

HICKORY HILLS PARK  
DISTRICT, ILLINOIS

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ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED  
APRIL 30, 2021

# HICKORY HILLS PARK DISTRICT, ILLINOIS

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## **FINANCIAL SECTION**

This section includes:

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

## **INDEPENDENT AUDITORS' REPORT**

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



## **INDEPENDENT AUDITORS' REPORT**

September 1, 2021

Members of the Board of Park Commissioners  
Hickory Hills Park District  
Hickory Hills, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Hickory Hills Park District, Illinois, as of and for the year ended April 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Hickory Hills Park District, Illinois, as of April 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

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

*Other Information*

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

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

*Lauterbach & Amen, LLP*

LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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Our discussion and analysis of the Hickory Hills Park District's financial performance provides an overview of the District's financial activities for the fiscal year ended April 30, 2021. Please read it in conjunction with the District's financial statements, which can be found in the basic financial statements section of this report.

### FINANCIAL HIGHLIGHTS

- The District's net position increased from a balance of \$7,397,651 to \$8,051,257, an increase of \$653,606 or 8.8%.
- During the year, government-wide revenues totaled \$2,153,153, while government-wide expenses totaled \$1,499,547 resulting in an increase to net position of \$653,606.
- Total fund balances for the governmental funds were \$2,731,784 at April 30, 2021 compared to a balance of \$5,638,932 in the prior year, a decrease of \$2,907,148 or 51.6%.
- Beginning net position was restated from \$7,289,144 to \$7,397,651 to correct an error in recognition of prior year capital assets.

### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances.

Fund financial statements can be found in the financial section of this report. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operation in more detail than the government-wide statements by providing information about the District's most significant funds.

### Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business.

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

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements report functions of the District that are principally supported by taxes and charges for services revenues (governmental activities). The governmental activities of the District include general government and recreation.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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### USING THIS ANNUAL REPORT - Continued

#### Fund Financial Statements

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

#### Governmental Funds

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

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

The District maintains nine 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 Fund, Recreation Fund, Special Recreation Fund, Debt Service Fund, and Capital Projects Fund, all of which are considered major funds. Individual fund data for the remaining four nonmajor governmental funds is provided in the form of combining schedules elsewhere in this report.

The District adopts an annual appropriated budget for all of the governmental funds, except for the Liability Insurance and Workers' Compensation funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

#### Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's I.M.R.F. employee pension obligations, retiree benefits plan, and budgetary comparison schedules for the General Fund and major special revenue funds, the Recreation Fund and the Special Recreation Fund.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$8,051,257.

	Statement of Net Position	
	2021	2020
Current Assets	\$ 4,387,779	7,517,004
Noncurrent Assets	9,172,052	6,017,854
Total Assets	13,559,831	13,534,858
Deferred Outflows	163,823	199,233
Total Assets/Deferred Outflows	13,723,654	13,734,091
Long-Term Debt	3,226,287	4,313,937
Other Liabilities	516,609	320,259
Total Liabilities	3,742,896	4,634,196
Deferred Inflows	1,929,501	1,810,751
Total Liabilities/Deferred Inflows	5,672,397	6,444,947
Net Position		
Net Investment in Capital Assets	5,824,052	5,255,565
Restricted	261,957	434,905
Unrestricted	1,965,248	1,598,674
Total Net Position	8,051,257	7,289,144

A large portion of the District's net position, \$5,824,052, or 72.3%, reflects its net investment in capital assets (for example, land, construction in progress, buildings, land improvements, playgrounds and equipment, and vehicles), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$261,957 or 3.3%, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining surplus of \$1,965,248, or 24.4% represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Change in Net Position	
	2021	2020
Revenues		
Program Revenues		
Charges for Services	\$ 297,851	670,645
Operating Grants/Contributions	5,000	24,994
Capital Grants/Contributions	313,984	34,854
General Revenues		
Property Taxes	1,484,397	1,445,960
Intergovernmental	27,460	21,749
Interest	28	140,834
Miscellaneous	24,433	214
Total Revenues	<u>2,153,153</u>	<u>2,339,250</u>
Expenses		
General Government	480,650	461,646
Recreation	920,633	1,645,423
Interest on Long-Term Debt	98,264	121,746
Total Expenses	<u>1,499,547</u>	<u>2,228,815</u>
Change in Net Position	653,606	110,435
Net Position - Beginning as Restated	<u>7,397,651</u>	<u>7,178,709</u>
Net Position - Ending	<u><u>8,051,257</u></u>	<u><u>7,289,144</u></u>

Net position of the District's governmental activities increased by 8.8% from a restated \$7,397,651 to \$8,051,257. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$1,965,248 at April 30, 2021.

#### Governmental Activities

Revenues for governmental activities totaled \$2,153,153, while the cost of all governmental functions totaled \$1,499,547. This results in a surplus of \$653,606. In 2020, revenues of \$2,339,250 exceeded expenses of \$2,228,815, resulting in a surplus of \$110,435. The surplus in 2021 was due in large part to the capital grants/contributions increase of \$279,130 over the prior year and a decrease of \$724,790 in the recreation function expenditures.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

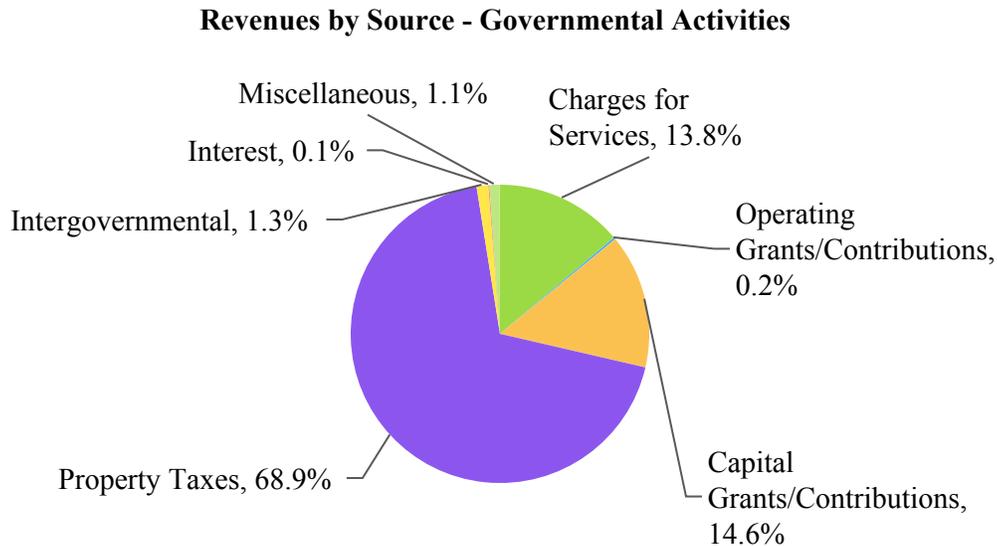
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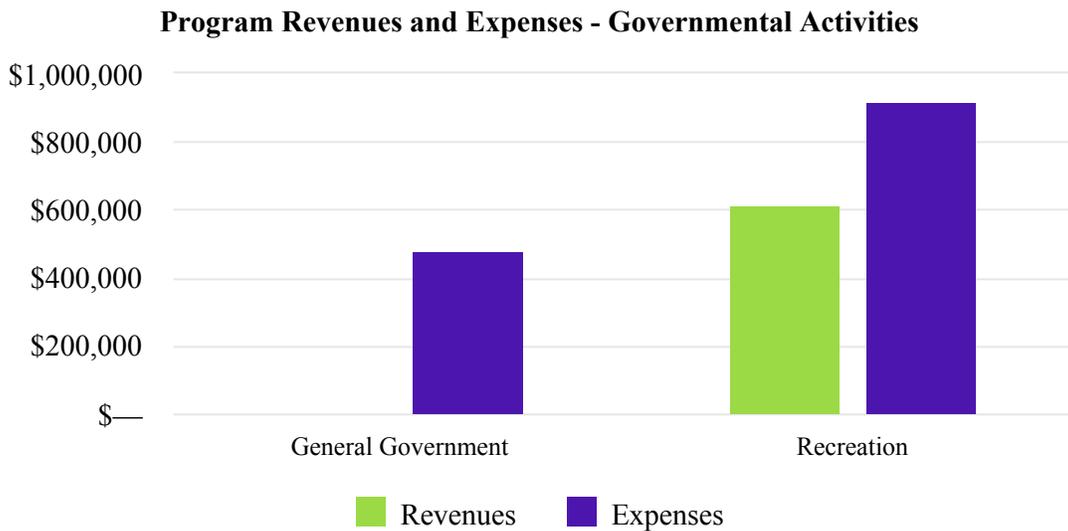
### GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

#### Governmental Activities - Continued

The following chart graphically depicts the major revenue sources of the District. It depicts very clearly the reliance of property taxes and charges for services to fund governmental activities.



