

CRETE PARK DISTRICT
CRETE, ILLINOIS
ANNUAL FINANCIAL REPORT
YEAR ENDED APRIL 30, 2017

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Report	1 - 3
 <u>BASIC FINANCIAL STATEMENTS</u>	
Statement of Net Position	4
Statement of Activities	5
Governmental Funds Balance Sheet	6
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position	7
Governmental Funds Revenues, Expenditures and Changes in Fund Balances	8
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	9
Notes to Financial Statements	10 - 23
 <u>REQUIRED SUPPLEMENTAL INFORMATION</u>	
General Fund - Schedule of Revenues and Expenditures - Estimated Receipts and Appropriations Compared to Actual	24 - 25
Recreation Fund - Schedule of Revenues and Expenditures - Estimated Receipts and Appropriations Compared to Actual	26 - 27
Schedule of Changes in Net Pension Liability and Related Ratios	28
Schedule of Employer Contributions	29
Notes to Required Supplemental Information	30 - 31
 <u>OTHER SUPPLEMENTAL INFORMATION</u>	
Other Funds - Combining Balance Sheet	32
Other Funds - Combining Statement of Revenues, Expenditures and Changes in Fund Balances	33

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
CRETE PARK DISTRICT

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of **CRETE PARK DISTRICT** (the "District"), as of and for the year ended April 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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.

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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 District as of April 30, 2017, 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 Supplemental Information

Accounting principles generally accepted in the United States of America require that the required supplemental 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 supplemental 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying financial information listed as other supplemental information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

This information is the responsibility of management and was derived from and relates 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

O'Neill & Gaspardo, LLC

O'NEILL & GASPARDO, LLC
Mokena, Illinois
June 22, 2017

CRETE PARK DISTRICT
STATEMENT OF NET POSITION
APRIL 30, 2017

ASSETS

Current Assets

Cash and Investments	\$ 230,178	
Property Taxes Receivable	<u>682,559</u>	
Total Current Assets		\$ 912,737

Noncurrent Assets

Land	3,079,100	
Other Capital Assets, Net of Accumulated Depreciation	<u>1,021,157</u>	
Total Noncurrent Assets		4,100,257

Deferred Outflows of Resources

Pension Related		<u>28,797</u>
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TOTAL ASSETS		<u><u>\$ 5,041,791</u></u>
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LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

Current Liabilities

Accounts Payable	\$ 38,463	
Other Accrued Expenses	9,113	
Unearned Revenue:		
Recreation Programs	27,199	
Accrued Compensated Absences	11,972	
Debt Payable, Due Within One Year	<u>327,695</u>	
Total Current Liabilities		\$ 414,442

Noncurrent Liabilities

Net Pension Liability	<u>224,600</u>	
Total Noncurrent Liabilities		<u>224,600</u>

Total Liabilities		639,042
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Deferred Inflows of Resources

Unavailable Property Taxes		682,559
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Net Position

Invested in Capital Assets, Net of Related Debt	4,007,303	
Restricted	234,720	
Unrestricted	<u>(521,833)</u>	
Total Net Position		<u>3,720,190</u>

TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		<u><u>\$ 5,041,791</u></u>
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See accompanying notes and auditor's report.

CRETE PARK DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED APRIL 30, 2017

	Program Revenue			NET (EXPENSES)	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	REVENUES AND CHANGES IN NET POSITION
<u>FUNCTIONS/PROGRAMS</u>					Governmental Activities
Governmental Activities:					
Recreation	\$ 979,676	\$ 347,086	\$ 5,491	\$ -	\$ (627,099)
Interest on Long-Term Debt	<u>6,926</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,926)</u>
Total Governmental Activities	<u>986,602</u>	<u>347,086</u>	<u>5,491</u>	<u>-</u>	<u>(634,025)</u>
 <u>GENERAL REVENUES</u>					
Taxes:					
Property Taxes					667,531
Replacement Taxes					7,823
Interest Income					<u>556</u>
Total General Revenues					<u>675,910</u>
Change in Net Position					41,885
 <u>NET POSITION</u>					
Beginning of Year					<u>3,678,305</u>
End of Year					<u>\$ 3,720,190</u>

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
GOVERNMENTAL FUNDS BALANCE SHEET
APRIL 30, 2017

	GENERAL	RECREATION	DEBT SERVICE	CAPITAL PROJECTS	OTHER FUNDS	TOTAL
<u>ASSETS</u>						
Cash and Investments	\$ 66,392	\$ -	\$ -	\$ 53,125	\$110,661	\$ 230,178
Property Taxes Receivable	193,924	162,514	233,392	-	92,729	682,559
Interfund Balances	-	-	-	79,840	-	79,840
Total Assets	<u>\$260,316</u>	<u>\$ 162,514</u>	<u>\$233,392</u>	<u>\$ 132,965</u>	<u>\$203,390</u>	<u>\$ 992,577</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 29,663	\$ -	\$ -	\$ -	\$ 8,800	\$ 38,463
Accrued Expenses	2,411	3,986	-	-	106	6,503
Unearned Revenue:						
Recreation Programs	-	27,199	-	-	-	27,199
Interfund Balances	-	27,679	52,161	-	-	79,840
Total Liabilities	32,074	58,864	52,161	-	8,906	152,005
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Unavailable Property Taxes	193,924	162,514	233,392	-	92,729	682,559
<u>FUND BALANCES</u>						
Fund Balances:						
Unassigned	34,318	(58,864)	(52,161)	-	-	(76,707)
Restricted	-	-	-	132,965	101,755	234,720
Total Fund Balances	<u>34,318</u>	<u>(58,864)</u>	<u>(52,161)</u>	<u>132,965</u>	<u>101,755</u>	<u>158,013</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$260,316</u>	<u>\$ 162,514</u>	<u>\$233,392</u>	<u>\$ 132,965</u>	<u>\$203,390</u>	<u>\$ 992,577</u>

