

WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS
ANNUAL FINANCIAL REPORT
Year Ended April 30, 2019

Prepared By:
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Finance Manager
Washington Park District

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STEVEN D.
GREIM & COMPANY P.C.
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the District Board of Commissioners
Washington Park District
Tazewell County, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Washington Park District, Tazewell County, Illinois, as of and for the year ended April 30, 2019, and the related notes to the financial statements which, collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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.

Auditors' 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 auditors' 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 entity'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 entity'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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Washington Park District, Tazewell County, Illinois, as of April 30, 2019, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of funding progress, and budgetary comparison 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.

Steven D. Greim + Company, P.C.

Steven D. Greim & Company, P.C.

Peoria, Illinois

September 30, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Washington Park District's financial performance provides a narrative overview and analysis of the District's financial activities for the year ended April 30, 2019. Please read it in conjunction with the District's financial statements.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Washington Park District's basic financial statements. The basic financial statements are comprised of four primary components: 1) government-wide financial statements, 2) a discretely presented component unit, 3) fund financial statements, and 4) notes to the financial statements. The basic financial statements include two kinds of statements that present different views of the District.

Government-Wide Financial Statements

The first two statements are government-wide financial statements that provide both short-term and long-term information about the District's overall financial status, which is similar to the accounting used by most private-sector companies.

In the government-wide financial statements, we report governmental activities and a discretely presented component unit:

Governmental activities – Most of the District's basic services are reported here, including general administration, recreational activities, and concessions. Property taxes, state replacement taxes, and charges for services finance most of these activities.

Discretely presented component unit – The District is the only beneficiary for various park district projects of the Washington Park District Foundation, which is a 501(c)3 Organization, whose mission is to support the Washington Park District.

The Statement of Net Position and the Statement of Activities report information about the District and its activities as a whole. These statements include all assets and liabilities using the modified cash basis of accounting, which is a special purpose framework.

These two statements report the District's net position and changes in them. You can think of the District's net position – the difference between assets and liabilities – as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the District's property tax base and the condition of the District's buildings, shelters, equipment, parks, and trails to assess the overall health of the District.

Fund Financial Statements

The fund financial statements begin on page 10 and provide detailed information about the District's funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. Some funds are required to be established by state law and by bond covenants.

Governmental funds – Most of the District's basic services are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called the modified cash basis of accounting, a special purpose framework, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds in reconciliation at the bottom of the fund financial statements.

As of April 30, 2019, the Washington Park District's Corporate fund reported an ending fund balance of \$77,136, an increase of \$13,737 in comparison with the prior year, \$63,399. This amount constitutes unassigned fund balance, which is available to spend at the District's discretion. Other governmental funds combined fund balances totaled \$667,759.

General Fund Budget Highlights

The District budgets conservatively. Revenues are budgeted based on historic trends. Expenditures are budgeted based on the previously adopted levy.

Government-Wide Financial Analysis

As noted earlier, net position may serve as a useful indicator over time of the District's financial position. As of April 30, 2019, assets exceeded liabilities by \$2,730,710 up from the prior year by \$120,371. The District's largest net position group is invested in capital assets, net of debt, \$2,425,815 (88.83%). These assets are used to provide services to the citizens and, therefore, are not available for future spending. The unrestricted net position of (\$305,896) in 2019 and (\$298,119) in 2018 was primarily due to the annual general obligation bond that was used for operating purposes and not to procure capital assets. Therefore, it was included in unrestricted net position instead of in the capital assets, net of debt component.

Net assets are summarized in the table below:

Condensed Statement of Net Position as of April 30, 2019 and 2018

| | Governmental Activities | |
|---|----------------------------|---------------------|
| | 2019 | 2018 |
| Assets: | | |
| Current and Other Assets | \$ 747,385 | \$ 734,509 |
| Capital Assets | 4,189,401 | 4,210,822 |
| Total Assets | <u>4,936,786</u> | <u>4,945,331</u> |
| Liabilities: | | |
| Current Liabilities | 660,347 | 692,097 |
| Non-current Liabilities | 1,545,729 | 1,642,895 |
| Total Liabilities | <u>2,206,076</u> | <u>2,334,992</u> |
| Net Position: | | |
| Investments in capital assets, net of debt | 2,425,815 | 2,308,145 |
| Restricted | 610,791 | 600,313 |
| Unrestricted | (305,896) | (298,119) |
| Total Net Position | <u>\$ 2,730,710</u> | <u>\$ 2,610,339</u> |

Current assets consist of cash and concession stand inventory.

The District's largest asset group is its capital assets. This includes buildings, equipment, vehicles, land, and trails.

Current liabilities consist of current portion of long-term debt and payroll taxes and IMRF withholding not yet remitted.

General obligation bonds and capital lease obligations constitute the District's long-term liabilities.

The discretely presented component unit is not included in the above totals.

Governmental activities increased the Washington Park District's net position by \$120,371. Revenues, expenses, and changes in net position are summarized in the table below:

**Condensed Statement of Activities
For Fiscal Years Ending April 30, 2019 and 2018**

| | Governmental Activities | |
|-------------------------------|------------------------------------|-------------------|
| | 2019 | 2018 |
| Revenues: | | |
| Program: | | |
| Charges for Services | \$ 1,415,023 | \$ 1,437,911 |
| Grants & Contributions | 1,683 | 11,113 |
| General: | | |
| Property & Other Taxes | 1,402,909 | 1,377,002 |
| Other | 3,154 | 34,163 |
| | 2,822,769 | 2,860,189 |
| Expenses: | | |
| General Government | 701,697 | 777,482 |
| Recreational Activities | 1,849,104 | 1,801,076 |
| Concessions | 73,978 | 53,918 |
| Other | 77,619 | 80,611 |
| | 2,702,398 | 2,713,087 |
| Change in Net Position | \$ 120,371 | \$ 147,102 |

Major sources of operating revenues for the District include property and state taxes and charges for services. Property taxes, \$1,387,151 (48.1%), comprised the majority of the total governmental revenues.

Total revenues from governmental activities increased by \$120,371, due to an increase in revenue from charges for services as well as an increase in property tax revenue.

Governmental Activities

To aid in the understanding of the Statement of Activities some additional explanation is given. Of particular interest is the format that is significantly different than a typical Statement of Revenues, Expenses, and Changes in Fund Balance. You will notice that expenses are listed in the first column with revenues from that particular program reported to the right. The result is a Net (Expense)/Revenue. The reason for this kind of format is to highlight the relative financial burden of each of the functions on the District's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants. Some of the individual line item revenues for each function are:

| | |
|-------------------------|---|
| Recreational Activities | Charges for recreational activities and child care services |
| Concessions | Sale of food and beverage items |

All other governmental revenues are reported as general. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

Capital Asset and Debt Administration

Capital Assets

As of April 30, 2019, the District maintained \$4,189,401 in capital assets (net of depreciation) representing a .51% increase in net capital assets over the prior year for governmental activities. The District's capital assets include buildings, shelters, equipment, vehicles, parks, and trails.

Washington Park District's Capital Assets, Net of Depreciation

| | Governmental Activities | |
|-----------------------------|----------------------------|---------------------|
| | 2019 | 2018 |
| Land | \$ 812,198 | \$ 812,198 |
| Buildings | 1,942,695 | 2,006,472 |
| Trails & parks | 1,062,191 | 1,090,274 |
| Property, plant & equipment | 372,317 | 301,878 |
| Total | <u>\$ 4,189,401</u> | <u>\$ 4,210,822</u> |

Additional information regarding the District's capital assets is located in Note 4 on page 19 of this report.