The 'Program Revenues and Expenses' Table identifies those governmental functions where program expenses greatly exceed revenues. The general government and the recreation functions charge user fees for services provided. The user fees charged do not cover the expenses in the general government or recreation functions, which furthermore signifies the District's reliance on general revenues such as property taxes.



# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

#### Governmental Funds

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

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$2,731,784, which is 51.6% lower than last year's ending fund balance of \$5,638,932.

In the current year, governmental fund balances decreased by \$2,907,148.

The General Fund reported a decrease of \$67,607 in fund balance. This was due in large part to a transfer of funds of \$120,000 for the Cynthia Neal Recreation Center renovation.

The Recreation Fund reported a decrease of \$68,658 due to in large part to a transfer of funds of \$100,000 for the Cynthia Neal Recreation Center renovation and due to the revenue decrease in programs, events and trips as a result of the COVID-19 pandemic. All facilities were shut down in 2020 from March 17 to May 31 and reopened on June 1 with limited capacity. Fitness center members were given a 100-day credit extension to their membership for the days the recreation center was shut down. Credits were placed on customers' accounts for school programs and dance and preschool programs. Future revenue will be lower due to these credits. The District did not amend the Recreation Fund budget during the year. The Recreation actual revenues were lower than budgeted revenues. Actual revenues for the current year were \$768,513 compared to budgeted revenues of \$1,223,863. The Recreation Fund actual expenditures were lower than budgeted expenditures. Actual expenditures totaled \$737,171 while budgeted expenditures totaled \$1,233,200. This is due to budgeted expenditures being set conservatively high and the Coronavirus.

The Special Recreation Fund reported a decrease of \$72,184 due to spending \$145,204 on ADA improvements to the Cynthia Neal Center. The District had \$76,989 in the fund balance from the prior fiscal year and utilized this amount for ADA improvements in the fall of 2020. The District did not amend the Special Recreation Fund budget during the year. The Special Recreation actual revenues were lower than budgeted revenues. Actual revenues for the current year were \$145,078 compared to budgeted revenues of \$148,522. This resulted primarily due to a lower amount received in tax distributions. Tax distributions for 2019 was \$165,062 with tax rate .0454 and \$152,978 in 2020 with the tax rate of .0420. The Special Recreation Fund actual expenditures were higher than budgeted expenditures. Actual expenditures totaled \$217,262 while budgeted expenditures totaled \$148,522. This is due to the Cynthia Neal Renovation as stated above.

Debt Service reported a decrease of \$43,015 due to a reduction in the restricted future debt payments.

The Capital Projects Fund reported a decrease of \$2,658,864 due to the renovation of the Cynthia Neal Center of \$2,942,385 and the Kasey Meadow Park OSLAD Project for \$688,431.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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### GENERAL FUND BUDGETARY HIGHLIGHTS

The District did not amend the General Fund budget during the year. The General Fund actual revenues were lower than budgeted revenues. Actual revenues for the current year were \$521,078 compared to budgeted revenues of \$529,100. This resulted primarily due to tax distributions and interest of investments.

The General Fund actual expenditures were lower than budgeted expenditures. Actual expenditures totaled \$468,685 while budgeted expenditures totaled \$538,600.

The administration/clerical expenditures were lower than budgeted expenditures by \$1,721, due to expenditures set conservatively high and not having a full-time CN secretary for a month.

The maintenance salaries expenditures were lower than budgeted expenditures by \$22,407, due to expenditures set conservatively high and to not hiring for a full-time open maintenance position for six months.

The employee health insurance expenditures were lower than budgeted expenditures by \$13,855, due to the turnover of the two full time positions. One of the employees elected to stay on his parents insurance until age 26 years old in October 21. New employees have a 90 day wait time before insurance begins.

The contractual service expenditures were lower than budgeted expenditures by \$13,083. The CN Center was closed for 6 months during the renovation project, the District had to refund \$140,000 due to facilities shut down and programs canceled.

The general supplies expenditures were lower than budgeted expenditures by \$1,884, due to COVID and only purchasing items that were absolutely necessary.

The maintenance expenditures were lower than budgeted expenditures by \$17,406, due to COVID and only purchasing items that were absolutely necessary.

The building supplies expenditures were lower than budgeted expenditures by \$5,861, due to facilities closed during COVID and the CN closed for 6 months during construction.

The equipment improvements expenditures were lower than budgeted expenditures by \$13,005, due to due to COVID and only purchasing items that were absolutely necessary.

The social security (FICA) expenditures were lower than budgeted expenditures by \$9,696, due to limited workforce when facilities could open.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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### CAPITAL ASSETS AND DEBT ADMINISTRATION

#### Capital Assets

The District's net investment in capital assets for its governmental activities as of April 30, 2021 was \$9,172,052 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, land improvements, playgrounds and equipment, and vehicles.

	Capital Assets - Net of Depreciation	
	2021	2020
Land	\$ 863,397	863,397
Construction in Progress	2,833,678	167,302
Buildings	3,516,154	3,575,365
Land Improvements	943,661	1,054,553
Playgrounds and Equipment	992,476	435,472
Vehicles	22,686	30,272
Totals	<u>9,172,052</u>	<u>6,126,361</u>

This year's major additions included:

Construction in Progress	\$ 2,666,376
Buildings	56,197
Land Improvements	11,494
Playgrounds and Equipment	<u>649,223</u>
	<u>3,383,290</u>

Additional information on the District's capital assets can be found in Note 3 of this report.

#### Debt Administration

At year-end, the District had total governmental debt outstanding of \$3,348,000 compared to \$3,725,000 the previous year. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding	
	2021	2020
General Obligation Bonds	<u>\$ 3,348,000</u>	<u>3,725,000</u>

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

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis

April 30, 2021

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### ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the District's operations and financial position cannot be determined.

Following are significant items for the next fiscal year:

- Concert Trailer (\$75,000)
- Wing Mower (\$55,000)
- Landscaping for the CN Renovation Project (\$12,000)
- Purchase two new pieces for the fitness center (\$11,500)
- Various sealcoating projects (\$10,000)
- Purchase and install recreation software (Budget amount \$8,500)
- Cut lips KM ballfield (\$7,000)
- Tuckpointing at Krueger Park (\$6,000)
- 110 Gallon Universal Sprayer (\$5,500)
- Storage container (\$4,000)
- West Door & Frame at Maintenance Facility (\$4,000)
- Bingo Electronic Flashboard (\$3,500)
- Irrigation Krueger Park (\$3,500)
- Ballfield drag for Gator (\$3,200)
- AED Replacement (\$3,000)

### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Hickory Hills Park District, 8047 W. 91st Place, Hickory Hills, IL 60457.