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
APRIL 30, 2017

Total Fund Balances - Governmental Funds	\$	158,013
Capital assets are not current financial resources, so they are not reported on the Governmental Funds Balance Sheet.		4,100,257
Deferred Outflows of Resources (Pension Related) is not a current financial resource and therefore is not reported on the Governmental Funds Balance Sheet.		28,797
Long-term liabilities are not due and payable in the current period and therefore are not reported on the Governmental Funds Balance Sheet:		
Accrued Interest		(2,610)
Accrued Compensated Absences		(11,972)
Net Pension Liability		(224,600)
Debt Payable		<u>(327,695)</u>
Net Position of Governmental Activities	\$	<u>3,720,190</u>

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
GOVERNMENTAL FUNDS REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED APRIL 30, 2017

	GENERAL	RECREATION	DEBT SERVICE	CAPITAL PROJECTS	OTHER FUNDS	TOTAL
<u>REVENUES</u>						
Property Taxes	\$189,160	\$ 158,806	\$227,982	\$ -	\$ 91,583	\$ 667,531
State Replacement Taxes	7,823	-	-	-	-	7,823
Rentals	58,138	-	-	-	-	58,138
Donations	5,491	-	-	-	-	5,491
Programs	-	284,724	-	-	-	284,724
Concessions	952	-	-	-	-	952
Interest	556	-	-	-	-	556
Resident Pass	<u>3,272</u>	-	-	-	-	<u>3,272</u>
Total Revenues	<u>265,392</u>	<u>443,530</u>	<u>227,982</u>	-	<u>91,583</u>	<u>1,028,487</u>
<u>EXPENDITURES</u>						
Current:						
Recreation	236,632	485,779	-	-	80,142	802,553
Debt Service:						
Principal	-	-	328,000	-	-	328,000
Interest	-	-	6,720	-	-	6,720
Capital Outlay	-	-	-	<u>148,032</u>	-	<u>148,032</u>
Total Expenditures	<u>236,632</u>	<u>485,779</u>	<u>334,720</u>	<u>148,032</u>	<u>80,142</u>	<u>1,285,305</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	28,760	(42,249)	(106,738)	(148,032)	11,441	(256,818)
<u>OTHER FINANCING SOURCES</u>						
Bond Proceeds	-	-	<u>101,775</u>	<u>125,920</u>	-	<u>227,695</u>
Total Other Financing Sources	-	-	<u>101,775</u>	<u>125,920</u>	-	<u>227,695</u>
Net Change in Fund Balances	28,760	(42,249)	(4,963)	(22,112)	11,441	(29,123)
<u>FUND BALANCES</u>						
Beginning of Year	<u>5,558</u>	<u>(16,615)</u>	<u>(47,198)</u>	<u>155,077</u>	<u>90,314</u>	<u>187,136</u>
End of Year	<u>\$ 34,318</u>	<u>\$ (58,864)</u>	<u>\$ (52,161)</u>	<u>\$ 132,965</u>	<u>\$101,755</u>	<u>\$ 158,013</u>

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED APRIL 30, 2017

Net Change in Fund Balances - Total Governmental Funds \$ (29,123)

Governmental funds report capital outlays as expenditures. However, on the Statement of Activities, the cost of these assets is depreciated over their estimated useful lives.

Expenditures for Capital Assets in the Current Year	62,346
Current Year Depreciation Expense	(88,198)

Some expenses reported on the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Change in Accrued Compensated Absences from the Prior Year	(2,450)
Change in Accrued Interest from the Prior Year	(206)
Change in Deferred Outflows of Resources	969
Change in Net Pension Liability	(1,758)

Repayment of debt principal is an expenditure in the governmental funds, but reduces bonds payable on the Statement of Net Position.	328,000
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Bond proceeds are recorded as other financing source on the fund financial statements, but as bonds payable on the Government-Wide Financial Statements.	<u>(227,695)</u>
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Change in Net Position of Governmental Activities	<u><u>\$ 41,885</u></u>
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CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

CRETE PARK DISTRICT (the "District") is located in Crete, Illinois (Will County). The District was organized under state law to provide recreation services to local residents.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. REPORTING ENTITY AND ITS SERVICES

Accounting principles generally accepted in the United States of America require that the financial reporting entity include the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based upon these criteria, there are no agencies or entities whose financial data should be combined with and included in the financial statements of the District. Also, the District is not considered a component unit of any other government entity.

B. BASIS OF PRESENTATION

The District's basic financial statements consist of Government-Wide Financial Statements and Fund Financial Statements.