Long-Term Debt

The District's outstanding long-term liabilities, including bonds, notes payable, and leases payable, totaled \$2,203,586 at April 30, 2019. The District's outstanding long-term liabilities decreased \$129,089 (5.53%) from the previous year.

Additional information on the District's long-term liabilities is located in Note 5 on pages 20 - 22 of this report.

CONTACTING THE DISTRICT

This financial report is designed to provide our citizens, taxpayers, and customers with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the District Finance Manager's Office, 105 South Spruce Street, Washington, Illinois, 61571.

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

April 30, 2019

| | Primary Government Governmental Activities | Component Unit Park District Foundation |
|---|---|--|
| ASSETS | | |
| Current assets: | | |
| Cash in banks | \$ 746,337 | \$ 59,594 |
| Cash in banks - restricted | 0 | 0 |
| Inventory | 1,048 | 0 |
| Total current assets | 747,385 | 59,594 |
| Non-current assets: | | |
| Capital assets | | |
| Nondepreciable capital assets | 812,198 | 0 |
| Depreciable capital assets (net) | 3,377,203 | 0 |
| Total capital assets | 4,189,401 | 0 |
| Total non-current assets | 4,189,401 | 0 |
| Total assets | 4,936,786 | 59,594 |
| LIABILITIES | | |
| Current liabilities: | | |
| Payroll liabilities | 2,490 | 0 |
| Long-term liabilities: | | |
| Due within one year | 657,857 | 0 |
| Due in more than one year | 1,545,729 | 0 |
| Total liabilities | 2,206,076 | 0 |
| NET POSITION | | |
| Equity: | | |
| Invested in capital assets, net of related debt | 2,425,815 | 0 |
| Restricted for | | |
| Special purposes | 610,791 | 59,594 |
| Unrestricted | (305,896) | 0 |
| Total net position | \$ 2,730,710 | \$ 59,594 |

See independent auditors' report

See accompanying notes to financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the year ending April 30, 2019

| Functions/Programs | Expenses | Program Revenues | | | Net (Expenses)/ Revenues and Changes in Net Position | |
|--|--------------|-------------------------|--|--|---|--------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary | Component |
| | | | | | Governmental Activities | Unit Foundation |
| Primary Government: | | | | | | |
| Governmental activities: | | | | | | |
| General government: | \$ 701,697 | \$ 0 | \$ 0 | \$ 0 | \$ (701,697) | |
| Total general government | 701,697 | 0 | 0 | 0 | (701,697) | |
| Parks and recreational programs: | | | | | | |
| Recreational activities | 1,849,104 | 1,299,787 | 0 | 1,683 | (547,634) | |
| Concessions | 73,978 | 95,650 | 0 | 0 | 21,672 | |
| Rental | 0 | 19,586 | 0 | 0 | 19,586 | |
| Total parks and recreational programs | 1,923,082 | 1,415,023 | 0 | 1,683 | (506,376) | |
| Interest expense | 5,350 | 0 | 0 | 0 | (5,350) | |
| Interest on bonds | 72,269 | 0 | 0 | 0 | (72,269) | |
| Total interest cost incurred | 77,619 | 0 | 0 | 0 | (77,619) | |
| Total governmental activities | \$ 2,702,398 | \$ 1,415,023 | \$ 0 | \$ 1,683 | \$ (1,285,692) | |
| Component Unit: | | | | | | |
| Park District Foundation | \$ 13,882 | \$ 0 | \$ 35,930 | \$ 0 | | \$ 22,048 |

See independent auditors' report

See accompanying notes to financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the year ending April 30, 2019

| | Primary Government | Component Unit |
|---------------------------------|---------------------------|-----------------------|
| | Governmental | Park District |
| | Activities | Foundation |
| | | |
| Changes in Net Position: | | |
| Net (expense)/revenue | \$ (1,285,692) | \$ 22,048 |
| General revenues: | | |
| Taxes | | |
| Property taxes | 1,387,151 | 0 |
| State replacement taxes | 15,758 | 0 |
| Investment income | 1,991 | 0 |
| Miscellaneous | 12,607 | 0 |
| Loss on sale of assets | (11,444) | 0 |
| Total general revenues | 1,406,063 | 0 |
| Changes in net position | 120,371 | 22,048 |
| Net position -- beginning | 2,610,339 | 37,546 |
| Net position -- ending | \$ 2,730,710 | \$ 59,594 |

See independent auditors' report

See accompanying notes to financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

BALANCE SHEET - MODIFIED CASH BASIS

GOVERNMENTAL FUNDS

April 30, 2019

| | Major Fund | | | | Nonmajor | Total Governmental Funds |
|--|-------------------|--------------------|----------------------------|-------------------|------------------------------------|--------------------------------|
| | Corporate Fund | Recreation Fund | Bond & Interest Fund | Capital Fund | All Other Governmental Funds | |
| ASSETS | | | | | | |
| Checking accounts | \$ 79,626 | \$ 334,219 | \$ 1,815 | \$ 105,264 | \$ 225,413 | \$ 746,337 |
| Cash accounts - restricted | 0 | 0 | 0 | 0 | 0 | 0 |
| Inventory | 0 | 1,048 | 0 | 0 | 0 | 1,048 |
| Interfund receivable | 0 | 0 | 0 | 0 | 0 | 0 |
| Total assets | \$ 79,626 | \$ 335,267 | \$ 1,815 | \$ 105,264 | \$ 225,413 | \$ 747,385 |
| LIABILITIES | | | | | | |
| Payroll liabilities | \$ 2,490 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 2,490 |
| Interfund payable | 0 | 0 | 0 | 0 | 0 | 0 |
| Total liabilities | 2,490 | 0 | 0 | 0 | 0 | 2,490 |
| FUND BALANCES | | | | | | |
| Nonspendable - inventory | 0 | 1,048 | 0 | 0 | 0 | 1,048 |
| Restricted | 0 | 334,219 | 1,815 | 105,264 | 169,493 | 610,791 |
| Committed | 0 | 0 | 0 | 0 | 0 | 0 |
| Assigned | 0 | 0 | 0 | 0 | 0 | 0 |
| Unassigned | 77,136 | 0 | 0 | 0 | 55,920 | 133,056 |
| Total fund balances | 77,136 | 335,267 | 1,815 | 105,264 | 225,413 | 744,895 |
| Total liabilities and fund balances | \$ 79,626 | \$ 335,267 | \$ 1,815 | \$ 105,264 | \$ 225,413 | \$ 747,385 |

See independent auditors' report

See accompanying notes to financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL
ACTIVITIES IN THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS**

GOVERNMENTAL FUNDS

April 30, 2019

| | |
|--|-------------------|
| FUND BALANCES OF GOVERNMENTAL FUNDS | \$ 744,895 |
|--|-------------------|

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, net of accumulated depreciation of \$3,292,687.

