



Comprehensive Annual Financial Report

Northbrook, Illinois
Fiscal Year Ending
April 30, 2017



NORTHBROOK PARK DISTRICT, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
APRIL 30, 2017

Prepared by:

Division of Administration and Finance

NORTHBROOK PARK DISTRICT, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Park District including:

- Principal Officials
- Organization Chart
- Letter of Transmittal
- Certificate of Achievement for Excellence in Financial Reporting

NORTHBROOK PARK DISTRICT, ILLINOIS

Principal Officials
April 30, 2017

BOARD OF PARK COMMISSIONERS

Michael Schyman, President

Penelope J. Randel, Vice President

Mary Ann Chambers, Commissioner

Kenneth Slepicka, Commissioner

Jeffrey C. Simon, Commissioner

Lisa Chalem, Commissioner

Michael Ziering, Commissioner

ADMINISTRATIVE

Molly Hamer, Executive Director, Secretary

Greg Baron, Golf Operations Director

Ed Dalton, Parks and Properties Director

Eileen Loftus, Leisure Services Director

Mindy Munn, Finance Director, Treasurer

Chuck Trongnetpanya, IT and Staff Development Director

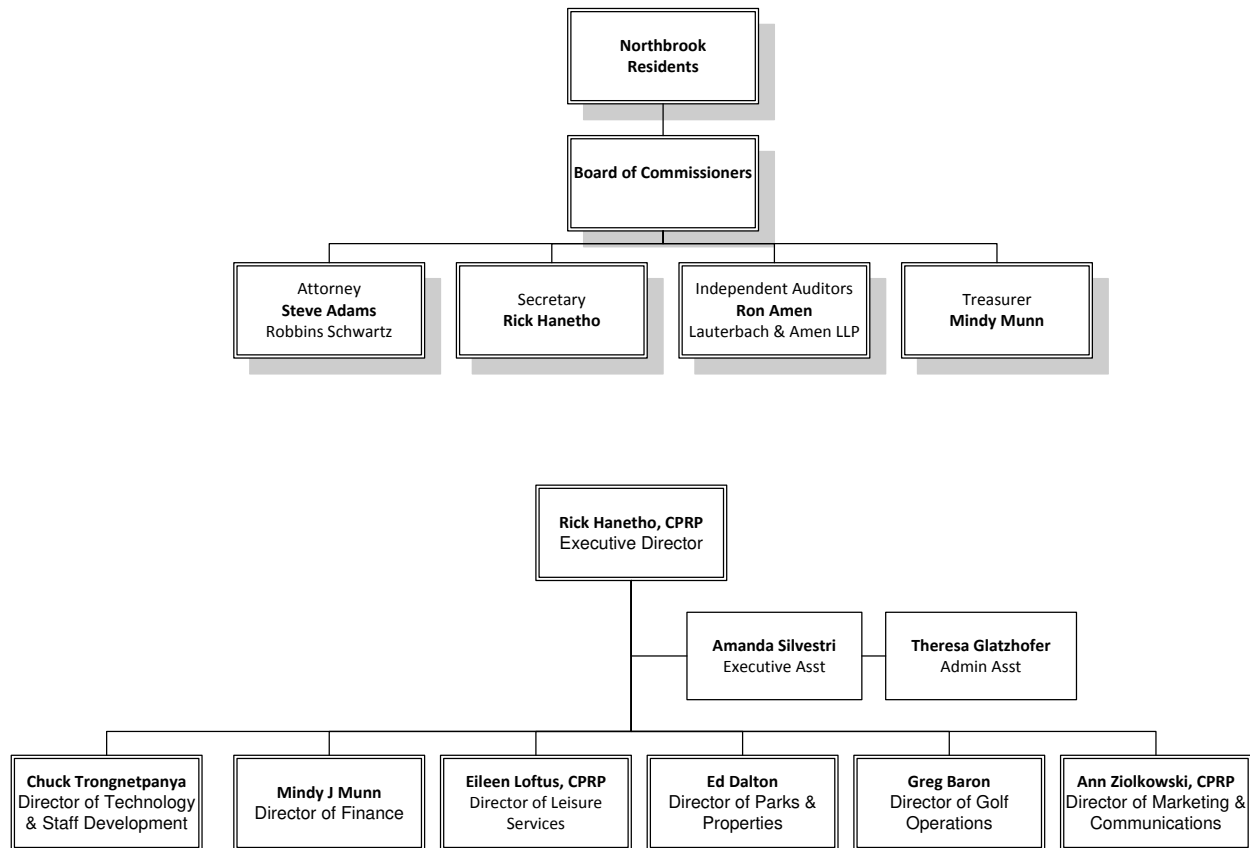
Ann Ziolkowski, Marketing Director

Amanda Silvestri, Assistant Secretary

Steve Adams, Attorney

NORTHBROOK PARK DISTRICT

Organization Chart





Joe Doud Administration Building
545 Academy Drive
Northbrook, IL 60062-2426
847-291-2960
nbparks.org

September 28, 2017

Board of Commissioners
Northbrook Park District
Northbrook, Cook County, Illinois

Honorable Commissioners:

The Comprehensive Annual Report of the Northbrook Park District for the fiscal year ended April 30, 2017 is hereby respectfully and formally submitted. Chapter 70, Section 1205, of the Illinois Compiled Statutes requires that park districts secure a licensed public accountant to perform an annual audit of the financial statements. The firm of Lauterbach & Amen, LLP, performed this audit for the fiscal year ended April 30, 2017. Their unmodified opinion on the basic financial statements is presented in this report. The CAFR is filed with the State Comptroller within six months after the close of the fiscal year. This report was prepared by the Park District's Division of Finance who is responsible for both the accuracy of the presented information and the completeness and fairness of the presentation, including all disclosures. We believe the information, as presented, is accurate in all material aspects; it is presented in a manner designated to fairly set forth the financial position and results of Park District operations as measured by the financial activity of its various funds; and all disclosures necessary to enable the reader to gain the maximum understanding of the Park District's financial affairs.

Management's representations in the financial statements are only as reliable as the underlying information on which they are based. In developing and evaluating the accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, reliable financial records for preparing financial statements and maintainable accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. Accounting control is provided to adequately safeguard assets and provide reasonable assurance of proper recording of transactions.