Government-Wide Financial Statements

The Statements of Net Position and Activities report the overall financial activity of the District (not by fund). The Statement of Net Position reports the District's assets and liabilities with the difference reported as net position. The Statement of Activities compares recreation expenses with program revenues. Program revenues include charges to participants of recreation programs and grants and contributions that are restricted to funding recreation programs. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The District records transactions by funds to aid financial management and demonstrate legal compliance. Major individual governmental funds are reported as separate columns in the fund financial statements and all other funds are combined under a single column. The major funds are the General, Recreation, Debt Service and Capital Projects Funds. Following is a brief description of the major funds used by the District.

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. In addition, general operating expenditures and the capital improvement costs that are not paid through other funds are paid from this fund.

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Recreation Fund - The Recreation Fund accounts for revenues and expenditures related to recreation programs offered by the District.

Debt Service Fund - The Debt Service Fund accumulates resources for, and payment of general long-term debt principal, interest and related costs.

Capital Projects Fund - The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of capital facilities and equipment.

The other governmental funds of the District account for property taxes and other resources whose use is restricted to a particular purpose.

C. BASIS OF ACCOUNTING

Governmental funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in fund equity. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to pay current period liabilities. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter (defined as within 60 days after fiscal year-end) to be used to pay liabilities of the current period. Material revenues susceptible to accrual include real estate tax, replacement tax and grant revenue. Expenditures are recognized when the related fund liability is incurred.

The government-wide statements (Statement of Net Position and Statement of Activities) are prepared using the economic resources measurement focus and the accrual basis of accounting. Under this method of accounting, revenues are recognized when earned and expenses are recorded when liabilities are incurred without regard to receipt or disbursement of cash.

D. INVESTMENTS

Investments consist of investments held in the Illinois Funds Money Market Funds and are carried at cost, which approximates market.

E. CAPITAL ASSETS

The accounting treatment for property, plant and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements. In the government-wide financial statements capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their estimated fair value at the date of donation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense on the Statement of Activities, with accumulated depreciation reflected on the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Buildings	15 - 60 Years
Playground Equipment	10 - 30 Years
Maintenance Equipment	5 - 20 Years
Office Equipment	3 - 10 Years
Site Improvements	3 - 60 Years
Vehicles	5 - 15 Years

The minimum capitalization threshold is any item with a total cost greater than \$2,500.

On the fund financial statements, capital assets are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

F. COMPENSATED ABSENCES

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick leave, since it is not paid upon termination. On the fund financial statements, accrued vacation is recorded in the general or recreation funds when payable (i.e. upon resignation or retirement). On the government-wide financial statements, accrued vacation is recorded when earned.

G. DEFERRED OUTFLOWS / INFLOWS OF RESOURCES

The District reports deferred outflows / inflows of resources on its Statement of Net Position and Governmental Funds Balance Sheet.

Deferred outflows of resources represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources until then. The District's only deferred outflows of resources at April 30, 2017 was due to the District's defined benefit pension plan (Illinois Municipal Retirement Fund - IMRF). It consisted of amounts to be recognized as pension expense in future fiscal years for the differences between expected and actual experience and assumption changes.

Deferred inflows of resources arise when resources are received by the District that apply to future periods, so they will not be recognized as revenue until that time. The District's only deferred inflows of resources at April 30, 2017 were levied property taxes intended to finance the next fiscal year.

H. PROPERTY TAXES

Property tax revenues are recognized in the year for which they are levied (i.e. intended to finance). The 2015 levy was intended to finance the fiscal year ended April 30, 2017. The most recent levy (2016) is intended to finance the next fiscal year. Therefore, property taxes receivable related to this levy are recorded as deferred inflows of resources. Property taxes receivable are recognized on the levy date.

Significant dates for the 2016 levy are as follows:

Lien Date	January 1, 2016
Levy Date	December 7, 2016

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Tax Bills Mailed (at least 30 days
prior to collection deadline)

First Installment Due

June 1, 2017

Second Installment Due

September 1, 2017

Property taxes are billed and collected by the County Treasurer of Will County, Illinois. Substantially all of the collected taxes for the 2016 tax levy will be received by the District between June 2017 and December 2017.

I. ELIMINATION AND RECLASSIFICATIONS

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and interfund balances in the fund financial statements may be eliminated or reclassified.

J. NET POSITION

Net position represents the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District uses restricted resources when an expense is incurred before using unrestricted resources.

K. FUND BALANCE

Equity is classified as fund balance in the fund financial statements and displayed in five components:

Nonspendable - includes amounts not in spendable form or amounts required to be maintained intact legally or contractually.

Restricted - includes amounts constrained for a specific purpose by external parties.

Committed - includes amounts constrained for a specific purpose by a government using its highest level of decision making authority (the Board of Commissioners for the District). This formal action must occur prior to the end of the reporting period, but the amount of the committed balance may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Board of Commissioners that originally created the commitment.

Assigned - includes General Fund amounts constrained for a specific purpose by the Board of Commissioners or by an official who has been delegated authority to assign amounts. The Board of Commissioners has not delegated this authority as of April 30, 2017. Additionally, all remaining positive spendable amounts in government funds other than the General Fund, that are neither restricted nor committed, are considered assigned. Assignments may take place after the end of the reporting period.

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

In circumstances where an expenditure relates to amounts available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance and unassigned fund balance.

L. ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. DEFINED BENEFIT PENSION PLAN

IMRF Plan Description

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

Benefits Provided

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.

