff salary	1,200	998	1,125
Marketing/Communications	1,000	266	1,425
Building foreman	5,500	5,927	6,043
Building maintenance/repair staff	9,500	4,735	7,796
Custodians	2,700	2,176	1,860
Social security expense	9,700	8,808	9,205
Concession purchases for resale	11,500	14,851	11,146
Facility maintenance and repair expense	8,500	8,538	7,395
Custodial supplies	1,500	2,439	1,378

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Aquatic Center expense (cont.)			
Electricity	2,000	2,129	1,704
Natural gas	3,000	2,619	3,484
Water	6,800	6,451	6,558
Telephone	750	653	928
Alarm service	2,200	1,773	2,929
Advertising and promotion	980	217	1,048
Pool chemical	12,000	16,677	11,324
Deck equipment	1,000	1,418	368
Sales and use tax	2,200	2,087	2,082
Office supplies	500	418	222
Safety supplies	600	562	5
Program expense	-	-	-
Swim lesson expense	750	1,090	650
Scuba expense	-	-	-
Deposit refunds	250	-	149
Concession equipment	500	139	559
Training	2,000	1,229	1,181
Uniforms	2,250	2,093	2,755
Refuse expense	650	608	661
Contingent expenses	1,750	2,026	2,119
Credit Card /Bank Fees	1,200	1,008	1,276
Water aerobics	100	-	-
<b>Total Aquatic Center expense</b>	<b>199,530</b>	<b>193,909</b>	<b>190,926</b>
Fieldhouse Center expense			
Non-program wages and expenses			
Salaries - maintenance employees	29,500	30,404	29,384
Salaries - fieldhouse center	46,100	39,224	40,594
Social security expense	5,800	6,838	6,559
Special events supplies	100	42	-
Facility maintenance and repair expense	12,500	22,873	11,841
Custodial supplies	4,000	2,409	3,702

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Fieldhouse Center expense (continued)			
Non-program wages and expenses (continued)			
Contractual custodial service	6,600	5,690	6,600
Electricity	37,500	43,464	37,367
Natural gas	7,500	7,351	7,373
Water	2,500	2,420	2,390
Telephone	6,000	5,737	3,307
Alarm	6,500	5,383	3,765
Gym supply expense	500	466	3,473
Uniforms	500	138	241
Birthday party expense	500	-	-
Room use refunds	100	-	-
Refuse expense	1,300	1,384	1,299
Credit card/bank fees	8,000	8,167	8,008
Office supplies	1,500	580	1,055
Advertising and promotional	1,420	826	2,557
Contingent expenses	250	730	219
	<u>178,670</u>	<u>184,126</u>	<u>169,734</u>
Program wages and expenses			
Youth sports wages	15,700	11,256	12,991
Adult sports wages	15,680	14,372	13,722
Adult fitness wages	10,000	6,745	9,997
Social security	3,200	3,882	3,843
Youth sports	14,969	17,786	14,620
Adult sports	14,930	16,206	14,640
Adult fitness	500	209	20
Miscellaneous	100	112	-
	<u>75,079</u>	<u>70,568</u>	<u>69,833</u>
Total Fieldhouse Center expense	<u>253,749</u>	<u>254,694</u>	<u>239,567</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Dimensions Fitness Center expense			
Staff wage	83,700	83,030	79,562
Maintenance/custodial staff wage	6,950	4,300	3,694
Social security expense	7,000	4,990	4,973
Towels	600	401	178
Facility repair/maintenance	1,500	2,475	625
Electric	5,300	-	5,300
Natural Gas	2,600	2,450	2,458
Dish network	1,600	1,678	1,061
Personal training expense	100	160	-
Uniforms	350	339	214
Equipment purchase/maintenance	25,500	24,505	5,112
Other fitness center expense	1,000	1,830	144
Advertising/promotions	750	-	661
Total Dimensions Fitness Center expense	<u>136,950</u>	<u>126,158</u>	<u>103,982</u>
<b>TOTAL EXPENDITURES</b>	<u><u>\$ 1,957,158</u></u>	<u><u>\$ 1,852,463</u></u>	<u><u>\$ 1,814,587</u></u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
December 31, 2018