## **BASIC FINANCIAL STATEMENTS**

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

Government-Wide Financial Statements

Fund Financial Statements

Governmental Funds

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Statement of Net Position**

**April 30, 2021**

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**See Following Page**

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Statement of Net Position

April 30, 2021

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	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and Investments	\$ 3,484,296
Receivables - Net of Allowances	
Property Taxes	850,923
Accrued Interest	10,237
Prepays	42,323
Total Current Assets	<u>4,387,779</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	3,697,075
Depreciable	9,408,818
Accumulated Depreciation	<u>(3,933,841)</u>
Total Noncurrent Assets	<u>9,172,052</u>
Total Assets	<u>13,559,831</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Items - IMRF	157,733
Deferred Items - RBP	6,090
Total Deferred Outflows of Resources	<u>163,823</u>
Total Assets and Deferred Outflows of Resources	<u>13,723,654</u>

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

	<u>Governmental Activities</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	\$ 10,811
Accrued Payroll	42,097
Accrued Interest Payable	27,695
Other Payables	43,482
Current Portion of Long-Term Debt	392,524
Total Current Liabilities	<u>516,609</u>
Noncurrent Liabilities	
Compensated Absences	22,097
Net Pension Liability - IMRF	181,783
Total OPEB Liability - RBP	61,407
General Obligation Bonds Payable	2,961,000
Total Noncurrent Liabilities	<u>3,226,287</u>
Total Liabilities	<u>3,742,896</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	1,559,605
Deferred Items - IMRF	348,824
Deferred Items - RBP	21,072
Total Deferred Inflows of Resources	<u>1,929,501</u>
Total Liabilities and Deferred Inflows of Resources	<u>5,672,397</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	5,824,052
Restricted	
Police Program	5,072
Insurance	30,013
Special Recreation	4,805
Debt Service	222,067
Unrestricted	<u>1,965,248</u>
Total Net Position	<u><u>8,051,257</u></u>

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Statement of Activities**

**For the Fiscal Year Ended April 30, 2021**

	Expenses	Program Revenues			Net
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	(Expenses)/ Revenues and Changes in Net Position
Governmental Activities					
General Government	\$ 480,650	—	—	—	(480,650)
Recreation	920,633	297,851	5,000	313,984	(303,798)
Interest on Long-Term Debt	98,264	—	—	—	(98,264)
Total Governmental Activities	<u>1,499,547</u>	<u>297,851</u>	<u>5,000</u>	<u>313,984</u>	<u>(882,712)</u>

General Revenues	
Taxes	
Property Taxes	1,484,397
Intergovernmental - Unrestricted	
Replacement Taxes	27,460
Interest	28
Miscellaneous	24,433
	<u>1,536,318</u>
Change in Net Position	653,606
Net Position - Beginning as Restated	<u>7,397,651</u>
Net Position - Ending	<u><u>8,051,257</u></u>

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Balance Sheet - Governmental Funds**

**April 30, 2021**

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**See Following Page**

**HICKORY HILLS PARK DISTRICT, ILLINOIS****Balance Sheet - Governmental Funds****April 30, 2021**

		Special Revenue	
	General	Recreation	Special Recreation
<b>ASSETS</b>			
Cash and Investments	\$ 928,643	1,694,350	76,594
Receivables - Net of Allowances			
Taxes	271,048	264,093	84,617
Accrued Interest	10,237	—	—
Due from Other Funds	18	—	—
Prepays	3,858	5,213	—
Total Assets	<u>1,213,804</u>	<u>1,963,656</u>	<u>161,211</u>
<b>LIABILITIES</b>			
Accounts Payable	2,003	8,769	39
Accrued Payroll	12,046	30,051	—
Other Payables	—	43,482	—
Due to Other Funds	—	—	—
Total Liabilities	<u>14,049</u>	<u>82,302</u>	<u>39</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	<u>488,029</u>	<u>488,029</u>	<u>156,367</u>
Total Liabilities and Deferred Inflows of Resources	<u>502,078</u>	<u>570,331</u>	<u>156,406</u>
<b>FUND BALANCES</b>			
Nonspendable	3,858	5,213	—
Restricted	—	—	4,805
Committed	—	1,388,112	—
Unassigned	707,868	—	—
Total Fund Balances	<u>711,726</u>	<u>1,393,325</u>	<u>4,805</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>1,213,804</u>	<u>1,963,656</u>	<u>161,211</u>

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

Debt Service	Capital Projects	Nonmajor	Totals
443,205	303,847	37,657	3,484,296
228,133	—	3,032	850,923
—	—	—	10,237
—	—	—	18
33,234	—	18	42,323
704,572	303,847	40,707	4,387,797
—	—	—	10,811
—	—	—	42,097
—	—	—	43,482
—	—	18	18
—	—	18	96,408
421,576	—	5,604	1,559,605
421,576	—	5,622	1,656,013
33,234	—	18	42,323
249,762	—	35,085	289,652
—	303,847	—	1,691,959
—	—	(18)	707,850
282,996	303,847	35,085	2,731,784
704,572	303,847	40,707	4,387,797

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities**

**April 30, 2021**

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<b>Total Governmental Fund Balances</b>	\$ 2,731,784
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	9,172,052
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(191,091)
Deferred Items - RBP	(14,982)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(27,621)
Net Pension Liability - IMRF	(181,783)
Total OPEB Liability - RBP	(61,407)
General Obligation Bonds Payable	(3,348,000)
Accrued Interest Payable	<u>(27,695)</u>
<b>Net Position of Governmental Activities</b>	<u><u>8,051,257</u></u>

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended April 30, 2021**

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**See Following Page**

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended April 30, 2021**

	Special Revenue		
	General	Recreation	Special Recreation
Revenues			
Taxes	\$ 478,297	456,550	145,078
Charges for Services	—	297,851	—
Intergovernmental	27,460	5,000	—
Interest	—	—	—
Miscellaneous	15,321	9,112	—
Total Revenues	<u>521,078</u>	<u>768,513</u>	<u>145,078</u>
Expenditures			
Current			
General Government	439,682	—	—
Recreation	—	737,171	72,848
Capital Outlay	—	—	144,414
Debt Service			
Principal Retirement	—	—	—
Interest and Fiscal Charges	29,003	—	—
Total Expenditures	<u>468,685</u>	<u>737,171</u>	<u>217,262</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>52,393</u>	<u>31,342</u>	<u>(72,184)</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	—	—
Transfers In	—	—	—
Transfers Out	(120,000)	(100,000)	—
	<u>(120,000)</u>	<u>(100,000)</u>	<u>—</u>
Net Change in Fund Balances	(67,607)	(68,658)	(72,184)
Fund Balances - Beginning	<u>779,333</u>	<u>1,461,983</u>	<u>76,989</u>
Fund Balances - Ending	<u><u>711,726</u></u>	<u><u>1,393,325</u></u>	<u><u>4,805</u></u>

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

Debt Service	Capital Projects	Nonmajor	Totals
398,467	—	6,005	1,484,397
—	—	—	297,851
—	313,984	—	346,444
—	28	—	28
—	—	—	24,433
398,467	314,012	6,005	2,153,153
—	—	2,825	442,507
—	—	—	810,019
—	3,238,876	—	3,383,290
377,000	—	—	377,000
64,482	—	—	93,485
441,482	3,238,876	2,825	5,106,301
(43,015)	(2,924,864)	3,180	(2,953,148)
—	46,000	—	46,000
—	220,000	—	220,000
—	—	—	(220,000)
—	266,000	—	46,000
(43,015)	(2,658,864)	3,180	(2,907,148)
326,011	2,962,711	31,905	5,638,932
282,996	303,847	35,085	2,731,784

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the  
Governmental Funds to the Statement of Activities - Governmental Activities  
For the Fiscal Year Ended April 30, 2021**

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**Net Change in Fund Balances - Total Governmental Funds** \$ (\$2,907,148)

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

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

Capital Outlays	\$3,383,290
Depreciation Expense	(\$260,418)
Disposals - Cost	(\$850,695)
Disposals - Accumulated Depreciation	\$773,514

The net effect of deferred outflows (inflows) of resources related  
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(\$179,900)
Change in Deferred Items - RBP	\$215

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

Change in Compensated Absences Payable	(\$5,617)
Change in Net Pension Liability - IMRF	\$330,421
Change in Total OPEB Liability - RBP	(\$2,277)
Retirement of Debt	\$377,000

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

(\$4,779)

**Changes in Net Position of Governmental Activities**

\$653,606

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Hickory Hills Park District (the District) is duly organized and existing under the provisions of the laws of the State of Illinois and is operating under the provisions of the Park District Code of the State of Illinois. The District operates under the commissioner-director form of government (an elected Board of five District Commissioners) and provides a variety of recreational facilities, programs and services.