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 2. DEFINED BENEFIT PENSION PLAN - Continued

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

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

Employees Covered by Benefit Terms

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

	IMRF
Retirees and Beneficiaries currently receiving benefits	1
Inactive Plan Members entitled to but not yet receiving benefits	-
Active Plan Members	7
Total	8

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. The District's annual contribution rate for calendar year 2016 was 11.88% of members' wages. For the fiscal year ended April 30, 2017, the District contributed \$37,988 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

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

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 2. DEFINED BENEFIT PENSION PLAN - Continued

Actuarial Assumptions

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

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.50%.
- **Projected Retirement Age** was from the Experience-based Table of Rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
- For **Mortality** of non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38%	6.85%
International Equity	17%	6.75%
Fixed Income	27%	3.00%
Real Estate	8%	5.75%
Alternative Investments	9%	2.65%-7.35%
Cash Equivalents	<u>1%</u>	2.25%
Total	100%	

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 2. DEFINED BENEFIT PENSION PLAN - Continued

Single Discount Rate

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

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

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

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2015	\$ 986,874	\$ 764,032	\$ 222,842
Changes for the year:			
Service Cost	32,031	-	32,031
Interest on the Total Pension Liability	74,631	-	74,631
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	9,459	-	9,459
Changes of Assumptions	(3,948)	-	(3,948)
Contributions - Employer	-	36,155	(36,155)
Contributions - Employee	-	13,695	(13,695)
Net Investment Income	-	52,083	(52,083)
Benefit Payments, including Refunds of Employee Contributions	(10,289)	(10,289)	-
Other (Net Transfers)	-	8,482	(8,482)
Net Changes	<u>101,884</u>	<u>100,126</u>	<u>1,758</u>
Balances at December 31, 2016	<u>\$ 1,088,758</u>	<u>\$ 864,158</u>	<u>\$ 224,600</u>

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 2. DEFINED BENEFIT PENSION PLAN - Continued

	1% Lower (6.50%)	Current Discount (7.50%)	1% Higher (8.50%)
Net Pension Liability	\$ 1,303,482	\$ 1,088,758	\$ 916,051
Plan Fiduciary Net Position	864,158	864,158	864,158
Net Pension Liability/(Asset)	\$ 439,324	\$ 224,600	\$ 51,893

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

For the year ended April 30, 2017, the District recognized pension expense of \$37,988. At April 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 8,556	\$ 22,818
Changes of assumptions	-	3,571
Net difference between projected and actual earnings on pension plan investments	37,455	-
Total Deferred Amounts to be recognized in pension expense in future periods	46,011	26,389
<i>Pension Contributions made subsequent to the Measurement Date</i>	9,175	-
Total Deferred Amounts Related to Pensions	\$ 55,186	\$ 26,389

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:

Year Ending December 31	Net Deferred Outflows of Resources
2017	\$ 9,912
2018	9,912
2019	9,911
2020	(700)
2021	(2,105)
Thereafter	(7,308)
Total	\$ 19,622

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 3. CASH AND INVESTMENTS

The District's investment policy authorizes the District to invest in investments authorized by the Illinois Public Funds Investment Act. Reconciled cash and investments at April 30, 2017 were as follows and are all permitted by the District's investment policy:

Illinois Funds Money Market Accounts	\$ 49,933
Old Plank Trail Community Bank Money Market Account	52,351
Old Plank Trail Community Bank Checking Accounts	41,485
Old Plank Trail Max Safe Public Funds Account	<u>86,409</u>
Total Reconciled Cash and Investments	<u>\$ 230,178</u>

Illinois Funds is an investment pool managed by the State of Illinois, Office of Treasurer, 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, but operates in a manner consistent with Rule 2 (a)7 of the Investment Company Act of 1940. Illinois Funds is rated AAAM by Standard & Poor's. Investments in Illinois Funds are valued at Illinois Funds' share price, which is the price the investment could be sold. Illinois Funds issues a publicly available financial report that includes financial statements and supplementary information. That report may be obtained on-line at www.treasurer.il.gov.

Credit Risk (Including Custodial Credit Risk) - This is the risk that the District's deposits or investments may not be returned due to bank/investment failure or other events. The District's investment policy limits its exposure to credit risk by only allowing investments in certificates of deposits which are federally insured or fully collateralized by the bank, obligations guaranteed by the United States Government, and Illinois Public Treasurer's Investment Pool or Illinois Park District Liquidity Asset Fund, which are both typically federally insured or collateralized by securities of the United States Government.

Concentration of Credit Risk - The District's investment policy does not restrict the amount of investments in any one issue. All of the District's investments are in Illinois Funds.

Interest Rate Risk - The District's investment policy does not limit the District's investment portfolio to specific maturities.

At April 30, 2017, the bank balance of the District's deposits with financial institutions was \$199,962. This balance is categorized as follows:

Insured by federal depository insurance	\$ 199,962
Insured or collateralized with securities held by the District or its agent in the District's name	-
Collateralized with securities held by the pledging financial institution's trust department or agent in the District's name	-
Uncollateralized	-
Total Deposits with Financial Institutions	<u>\$ 199,962</u>

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 4. RISK OF LOSS

The District is exposed to risk of loss through property ownership, employee injury, liability of employees, elected officials' action and other items. The District purchased commercial insurance policies to overcome these risks. The District did not have any claims exceeding insurance coverage in the last three years.