4,189,401

Long-term liabilities are not reported in the governmental funds:

Bonds payable

(2,050,000)

Capital lease obligations

(26,728)

Notes payable

(126,858)

Net position of governmental activities

\$ 2,730,710

See independent auditors' report

See accompanying notes to financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS**

GOVERNMENTAL FUNDS

For the year ending April 30, 2019

| | Major Fund | | | Capital Fund | Nonmajor | Total Governmental Funds |
|--|----------------|-----------------|----------------------|--------------|------------------------------|--------------------------|
| | Corporate Fund | Recreation Fund | Bond & Interest Fund | | All Other Governmental Funds | |
| REVENUES | | | | | | |
| Taxes | \$ 375,599 | \$ 272,471 | \$ 437,134 | \$ 0 | \$ 317,705 | \$ 1,402,909 |
| Concessions | 0 | 59,601 | 0 | 0 | 36,049 | 95,650 |
| Recreational activities | 0 | 1,151,132 | 0 | 0 | 148,655 | 1,299,787 |
| Rental fees | 0 | 13,526 | 0 | 0 | 6,060 | 19,586 |
| Interest income | 47 | 160 | 88 | 1,545 | 151 | 1,991 |
| Grants | 0 | 0 | 0 | 1,683 | 0 | 1,683 |
| Donations | 0 | 0 | 0 | 0 | 0 | 0 |
| Miscellaneous | 1,964 | 6,784 | 0 | 3,500 | 359 | 12,607 |
| Total revenues | 377,610 | 1,503,674 | 437,222 | 6,728 | 508,979 | 2,834,213 |
| EXPENDITURES | | | | | | |
| General government | 355,994 | 0 | 0 | 42,693 | 303,010 | 701,697 |
| Culture and recreation | | | | | | |
| Parks / recreational activities | 6,910 | 1,443,163 | 0 | 50,252 | 177,971 | 1,678,296 |
| Total culture and recreation | 6,910 | 1,443,163 | 0 | 50,252 | 177,971 | 1,678,296 |
| Debt service | | | | | | |
| Principal | 0 | 0 | 630,000 | 82,672 | 0 | 712,672 |
| Interest expense | 0 | 0 | 72,269 | 5,350 | 0 | 77,619 |
| Cost of issuance | 0 | 0 | 4,432 | 0 | 0 | 4,432 |
| Total debt service | 0 | 0 | 706,701 | 88,022 | 0 | 794,723 |
| Capital outlay | | | | | | |
| Buildings / recreational facilities | 0 | 0 | 0 | 281,779 | 0 | 281,779 |
| Total capital outlay | 0 | 0 | 0 | 281,779 | 0 | 281,779 |
| Total expenditures | 362,904 | 1,443,163 | 706,701 | 462,746 | 480,981 | 3,456,495 |
| Excess (deficiency) revenue received over (under) expenditures disbursed | 14,706 | 60,511 | (269,479) | (456,018) | 27,998 | (622,282) |

See independent auditors' report

See accompanying notes to financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, OTHER FINANCING SOURCES (USES),
AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS, Continued**

GOVERNMENTAL FUNDS

For the year ending April 30, 2019

| | Major Fund | | | Nonmajor | Total | |
|---|-------------------|--------------------|----------------------------|-------------------|-------------------|------------------------------------|
| | Corporate Fund | Recreation Fund | Bond & Interest Fund | Capital Fund | | All Other Governmental Funds |
| OTHER FINANCING SOURCES (USES): | | | | | | |
| Proceeds from bond issuance | 0 | 0 | 440,000 | 0 | 0 | 440,000 |
| Bank loan proceeds | 0 | 0 | 0 | 143,581 | 0 | 143,581 |
| Insurance proceeds | 0 | 0 | 0 | 21,550 | 0 | 21,550 |
| Proceeds from sale of assets | 0 | 0 | 0 | 29,852 | 0 | 29,852 |
| Transfers in (out) | (969) | (2,090) | (169,000) | 169,000 | 3,059 | 0 |
| Total other financing sources | <u>(969)</u> | <u>(2,090)</u> | <u>271,000</u> | <u>363,983</u> | <u>3,059</u> | <u>634,983</u> |
| Net revenue over (under) expenditures & other uses | 13,737 | 58,421 | 1,521 | (92,035) | 31,057 | 12,701 |
| Fund balances - May 1, 2018 | 63,399 | 276,846 | 294 | 197,299 | 194,356 | 732,194 |
| Fund balances - April 30, 2019 | <u>\$ 77,136</u> | <u>\$ 335,267</u> | <u>\$ 1,815</u> | <u>\$ 105,264</u> | <u>\$ 225,413</u> | <u>\$ 744,895</u> |

Reconciliation of the change in fund balances -- total governmental funds to the change in net position of governmental activities:

Net change in fund balances -- total governmental funds \$ 12,701

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

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

| | |
|-------------------------------------|-----------|
| Capital asset purchases capitalized | 281,779 |
| Depreciation expense | (240,354) |
| Proceeds from notes | (143,581) |
| Capital lease payments | 14,373 |
| Loan payments | 68,299 |
| Capital assets sold | (62,846) |

The payment of bonds is an expenditure in the bond and interest fund,
but in the statement of net position, the payment is a reduction of the bond liability:

| | |
|---------------|-----------|
| Bond receipts | (440,000) |
| Bond payments | 630,000 |

Change in net position of governmental activities \$ 120,371

See independent auditors' report

See accompanying notes to financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Washington Park District was created for the purpose of developing, maintaining, and operating parks within the legal boundaries prescribed by law.

The government-wide, governmental fund level and the discretely presented component unit financial statements are presented on a modified cash basis of accounting, which is a special purpose framework of accounting that differs from accounting principals generally accepted in the United States of America (GAAP) established by Governmental Accounting Standards Board (GASB). These modified cash-basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the modified cash basis of accounting.

A. Principles Used to Determine the Scope of the Reporting Entity

The Park District's reporting entity includes the Park District's governing board and all related organizations for which the District exercises oversight responsibility.

The Park District has developed criteria to determine whether outside agencies with activities that benefit the citizens of the Park District should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the Park District exercised oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

Based on these criteria, The District has included the Washington Park District Foundation as a discretely presented component unit in the government-wide financial statements. The Foundation is a non-profit organization that collects and remits donations for the Park District. Although the Foundation operates on a calendar fiscal year for the purpose of filing the appropriate tax forms, it is presented in the financial statements as having an April 30th fiscal year to allow for comparability to the primary government.

B. Basis of Presentation

Government-Wide Financial Statements:

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) display information about the activities of the government as a whole. They include all funds of the reporting entity and the discretely presented component unit. The effect of any interfund activity, within or between the individual funds, has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

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

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which are considered to be separate accounting entities. The operations of each fund are accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, cash receipts, and cash disbursements. Park District resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the financial statements. An emphasis is placed on major funds. A fund is considered major if it is the primary operating fund of the Park District or meets one of the following criteria:

- 1.) Total assets, liabilities, cash receipts, or cash disbursements of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- 2.) Total assets, liabilities, cash receipts, or cash disbursements of that individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

The various funds of the Park District are described below:

Governmental Funds

Governmental funds are those through which most governmental functions of the Park District are financed. The acquisition, use and balances of the Park District's expendable financial resources and the related liabilities (arising from cash transactions) are accounted for through the governmental funds. The Park District has presented the following governmental funds, which are classified as major or nonmajor:

WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

B. Basis of Presentation, continued

Fund Financial Statements, continued:

| Fund | |
|----------------------|--|
| <u>Major:</u> | <u>Brief Description</u> |
| Corporate | See above description |
| Recreation | Accounts for property taxes, activity fees and concessions collected and payments of related program expenses. |
| Bond and Interest | Accounts for property taxes collected for and repayment of the bonds and payment of the interest. |
| Capital | Accounts for the purchase of major capital assets. |

| Fund | |
|-------------------------|---|
| <u>Nonmajor:</u> | <u>Brief Description</u> |
| Working Cash | Accounts for working cash. |
| Pool | Accounts for activity fees and concessions collected and payments of related program expenses. |
| Liability Insurance | Accounts for property taxes collected and payment for insurance coverage. |
| Audit | Accounts for property taxes collected and payment of audit fees. |
| IMRF | Accounts for property taxes collected and payments to the Illinois Municipal Retirement Fund. |
| Social Security | Accounts for property taxes collected and payment for Social Security taxes. |
| Unemployment | Accounts for property taxes collected and payment for unemployment taxes. |
| Handicapped | Accounts for property taxes collected and payment for handicapped programs administered by the HISRA. |

C. Measurement Focus and Basis of Accounting

Measurement Focus

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities and the discretely presented component unit are reported using the economic resources measurement focus within the limitations of the modified cash basis of accounting, as defined below.