The role of the independent audit, as required by the Illinois Compiled Statutes, is to provide an opinion on the fairness of management's representation in the financial statements. The independent audit firm of Lauterbach & Amen, LLP, Certified Public Accountants provides an objective review of the Park District's financial statements. Their performance of tests and discussion with management provides users of these financial statements reasonable basis for reliance on the enclosed reports. Their audit standards require a review that will obtain reasonable, rather than absolute, assurance that the financial statements are free of material misstatement. The audit includes examining, on a test basis, evidence supporting the amounts, accounting principles used and significant estimates made by management. Management has also taken steps to implement recommendations made as a result of the prior year's audit reviews.

NORTHBROOK PARK DISTRICT

Management's discussion and analysis (MD&A), immediately following the independent auditor's report, provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter transmittal and should be read in conjunction for greater understanding of the Park District's finances.

The Reporting Entity and its Services

The Park District provides recreational services and opportunities primarily to the residents of Northbrook, Illinois. These services include recreational programs, parks management, recreation facility management, capital improvement development and general administration. The Park District maintains over 500 acres of property for the residents' enjoyment.

Located approximately 25 miles northwest of Chicago, the Park District was established as a separate municipal body by the citizens of Northbrook in 1927. The District operates under a board-manager form of government. The Board consists of seven individuals who are elected from the District at large to serve four-year staggered terms. In its ninety years of service, it has grown in programs, facilities and recreation importance in the lives of Northbrook residents. The current population served is approximately 33,170.

As a separate entity from the Village of Northbrook, the Park District includes all funds of its governmental operations and component units based on financial accountability. The accompanying financial statements include only those funds of the Park District as there are no other organizations for which it has financial accountability. The Park District participates in the Illinois Municipal Retirement Fund (IMRF), the Northern Suburban Special Recreation Association (NSSRA), and the Park District Risk Management Agency (PDRMA). Since these organizations are separate government organizations, and the Park District does not exercise financial accountability over these agencies, their financial statements are not included in this report. Audited financial statements for these organizations are available upon request from their business offices.