	Liability Insurance Fund	Joint Handicap Fund	Totals
<b>ASSETS</b>			
Cash and investments	\$ 26,636	\$ 203,991	\$ 230,627
Accounts Receivable	-	-	-
<b>Total assets</b>	<b>\$ 26,636</b>	<b>\$ 203,991</b>	<b>\$ 230,627</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Cash overdraft	\$ -	\$ -	\$ -
Accounts payable	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>			
Restricted			
Special revenues	26,636	203,991	230,627
Unrestricted	-	-	-
<b>Total fund balances</b>	<b>26,636</b>	<b>203,991</b>	<b>230,627</b>
<b>Total liabilities and fund balances</b>	<b>\$ 26,636</b>	<b>\$ 203,991</b>	<b>\$ 230,627</b>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

December 31, 2018

	Liability Insurance Fund	Joint Handicap Fund	Totals
<b>REVENUES</b>			
Property taxes	\$ 128,841	\$ 71,136	\$ 199,977
Interest received on deposits	113	-	113
Recreational program fees	-	-	-
Miscellaneous revenues	3,000	-	3,000
<b>Total revenues</b>	<b>131,954</b>	<b>71,136</b>	<b>203,090</b>
<b>EXPENDITURES</b>			
Administrative and general	122,821	-	122,821
Recreational programs	-	29,774	29,774
<b>Total expenditures</b>	<b>122,821</b>	<b>29,774</b>	<b>152,595</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>9,133</b>	<b>41,362</b>	<b>50,495</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in (out)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>9,133</b>	<b>41,362</b>	<b>50,495</b>
<b>FUND BALANCE, JANUARY 1</b>	<b>17,503</b>	<b>162,629</b>	<b>180,132</b>
<b>FUND BALANCE, DECEMBER 31</b>	<b>\$ 26,636</b>	<b>\$ 203,991</b>	<b>\$ 230,627</b>

(See independent auditors' report.)



**CHANNAHON PARK DISTRICT**  
**LIABILITY INSURANCE FUND**

STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE

Year Ended December 31, 2018  
 (With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>REVENUES</b>			
Property taxes	\$ 126,000	\$ 128,841	\$ 119,017
Interest received on deposits	25	113	22
Miscellaneous revenues	8,100	3,000	-
<b>Total revenues</b>	<b>134,125</b>	<b>131,954</b>	<b>119,039</b>
<b>EXPENDITURES</b>			
Premiums to risk management self insurance pool	102,300	96,587	91,093
Salary expense	12,000	15,997	12,029
Social security	925	1,167	1,105
Training	1,000	928	518
Unemployment	15,000	8,142	11,316
Risk Management	-	-	-
Contingent expenses	1,000	-	175
<b>Total expenditures</b>	<b>132,225</b>	<b>122,821</b>	<b>116,236</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,900</b>	<b>9,133</b>	<b>2,803</b>
Other financing sources (uses):			
Transfers in (out)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 1,900</b>	<b>9,133</b>	<b>2,803</b>
<b>FUND BALANCE, JANUARY 1</b>		<b>17,503</b>	<b>14,700</b>
<b>FUND BALANCE, DECEMBER 31</b>		<b>\$ 26,636</b>	<b>\$ 17,503</b>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

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

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>REVENUES</b>			
Property taxes	\$ 71,000	\$ 71,136	\$ 68,408
Interest received on deposits	-	-	-
Recreational program fees	-	-	-
Miscellaneous revenues	100	-	-
	<u>71,100</u>	<u>71,136</u>	<u>68,408</u>
Total revenues			
<b>EXPENDITURES</b>			
Current			
Personnel	32,300	-	70
Joint Handicap programs	55,000	29,774	57,563
	<u>87,300</u>	<u>29,774</u>	<u>57,633</u>
Total expenditures			
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>			
	<u>(16,200)</u>	<u>41,362</u>	<u>10,775</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in (out)	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)			
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (16,200)</u>	41,362	10,775
<b>FUND BALANCE, JANUARY 1</b>		<u>162,629</u>	<u>151,854</u>
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 203,991</u>	<u>\$ 162,629</u>