In the governmental fund financial statements, all of the funds utilize a "current financial resources" measurement focus within the limitations of the modified cash basis of accounting. Only current financial assets and liabilities are generally included on their statements of assets, liabilities, and fund balances. Their operating statements present sources and uses of available spendable resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

The government-wide financial statements and the fund financial statements are presented using a modified cash basis of accounting. This basis recognized assets, liabilities, net position, revenues, and expenditures/expenses when they result from cash transactions with a provision for depreciation and long-term debt payables only in the government-wide statements. There is a provision for investments and payroll liabilities in the government-wide financial statements and the fund financial statements. This basis is a special purpose framework of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods and services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements.

If the Park District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the government-wide financial statements would be presented on the full accrual basis of accounting.

D. Assets, Liabilities, and Equity

Cash, Cash Equivalents and Investments

For the purpose of financial reporting, "cash, including time deposits" includes all demand, savings accounts, and certificates of deposits of the District. The District is allowed to invest in securities as authorized by the Illinois Investment of Public Funds Act. Investments are recorded at fair value. During the fiscal year ended April 30, 2019 the Park District did not have any investments.

WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

D. Assets, Liabilities, and Equity, continued

Inventories

Inventories are valued at cost using the first in/first out (FIFO) method. Inventories consist of concession stand items.

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds". Short-term interfund loans are reported as "interfund receivables and payables". Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds". Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position.

Capital Assets

The accounting treatment over property, plant and equipment (fixed assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-Wide Statements

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable, with the exception of donated capital assets, which are recorded at their estimated fair value at the date of donation. Estimated historical cost was used to value the majority of the assets acquired prior to April 30, 2003. Capital assets acquired by the District through noncash transactions have not been recorded in the government-wide financial statements.

The Park District has adopted a capitalization policy with a capitalization threshold of \$2,500. Assets purchased for less than this amount are not capitalized.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in 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:

| <u>Description</u> | <u>Estimated life</u> |
|------------------------|-----------------------|
| Buildings and shelters | 20 - 50 years |
| Equipment | 7 - 20 years |
| Playground equipment | 20 years |
| Vehicles | 5 - 10 years |
| Trails | 20 years |

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Long-term Debt

All long-term debt arising from cash transactions to be repaid from governmental fund resources is reported as liabilities in the government-wide financial statements.

Long-term debt arising from cash transactions in governmental funds is not reported as a liability in the individual fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures.

Equity Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

- a.) Invested in capital assets, net of related debt -- 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.
- b.) Restricted -- Consists of restricted assets with constraints placed on the use 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.
- c.) Unrestricted -- Net amount of assets that are not included in the determination of the net investment in capital assets or the restricted component of net position.

This information is an integral part of the accompanying financial statements

WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

D. Assets, Liabilities, and Equity, continued

Equity Classifications, continued

Governmental Fund

According to Government Accounting Standards, the difference among assets and liabilities of governmental funds is reported as fund balance and classified as nonspendable, restricted, committed, assigned, and unassigned based on the respective level of constraint. These constraints are defined as follows:

- a.) **Nonspendable fund balance** - The nonspendable fund balance cannot be spent because it is either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. The concession inventory is included in the nonspendable fund balance.
- b.) **Restricted Fund Balance** - The restricted fund balance classification refers to amounts that are subject to outside restrictions not controlled by the Park District. Things such as restrictions imposed by creditors, grantors, or contributors, or by enabling legislation or constitutional provisions. The Park District has the following fund balances that fall into these categories:

Major Funds

The Recreation Fund, Bond & Interest Fund, and Capital Fund are all restricted.

Non-Major Funds

Working Cash - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Working Cash Fund. Revenues received have exceeded expenditures disbursed for this purpose, resulting in a restricted balance of \$97,126.

Pool - Cash receipts and the related cash disbursements for this restricted program are accounted for in the pool fund, which is by definition a special revenue fund. Revenues received have exceeded expenditures disbursed for this purpose, resulting in a restricted balance of \$71,425.

Liability Insurance - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Liability Insurance Fund. Expenditures for this purpose have exceeded Revenues received, resulting in a restricted balance of \$942.

Audit - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the Audit Fund. Expenditures exceeded revenue received for this purpose, resulting in no restricted balance.

IMRF - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the IMRF Fund. There is no restricted fund balance for this account for the current fiscal year.

Social Security - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the IMRF Fund. There is no restricted fund balance for the current fiscal year.

Unemployment - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the IMRF Fund. Expenditures exceeded revenue received for this purpose, resulting in no restricted balance.

Handicapped - Cash receipts and the related cash disbursements of this restricted tax levy are accounted for in the handicapped fund. Revenues received exceed expenditures for this purpose, however, this still results in no restricted balance.

c.) **Committed Fund Balance** - The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the District Board of Commissioners). Those committed amounts cannot be used for any other purpose unless the Park District removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts. The Park District Board commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual agreements.

d.) **Assigned Fund Balance** - The assigned fund balance classification refers to amounts that are constrained by the Park District's intent to be used for a specific purpose, but have not been restricted or committed.

e.) **Unassigned Fund Balance** - The unassigned fund balance classification is the residual classification for amounts in the Park District's funds that have not been restricted, committed, or assigned to specific purposes within the governmental funds.

f.) **Expenditures of Fund Balance** - Unless specifically identified, expenditures act to first reduce restricted balances, then committed balances, next assigned balances, and finally to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specified classification of fund balance that is identified.

E. Revenues, Expenditures, and Expenses

Property Tax

Under state law, municipalities are limited in their ability to levy a property tax.

Property taxes are levied each year in December and attach as an enforceable lien on property as of the preceding January 1. Tax bills are prepared by the County and issued on or about May 1 of the following year, and are due and collectible on or about June 1 and September 1. The County collects the taxes and remits them periodically to the District.

This information is an integral part of the accompanying financial statements

WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

E. Revenues, Expenditures, and Expenses, continued

Personal Property Replacement Tax

The personal property replacement tax is collected by the Illinois Department of Revenue and remitted to the District in the month after collection. The personal property replacement tax is recorded in the Corporate Fund.

Program Revenues

Program revenues consist of fees paid to participate in various recreational activities provided by the Park District. These activities include athletics, tumbling and dancing programs, admission to the pool, and early childhood programs. Also included in program revenues are receipts from selling concessions and rental fees for the use of Park District facilities.

Expenditures / Expenses

In the government-wide financial statements, expenses are classified by function for governmental activities, but not designated as direct vs. indirect.

In the fund financial statements, expenditures are classified as follows:

| | |
|-------------------------------------|--|
| Governmental Funds -- By Character: | Current (further classified by function) |
| | Debt Service |
| | Capital Outlay |

In the fund financial statements, governmental funds report expenditures of financial resources.

Interfund Transfers

Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For the purpose of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

F. Accounting Estimates

The preparation of financial statements in conformity with the special purpose framework of accounting used by the Park District requires management to make estimates and assumptions that affect the reported amounts and disclosures (such as estimated useful lives in determining depreciation expense). Actual amounts could differ from those estimates.