The Board of Commissioners has the authority, after the first six months of the fiscal year and with a two-thirds approval vote, to make transfers between the various items in any fund in the appropriation ordinance. Transfers cannot exceed 10 percent, in the aggregate, of the total amount appropriated for the fund or item that is having funds reallocated. The Board of Commissioners may amend the Budget and Appropriation Ordinance, but this must be done in accordance with the same procedure followed in the originally adopted ordinance.

Open Public Meetings for budget authorization are held at 7:00 p.m., posted and published up to six weeks in advance:

<u>Date</u>	<u>Meeting</u>	<u>Discussion</u>
April 20, 2016	Committee of the Whole	Annual Budget Review
May 25, 2016	Public Hearing	Public comments on the Annual Budget
May 25, 2016	Regular Board Meeting	Board discusses and considers the 2016-2017 Budget and Appropriations Ordinance
October 18, 2017	Administration & Finance	Discuss 2016-2017 CAFR
October 25, 2017	Regular Board Meeting	Board of Commissioners accept 2016-2017 CAFR

NORTHBROOK PARK DISTRICT

Economic Condition and Outlook

Northbrook is among the more affluent communities of the north shore of Chicago. The Village's local economic base is diverse, combining corporate offices and commercial developments with a wealthy residential base. Northbrook Court, a large regional mall featuring high-end shopping outlets, anchors a sizeable retail sector. The Park District is in suburban Cook County, 25 miles northwest of Chicago, and benefits from ease of access to downtown Chicago. Major corporate entities include Northbrook Court Shopping Center, Underwriters Laboratories, Inc., CVS/Caremark and Crate and Barrel. The tax base consists of light industrial (12%), commercial (25%), and residential (63%). Northbrook's unemployment rate at the end of 2016 was 4.6%, comparing favorably to the state of Illinois' rate of 5.9%.

Equalized assessed value (EAV) for the District's property tax base climbed 19.1% in value and totaled \$2.58 billion for the 2016 tax year. The District's tax rate decreased to \$0.423 per \$100 of assessed value compared to \$0.569 in the 2015 tax year. The drop in the rate not only reflects the impact of the spike in valuation, but also the reduction in the bond and interest levy extension. In November 2016, the District's referendum debt was fully retired. Over the past ten years the District has collected 98 percent of its tax levy as illustrated in the table below.

Fiscal Year	Tax Year	Tax Extended	Tax Collected	Collection Rate
2007	2006	10,192,667	10,129,487	99.38%
2008	2007	10,417,576	10,141,608	97.35%
2009	2008	10,562,098	10,552,180	99.91%
2010	2009	10,794,190	10,741,928	99.52%
2011	2010	11,215,778	10,693,276	95.34%
2012	2011	11,434,647	11,256,658	98.44%
2013	2012	11,787,788	11,479,363	97.38%
2014	2013	12,007,814	11,719,507	97.60%
2015	2014	12,182,604	11,873,724	97.46%
2016	2015	12,297,565	11,822,153	96.13%
10-Year Average				97.85%

A park commissioner is appointed each year in a liaison role between the Park Board and the Village of Northbrook's Economic Development Committee. The Committee is comprised of various stakeholders including business owners from specific sections of the Village, and is responsible for attracting new commerce to Northbrook as well as retaining existing businesses.

Long-Term Planning

Over the past year, the District developed a Comprehensive Master Plan to guide facility and program development decisions for the next five to ten years. The planning process, shaped by the community, covered five key phases: Analyze, Connect, Envision, Prioritize, and Implement. The Plan compiled the results of the first four phases and use of the plan will accomplish the final phase – Implementation. The Park Board adopted the Comprehensive Master Plan in February, 2017.

The process began in late 2015 with an extensive inventory and analysis of the District's parks, open space, and indoor facilities. Additionally, a community interest and opinion survey was completed to assist with the prioritization of resident needs.

NORTHBROOK PARK DISTRICT

The survey results revealed a need for adult fitness and wellness programs, active adult programs, indoor lap swimming, active outdoor recreation, nature and environmental programs, and increased summer camp programs. Survey results also indicated a need for walking and biking trails, indoor fitness and exercise facilities, outdoor swimming pools and indoor running/walking tracks.

Based on the Comprehensive Master Plan, the District developed organizational strategies and actionable goals to accomplish over the next five to ten years.