#### REPORTING ENTITY

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

#### BASIS OF PRESENTATION

##### Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). The District's preservation of open space, recreational program activities, development and maintenance of the District's various recreation, and general administration are all classified as governmental activities.

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

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

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, certain intergovernmental revenues, interest income, etc.).

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

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### BASIS OF PRESENTATION - Continued

##### Fund Financial Statements

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

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses) for the determination of major funds. The District selectively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a single column in the fund financial statements. A fund is considered major if it is a primary operating fund of the District or meets the following criteria:

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

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

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

##### Governmental Funds

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

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

*Special revenue funds* are used to account for the proceeds of specific revenue sources (other than capital project funds) that are legally restricted to expenditures for specified purposes. The District maintains six special revenue funds. The Recreation Fund, a major fund, is used to account for revenues and expenditures related to recreational programs offered and park maintenance by the District. The Special Recreation Fund, also a major fund, is used to account for revenues and expenditures related to the provision of recreational services for individuals with disabilities. The District, funded by a special levy, contributes annually for membership in the South West Special Recreation Association.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### BASIS OF PRESENTATION - Continued

##### Governmental Funds - Continued

*Debt service funds* are used to account for the accumulation of resources, and the payment of, general long-term debt principal and interest. The Debt Service Fund, a major fund, is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

*Capital projects funds* are used to account for all resources used for the acquisition or construction of major capital assets. The Capital Projects Fund, a major fund, is used to account for various identified capital projects such as land acquisition and land development as well as capital equipment and supplies.

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

##### Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

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

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

##### Basis of Accounting

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

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

##### Basis of Accounting - Continued

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

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

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

##### Cash and Investments

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

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

##### Interfund Receivables, Payables and Activity

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

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

##### Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes.

##### Prepays

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

##### Capital Assets

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

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

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

Buildings	50 Years
Land Improvements	20 Years
Playgrounds and Equipment	5 - 20 Years
Vehicles	8 Years

##### Deferred Outflows/Inflows of Resources

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

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

##### Compensated Absences

Accumulated vacation leave expected to be liquidated with expendable available financial resources are recognized as an expenditure and as a liability of the governmental fund from which they are expected to be paid. Employees earn vacation and are required to use vacation days within six months of the end of the anniversary year in which it is earned. Any unused vacation days after this period is lost. Eligible employees receive two personal days that they may take any time during the calendar year. Unused personal days will be added to employee's accumulative sick days each year. These expenditures are expected to be paid from the corporate and recreation funds as in previous years. Accumulated vacation leave is recognized when earned in the government-wide financial statements. Sick days are not payable upon termination and are not accrued in the financial statements.

##### Long-Term Obligations

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

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

##### Net Position

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

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

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

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

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**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**BUDGETARY INFORMATION**

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

All departments of the District submit requests for appropriation to the District’s administrator so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates, and requested appropriation for the next year. The proposed budget is presented to the governing body for review.

The governing body holds public hearings and may add to, subtract from, or change appropriation, but may not change the form of the budget. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, no supplementary appropriations were made.

Budgetary information for individual funds is prepared on the same basis as the basic financial statements. The budget is prepared in accordance with the Illinois Park District Code and is derived from the combined annual budget and appropriation ordinance of the District. Working budgets are prepared for all governmental funds, except for the Liability Insurance and Workers’ Compensation funds. All budgets are prepared based on the annual fiscal year of the District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements which govern the District.

**EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS**

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

Fund	Excess
Special Recreation	\$ 68,740
Debt Service	18

**NOTE 3 - DETAIL NOTES ON ALL FUNDS**

**DEPOSITS AND INVESTMENTS**

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

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

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, which is the price for which the investment could be sold.

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continues**

**DEPOSITS AND INVESTMENTS - Continued**

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

*Deposits.* At year-end, the carrying amount of the District's deposits totaled \$750,464 and the bank balances totaled \$775,460.

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasury Securities	\$ 2,321,268	1,107,337	1,117,655	96,276	—
U.S. Agency Securities	99,949	99,949	—	—	—
Municipal Bonds	293,988	—	—	293,988	—
Illinois Funds	18,627	18,627	—	—	—
	<u>2,733,832</u>	<u>1,225,913</u>	<u>1,117,655</u>	<u>390,264</u>	<u>—</u>

The District has the following recurring fair value measurements as of April 30, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Debt Securities</b>				
U.S. Treasury Securities	\$ 2,321,268	2,321,268	—	—
U.S. Agency Securities	99,949	—	99,949	—
Municipal Bonds	293,988	—	293,988	—
<b>Total Investments by Fair Value Level</b>	<b>2,715,205</b>	<b>2,321,268</b>	<b>393,937</b>	<b>—</b>
<b>Investments Measured at the Net Asset Value (NAV)</b>				
Illinois Funds	18,627			
<b>Total Investments Measured at Fair Value</b>	<b>2,733,832</b>			

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continues

#### DEPOSITS AND INVESTMENTS - Continued

##### Interest Rate Risk, Credit Risk, Custodial Credit Risk, and Concentration of Credit Risk - Continued

*Investments - Continued.* Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for operations.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policy limits its exposure by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. At year-end, the District's's investments in U.S. Government Agencies and Municipal Bonds were not available, and the District's investment in the Illinois Funds was rated AAAM by Standard and Poor's.

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy does not address custodial credit risk. At year-end, the entire amount of the bank balance of deposits is covered by collateral, federal depository or equivalent insurance.

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

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not address concentration of credit risk. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

**Interfund Balances**

Interfund balances for the year consisted of the following:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	<u>\$ 18</u>

Interfund balances are advances in anticipation of receipts to cover temporary cash shortages.

**Interfund Transfers**

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Capital Projects	General	\$ 120,000 (2)
Capital Projects	Recreation	<u>100,000 (1)</u>
		<u>220,000</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
<b>Nondepreciable Capital Assets</b>				
Land	\$ 863,397	—	—	863,397
Construction in Progress	167,302	2,666,376	—	2,833,678
	<u>1,030,699</u>	<u>2,666,376</u>	<u>—</u>	<u>3,697,075</u>
<b>Depreciable Capital Assets</b>				
Buildings	5,460,792	56,197	—	5,516,989
Land Improvements	2,758,285	11,494	680,816	2,088,963
Playgrounds and Equipment	1,130,310	649,223	130,162	1,649,371
Vehicles	193,212	—	39,717	153,495
	<u>9,542,599</u>	<u>716,914</u>	<u>850,695</u>	<u>9,408,818</u>
<b>Less Accumulated Depreciation</b>				
Buildings	1,885,427	115,408	—	2,000,835
Land Improvements	1,703,732	57,991	616,421	1,145,302
Playgrounds and Equipment	694,838	79,433	117,376	656,895
Vehicles	162,940	7,586	39,717	130,809
	<u>4,446,937</u>	<u>260,418</u>	<u>773,514</u>	<u>3,933,841</u>
<b>Total Net Depreciable Capital Assets</b>	<u>5,095,662</u>	<u>456,496</u>	<u>77,181</u>	<u>5,474,977</u>
<b>Total Net Capital Assets</b>	<u>6,126,361</u>	<u>3,122,872</u>	<u>77,181</u>	<u>9,172,052</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 180,985
Recreation	<u>79,433</u>
	<u>260,418</u>

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### PROPERTY TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about March 1 and August 1. The County collects such taxes and remits them periodically.