G. Implementation of New Accounting Principles

The District did not implement any new accounting principles during its fiscal year.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

By its nature as a local government unit, the Park District is subject to various federal and state laws and contractual regulations. An analysis of the Park District's compliance with significant laws and regulations and demonstration of its stewardship over District resources follows:

Fund Accounting Requirements

The Park District complies with all state and local laws and regulations requiring the use of separate funds. These legally required funds used by the Park District include the following:

| <u>Fund</u> | <u>Required By</u> |
|--------------------------|--------------------|
| Corporate Fund | State law |
| Recreation Fund | State law |
| Liability Insurance Fund | State law |
| Audit Fund | State law |
| IMRF Fund | State law |
| Social Security Fund | State law |
| Unemployment Fund | State law |
| Working Cash Fund | State law |
| Bond and Interest Fund | State law |
| Handicapped Fund | State law |

This information is an integral part of the accompanying financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

3. CASH AND INVESTMENTS:

The District is allowed to invest in securities as authorized by the Illinois Investment of Public Funds Act (30 ILCS 235).

Custodial Credit Risk Related to Deposits with Financial Institutions

Custodial credit risk is the risk that in the event of a bank failure, the Park District's deposits may not be returned to it. The Park District's general investment policy requires all amounts deposited with financial institutions in excess of any insurance limit shall be collateralized by securities eligible for Park District investment or any other high-quality, interest-bearing security rated at least AA/Aa by one or more standard rating services to include Standard & Poor's, Moody's, or Fitch. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization.

At April 30, 2019, the carrying balance of the Park District's deposits with financial institutions was \$746,337, and the bank balance was \$755,804. The balances of the deposits were exposed to custodial credit risk as follows:

The table presented below is designed to disclose the level of custody credit risk assumed by the District based on how its deposits were insured or secured with collateral at April 30, 2019. The categories of credit risk are defined below the table:

| | Carrying Amount | | | Bank Balance |
|-------------------------|-------------------|----------------|----------------|-------------------|
| | Category #1 | Category #2 | Category #3 | |
| Operating accounts | \$ 746,337 | \$ 0 | \$ 0 | \$ 755,804 |
| Certificates of Deposit | 0 | 0 | 0 | 0 |
| | <u>\$ 746,337</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 755,804</u> |

Category 1 -- Insured by FDIC or collateralized with securities held by the Park District or its agent in the Park District's name.

Category 2 -- Uninsured but collateralized by securities held by the pledging financial institution's trust department or agent in the Park District's name.

Category 3 -- Uninsured and uncollateralized; or collateralized with securities held by the pledging financial institution, or by its trust department or agent, but not in the District's name; or collateralized with no written or approved collateral agreement.

4. CAPITAL ASSETS:

Capital asset activity, resulting from modified cash basis transactions, for the year ended April 30, 2019, was as follows:

| | Balance May 1, 2018 | Additions | Disposals | Balance April 30, 2019 |
|---|------------------------|----------------|----------------|---------------------------|
| Governmental activities: | | | | |
| Depreciable assets: | | | | |
| Building & shelters | \$ 3,357,246 | \$ 18,420 | \$ 0 | \$ 3,375,666 |
| Equipment | 365,405 | 75,419 | 59,347 | 381,477 |
| Playground equipment | 338,485 | 0 | 0 | 338,485 |
| Vehicles | 228,592 | 115,396 | 56,328 | 287,660 |
| Trails & parks | 2,214,058 | 72,544 | 0 | 2,286,602 |
| Total depreciable assets at historical cost: | <u>6,503,786</u> | <u>281,779</u> | <u>115,675</u> | <u>6,669,890</u> |
| Less accumulated depreciation for: | | | | |
| Building & shelters | \$ 1,350,774 | \$ 82,197 | \$ 0 | \$ 1,432,971 |
| Equipment | 226,159 | 21,207 | 15,262 | 232,104 |
| Playground equipment | 261,732 | 6,383 | 0 | 268,115 |
| Vehicles | 142,714 | 29,942 | 37,568 | 135,088 |
| Trails & parks | 1,123,783 | 100,626 | 0 | 1,224,409 |
| Total accumulated depreciation | <u>3,105,162</u> | <u>240,355</u> | <u>52,830</u> | <u>3,292,687</u> |
| Depreciable capital assets, net | <u>3,398,624</u> | | | <u>3,377,203</u> |
| Non-depreciable assets: | | | | |
| Land | 812,198 | | | 812,198 |
| Governmental activities capital assets, net | <u>\$ 4,210,822</u> | | | <u>\$ 4,189,401</u> |

This information is an integral part of the accompanying financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

4. CAPITAL ASSETS, continued:

Depreciation expense was charged to governmental activities as follows:

| | | |
|---------------------------------|----|---------|
| General government: | | |
| General government | \$ | 0 |
| Total general government | | \$ 0 |
| Culture and recreation | | |
| Parks / recreational activities | \$ | 240,354 |
| Total culture and recreation | | 240,354 |
| Total District depreciation | \$ | 240,354 |

5. LONG-TERM LIABILITIES:

A. Bonds Outstanding:

Bond principal and interest payments are paid out of the Bond & Interest Fund.

The following is a summary of bond transactions of the District for the fiscal year ended April 30, 2019:

| General Obligation Bonds | Balance May 1, 2018 | Additions | Reductions | Balance April 30, 2019 | Current Portion |
|--|------------------------|------------|------------|---------------------------|--------------------|
| Park Bond - annual - 1.20% interest ** | \$ 430,000 | \$ 440,000 | \$ 430,000 | \$ 440,000 | \$ 440,000 |
| Park Bonds - long term - variable interest * | 1,810,000 | 0 | 200,000 | 1,610,000 | 205,000 |
| Total Bond Obligations | \$ 2,240,000 | \$ 440,000 | \$ 630,000 | \$ 2,050,000 | \$ 645,000 |

Description of issues:

| | | | |
|------------------------|------------------|-----------------|--------------------|
| Amount of issue | \$430,000 | \$1,435,000 | \$1,745,000 |
| Date of issue | February 1, 2019 | October 1, 2006 | September 27, 2012 |
| Dates interest payable | December 1, 2019 | March 1st | March 1st |
| Date principal payable | December 1, 2019 | March 1st | March 1st |
| Interest rates | 2.37% | 4.00% to 4.80% | 2.0% to 3.45% |

| Year Ending April 30, | General Obligation Bonds | | General Obligation Bonds | | General Obligation Bonds | |
|-----------------------|--------------------------|----------|--------------------------|------------|--------------------------|------------|
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2020 | \$ 440,000 | \$ 7,821 | \$ 70,000 | \$ 34,225 | \$ 135,000 | \$ 27,270 |
| 2021 | 0 | 0 | 75,000 | 31,180 | 140,000 | 23,625 |
| 2022 | 0 | 0 | 80,000 | 27,918 | 140,000 | 19,425 |
| 2023 | 0 | 0 | 85,000 | 24,438 | 145,000 | 15,085 |
| 2024 | 0 | 0 | 90,000 | 20,528 | 150,000 | 10,373 |
| 2025 - 2027 | 0 | 0 | 345,000 | 28,455 | 155,000 | 5,347 |
| Total | \$ 440,000 | \$ 7,821 | \$ 745,000 | \$ 166,744 | \$ 865,000 | \$ 101,125 |

* The variable rate is a set rate, predetermined by bond agreement and not any other factor, scheduled to increase each year.