NOTE 5. CAPITAL ASSETS

Following is a summary of changes in the capital assets for the year ended April 30, 2017:

	<u>BEGINNING BALANCE</u>	<u>ADDITIONS</u>	<u>RETIREMENTS</u>	<u>ENDING BALANCE</u>
Capital Assets, Not Depreciable:				
Land	\$ 3,079,100	\$ -	\$ -	\$ 3,079,100
Total Capital Assets, Not Depreciable	3,079,100	-	-	3,079,100
Capital Assets, Depreciable:				
Buildings	840,536	-	(12,688)	827,848
Playground Equipment	413,279	30,045	-	443,324
Maintenance Equipment	94,851	-	(5,187)	89,664
Office Equipment	23,319	4,188	-	27,507
Site Improvements	1,091,721	28,113	(3,424)	1,116,410
Vehicles	<u>63,758</u>	<u>-</u>	<u>-</u>	<u>63,758</u>
Total Capital Assets, Depreciable	2,527,464	62,346	(21,299)	2,568,511
Less Accumulated Depreciation for:				
Buildings	(343,181)	(18,570)	12,688	(349,063)
Playground Equipment	(293,870)	(21,594)	-	(315,464)
Maintenance Equipment	(80,196)	(5,050)	5,187	(80,059)
Office Equipment	(22,400)	(1,191)	-	(23,591)
Site Improvements	(713,136)	(37,942)	3,424	(747,654)
Vehicles	<u>(27,672)</u>	<u>(3,851)</u>	<u>-</u>	<u>(31,523)</u>
Total Accumulated Depreciation	<u>(1,480,455)</u>	<u>(88,198)</u>	<u>21,299</u>	<u>(1,547,354)</u>
Capital Assets, Net	<u>\$ 4,126,109</u>	<u>\$ (25,852)</u>	<u>\$ -</u>	<u>\$ 4,100,257</u>

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 6. LONG-TERM LIABILITIES

	<u>BEGINNING BALANCE</u>	<u>INCREASES</u>	<u>DECREASES</u>	<u>ENDING BALANCE</u>	<u>DUE WITHIN ONE YEAR</u>
Debt Payable:					
2012B Bonds	\$ 200,000	\$ -	\$ (100,000)	\$ 100,000	\$ 100,000
2015 Bonds	228,000	-	(228,000)	-	-
2016 Bonds	<u>-</u>	<u>227,695</u>	<u>-</u>	<u>227,695</u>	<u>227,695</u>
Subtotals	428,000	227,695	(328,000)	327,695	327,695
Other Liabilities:					
Net Pension Liab.	222,842	1,758	-	224,600	-
Accrued Comp.					
Absences	<u>9,522</u>	<u>19,350</u>	<u>(16,900)</u>	<u>11,972</u>	<u>11,972</u>
Total Long Term Liabilities	<u>\$ 660,364</u>	<u>\$ 248,803</u>	<u>\$ (344,900)</u>	<u>\$ 564,267</u>	<u>\$ 339,667</u>

The General and Recreation Funds have been used to liquidate other long-term liabilities.

Debt payable at April 30, 2017 was comprised of the following issuances:

General Obligation Limited Tax Park Bonds (Series 2016) of \$227,695 were issued in December 2016. These bonds bear interest at 2.40%. All the principal and interest on these bonds is due in December 2017.

General Obligation Alternate Revenue Source Park Bonds (Series 2012B) of \$300,000 were issued in December 2012. These bonds bear interest between 1.40% and 1.90% and require semiannual interest payments on June 15th and December 15th. Principal payments of \$100,000 are due annually on December 15th.

The combined aggregate amounts of maturities for all borrowings at April 30, 2017 were as follows:

<u>FISCAL YEAR ENDING</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
April 30, 2018	<u>\$ 327,695</u>	<u>\$ 7,592</u>	<u>\$ 335,287</u>
Total Debt Payable	<u>\$ 327,695</u>	<u>\$ 7,592</u>	<u>\$ 335,287</u>

A computation of the legal debt margin of the District as of April 30, 2017, is as follows:

Equalized Assessed Valuation 2016	<u>\$ 136,566,386</u>
Legal Debt Limit - 2.875%	\$ 3,926,284
Amount of Debt Applicable to Limit	<u>327,695</u>
Estimated Legal Debt Margin	<u>\$ 3,598,589</u>

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 7. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Accounting principles generally accepted in the United States of America require disclosure of certain information concerning individual funds including:

The following funds had a deficit at April 30, 2017:

Recreation Fund	<u>\$ (58,864)</u>
Debt Service Fund	<u>\$ (52,161)</u>

The following interfund balances existed at April 30, 2017:

Due from Recreation Fund to Capital Projects Fund	<u>\$ 27,679</u>
Due from Debt Service Fund to Capital Projects Fund	<u>\$ 52,161</u>

The interfund balances are due to temporary financing.