#### LONG-TERM DEBT

##### General Obligation Bonds

The District issues general obligation (alternate revenue source) bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$1,165,000 General Obligation Limited Park Bonds of 2020A - Due in annual installment of \$377,000 to \$401,000 plus interest at 1.82% to 1.85% through December 1, 2022.	\$ 1,165,000	—	377,000	788,000
\$2,560,000 General Obligation (Alternate Revenue Source) Bonds of 2020B - Due in annual installments of \$160,000 to \$375,000 plus interest at 2.03% through December 1, 2032.	2,560,000	—	—	2,560,000
	3,725,000	—	377,000	3,348,000

##### Pledged Revenues

The District issued the General Obligation Alternate Revenue Source Bond Series of 2020B. These bonds are payable from a pledge of the District's General Fund revenues. During the current fiscal year, no pledged General Fund revenue was used for paying the Series 2020B.

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Long-Term Liability Activity**

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 22,004	11,234	5,617	27,621	5,524
Net Pension Liability - IMRF	512,204	—	330,421	181,783	—
Total OPEB Liability - RBP	59,130	2,277	—	61,407	—
General Obligation Bonds	3,725,000	—	377,000	3,348,000	387,000
	<u>4,318,338</u>	<u>13,511</u>	<u>713,038</u>	<u>3,618,811</u>	<u>392,524</u>

For the governmental activities, the compensated absences, the net pension liability, and the total OPEB liability are generally liquidated by the General Fund or the Recreation Fund. Payments on the general obligation bonds are made by the Debt Service Fund.

**Legal Debt Margin**

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**LONG-TERM DEBT - Continued**

**Legal Debt Margin - Continued**

Assessed Valuation - 2020	<u>\$ 431,121,360</u>
Legal Debt Limit - 2.875% of Assessed Value	12,394,739
Amount of Debt Applicable to Limit	<u>788,000</u>
Legal Debt Margin	<u>11,606,739</u>
Non-Referendum Legal Debt Limit	
.575% of Equalized Assessed Valuation	2,478,948
Amount of Debt Applicable to Limit	<u>788,000</u>
Non-Referendum Legal Debt Margin	<u>1,690,948</u>

**Debt Service Requirements to Maturity**

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

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2022	\$ 387,000	66,469
2023	561,000	59,386
2024	170,000	48,720
2025	175,000	45,269
2026	280,000	41,717
2027	375,000	36,033
2028	375,000	28,420
2029	230,000	20,808
2030	240,000	16,138
2031	195,000	11,266
2032	200,000	7,308
2033	160,000	3,248
Totals	<u>3,348,000</u>	<u>384,782</u>

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### NET POSITION/FUND BALANCE

##### Net Position Restatement

Beginning net position was restated to correct an error in recognition of prior year capital assets. The following is a summary of the net position as originally reported and as restated:

Net Position	As Reported	As Restated	Increase
Governmental Activities	\$ 7,289,144	7,397,651	108,507

##### Fund Balance Classifications

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

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

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

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

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

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

*Minimum Fund Balance Policy.* The District's policy manual states that the General Fund should maintain a minimum unrestricted fund balance equal to 30% of operating expenditures.

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**NET POSITION/FUND BALANCE - Continued**

**Fund Balance Classifications - Continued**

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

	Special Revenue		Debt Service	Capital Projects	Nonmajor	Totals	
	General	Recreation					Special Recreation
Fund Balances							
Nonspendable							
Prepays	\$ 3,858	5,213	—	33,234	—	18	42,323
Restricted							
Special Levies							
Police Program	—	—	—	—	—	5,072	5,072
Insurance	—	—	—	—	—	30,013	30,013
Special Recreation	—	—	4,805	—	—	—	4,805
Debt Service	—	—	—	249,762	—	—	249,762
	—	—	4,805	249,762	—	35,085	289,652
Committed							
Recreation	—	1,388,112	—	—	—	—	1,388,112
Capital Projects	—	—	—	—	303,847	—	303,847
	—	1,388,112	—	—	303,847	—	1,691,959
Unassigned	707,868	—	—	—	—	(18)	707,850
<b>Total Fund Balances</b>	<b>711,726</b>	<b>1,393,325</b>	<b>4,805</b>	<b>282,996</b>	<b>303,847</b>	<b>35,085</b>	<b>2,731,784</b>

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

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**NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued**

**NET POSITION/FUND BALANCE - Continued**

**Net Position Classifications**

Net investment in capital assets was comprised of the following as of April 30, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 9,172,052
Less Capital Related Debt:	
General Obligation Limited Tax Park Bonds of 2020A	(788,000)
General Obligation (Alternate Revenue Source) Bonds of 2020B	<u>(2,560,000)</u>
Net Investment in Capital Assets	<u><u>5,824,052</u></u>

**NOTE 4 - OTHER INFORMATION**

**RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the District's employees. The District has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. The Library currently reports all its risk management activities in the General Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

**Park District Risk Management Agency (PDRMA) - Property and Casualty Program**

Since June 1, 1992, the District has been a member of the Park District Risk Management Agency (PDRMA), a joint risk management pool of park and forest preserve districts, and special recreation associations, through which property, general liability, automobile liability, crime, boiler and machinery, public officials' and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period of January 1, 2021 to January 1, 2022:

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**RISK MANAGEMENT - Continued**

**Park District Risk Management Agency (PDRMA) - Property and Casualty Program - Continued**

<b>Coverage</b>	<b>Member Deductible</b>	<b>PDRMA Self-Insured Retention</b>	<b>Limits</b>
<b>PROPERTY</b>			
Property/Bldg/Contents			
All Losses Per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/All Members
Flood/Except Zones A & V	\$1,000	\$1,000,000	\$100,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	\$1,000	\$1,000,000	\$50,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Course of Construction	\$1,000	Included	\$25,000,000
Tax Revenue Interruption	\$1,000	\$1,000,000	\$3,000,000/Reported Values
			\$1,000,000/Non-Reported Values
Business Interruption, Rental Income	\$1,000		\$100,000,000/Reported Values
			\$500,000/\$2,500,000/Non-Reported Values
Off Premises Service Interruption	24 Hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence
<b>WORKERS COMPENSATION</b>			
Employers Liability	N/A	\$500,000	Statutory
		\$500,000	\$3,500,000 Employers Liability
<b>LIABILITY</b>			
General	None	\$500,000	\$21,500,000/Occurrence
Auto Liability	None	\$500,000	\$21,500,000/Occurrence
Employment Practices	None	\$500,000	\$21,500,000/Occurrence
Public Officials' Liability	None	\$500,000	\$21,500,000/Occurrence
Law Enforcement Liability	None	\$500,000	\$21,500,000/Occurrence
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/Occurrence
Communicable Disease	\$1,000/\$5,000	\$5,000,000	\$250,000/Claim/Aggregate;
			\$5,000,000 Aggregate All Members

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**RISK MANAGEMENT - Continued**

**Park District Risk Management Agency (PDRMA) - Property and Casualty Program - Continued**

<b>Coverage</b>	<b>Member Deductible</b>	<b>PDRMA Self-Insured Retention</b>	<b>Limits</b>
<b>POLLUTION LIABILITY</b>			
Liability - Third Party	None	\$25,000	\$5,000,000/Occurrence
Property - First Party	\$1,000	\$24,000	\$30,000,000 3 Year Aggregate
<b>OUTBREAK EXPENSE</b>			
Outbreak Expense			\$1,000,000 Aggregate Policy Limit
Outbreak Suspension	24 Hours	N/A	\$5,000/\$25,000/Day All Locations
			\$150,000/\$500,000 Aggregate
Workplace Violence Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
Fungus Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
<b>INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA</b>			
<b>LIABILITY COVERAGE</b>			
Breach Response	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption due to			
System Failure	8 Hours	\$100,000	\$250,000/Occurrence/Annual Aggregate
Dependent Business Loss	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Liability	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
eCrime	\$1,000	\$100,000	\$50,000/Occurrence/Annual Aggregate
Criminal Reward	\$1,000	\$100,000	\$50,000/Occurrence/Annual Aggregate
<b>DEADLY WEAPON RESPONSE</b>			
Liability	\$1,000	\$9,000	\$500,000/Occurrence/\$2,500,000 Annual Aggregate
First Party Property	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Crisis Management Services	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Counseling/Funeral Expenses	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Medical Expenses	\$1,000	\$9,000	\$25,000/person/\$500,000 Annual Aggregate
AD&D	\$1,000	\$9,000	\$50,000/person/\$500,000 Annual Aggregate
<b>VOLUNTEER MEDICAL ACCIDENT</b>			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense Excess of any other Collectible Insurance
<b>UNDERGROUND STORAGE TANK LIABILITY</b>			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking
			Underground Tank Fund
<b>UNEMPLOYMENT COMPENSATION</b>			
Unemployment Compensation	N/A	N/A	Statutory

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 4 - OTHER INFORMATION - Continued

#### RISK MANAGEMENT - Continued

##### Park District Risk Management Agency (PDRMA) - Property and Casualty Program - Continued

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

As a member of PDRMA's Property/Casualty Program, the District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the District's governing body. The District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigations and settlement, and to follow risk management procedures as outlined by PDRMA.