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
<b>OPERATING REVENUES</b>			
Charges for services			
Resident golf fees	\$ 183,237	\$ 157,458	\$ 174,460
Non-resident golf fees	516,547	445,307	487,590
Golf club rental	1,000	1,245	920
Range balls	42,000	39,146	41,490
Cart rentals	311,088	268,087	296,160
Pro shop sales	103,200	91,302	95,813
Food sales	125,000	102,811	131,290
Beverage sales	161,000	136,676	156,066
Tournament/league fees	2,200	2,035	2,180
Golf lessons	17,000	15,358	14,178
Gift certificates	40,050	35,916	35,670
Miscellaneous revenues	51,180	50,124	51,430
	<u>1,553,502</u>	<u>1,345,465</u>	<u>1,487,247</u>
<b>OPERATING EXPENSES</b>			
Course maintenance operations:			
Golf superintendent salary	83,500	75,587	82,579
Asst. golf superintendent salary	105,500	98,189	101,549
Other golf maintenance salaries	96,825	108,641	147,813
Employee benefits	67,336	80,970	72,720
Retirement plan	31,109	27,370	37,745
Social Security	21,866	21,353	25,147
Fertilizer	15,000	14,389	11,898
Herbicides/insecticides	35,000	31,856	36,412
Landscape materials and plants	500	825	282
Sod, seed, soil	4,000	3,981	2,831
Fuel, oil, lubricants	14,000	13,332	11,745
Course maintenance supplies	3,500	2,013	1,054
Shop supplies and tools	3,000	3,392	2,780
Equipment repairs	23,000	27,086	25,078
Uniforms	1,500	1,252	1,059

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Operating expenses: (cont.)			
Course maintenance operations: (cont.)			
Rentals	1,500	1,579	1,083
Contract maintenance	1,000	7,335	3,952
Irrigation repair	5,700	8,039	5,563
Utilities - residence	10,000	4,476	8,806
Utilities - golf course and clubhouse	10,750	20,988	17,365
Telephone	800	905	1,116
Maintenance repairs shop	3,000	3,266	-
Residence repairs	2,000	135	789
Tee and green supplies	2,500	3,829	3,736
Alarm service	2,100	1,541	2,541
Office supplies	500	621	208
Education training	1,000	260	219
Professional memberships	1,160	1,160	565
Subscriptions & publications	100	400	300
Risk management	3,500	3,500	3,500
Miscellaneous expenses	1,200	-	933
Total course maintenance operations	552,446	568,270	611,368
Revenue operations expense:			
Course manager salary	79,593	83,914	77,180
Clubhouse coordinator	39,425	51,500	50,000
Golf professional	46,064	45,273	44,624
Golf shop staff	37,000	29,735	33,505
Starters/rangers	75,000	65,325	70,255
Range/cart staff	-	-	-
Building foreman	-	-	2,057
Building maint. repair staff	6,400	2,011	2,788
Custodians	-	-	-
Administrative staff	20,000	20,529	17,888
Marketing & communications salary	1,250	362	389
IT coordinator	3,500	3,690	3,500