To fund future capital initiatives, the Park District assigned \$16.4 million of its unrestricted fund balance at the end of the 2016 fiscal year. In addition to the use of unrestricted reserves, each year the District has access to unrestricted debt capacity of approximately \$2.0 million. The Park District issues new debt every one to three years to fund its multi-year capital improvement plan.

Risk Management

The Park District is a member of the Park District Risk Management Agency (PDRMA), which operates a comprehensive risk management program. PDRMA provides loss coverage for workers' compensation and property damage claims on a partially self-funded basis. General liability, employment practices and unemployment insurance is completely self-funded. An aggressive risk management program aimed at participant, instructor, and workplace, along with a safety conscious employee foundation allowed the District to be an "Accredited Agency" in 2014. The accreditation status will last until 2017 when the District's operations are scheduled to be reviewed. The District has consistently received this accreditation since 1991.

Pension Benefits

The Park District participates in the Illinois Municipal Retirement Fund (IMRF), a 414(h) plan and employees may participate in a 457 retirement plan. The IMRF plan is a two-tiered defined benefit plan with the employee contributing 4.5 percent of their annual salary. Vesting for Tier 1 and Tier 2 occurs after eight and ten years of service, respectively. The Park District is responsible for most of the pension costs, and all disability and death benefits. The Park District's retirement plan was 92.51% funded as of 12/31/16, up from 92.10% in the previous year. The funded status of the District's plan fell below 100% following the financial crisis of 2008. Overall losses in the financial markets led to a decline in asset values causing the District's contribution rate to rise. Employer rates are based on actuarially calculated annual required contributions (ARC). Although the District contributed 100% of the ARC, the resulting unfunded liability is currently being amortized over a rolling thirty-year period. The District's employer rate dropped from 9.62% in 2016 to 9.25% in 2017.

The Park District is a trustee of the 457 plan, a defined contribution plan, which is fully funded by the employees. The Park District offers no retirement health benefits.

Significant Events and Accomplishments

The Northbrook Park District continues to be one of the premier parks and recreation providers in Illinois. The Park District has undergone tremendous program growth and restructuring resulting in superior recreational opportunities while maintaining low tax increases and modest increases in user fee revenue.

Several high-profile initiatives were embarked upon during the year. The District announced the hiring of its new Executive Director, Molly Hamer in September. Hamer became the fourth Executive Director in the history of the District. She has over 30 years of park district experience, with 10 of those years as an elected official. While serving as Executive Director with the Geneseo Park District, the District approved

NORTHBROOK PARK DISTRICT

its first Master Plan, received recognition as an Illinois Distinguished Accredited Agency, as well as the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting for several consecutive years. Before Geneseo, she spent 11 years at the Schaumburg Park District.

Construction for a new pool at the Northbrook Sports Center started on August 15, 2016, at the end of the swim season. One of the key goals of this project was to upgrade the aging infrastructure at the pool. The tank at this community pool was almost 50 years old and needed replacement along with mechanical systems, underground piping and the concrete deck.

The project included a 25-yard pool with six lanes, a leisure pool, a vortex pool, zero depth entry, two diving boards, deep water diving pool with a drop slide, and a climbing wall. The amenities of the new facility will provide recreational elements for all ages and greater programming flexibility, while maximizing service to the entire community. The pool opened in June 2017.

Two new bocce ball courts were installed at Indian Ridge Park. Recognizing the need for active adult activities, the courts were located near the Senior Center. The proximity of the courts to the Leisure Center will allow staff to facilitate programming opportunities and drop-in activities. These are the first courts installed at the District and were completed late last fall.

The Illinois Association of Park Districts (IAPD) awarded Northbrook Park District Commissioner Penny Randle with the Mike Cassidy Commissioner Community Service Award at the annual Illinois Recreation conference in January. The annual state award is one of the highest awards and is given to someone who has made an impact in the field of parks and recreation as well as in their community. Commissioner Randle has been a trustee for the National Recreation and Park Association for 12 years, and Chair of several IAPD and Illinois Park and Recreation Association joint committees including: Distinguished Agency Accreditation Committee; and Auditor and Mentor for the Auditing Committee.