NOTE 8. FUND BALANCE CLASSIFICATIONS

The following is a schedule of fund balance classifications for the government funds as of April 30, 2017:

	<u>GENERAL</u>	<u>RECREATION</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>	<u>OTHER FUNDS</u>	<u>TOTAL</u>
Fund Balance:						
Restricted:						
Restricted by Bond Ordinance:						
Capital Projects	\$ -	\$ -	\$ -	\$ 132,965	\$ -	\$ 132,965
Restricted by Tax Levies:						
Liability Insurance	-	-	-	-	21,519	21,519
Audit	-	-	-	-	4,961	4,961
Social Security	-	-	-	-	35,944	35,944
Paving and Lighting	-	-	-	-	39,331	39,331
Unassigned	<u>34,318</u>	<u>(58,864)</u>	<u>(52,161)</u>	<u>-</u>	<u>-</u>	<u>(76,707)</u>
Total Fund Balances	<u>\$ 34,318</u>	<u>\$ (58,864)</u>	<u>\$ (52,161)</u>	<u>\$ 132,965</u>	<u>\$ 101,755</u>	<u>\$ 158,013</u>

CRETE PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2017

NOTE 9. RESTRICTED POSITION

The following is a schedule of Restricted Net Position on the Statement of Net Position as of April 30, 2017.

Restricted by Bond Ordinances for Capital Projects	\$ 132,965
Restricted by Tax Levies:	
Liability Insurance	21,519
Audit	4,961
Social Security	35,944
Paving and Lighting	39,331
Total	<u>\$ 234,720</u>

NOTE 10. SUBSEQUENT EVENTS

The District has evaluated events subsequent to April 30, 2017 for possible adjustment or disclosure to the accompanying financial statements. This evaluation was done through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued.

*REQUIRED
SUPPLEMENTAL INFORMATION*

CRETE PARK DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
ESTIMATED RECEIPTS AND APPROPRIATIONS COMPARED TO ACTUAL
YEAR ENDED APRIL 30, 2017

	ORIGINAL AND FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
<u>REVENUES</u>			
Property Taxes	\$ 195,000	\$ 189,160	\$ (5,840)
State Replacement Taxes	7,800	7,823	23
Rentals	57,700	58,138	438
Donations	500	5,491	4,991
Grants	20,000	-	(20,000)
Concessions	1,500	952	(548)
Interest	600	556	(44)
Resident Pass	4,700	3,272	(1,428)
Total Revenues	287,800	265,392	(22,408)
<u>EXPENDITURES</u>			
<u>Recreation</u>			
Wages Allocated - Capital Fund	(50,000)	(50,000)	-
Salary - Executive Director	75,000	65,275	(9,725)
Salary - Board Treasurer	3,000	-	(3,000)
Salary - Board Secretary	2,000	-	(2,000)
Salary - Maintenance Supt.	55,000	52,580	(2,420)
P/T Summer Maintenance	40,000	18,921	(21,079)
Expenditures - Payroll Accruals	-	41	41
IL Municipal Retirement Fund	46,000	37,199	(8,801)
Health Insurance	92,000	57,789	(34,211)
Advertising	3,000	1,456	(1,544)
Public Relations	3,000	3,081	81
Repair Office Equipment/Contracts	25,000	7,194	(17,806)
Office Supplies	8,000	3,123	(4,877)
Postage	3,000	760	(2,240)
NSF Checks	2,000	1	(1,999)
Commissioner Professional Development	8,000	1,200	(6,800)
Administration Professional Development	8,000	6,682	(1,318)
Maintenance Professional Development	3,000	736	(2,264)
Miscellaneous	3,000	(2)	(3,002)
Pick-Up Truck Maintenance	8,000	758	(7,242)
Dump Truck Maintenance	5,000	296	(4,704)
Equipment Maintenance	15,000	3,473	(11,527)

Continued . . .

CRETE PARK DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
ESTIMATED RECEIPTS AND APPROPRIATIONS COMPARED TO ACTUAL
YEAR ENDED APRIL 30, 2017

Continued . . .

	ORIGINAL AND FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
Internet Data	8,000	2,769	(5,231)
Vehicle Maintenance F250	8,000	2,132	(5,868)
Equipment Rental	-	4,050	4,050
Fuel	12,000	5,950	(6,050)
Accounting Services	3,000	-	(3,000)
Lawn Maintenance Services	4,000	-	(4,000)
Attorney	8,000	2,980	(5,020)
Tree Maintenance	25,000	-	(25,000)
Heritage Building Maintenance	25,000	773	(24,227)
Heritage General Maintenance	25,000	2,548	(22,452)
Crete Park Building Maintenance	30,000	3,702	(26,298)
Crete Park General Maintenance	25,000	476	(24,524)
Lincolnshire Park General Maintenance	5,000	-	(5,000)
Swiss Valley Park General Maintenance	5,000	62	(4,938)
(Over) Short - Concessions	-	(15)	(15)
General Maintenance and Repair	20,000	7	(19,993)
Martin Park Maintenance	10,000	275	(9,725)
Main Street General Building Maintenance	8,000	330	(7,670)
Main Street Building Repair	50,000	30	(49,970)
Total Recreation Expenditures	<u>628,000</u>	<u>236,632</u>	<u>(391,368)</u>
<u>Capital Outlay</u>			
New Vehicles	75,000	-	(75,000)
Equipment	200,000	-	(200,000)
Total Lot Maintenance	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>
Total Capital Outlay Expenditures	<u>300,000</u>	<u>-</u>	<u>(300,000)</u>
Total Expenditures	<u>928,000</u>	<u>236,632</u>	<u>(691,368)</u>
Revenues Over (Under) Expenditures	<u>\$ (640,200)</u>	28,760	<u>\$ 668,960</u>
Fund Balance, Beginning		<u>5,558</u>	
Fund Balance, Ending		<u>\$ 34,318</u>	