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

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2020 and the statement of revenues and expenses for the period ending December 31, 2020. The District's portion of the overall equity of the pool is 0.135% or \$76,888.

Assets	\$ 76,433,761
Deferred Outflows of Resources - Pension	1,015,561
Liabilities	19,892,387
Deferred Inflows of Resources - Pension	798,816
Total Net Position	56,758,119
Operating Revenues	19,454,155
Nonoperating Revenues	4,109,196
Expenditures	16,158,333

Since 89.98% 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.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 4 - OTHER INFORMATION - Continued

#### RISK MANAGEMENT - Continued

##### Park District Risk Management Agency (PDRMA) Health Program

Since March 1, 1999, the District has been a member of the Park District Risk Management Agency (PDRMA) Health Program, a health insurance pool of park districts, special recreation associations and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$250,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

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

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

The following represents a summary of PDRMA's Health Program balance sheet at December 31, 2020 and the statement of revenues and expenses for the period ending December 31, 2020.

Assets	\$ 29,550,609
Deferred Outflows of Resources - Pension	435,241
Liabilities	5,326,323
Deferred Inflows of Resources - Pension	342,350
Total Net Position	24,317,177
Operating Revenues	34,484,852
Nonoperating Revenues	1,999,072
Expenditures	32,395,210

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

## **HICKORY HILLS PARK DISTRICT, ILLINOIS**

### **Notes to the Financial Statements**

**April 30, 2021**

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#### **NOTE 4 - OTHER INFORMATION - Continued**

##### **CONTINGENT LIABILITIES**

###### **Litigation**

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

###### **Grants**

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

###### **Financial Impact from COVID-19**

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the District's operations and financial position cannot be determined.

##### **JOINT VENTURES - SOUTHWEST SPECIAL RECREATION ASSOCIATION**

The District, five other contiguous park districts and two municipalities have entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each agency shares equally in the South West Special Recreation Association (SWSRA) and generally provides funding. Each member agency participating in SWSRA selects one individual, usually from its own Board or professional staff, to sit on the Board of Directors of SWSRA. The Board of Directors adopts its own budget based on funds being contributed by its members and programs to be conducted and generally adopts the operating policies, invests funds and otherwise directs the operations of SWSRA independent of its member agencies. The District contributed \$72,848 to SWSRA during the current fiscal year. Separate financial statements for SWSRA are available from SWSRA's management.

##### **EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN**

###### **Illinois Municipal Retirement Fund (IMRF)**

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

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 4 - OTHER INFORMATION - Continued

#### EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

##### Illinois Municipal Retirement Fund (IMRF) - Continued

###### Plan Descriptions

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

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

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

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

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Plan Descriptions - Continued**

*Plan Membership.* As of December 31, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	11
Inactive Plan Members Entitled to but not yet Receiving Benefits	6
Active Plan Members	<u>10</u>
Total	<u><u>27</u></u>

*Contributions.* As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended April 30, 2021, the District's contribution was 14.94% of covered payroll.

*Net Pension Liability.* The District's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2020, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.25%
Inflation	2.25%

For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 4 - OTHER INFORMATION - Continued

#### EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

##### Illinois Municipal Retirement Fund (IMRF) - Continued

##### Plan Descriptions - Continued

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	1.30%
Domestic Equities	37.00%	5.00%
International Equities	18.00%	6.00%
Real Estate	9.00%	6.20%
Blended	7.00%	2.85% - 6.95%
Cash and Cash Equivalents	1.00%	0.70%

##### Discount Rate

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

##### Discount Rate Sensitivity

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

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

**Discount Rate Sensitivity - Continued**

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	694,222	181,783	(239,102)

**Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2019	\$ 4,064,551	3,552,347	512,204
Changes for the Year:			
Service Cost	57,457	—	57,457
Interest on the Total Pension Liability	289,742	—	289,742
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	30,531	—	30,531
Changes of Assumptions	(49,876)	—	(49,876)
Contributions - Employer	—	68,497	(68,497)
Contributions - Employees	—	21,814	(21,814)
Net Investment Income	—	483,596	(483,596)
Benefit Payments, Including Refunds of Employee Contributions	(193,665)	(193,665)	—
Other (Net Transfer)	—	84,368	(84,368)
Net Changes	134,189	464,610	(330,421)
Balances at December 31, 2020	4,198,740	4,016,957	181,783

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued**

**Illinois Municipal Retirement Fund (IMRF) - Continued**

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

For the year ended April 30, 2021, the District recognized pension revenue of \$77,109. At April 30, 2021, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 97,131	(9,446)	87,685
Change in Assumptions	37,507	(58,479)	(20,972)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	—	(280,899)	(280,899)
Total Pension Expense to be			
Recognized in Future Periods	134,638	(348,824)	(214,186)
Pension Contributions Made Subsequent			
to the Measurement Date	23,095	—	23,095
Total Deferred Amounts Related to IMRF	<u>157,733</u>	<u>(348,824)</u>	<u>(191,091)</u>

\$23,095 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (65,673)
2023	(1,485)
2024	(98,608)
2025	(48,420)
2026	—
Thereafter	—
Total	<u>(214,186)</u>

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 4 - OTHER INFORMATION - Continued

#### OTHER POST-EMPLOYMENT BENEFITS

##### General Information about the OPEB Plan

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

*Benefits Provided.* RBP provides healthcare benefits for retirees. The benefit terms provide the retiree pay the full cost of premiums for non-Medicare-eligible retirees and Medicare-eligible retirees. Coverage is secondary to Medicare once eligible.

*Plan Membership.* As of April 30, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	—
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>9</u>
Total	<u><u>9</u></u>

##### Total OPEB Liability

The District's total OPEB liability was measured as of April 30, 2021, and was determined by an actuarial valuation as of September 30, 2020.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the September 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	Varies from 3.39% to 10.35% by Age and Years of Service
Discount Rate	2.21%
Healthcare Cost Trend Rates	7.00% to 8.00% for 2020, to an Ultimate Rate of 4.50% for 2038 and Later Years
Retirees' Share of Benefit-Related Costs	100% of Projected Health Insurance premiums for retirees

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements

April 30, 2021

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### NOTE 4 - OTHER INFORMATION - Continued

#### OTHER POST-EMPLOYMENT BENEFITS - Continued

##### Total OPEB Liability - Continued

*Actuarial Assumptions and Other Inputs – Continued.* The discount rate was based on the S&P Municipal Bond 20-year high-grade rate index rate for tax-exempt general obligation municipal bonds rated AA or better at September 30, 2020.