Staff members continue to be very active in the recreational associations and had several members making presentations at the 2017 IAPD/IPRA Joint Conference. Staff members are involved in the IAPD/IPRA Joint Editorial Committee and are active in the community with continued appointments to local commissions. Staff members serve on IPRA's Board, the PDRMA Finance Committee, and the Midwest Association of Golf Course Superintendents.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Northbrook Park District for its comprehensive annual financial report for the fiscal year ended April 30, 2016. This was the twenty-fourth consecutive year the Northbrook Park District has received this prestigious award (fiscal years ending 1993-2016).

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. The Northbrook Park District believes that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

NORTHBROOK PARK DISTRICT

Acknowledgments

This financial report was compiled through the efforts of the Division of Administration and Finance staff. The report is prepared one time during the year but would not be possible without the consistent attention to procedures and monitoring of accounts by the Park District's recreation program and administrative staff. The support and involvement of the Board of Commissioners is essential to ensure a sound financial environment in which to conduct the operations of the Northbrook Park District.

Respectfully submitted,



Molly Hamer, CPRP
Secretary, Executive Director



Mindy Munn
Treasurer, Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Northbrook Park District
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2016



Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

September 28, 2017

Members of the Board of Commissioners
Northbrook Park District
Northbrook, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Northbrook Park District, Illinois, 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 of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Northbrook Park District, Illinois, 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 Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Northbrook Park District, Illinois' basic financial statements. The introductory section, individual fund budgetary comparison schedules, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The individual fund budgetary comparison schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 individual fund budgetary comparison schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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


LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

NORTHBROOK PARK DISTRICT

Management's Discussion and Analysis

The following Management Discussion and Analysis (MD&A) provides an introduction to the financial performance and statements of the Northbrook Park District for the year ended April 30, 2017. The MD&A is designed to assist the reader by focusing on significant issues; provide an overview of the Park District's financial activity; identify material deviation from the financial plan; identify individual fund issues or concerns; and identify changes in the Park District's financial position and its ability to address subsequent years' challenges.

Since the MD&A is designed to focus on current activities, resulting changes and current known facts, it should be read in conjunction with the brief transmittal letter, the financial statements and accompanying notes to those statements included in this section.

The accompanying financial statements implement financial reporting requirements including government-wide and by major fund. This allows the user to address relevant questions, to broaden a basis for comparison and to enhance the Park District's accountability.

The Northbrook Park District was established in 1927 to provide recreation activities and facilities for the residents of Northbrook, Cook County, Illinois. The seven-member, volunteer Board of Commissioners serve four year staggered terms and establish policy, strategic direction and governing ordinances.

Financial Highlights for Fiscal Year 2017

- Net Position (total assets/deferred outflows minus total liabilities/deferred inflows) of the Park District totaled \$101.2 million as of April 30, 2017. Of this amount, \$81.9 million is invested in capital assets, \$2.5 million is restricted for special levies, and \$16.8 million is unrestricted and may be used to meet the general obligations of the District.
- Total tax revenue (including replacement taxes) decreased 0.5% from last year with \$12.1 million collected.
- Interest income climbed 63.0% or \$66,000 reflecting an increase in overall rates.
- User fees or "Charges for Services" increased a modest 0.9% or \$89,000 to \$9.5 million in 2017. The increase is derived solely from recreation programs and services reflecting strong demand for the Adventure Campus before and after school programs, and a rebound in seasonal pool memberships compared to the prior year.
- Golf revenue, also included within "Charges for Services" dropped a modest 1.4% to \$2.7 million. Golf rounds for the District's 36 holes declined 5.8% to 66,700 compared to the prior year. Conversely, instruction revenue continued to grow, increasing \$66,000 from the prior year, helping to offset the drop in rounds played. Sportsman's operations were negatively impacted by road construction on Dundee that occurred throughout the summer season.
- During the year, the District retired \$3.6 million in debt, including \$1.6 million to fully retire the District's referendum debt originally issued in 2000 to purchase land (now Techny Prairie Park and Fields).
- The District's assigned fund balance totaled \$14.5 million at the end of fiscal 2017. The Park Board approved the District's Comprehensive Master Plan in February. These funds will be an important funding source for the capital projects identified within the this plan.