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Operating expenses: (cont.)			
Revenue operations expenses: (cont.)			
Employee benefits	22,666	16,648	16,210
Retirement Plan expense	28,736	28,063	28,477
Social Security	23,580	24,155	22,902
Pro shop expenses	50,200	79,015	53,063
Sales tax	7,000	7,442	5,688
Golf cart expense	47,860	38,410	47,860
Golf cart fuel, repairs	6,500	5,083	6,277
Clubhouse maintenance	18,500	19,418	20,335
Office expense	1,000	1,971	1,856
Advertising & promotions	12,960	10,173	11,210
Educational expense	850	2,401	658
Online service and computer supplies	3,000	3,674	3,213
Professional membership	800	519	305
Subscriptions and publications	1,800	2,173	1,861
Utilities	27,475	21,099	25,910
Uniforms	1,000	1,284	916
Alarm service	2,100	1,297	2,457
Golf supplies, services	7,000	5,689	11,786
Golf lesson expense	2,100	2,286	2,093
Refunds	1,000	424	1,008
Credit card charges	17,500	17,150	16,971
Risk management expense	2,000	2,000	1,700
Practice facility expense	200	709	520
Gift Certificates Redeemed - Golf	45,000	46,482	47,699
Gift Certificates Redeemed - Merchandise	25,000	16,128	27,637
Contingent miscellaneous	6,000	5,216	6,097
	670,059	661,248	666,895
 Food and Beverage Operations Expense:			
Food and beverage coordinator	47,500	47,649	46,075
Food and beverage staff	52,796	43,046	50,256

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
Operating expenses: (cont.)			
Food and Beverage Operations Expense (cont):			
Head cook	25,000	19,355	23,507
Marketing communications	500	164	378
Employee Benefits	25,034	24,770	23,152
Social Security	9,623	8,431	9,219
Food expense	60,000	55,547	74,721
Non-food supply expense	6,000	4,003	6,687
Beverage expense - alcoholic	48,000	44,395	48,047
Beverage expense - non-alcoholic	24,500	13,729	20,537
Sales tax expense	20,020	15,388	19,641
Kitchen and grille supply	1,000	524	1,054
Supplies - cleaning	3,500	3,013	3,603
Maintenance and repair expense	3,200	2,051	2,375
Utility expense	5,550	4,282	5,641
Office expense	100	100	36
Educational expense	300	89	165
Subscriptions and publications	-	50	50
Uniforms	500	-	36
Linens/towels/aprons	2,150	2,106	2,305
Advertising and promotion	1,500	948	1,080
Credit card clearing	4,500	3,215	4,174
Gift certificates redeemed	100	-	90
Risk management expense	800	800	800
Contingent miscellaneous	500	1,655	849
Total food and beverage operations exp	342,673	295,310	344,478
Capital outlay			
Tools and equipment	-	-	500
Course improvements	-	-	3,379
Course maintenance and equipment	-	-	-
Maintenance shop improvements	-	-	-
Clubhouse improvements	-	-	7,423

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31, 2018	2017
Operating expenses: (cont.)			
Capital outlay (cont.)			
Kitchen equipment	-	-	-
Golf service equipment	-	-	-
Residence improvements	-	-	-
Contingent miscellaneous	-	-	-
Total capital outlay	-	-	11,302
Total operating expenses	1,565,178	1,524,828	1,634,043
OPERATING INCOME	(11,676)	(179,363)	(146,796)
NONOPERATING REVENUES (EXPENSES)			
Interest income	-	-	-
Installment contract proceeds	-	-	-
Sale of equipment	-	-	-
Miscellaneous	13,062	27,641	-
Total nonoperating revenues (expenses)	13,062	27,641	-
NET INCOME (LOSS) BEFORE TRANSFERS	1,386	(151,722)	(146,796)
TRANSFERS			
Transfers in (out)	-	-	12,000
Total transfers	-	-	12,000
NET INCOME (LOSS) - BUDGET BASIS	1,386	(151,722)	(134,796)
ADJUSTMENT TO GAAP BASIS			
Assets capitalized	-	-	-
Capital (additions)/payment	-	15,600	(109,200)
Depreciation	-	(116,277)	(116,277)
Total adjustments to GAAP basis	-	(100,677)	(225,477)
	(See independent auditors' report.)		

**CHANNAHON PARK DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN RETAINED EARNINGS**  
**PROPRIETARY FUND TYPE - GOLF OPERATIONS FUND**

Year Ended December 31, 2018  
(With Comparative Figures for 2017)

	Original and Final Budget	Year Ended December 31,	
		2018	2017
CHANGE IN NET POSITION	\$ 1,386	(252,399)	(360,273)
NET POSITION, JANUARY 1		5,576,346	5,936,619
NET POSITION, DECEMBER 31		\$ 5,323,947	\$ 5,576,346

(See independent auditors' report.)