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
RECREATION FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
ESTIMATED RECEIPTS AND APPROPRIATIONS COMPARED TO ACTUAL
YEAR ENDED APRIL 30, 2017

	ORIGINAL AND FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
<u>REVENUES</u>			
Property Taxes	\$ 160,957	\$ 158,806	\$ (2,151)
Programs	297,500	284,724	(12,776)
Concessions	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>
Total Revenues	460,457	443,530	(16,927)
<u>EXPENDITURES</u>			
IDNR Youth Grant	40,000	-	(40,000)
Telephones	15,000	12,011	(2,989)
Salary - Assistant Director	60,000	57,050	(2,950)
Salary - Superintendent of Recreation	50,000	47,850	(2,150)
Wages - Site Supervision	55,000	18,811	(36,189)
Wages - Office Manager	50,000	28,800	(21,200)
Recreation Professional Development	4,000	4,348	348
Porta John Rental	2,000	2,200	200
Special Recreation	2,000	798	(1,202)
Brochure Printing	22,000	11,753	(10,247)
Brochure Mailing	5,000	-	(5,000)
Maintenance Assistant	40,000	35,208	(4,792)
Maintenace Custodian	40,000	11,208	(28,792)
Utilities/Gas - Crete	6,000	1,460	(4,540)
Utilities/Gas - Heritage	8,000	2,421	(5,579)
Utilities/Gas - Main Street	10,000	763	(9,237)
Utilities/Electric - Crete	20,000	8,163	(11,837)
Utilities/Electric - Heritage	10,000	5,990	(4,010)
Utilities/Electric - Other	2,500	2,783	283
Utilities/Electric - Main Street	15,000	1,281	(13,719)
Utilities/Water - Crete	2,500	754	(1,746)
Utilities/Water - Heritage	2,500	302	(2,198)
Utilities/Water - Main Street	3,000	400	(2,600)
Vending Machine	7,000	448	(6,552)
Staff Uniforms	3,000	2,169	(831)
Cleaning Service	5,000	1,975	(3,025)
Credit Card Expense	7,000	5,057	(1,943)
Dues and Subscriptions	10,000	1,533	(8,467)
Administrative Support Expense	5,000	-	(5,000)
Ballet Trip Expense	2,000	-	(2,000)
Supplies - Special Events	25,000	12,084	(12,916)
Pool Payout	3,000	-	(3,000)
Softball Award Payout	-	2,200	2,200
Sales Tax	1,000	21	(979)
Preschool - Professional Development	4,000	1,350	(2,650)

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
RECREATION FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
ESTIMATED RECEIPTS AND APPROPRIATIONS COMPARED TO ACTUAL
YEAR ENDED APRIL 30, 2017

Continued . . .

	ORIGINAL AND FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
Program Salaries	231,500	117,687	(113,813)
Service Contracts/Instructors	160,000	51,769	(108,231)
Preschool Equipment	20,000	1,838	(18,162)
Arts and Crafts Supplies	24,000	6,976	(17,024)
Sports Equipment	55,000	20,816	(34,184)
Turf Management	30,000	5,502	(24,498)
Concession Stand	15,000	-	(15,000)
Total Expenditures	1,072,000	485,779	(586,221)
Revenues Over (Under) Expenditures	<u>\$ (611,543)</u>	(42,249)	<u>\$ 569,294</u>
Fund Balance, Beginning		(16,615)	
Fund Balance, Ending		<u>\$ (58,864)</u>	

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
DECEMBER 31, 2016

Calendar Year Ended December 31,	2016	2015
Total Pension Liability		
Service Cost	\$ 32,031	\$ 30,397
Interest on the Total Pension Liability	74,631	69,577
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	9,459	(28,080)
Changes of Assumptions	(3,948)	-
Benefit Payments, including Refunds of Employee Contributions	(10,289)	-
Net Change in Total Pension Liability	101,884	71,894
Total Pension Liability - Beginning	986,874	914,980
Total Pension Liability - Ending (A)	\$ 1,088,758	\$ 986,874
 Plan Fiduciary Net Position		
Contributions - Employer	\$ 36,155	\$ 34,381
Contributions - Employees	13,695	12,936
Net Investment Income	52,083	3,915
Benefit Payments, including Refunds of Employee Contributions	(10,289)	-
Other (Net Transfer)	8,482	(46,533)
Net Change in Plan Fiduciary Net Position	100,126	4,699
Plan Fiduciary Net Position - Beginning	764,032	759,333
Plan Fiduciary Net Position - Ending (B)	\$ 864,158	\$ 764,032
 Net Pension Liability - Ending (A) - (B)	\$ 224,600	\$ 222,842
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.37%	77.42%
 Covered Valuation Payroll	\$ 304,337	\$ 287,476
 Net Pension Liability as a Percentage of Covered Valuation Payroll	73.80%	77.52%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
APRIL 30, 2017