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

##### Change in the Total OPEB Liability

	Total OPEB Liability
Balances at April 30, 2020	\$ 59,130
Changes for the Year:	
Service Cost	2,402
Interest on the Total Pension Liability	1,633
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	2,689
Changes of Assumptions	(4,200)
Benefit Payments	(247)
Net Changes	2,277
Balances at April 30, 2021	61,407

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

The discount rate used to measure the total pension liability was 2.21%, while the prior valuation used 2.66%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB Liability	\$ 64,636	61,407	58,105

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 56,042	61,407	67,444

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

For the year ended April 30, 2021, the District recognized OPEB expense of \$2,309. At April 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 2,451	(15,632)	(13,181)
Change in Assumptions	3,639	(5,440)	(1,801)
Net Difference Between Projected and Actual and Actual Earnings	—	—	—
Total OPEB Expense to be Recognized in Future Periods	6,090	(21,072)	(14,982)
OPEB Contributions Made Subsequent to the Measurement Date	—	—	—
Total Deferred Amounts Related to OPEB	6,090	(21,072)	(14,982)

There were no employer contributions made subsequent to the measurement date.

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2021**

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**NOTE 4 - OTHER INFORMATION - Continued**

**OTHER POST-EMPLOYMENT BENEFITS - Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued**

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (1,726)
2023	(1,726)
2024	(1,726)
2025	(1,726)
2026	(1,726)
Thereafter	<u>(6,352)</u>
Total	<u><u>(14,982)</u></u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

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

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

Notes to the Required Supplementary Information

Budgetary information - budgets are adopted on a basis consistent with generally accepted accounting principles.

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Illinois Municipal Retirement Fund  
Schedule of Employer Contributions  
April 30, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 72,880	\$ 72,880	\$ —	\$ 488,473	14.92%
2016	71,161	71,161	—	489,079	14.55%
2017	73,871	73,871	—	494,448	14.94%
2018	69,294	69,294	—	516,736	13.41%
2019	72,870	72,870	—	535,880	13.60%
2020	68,873	68,873	—	547,193	12.59%
2021	73,412	73,412	—	491,352	14.94%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	23 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

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

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Illinois Municipal Retirement Fund Schedule of Changes in the Employer's Net Pension Liability April 30, 2021

	<u>12/31/2014</u>
Total Pension Liability	
Service Cost	\$ 53,726
Interest	215,528
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	(1,874)
Change of Assumptions	109,104
Benefit Payments, Including Refunds of Member Contributions	<u>(106,032)</u>
Net Change in Total Pension Liability	270,452
Total Pension Liability - Beginning	<u>2,903,690</u>
Total Pension Liability - Ending	<u><u>3,174,142</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 72,880
Contributions - Members	21,981
Net Investment Income	153,449
Benefit Payments, Including Refunds of Member Contributions	(106,032)
Other (Net Transfer)	<u>16,993</u>
Net Change in Plan Fiduciary Net Position	159,271
Plan Net Position - Beginning	<u>2,521,151</u>
Plan Net Position - Ending	<u><u>2,680,422</u></u>
Employer's Net Pension Liability	<u><u>\$ 493,720</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	84.45%
Covered Payroll	\$ 488,473
Employer's Net Pension Liability as a Percentage of Covered Payroll	101.07%

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

12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/30/2019	12/31/2020
52,166	51,162	50,867	50,282	54,083	57,457
234,257	241,875	257,036	260,868	269,997	289,742
—	—	—	—	—	—
(55,123)	53,807	14,541	(27,947)	120,720	30,531
(4,314)	(13,449)	(122,784)	110,956	—	(49,876)
(120,090)	(137,342)	(150,755)	(145,806)	(154,598)	(193,665)
106,896	196,053	48,905	248,353	290,202	134,189
3,174,142	3,281,038	3,477,091	3,525,996	3,774,349	4,064,551
3,281,038	3,477,091	3,525,996	3,774,349	4,064,551	4,198,740
71,160	73,871	69,294	75,987	70,816	68,497
22,266	22,250	23,253	24,240	26,534	21,814
13,335	185,127	496,076	(160,414)	557,806	483,596
(120,090)	(137,342)	(150,755)	(145,806)	(154,598)	(193,665)
24,287	33,137	(51,689)	(10,101)	13,281	84,368
10,958	177,043	386,179	(216,094)	513,839	464,610
2,680,422	2,691,380	2,868,423	3,254,602	3,038,508	3,552,347
2,691,380	2,868,423	3,254,602	3,038,508	3,552,347	4,016,957
589,658	608,668	271,394	735,841	512,204	181,783
82.03%	82.49%	92.30%	80.50%	87.40%	95.67%
489,079	494,448	516,736	535,880	589,635	484,760
120.56%	123.10%	52.52%	137.31%	86.87%	37.50%

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Retiree Benefit Plan**

**Schedule of Changes in the Employer's Total OPEB Liability**

**April 30, 2021**

	4/30/2019	4/30/2020	4/30/2021
Total OPEB Liability			
Service Cost	\$ 2,337	2,187	2,402
Interest	2,515	2,972	1,633
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual	—	(19,204)	2,689
Change of Assumptions or Other Inputs	(2,280)	4,471	(4,200)
Benefit Payments	(391)	(418)	(247)
Other Changes	—	—	—
Net Change in Total OPEB Liability	2,181	(9,992)	2,277
Total OPEB Liability - Beginning	66,941	69,122	59,130
Total OPEB Liability - Ending	69,122	59,130	61,407
Covered-Employee Payroll	\$ 489,335	429,184	455,486
Total OPEB Liability as a Percentage of Covered-Employee Payroll	14.13%	13.78%	13.48%

Note:

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

*Changes of Assumptions.* Changes of assumptions related to the discount rate were made in 2019, 2020 and 2021.

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended April 30, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 499,100	499,100	478,297
Intergovernmental			
Replacement Taxes	17,000	17,000	27,460
Interest	12,000	12,000	—
Miscellaneous			
Other	1,000	1,000	15,321
Total Revenues	<u>529,100</u>	<u>529,100</u>	<u>521,078</u>
Expenditures			
General Government			
Administration/Clerical	165,600	165,600	163,879
Maintenance Salaries	95,700	95,700	73,293
Employee Health Insurance	30,000	30,000	16,145
Contractual Service	98,000	98,000	84,917
General Supplies	23,000	23,000	21,116
Maintenance	35,000	35,000	17,594
Building Supplies	14,300	14,300	8,439
Equipment/Improvements	21,000	21,000	7,995
Social Security (FICA)	56,000	56,000	46,304
Debt Service			
Interest and Fiscal Charges	—	—	29,003
Total Expenditures	<u>538,600</u>	<u>538,600</u>	<u>468,685</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,500)	(9,500)	52,393
Other Financing (Uses)			
Transfers Out	—	—	(120,000)
Net Change in Fund Balance	<u>(9,500)</u>	<u>(9,500)</u>	(67,607)
Fund Balance - Beginning			<u>779,333</u>
Fund Balance - Ending			<u><u>711,726</u></u>

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Recreation - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended April 30, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 481,963	481,963	456,550
Charges for Services			
Program Fees	734,900	734,900	297,851
Intergovernmental			
Grants	—	—	5,000
Miscellaneous			
Donations	7,000	7,000	9,112
Total Revenues	<u>1,223,863</u>	<u>1,223,863</u>	<u>768,513</u>
Expenditures			
Recreation			
Administration/Clerical	193,300	193,300	191,565
Program Instructors	197,000	197,000	83,905
Maintenance	77,000	77,000	67,256
Facility Supervisors	50,000	50,000	34,336
Contracted Programs	189,000	189,000	88,266
Employee Health Insurance	85,000	85,000	75,752
Refunds	12,500	12,500	25,983
Great America Tickets	13,000	13,000	—
Program Equipment/Supplies	232,300	232,300	40,421
Seminars/Training	11,000	11,000	992
Association Membership	8,100	8,100	6,822
Fitness Center/Splash Pad	25,000	25,000	5,666
Capital Equipment/Projects	25,000	25,000	14,874
IMRF	79,000	79,000	73,412
Liability Insurance	21,000	21,000	17,424
Workers' Compensation Insurance	12,000	12,000	10,497
Total Expenditures	<u>1,230,200</u>	<u>1,230,200</u>	<u>737,171</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,337)	(6,337)	31,342
Other Financing (Uses)			
Transfers Out	—	—	(100,000)
Net Change in Fund Balance	<u>6,337</u>	<u>6,337</u>	(68,658)
Fund Balance - Beginning			<u>1,461,983</u>
Fund Balance - Ending			<u><u>1,393,325</u></u>

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Special Recreation - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended April 30, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 148,522	148,522	145,078
Expenditures			
Recreation			
Program Expenditures	74,261	74,261	72,848
Capital Outlay	74,261	74,261	144,414
Total Expenditures	148,522	148,522	217,262
Net Change in Fund Balance	—	—	(72,184)
Fund Balance - Beginning			76,989
Fund Balance - Ending			4,805

## **OTHER SUPPLEMENTARY INFORMATION**

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

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Consolidated Year-End Financial Report

## INDIVIDUAL FUND DESCRIPTIONS

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### GENERAL FUND

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

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### SPECIAL REVENUE FUNDS

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

#### Recreation Fund

The Recreation Fund is used to account for revenues and expenditures related to recreational programs offered and park maintenance by the District.