**CHANNAHON PARK DISTRICT**  
**COMBINING STATEMENT OF NET POSITION**  
**FIDUCIARY FUNDS**  
December 31, 2018

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	Trust & Agency Funds		
	Channahon - Three Rivers Fest Fund	Civil War Re-enactment Fund	Totals
<b>ASSETS</b>			
Cash and short term investments	\$ 87,451	\$ -	\$ 87,451
<b>LIABILITIES</b>			
Due to others	\$ 87,451	\$ -	\$ 87,451
	\$ 87,451	\$ -	\$ 87,451

(See independent auditors' report.)

**CHANNAHON PARK DISTRICT**

**COMBINING STATEMENT OF CHANGES IN NET POSITION  
FIDUCIARY FUNDS**

Year Ended December 31, 2018

	Trust & Agency Funds		Totals
	Channahon - Three Rivers Fest Fund	Civil War Re-enactment Fund	
<b>ADDITIONS</b>			
Miscellaneous revenues	\$ 314,534	\$ 5,644	\$ 320,178
Interest income	151	7	158
Total additions	314,685	5,651	320,336
<b>DEDUCTIONS</b>			
Miscellaneous expenses	295,246	22,748	317,994
Payments to employees	-	-	-
Total deductions	295,246	22,748	317,994
<b>NET INCREASE (DECREASE)</b>	19,439	(17,097)	2,342
<b>NET POSITION</b>			
JANUARY 1	68,012	17,097	85,109
DECEMBER 31	\$ 87,451	\$ -	\$ 87,451

**CHANNAHON PARK DISTRICT**  
**PROPERTY TAX ASSESSED VALUATIONS, RATES, EXTENSIONS, AND COLLECTIONS**  
December 31, 2018

Tax Levy Year	2017				2016				Back Taxes Collected
	Will County		Grundy County		Will County		Grundy County		
Assessed Valuation	801,077,276		88,385,173		762,124,278		83,887,321		
	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount	
Tax Extensions									
Corporate	0.1113	\$ 891,599	0.11309	\$ 99,954	0.1129	\$ 860,438	0.11220	\$ 94,121	
Recreation	0.0998	799,475	0.09961	88,040	0.0999	761,362	0.09925	83,258	
Tort/Liability Insurance	0.0145	116,156	0.01438	12,710	0.0141	107,460	0.01392	11,677	
Bond and Interest	0.0857	686,524	0.08599	76,002	0.0888	676,766	0.08854	74,274	
Program for Handicap	0.0080	64,086	0.00799	7,062	0.0081	61,732	0.00804	6,745	
	<u>0.3193</u>	<u>2,557,840</u>	<u>0.32106</u>	<u>283,768</u>	<u>0.3238</u>	<u>2,467,758</u>	<u>0.32195</u>	<u>270,075</u>	
Total Levy		\$ 2,841,608				\$ 2,737,833			
Tax collections:									
year ended December 31, 2018		2,841,126			2017	2,736,232			\$ -
Percent collected		<u>99.98%</u>				<u>99.94%</u>			

Property tax rates are per \$100 of assessed valuation. Assessed valuation, rates and extended amounts of property taxes levied have been presented for each of the counties for which the District files a property tax levy.

CHANNAHON PARK DISTRICT

LEGAL DEBT MARGIN

December 31, 2018

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Assessed valuation - 2017 tax year		<u>\$ 889,462,449</u>
Statutory debt limitation (2.875% of assessed valuation)		\$ 25,572,045
Total debt:		
Refunding Debt		
Certificates, Series 2018	\$ 688,580	
Refunding Debt		
Certificates, Series 2017B	181,390	
Refunding Debt		
Certificates, Series 2011B	<u>6,530,000</u>	
Total debt	<u>7,399,970</u>	
Loan not subject to debt limitation	<u>-</u>	
Total applicable debt		<u>7,399,970</u>
Legal debt margin		<u>\$ 18,172,075</u>