** The short term bond is issued annually for operational purposes.

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

5. LONG-TERM LIABILITIES, continued:

B. Notes Payable:

Washington Park District has the following note payable outstanding:

| | Balance May 1, 2018 | Additions | Subtractions | Balance April 30, 2019 | Due within 1 year |
|---|------------------------|-------------------|------------------|---------------------------|----------------------|
| Note payable, Morton Community Bank, payable in 20 quarterly installments of \$2,934, including interest of 2.95%. Collateralized by Toro tractor. | \$ 14,348 | \$ 0 | \$ 14,348 | \$ 0 | \$ 0 |
| Note payable, Caterpillar Financial Services Corporation, payable in 35 monthly installments of \$772.01 and a balloon payment of \$27,652, including interest of 3.20%. Collateralized by skid-steer. | 29,736 | 0 | 29,736 | 0 | 0 |
| Note payable, Washington State Bank, payable in 6 yearly installments of \$13,249.68, including interest of 2.70%. Collateralized by Blue Bird bus. | 0 | 85,550 | 13,060 | 72,490 | 0 |
| Note payable, Caterpillar Financial Services Corporation, payable in 35 monthly installments of \$977.37 and a balloon payment of \$28,880, including interest of 4.55%. Collateralized by 279D skid-steer. | 0 | 58,031 | 6,920 | 51,111 | 9,600 |
| Note payable, Morton Community Bank, payable in 12 quarterly installments of \$1,101.69, including interest of 2.87%. Collateralized by Toro mower. | 7,492 | 0 | 4,235 | 3,257 | 3,257 |
| | <u>\$ 51,576</u> | <u>\$ 143,581</u> | <u>\$ 68,299</u> | <u>126,858</u> | <u>\$ 12,857</u> |
| Current portion of long-term debt | | | | 12,857 | |
| Total long-term debt | | | | <u>\$ 114,001</u> | |

Future annual principal maturing required by the above agreement is as follows:

| Year Ending April 30, | Morton Community Bank | | Caterpillar Financial Services Corp. | | Washington State Bank | |
|-----------------------|-----------------------|--------------|--------------------------------------|-----------------|-----------------------|-----------------|
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2020 | \$ 3,257 | \$ 48 | \$ 9,600 | \$ 2,128 | \$ 0 | \$ 0 |
| 2021 | 0 | 0 | 10,047 | 1,681 | 11,292 | 1,957 |
| 2022 | 0 | 0 | 31,464 | 348 | 11,597 | 1,652 |
| 2023 | 0 | 0 | 0 | 0 | 11,910 | 1,339 |
| 2024 | 0 | 0 | 0 | 0 | 12,232 | 1,018 |
| 2025 - 2029 | 0 | 0 | 0 | 0 | 25,459 | 1,036 |
| Total | <u>\$ 3,257</u> | <u>\$ 48</u> | <u>\$ 51,111</u> | <u>\$ 4,157</u> | <u>\$ 72,490</u> | <u>\$ 7,002</u> |

| Year Ending April 30, | Total | |
|-----------------------|-------------------|------------------|
| | Principal | Interest |
| 2020 | \$ 12,857 | \$ 2,176 |
| 2021 | 21,339 | 3,638 |
| 2022 | 43,061 | 2,000 |
| 2023 | 11,910 | 1,339 |
| 2024 | 12,232 | 1,018 |
| 2025 - 2029 | 25,459 | 1,036 |
| Total | <u>\$ 126,858</u> | <u>\$ 11,207</u> |

This information is an integral part of the accompanying financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

5. LONG-TERM LIABILITIES, continued:

C. Capital Leases:

Two trucks, carried at approximately \$26,389 and \$41,617 with accumulated depreciation of \$19,352 and \$15,953, respectively, in the governmental activities were acquired under capital lease arrangements. The capital lease for the 2015 Ford F-150 4WD XL was executed on August 27, 2015 with Ford Motor Credit Company for a period of four years with quarterly payments of \$1,838.20. The capital lease for the 2017 Ford F-450 Dump Truck was executed on June 8, 2017, with Ford Motor Credit Company for a period of five years with annual payments of \$9,312.22. Each lease has a buyout option at the end of the lease, which the District plans on exercising. Capital lease principal and interest payments are paid out of the Capital Fund.

The following is a summary of capital lease transactions of the Park District for the fiscal year ended April 30, 2019:

| Capital Lease | Balance May 1, 2018 | Additions | Reductions | Balance April 30, 2018 | Current Portion |
|-------------------------------------|------------------------|-------------|------------------|---------------------------|--------------------|
| Ford Motor Credit - 2015 Ford F-150 | 8,796 | 0 | 6,983 | 1,813 | 0 |
| Ford Motor Credit - 2017 Ford F-450 | 32,305 | 0 | 7,390 | 24,915 | 0 |
| | <u>\$ 41,101</u> | <u>\$ 0</u> | <u>\$ 14,373</u> | <u>\$ 26,728</u> | <u>\$ 0</u> |

The District is obligated under capital lease contracts to make the following aggregate annual lease payments during the years ending April 30:

| Year Ending April 30, | 2015 Ford F-150 | 2017 Ford F-450 |
|-----------------------------------|--------------------|--------------------|
| 2020 | \$ 1,838 | \$ 9,312 |
| 2021 | 0 | 9,312 |
| 2022 | 0 | 9,313 |
| Total minimum lease payments | 1,838 | 27,937 |
| Less interest | 25 | 3,022 |
| Present value of minimum payments | <u>\$ 1,813</u> | <u>\$ 24,915</u> |

7. OPERATING LEASES:

On February 24, 2016, the District executed a lease agreement with CDS Office Technologies for a copier with minimum monthly payments of \$185. The term of the lease is one year and will renew annually. Total lease payments for the year ending April 30, 2019 were \$2,983. These payments are paid out of the Recreation Fund.

8. INTERFUND TRANSACTIONS AND BALANCES:

The following interfund transfers were made during the year ended April 30, 2019 to make interfund receivables and payables resulting from transactions in prior fiscal years permanent, also, to transfer bond proceeds to the Capital Replacement Fund.

| Operating transfers | In | Out |
|--------------------------|-------------------|-------------------|
| Corporate Fund | \$ 0 | \$ 969 |
| Recreation Fund | 0 | 2,090 |
| Pool Fund | 0 | 0 |
| Insurance Fund | 0 | 20,000 |
| IMRF Fund | 0 | 34,031 |
| Bond & Interest Fund | 0 | 169,000 |
| Capital Replacement Fund | 169,000 | 0 |
| Handicapped Rec Fund | 0 | 1,010 |
| Working Cash Fund | 55,000 | 0 |
| Audit Fund | 3,100 | 0 |
| Total | <u>\$ 227,100</u> | <u>\$ 227,100</u> |

This information is an integral part of the accompanying financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

9. ACCOUNTABILITY:

There were no funds with a deficit fund balance as of April 30, 2019.

10. INTERFUND RECEIVABLES / PAYABLES:

During the course of operations numerous transactions occur between individual funds for operational expenses that may result in amounts owed between the funds. Short-term interfund loans are reported as "interfund receivables and payables".

As of April 30, 2019:

| | | |
|--|----|----------|
| Total interfund receivables / payables | \$ | <u>0</u> |
|--|----|----------|

11. DEFINED BENEFIT PENSION PLAN:

Plan Description. The employer'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 employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. 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 financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, your employer Regular plan members are required to contribute 4.50% 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 employer annual required contribution rate for calendar year 2018 was 9.74%. The employer 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. The required contribution for calendar year 2018 was \$52,254.

THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN

| Fiscal Year Ending | Annual Pension Cost (APC) | Percentage of APC Contributed | Net Pension Obligation |
|--------------------------|------------------------------|-------------------------------------|---------------------------|
| 12/31/2018 | \$ 52,254 | 100% | \$ 0 |
| 12/31/2017 | \$ 5,958 | 100% | \$ 0 |
| 12/31/2016 | \$ 49,919 | 100% | \$ 0 |

The required contribution for 2018 was determined as part of the December 31, 2016, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2016, included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 3.50% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer Regular plan's unfunded actuarial accrued liability at December 31, 2016 is being amortized as a level percentage of projected payroll on an open 25 year basis.

Funded Status and Funding Progress. As of December 31, 2018, the most recent actuarial valuation date, the Regular plan was 91.98% funded. The actuarial accrued liability for benefits was \$1,783,739 and the actuarial value of assets was \$1,640,771, resulting in an underfunded actuarial accrued liability (UAAL) of \$142,968. The covered payroll for calendar year 2018 (annual payroll of active employees covered by the plan) was \$536,493 and the ratio of the UAAL to the covered payroll was 27 percent.

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

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

12. POST-EMPLOYMENT BENEFITS:

The District shall not have a mandatory retirement age. The Park District may provide health insurance to retirees and their dependents provided the employee has at least twenty (20) years of full time service to the Washington Park District, until such time that the former employee qualifies for Medicare/Medicaid (65 years old).

1. Full-time employees who are employed at least twenty (20) years - 50% of cost of premium paid by Park District.
2. Full-time employees who are employed at least twenty-five (25) years - 75% of cost of premium paid by Park District.
3. Full-time employees who are employed at least thirty (30) years - 100% of cost of premium paid by Park District.

13. INTERGOVERNMENTAL AGREEMENTS:

Due to a 2007 intergovernmental agreement between the District and Washington Area Community Center, an Illinois not-for-profit organization, the District has an annual fee for the use of the facilities known as Five Points. A base usage fee of \$10,000 and a supplemental usage fee of \$15,000 are payable annually on or before September 1. The usage fees are for a period of twenty years, after which time the supplemental usage fee is terminated, but the base usage fee can be exercised for four consecutive, irrevocable options of twenty years each. Upon exercise of the options, the base use rate shall be annually adjusted based upon the municipal price index.

The Park District has an intergovernmental agreement with Washington School District #52 for use of school facilities.

14. RELATED PARTY TRANSACTIONS:

There were no significant related party transactions during the year ended April 30, 2019.

15. LEGAL DEBT LIMIT

Under 70 ILCS 1205/6-2, the District is allowed to incur qualifying debt up to 2.875% of its latest equalized assessed value. The equalized assessed value as of January 1, 2018 was \$365,813,637. As of April 30, 2019, the Park District's legal debt limit was \$10,517,142. Qualifying outstanding debt as of April 30, 2019, totaled \$2,203,585 leaving a debt margin of \$8,313,557.

16. PROPERTY TAXES:

The District's property tax is levied each year on all real property located in the District on or before the second Tuesday in September. The levy for taxes collected during the year ended April 30, 2019 was passed by the Board at the December meeting. Property taxes attach as enforceable lien on property as of January 1 and are payable in two installments on June 1 and September 1.

The District received from Tazewell County its property tax revenues on the following dates:

July 5, 2018
September 11, 2018
November 20, 2018

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

16. PROPERTY TAXES, continued:

The following are the tax rates applicable to the various levies per \$100,000 of assessed valuation:

| | Maximum Percent | Actual Percent | |
|---------------------------|-----------------|----------------|----------------|
| | 2018 | 2018 Levy | 2017 Levy |
| Corporate | 0.1000 | 0.10000 | 0.10000 |
| Bonds and Interest | 0.0000 | 0.12148 | 0.12148 |
| IMRF | 0.0000 | 0.01994 | 0.01994 |
| Audit | 0.0050 | 0.00500 | 0.00500 |
| Tort Judgments, Liability | 0.0000 | 0.02021 | 0.02021 |
| Social Security | 0.0000 | 0.02021 | 0.02021 |
| Unemployment Insurance | 0.0900 | 0.00244 | 0.00244 |
| Recreation | 0.1200 | 0.07572 | 0.07572 |
| Rec Programs/Handicapped | 0.0400 | 0.02050 | 0.02050 |
| Totals | | <u>0.38549</u> | <u>0.38549</u> |

17. COMMERCIAL LEASE AGREEMENT:

In November 2018, Washington Park District entered into a commercial lease agreement with Washington Chamber of Commerce. The Washington Chamber of Commerce shall lease room #206 for \$600 a month commencing on January 1, 2019 for a period of twelve (12) months, this lease shall automatically renew for up to an additional four (4) twelve (12)-month terms upon the same and identical terms and conditions.

18. INSURANCE:

The District is covered for work compensation insurance through Illinois Public Risk Fund.

| <u>Coverage</u> | <u>Limits</u> | |
|---------------------------|---------------|---------------|
| Bodily Injury by Accident | \$ 3,000,000 | each accident |
| Bodily Injury by Disease | \$ 3,000,000 | policy limit |
| Bodily Injury by Disease | \$ 3,000,000 | each employee |

The District is covered for liability insurance through the Illinois Association of Park Districts. There have been no instances in the past three years in which insurance claims have exceeded coverage.

| <u>Coverage</u> | <u>Limits</u> |
|---------------------------------|---------------|
| Bodily Injury & Property Damage | \$ 6,000,000 |
| Wrongful Acts | \$ 6,000,000 |
| Automobile Liability | \$ 6,000,000 |
| Property | |
| Buildings | \$ 10,615,208 |
| Contents | \$ 335,000 |
| Automobile | \$ 250,000 |
| Miscellaneous property | \$ 250,000 |

This information is an integral part of the accompanying financial statements

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2019**

18. INSURANCE, continued:

PDRMA Health Program

On April 1, 2000, the Washington Park District became 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 Washington Park 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 the PDRMA Health Program is governed by a contract and by-laws that have been adopted by 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.

PDRMA Health Program

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

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

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

16. CONTINGENCIES:

The District is currently not involved in litigation for which the District's legal counsel anticipates a loss.

17. COMMITMENTS:

On June 2, 2019, the District has entered into a commitment with Ford Motor Credit Company LLC for \$30,742, for the purpose of purchasing a new 2019 F-150 Series Truck.

18. SUBSEQUENT EVENTS:

Subsequent events have been evaluated for recognition or disclosure through September 30, 2019, the date the financial statements were available to be issued.