Overview

The MD&A is intended to serve as an introduction to the Park District's basic financial statements. The Northbrook Park District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report contains other supplementary information in addition to the basic financial statements. These components are described below.

Government-Wide Financial Statements

The government-wide financial statements are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. These statements combine and consolidate the governmental funds' current financial resources with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. The government-wide financial statements include a Statement of Net Position and a Statement of Activities.

The Statement of Net Position presents the Park District's assets/deferred outflows and liabilities/deferred inflows, with the difference reported as net position. Over time, a change in net position is an indicator of the improvement (an increase) or deterioration (a decrease) in the Park District's financial condition.

The Statement of Activities presents the revenues and expenses of the Park District. The difference between these is the change in net position for the year. The costs of various activities supported by the Park District's general taxes and other resources is intended to summarize and simplify the user's analysis of the cost of various governmental services and subsidy to various fees for service activities.

The Governmental Activities in the Statement of Activities reflect the Park District's basic services, including general government, funded by real estate taxes. The Recreation activities reflect fees for service operations including recreation programs and golf, where the fee for services typically covers much of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Governmental Fund Financial Statements presentation more familiar. A fund is a grouping used to maintain control over resources that are segregated for specific activities or objectives. Major Funds are reported separately along with the Special Recreation Fund.

Governmental Funds are presented in the fund financial statements and encompass the same functions reported as governmental activities in the government wide financial statements. The focus is different with fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability with spendable resources and balances of spendable resources at the end of the year. This information may be useful in evaluating the Park District's short-term financing requirements, in the Park District's case, fund balances of \$20.6 million.

Since the focus of the government-wide financial statements are longer term, comparisons between the governmental funds and government-wide may provide insight to the long-term impact of near term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and the Statement of Net Position.

Although the Park District internally maintains eleven individual governmental funds, information on three major funds and one special recreation fund is presented separately in the governmental fund balance sheet and in the statement of revenues, expenditures and changes in fund balances.

The three major funds are General, Recreation and Debt Service funds. Activity from any other governmental fund is combined into the General Fund, with the exception of the Special Recreation Fund.

The Park District adopts an annual appropriated budget for all its funds. Budgetary comparison schedules are included in the basic financial statements found later in this report. These statements demonstrate compliance with the Park District's adopted annual appropriated budget.

Basic governmental fund financial statements can be found immediately following the government-wide statements. The Park District does not maintain proprietary or fiduciary funds.

Notes to the Financial Statements

The notes provide additional information that is essential to understanding data provided in the government-wide and fund financial statements. The notes to the financial statements may be found immediately following the financial statements on pages 12 – 38.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Park District's IMRF employee pension obligations, as well as budgetary compliance schedules for the General Fund and the Recreation Fund, a major Special Revenue Fund. Required supplementary information can be found on pages 39 - 42 of this report. Individual fund statements and schedules can be found on pages 43 - 44 of this report.

Government-Wide Financial Analysis

The Park District's Net Position over time may serve as a useful indicator of a government's financial position. The following table presents a condensed summary of the District's Net Position as of April 30, 2017, and 2016:

Statement of Net Position - Northbrook Park District

Net Position as of April 30	2017	2016
Current Assets	\$29,123,126	\$31,654,560
Capital Assets	85,913,158	83,859,377
Total Assets	115,036,284	115,513,937
Deferred Outflows of Resources	1,647,904	1,845,160
Total Assets & Deferred Outflows of Resources	116,684,188	117,359,097
Current Liabilities	6,260,856	7,388,865
Non-current Liabilities	4,757,120	6,835,205
Total Liabilities	11,017,976	14,224,070
Deferred Inflows of Resources	4,480,549	5,921,239
Total Liabilities & Deferred Inflows of Resources	15,498,525	20,145,309
Net Position:		
Net Investment in Capital Assets	81,851,329	80,546,190
Restricted	2,492,092	2,002,825
Unrestricted	16,842,242	14,664,773
Total Net Position	101,185,663	97,213,788

The Park District's assets exceeded liabilities/deferred inflows by \$101.2 million at April 30, 2017. By far the largest portion of the District's net position (80.9%) reflects its investment in capital assets (e.g. land, infrastructures, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its residents; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net position (2.5%) represents resources that are subject to external restrictions on how they may be used. The remaining balance is unrestricted (16.6%) and may be used to meet the District's ongoing obligations to residents and creditors.