#### Special Recreation Fund

The Special Recreation Fund is used to account for revenues and expenditures related to the provision of recreational services for individuals with disabilities. The District, funded by special levy, contributes annually for membership in the South West Special Recreation Association.

#### Police Program Fund

The Police Program Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies for police services throughout the District.

#### Liability Insurance Fund

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

#### Workmen's Compensation Fund

The Workmen's Compensation Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies for payment of workmen's compensation expenditures.

#### Unemployment Fund

The Unemployment Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies for payment of unemployment insurance expenditures.

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## **INDIVIDUAL FUND DESCRIPTIONS**

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### **DEBT SERVICE FUND**

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

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### **CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for various identified capital projects such as land acquisition and land development as well as capital improvements and facilities including equipment and supplies.

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**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Debt Service Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended April 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Taxes			
Property Taxes	\$ 395,992	395,992	398,467
Expenditures			
Debt Service			
Principal Retirement	441,164	441,164	377,000
Interest and Fiscal Charges	300	300	64,482
Total Expenditures	<u>441,464</u>	<u>441,464</u>	<u>441,482</u>
Net Change in Fund Balance	<u>(45,472)</u>	<u>(45,472)</u>	(43,015)
Fund Balance - Beginning			<u>326,011</u>
Fund Balance - Ending			<u>282,996</u>

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Capital Projects Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2021

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Intergovernmental			
Grants	\$ —	—	313,984
Interest	—	—	28
Total Revenues	—	—	314,012
Expenditures			
Capital Outlay	3,483,400	3,483,400	3,238,876
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,483,400)	(3,483,400)	(2,924,864)
Other Financing Sources			
Disposal of Capital Assets	—	—	46,000
Transfers In	—	—	220,000
	—	—	266,000
Net Change in Fund Balance	<u>(3,483,400)</u>	<u>(3,483,400)</u>	(2,658,864)
Fund Balance - Beginning			<u>2,962,711</u>
Fund Balance - Ending			<u><u>303,847</u></u>

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Nonmajor Governmental - Special Revenue Funds**

**Combining Balance Sheet**

**April 30, 2021**

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**See Following Page**

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Nonmajor Governmental - Special Revenue Funds  
Combining Balance Sheet  
April 30, 2021**

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	<u>Police Program</u>
<b>ASSETS</b>	
Cash and Investments	\$ 7,248
Receivables - Net of Allowances	
Taxes	2,566
Prepays	<u>—</u>
 Total Assets	 <u><u>9,814</u></u>
<b>LIABILITIES</b>	
Due to Other Funds	—
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	<u>4,742</u>
Total Liabilities and Deferred Inflows of Resources	<u>4,742</u>
<b>FUND BALANCES</b>	
Nonspendable	—
Restricted	5,072
Unassigned	<u>—</u>
Total Fund Balances	<u>5,072</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u><u>9,814</u></u>

Liability Insurance	Workers' Compensation	Unemployment	Totals
—	—	30,409	37,657
—	—	466	3,032
18	—	—	18
18	—	30,875	40,707
18	—	—	18
—	—	862	5,604
18	—	862	5,622
18	—	—	18
—	—	30,013	35,085
(18)	—	—	(18)
—	—	30,013	35,085
18	—	30,875	40,707

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Nonmajor Governmental - Special Revenue Funds**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**

**For the Fiscal Year Ended April 30, 2021**

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	<u>Police Program</u>
Revenues	
Taxes	\$ 4,973
Expenditures	
General Government	<u>292</u>
Net Change in Fund Balances	4,681
Fund Balances - Beginning	<u>391</u>
Fund Balances - Ending	<u><u>5,072</u></u>

Liability Insurance	Workers' Compensation	Unemployment	Totals
—	—	1,032	6,005
1,619	914	—	2,825
(1,619)	(914)	1,032	3,180
1,619	914	28,981	31,905
—	—	30,013	35,085

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Police Program - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended April 30, 2021**

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	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 4,500	4,500	4,973
Expenditures			
General Government			
Police	5,500	5,500	292
Net Change in Fund Balance	<u>(1,000)</u>	<u>(1,000)</u>	4,681
Fund Balance - Beginning			<u>391</u>
Fund Balance - Ending			<u><u>5,072</u></u>

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Unemployment - Special Revenue Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended April 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Taxes			
Property Taxes	\$ 1,000	1,000	1,032
Expenditures			
General Government			
Unemployment Compensation	7,000	7,000	—
Net Change in Fund Balance	<u>(6,000)</u>	<u>(6,000)</u>	1,032
Fund Balance - Beginning			<u>28,981</u>
Fund Balance - Ending			<u><u>30,013</u></u>

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Consolidated Year-End Financial Report

April 30, 2021

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CSFA #	Program Name	State	Federal	Other	Totals
422-11-0970	Open Space Land Acquisition and Development	\$ 310,458	—	—	310,458
588-40-0448	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	—	5,000	—	5,000
	Other Grant Programs and Activities	—	—	3,527	3,527
	All Other Costs Not Allocated	—	—	1,180,562	1,180,562
	Totals	<u>310,458</u>	<u>5,000</u>	<u>1,184,089</u>	<u>1,499,547</u>

## **SUPPLEMENTAL SCHEDULES**

**HICKORY HILLS PARK DISTRICT, ILLINOIS**

**Schedule of Long-Term Debt Requirements**  
**General Obligation Limited Tax Park Bonds of 2020A**  
**April 30, 2021**

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Date of Issue	January 16, 2020
Date of Maturity	December 1, 2022
Authorized Issue	\$1,165,000
Denomination of Bonds	\$5,000
Interest Rates	1.82% - 1.85%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	BMO Harris Bank

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Principal	Interest	Totals
2022	\$ 387,000	14,501	401,501
2023	401,000	7,418	408,418
	<u>788,000</u>	<u>21,919</u>	<u>809,919</u>

# HICKORY HILLS PARK DISTRICT, ILLINOIS

## Schedule of Long-Term Debt Requirements General Obligation (Alternate Revenue Source) Bonds of 2020B April 30, 2021

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Date of Issue	January 16, 2020
Date of Maturity	December 1, 2032
Authorized Issue	\$2,560,000
Denomination of Bonds	\$5,000
Interest Rate	2.03%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	Chase Business Banking

### CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2022	\$ —	51,968	51,968
2023	160,000	51,968	211,968
2024	170,000	48,720	218,720
2025	175,000	45,269	220,269
2026	280,000	41,717	321,717
2027	375,000	36,033	411,033
2028	375,000	28,420	403,420
2029	230,000	20,808	250,808
2030	240,000	16,138	256,138
2031	195,000	11,266	206,266
2032	200,000	7,308	207,308
2033	160,000	3,248	163,248
	<u>2,560,000</u>	<u>362,863</u>	<u>2,922,863</u>