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress - Pension Plan

For the year ending April 30, 2019

| Actuarial Valuation Date | Actuarial values of assets (a) | Actuarial Accrued Liability (AAL) ---Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------------|---|---|---------------------------------|-----------------------|---------------------------|--|
| 12/31/2018 | 1,640,771 | 1,783,739 | 142,968 | 91.98% | 536,493 | 26.65% |
| 12/31/2017 | 1,482,444 | 1,577,688 | 95,244 | 93.96% | 502,547 | 18.95% |
| 12/31/2016 | 1,269,886 | 1,408,421 | 138,535 | 90.16% | 463,928 | 29.86% |

On a market basis, the actuarial value of assets as of December 31, 2018 is \$1,524,792. On a market basis, the funded ratio would be 85.48%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Washington Park District. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

See independent auditors' report

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
MODIFIED CASH BASIS - BUDGET AND ACTUAL**

CORPORATE FUND

For the year ending April 30, 2019

| | Original | Final | Actual Amounts | Over / Under |
|--|-----------------|--------------|---------------------------|-------------------------|
| Beginning budgetary fund balance: | \$ 63,544 | \$ 63,544 | \$ 63,399 | \$ (145) |
| REVENUES | | | | |
| Taxes | 381,000 | 381,000 | 375,599 | (5,401) |
| Interest income | 50 | 50 | 47 | (3) |
| Miscellaneous | 2,500 | 2,500 | 1,964 | (536) |
| Total revenues | 383,550 | 383,550 | 377,610 | (5,940) |
| EXPENDITURES | | | | |
| General government | 387,850 | 387,850 | 355,994 | (31,856) |
| Culture & recreation | 0 | 0 | 6,910 | 6,910 |
| Total expenditures | 387,850 | 387,850 | 362,904 | (24,946) |
| Net revenue over (under) expenditures | (4,300) | (4,300) | 14,706 | 19,006 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in (out) | 6,000 | 6,000 | (969) | (6,969) |
| Total other financing sources (uses) | 6,000 | \$ 6,000 | (969) | (6,969) |
| Ending budgetary fund balance: | \$ 65,244 | \$ 65,244 | \$ 77,136 | \$ 11,892 |

See independent auditors' report

See accompanying notes to budgetary comparison information

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
MODIFIED CASH BASIS - BUDGET AND ACTUAL**

RECREATION FUND

For the year ending April 30, 2019

| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | <u>Over / Under</u> |
|--|-------------------|-------------------|---------------------------|-------------------------|
| Beginning budgetary fund balance: | \$ 251,623 | \$ 251,623 | \$ 276,846 | \$ 25,223 |
| REVENUES | | | | |
| Taxes | 273,500 | 273,500 | 272,471 | (1,029) |
| Concessions | 65,000 | 65,000 | 59,601 | (5,399) |
| Recreational activities | 1,115,050 | 1,115,050 | 1,151,132 | 36,082 |
| Rental fees | 13,500 | 13,500 | 13,526 | 26 |
| Interest Income | 200 | 200 | 160 | (40) |
| Grants | 0 | 0 | 0 | 0 |
| Donations | 20,600 | 20,600 | 0 | (20,600) |
| Miscellaneous | 2,000 | 2,000 | 6,784 | 4,784 |
| Total revenues | <u>1,489,850</u> | <u>1,489,850</u> | <u>1,503,674</u> | <u>13,824</u> |
| EXPENDITURES | | | | |
| Culture & recreation | 1,462,276 | 1,462,276 | 1,443,163 | (19,113) |
| Capital outlay | 19,000 | 19,000 | 0 | (19,000) |
| Total expenditures | <u>1,481,276</u> | <u>1,481,276</u> | <u>1,443,163</u> | <u>(38,113)</u> |
| Net revenue over (under) expenditures | 8,574 | 8,574 | 60,511 | 51,937 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in (out) | (90,500) | (90,500) | (2,090) | 88,410 |
| Total other financing sources (uses) | <u>(90,500)</u> | <u>(90,500)</u> | <u>(2,090)</u> | <u>88,410</u> |
| Ending budgetary fund balance: | <u>\$ 169,697</u> | <u>\$ 169,697</u> | <u>\$ 335,267</u> | <u>\$ 165,570</u> |

See independent auditors' report

See accompanying notes to budgetary comparison information

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
MODIFIED CASH BASIS - BUDGET AND ACTUAL**

BOND & INTEREST FUND

For the year ending April 30, 2019

| | <u>Original</u> | <u>Final</u> | <u>Actual Amounts</u> | <u>Over / Under</u> |
|--|-----------------|--------------|---------------------------|-------------------------|
| Beginning budgetary fund balance: | \$ 294 | \$ 294 | \$ 294 | \$ 0 |
| REVENUES | | | | |
| Taxes | 438,824 | 438,824 | 437,134 | (1,690) |
| Interest Income | 85 | 85 | 88 | 3 |
| Total revenues | 438,909 | 438,909 | 437,222 | (1,687) |
| EXPENDITURES | | | | |
| Debt service | 695,260 | 695,260 | 706,701 | 11,441 |
| Total expenditures | 695,260 | 695,260 | 706,701 | 11,441 |
| Net revenue over (under) expenditures | (256,351) | (256,351) | (269,479) | (13,128) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds from bond issuance, net | 425,700 | 425,700 | 440,000 | 14,300 |
| Bond issuance costs | 0 | 0 | 0 | 0 |
| Transfers in (out) | (169,000) | (169,000) | (169,000) | 0 |
| Receipts from sale of assets | 0 | 0 | 0 | 0 |
| Total other financing sources (uses) | 256,700 | 256,700 | 271,000 | 14,300 |
| Ending budgetary fund balance: | \$ 643 | \$ 643 | \$ 1,815 | \$ 1,172 |

See independent auditors' report

See accompanying notes to budgetary comparison information

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
MODIFIED CASH BASIS - BUDGET AND ACTUAL**

CAPITAL FUND

For the year ending April 30, 2019

| | Original | Final | Actual Amounts | Over / Under |
|--|-----------------|--------------|---------------------------|-------------------------|
| Beginning budgetary fund balance: | \$ 197,299 | \$ 197,299 | \$ 197,299 | \$ 0 |
| REVENUES | | | | |
| Interest Income | 100 | 100 | 1,545 | 1,445 |
| Donations | 0 | 0 | 0 | 0 |
| Miscellaneous | 78,683 | 78,683 | 3,500 | (75,183) |
| Total revenues | 78,783 | 78,783 | 5,045 | (73,738) |
| EXPENDITURES | | | | |
| General government | 0 | 0 | 42,693 | 42,693 |
| Culture & recreation | 0 | 0 | 50,252 | 50,252 |
| Debt service | 0 | 0 | 88,022 | 88,022 |
| Capital outlay | 328,350 | 328,350 | 281,779 | (46,571) |
| Total expenditures | 328,350 | 328,350 | 462,746 | 134,396 |
| Net revenue over (under) expenditures | (249,567) | (249,567) | (457,701) | (208,134) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Proceeds from bond issuance | 169,000 | 169,000 | 0 | (169,000) |
| Note payable proceeds | 0 | 0 | 143,581 | 143,581 |
| Insurance proceeds | 0 | 0 | 21,550 | 21,550 |
| Proceeds from sale of asset | 0 | 0 | 29,852 | 29,852 |
| Alternate revenue bond fund balance | 0 | 0 | 0 | 0 |
| Transfers in (out) | 0 | 0 | 169,000 | 169,000 |
| Total other financing sources (uses) | 169,000 | 169,000 | 363,983 | 194,983 |
| Ending budgetary fund balance: | \$ 116,732 | \$ 116,732 | \$ 103,581 | \$ (13,151) |

See independent auditors' report

See accompanying notes to budgetary comparison information

**WASHINGTON PARK DISTRICT
TAZEWELL COUNTY, ILLINOIS**

NOTES TO BUDGETARY COMPARISON INFORMATION

For the year ending April 30, 2019

1. Budgetary Basis of Accounting

An annual appropriated budget is prepared and adopted for all of the governmental funds on the budgetary basis of accounting and consistent with the modified cash basis of accounting. On or before the second Tuesday in September, the budget is legally enacted through the passage of a budget ordinance. The budget is amended for supplemental appropriations during the fiscal year by the Park District's Board. Interfund transfers of appropriations are done only by Board approval. Any revisions that alter total appropriations of any fund must be approved by the Board. All annual appropriations lapse at each fiscal year end.

2. Reconciliation of Budgeted and Actual Results

There is no difference between the modified cash basis and budgetary basis of accounting.

3. Excess of Expenditures Over Appropriations

None

See independent auditors' report