CALENDAR YEAR ENDED DECEMBER 31,	ACTUARIALLY DETERMINED CONTRIBUTION (a)	ACTUAL CONTRIBUTION (b)	CONTRIBUTION DEFICIENCY (EXCESS) (b-a)	COVERED VALUATION PAYROLL (c)	ACTUAL CONTRIBUTION AS A PERCENTAGE OF COVERED VALUATION PAYROLL (b/c)
2016	\$ 36,155	\$ 36,155	\$ -	\$ 304,337	11.88%
2015	34,382	34,381	1	287,476	11.96%
2014	32,882	32,882	-	273,792	12.01%
2013	32,151	32,151	-	266,149	12.08%
2012	30,224	30,224	-	258,328	11.70%
2011	28,987	28,987	-	255,166	11.36%
2010	28,406	28,406	-	256,837	11.06%
2009	25,777	25,777	-	244,800	10.53%
2008	24,941	24,941	-	241,210	10.34%
2007	23,549	23,549	-	231,330	10.18%

See accompanying notes and auditor's report.

CRETE PARK DISTRICT
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION
APRIL 30, 2017

NOTE 1. BUDGETS

Budgets for funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The following procedures are used to establish the budgets:

- (a) The District's Director submits a proposed operating budget to the Board of Commissioners for approval.
- (b) The Board of Commissioners makes any adjustments to the budget deemed necessary and approves the proposed budget and appropriation ordinance.
- (c) Public Hearings are conducted by the District to obtain taxpayer comments on the proposed budget and appropriation ordinance.
- (d) Subsequently, the Board of Commissioners approves the final budget and appropriation ordinance.

Expenditures may not legally exceed the budgeted appropriations at the fund level. The budget may be amended by the Board of Commissioners. There were no amendments to the budget for the year ended April 30, 2017.

NOTE 2. EXCESS OF ACTUAL EXPENDITURES OVER BUDGET

Expenditures did not exceed budgeted appropriations for the year ended April 30, 2017 for the General Fund or the major special revenue fund (Recreation Fund).

CRETE PARK DISTRICT
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION
APRIL 30, 2017

NOTE 3. SCHEDULE OF EMPLOYER CONTRIBUTIONS

*Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2016 Contribution Rate**

Valuation Date:

Notes

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

Methods and Assumptions Used to Determine 2016 Contribution Rates:

Actuarial Cost Method:

Aggregate entry age normal

Amortization Method:

Level percentage of payroll, closed

Remaining Amortization Period:

27-year closed period until remaining period reaches 15 years (then 15-year rolling period).

Asset Valuation Method:

5-year smoothed market; 20% corridor

Wage Growth:

3.50%

Price Inflation:

2.75%, approximate; No explicit price inflation assumption is used in this valuation.

Salary Increases:

3.75% to 14.50%, including inflation

Investment Rate of Return:

7.50%

Retirement Age:

Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

Mortality:

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes

There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2014 actuarial valuation.

*OTHER
SUPPLEMENTAL INFORMATION*

**CRETE PARK DISTRICT
OTHER FUNDS
COMBINING BALANCE SHEET
APRIL 30, 2017**

	SPECIAL REVENUE FUNDS				
	LIABILITY INSURANCE	AUDIT	SOCIAL SECURITY	PAVING AND LIGHTING	TOTAL
<u>ASSETS</u>					
Cash and Investments	\$ 21,625	\$ 13,761	\$ 35,944	\$ 39,331	\$ 110,661
Property Taxes Receivable	<u>42,882</u>	<u>6,555</u>	<u>39,468</u>	<u>3,824</u>	<u>92,729</u>
TOTAL ASSETS	<u>\$ 64,507</u>	<u>\$ 20,316</u>	<u>\$ 75,412</u>	<u>\$ 43,155</u>	<u>\$ 203,390</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ -	\$ 8,800	\$ -	\$ -	\$ 8,800
Accrued Expenses	<u>106</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>106</u>
Total Liabilities	106	8,800	-	-	8,906
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable Property Taxes	42,882	6,555	39,468	3,824	92,729
<u>FUND BALANCES</u>					
Restricted	<u>21,519</u>	<u>4,961</u>	<u>35,944</u>	<u>39,331</u>	<u>101,755</u>
Total Fund Balances	<u>21,519</u>	<u>4,961</u>	<u>35,944</u>	<u>39,331</u>	<u>101,755</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 64,507</u>	<u>\$ 20,316</u>	<u>\$ 75,412</u>	<u>\$ 43,155</u>	<u>\$ 203,390</u>

See accompanying auditor's report.

CRETE PARK DISTRICT
OTHER FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED APRIL 30, 2017

	SPECIAL REVENUE FUNDS				TOTAL
	LIABILITY INSURANCE	AUDIT	SOCIAL SECURITY	PAVING AND LIGHTING	
<u>REVENUES</u>					
Property Taxes	\$ 41,167	\$ 6,253	\$ 40,516	\$ 3,647	\$ 91,583
Total Revenues	41,167	6,253	40,516	3,647	91,583
<u>EXPENDITURES</u>					
Recreation	36,654	8,800	34,688	-	80,142
Total Expenditures	36,654	8,800	34,688	-	80,142
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,513	(2,547)	5,828	3,647	11,441
Fund Balances, Beginning	17,006	7,508	30,116	35,684	90,314
Fund Balances, Ending	\$ 21,519	\$ 4,961	\$ 35,944	\$ 39,331	\$ 101,755

See accompanying auditor's report.