Changes in Net Position - Northbrook Park District

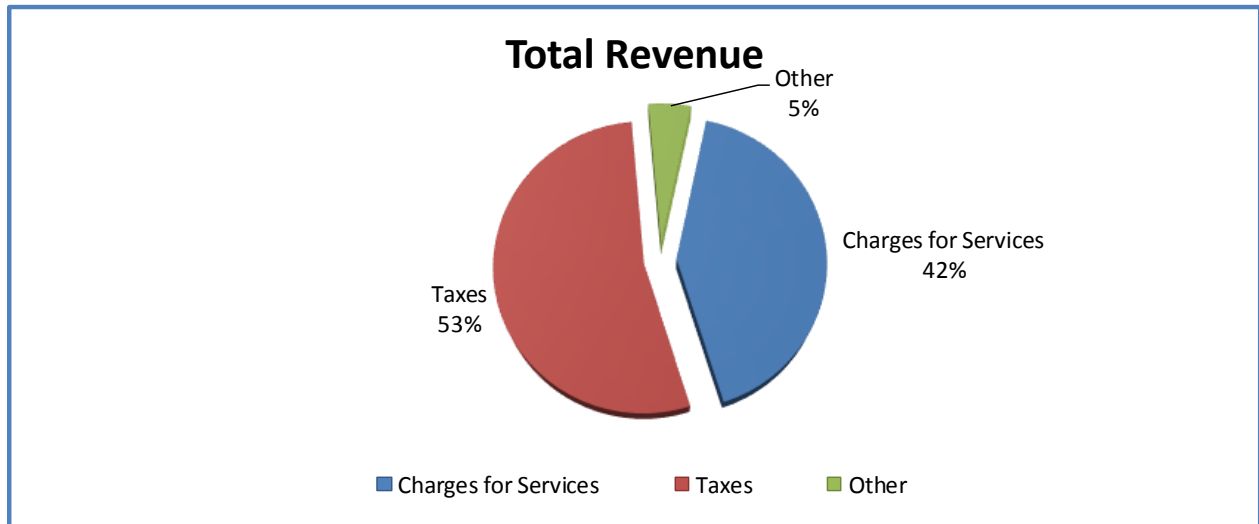
Changes in Net Position	2017	2016
Revenue:		
Charges for Services	\$9,454,443	\$9,365,679
Taxes	12,103,161	12,168,588
Miscellaneous	1,069,943	1,739,386
Total Revenue	22,627,547	23,273,653
Expenses:		
General Government	6,506,994	6,440,609
Recreation	12,085,106	12,614,633
Interest on LT Debt	63,572	45,167
Total Expenses	18,655,672	19,100,409
Change in Net Position	3,971,875	4,173,244
Net Position - Beginning	97,213,788	93,040,544
Net Position – Ending	101,185,663	97,213,788

Total revenue decreased 2.2% or \$646,000 to \$22.6 million in fiscal 2017 as miscellaneous revenue dropped \$669,000 compared to the prior year. The District collected \$513,000 in development impact fees during the year primarily from a mixed-use development located at Dundee and Skokie Boulevard, down from \$1.1 million received in the previous year.

Tax revenue represented the largest portion of the revenue base, yielding 53.5% of the total. Property taxes fund governmental activities including but not limited to the District's contribution to the Illinois Municipal Retirement, Social Security, Audit and Special Revenue.

Charges for services accounted for 42% of the total revenue, and remained relatively unchanged increasing less than a percent or \$89,000 compared to the prior year. Because the District does not receive all funding through property tax revenue it must also charge a fee for programs and services that it provides to its residents to cover all costs associated with the program offerings. Pricing for programs and services is evaluated each year during preparation of the following fiscal year budget.

The chart below summarizes the major revenue sources of the District for fiscal 2017.



The total cost of providing programs and services was \$18.7 million. General Government expense accounted for 34.9% of total expenses or \$6.5 million. These expenses include administrative and park maintenance services needed to support all District operations including recreational programs and services, as well as \$753,000 in depreciation expense. Recreation expenses include direct costs associated with providing recreational programs and operational costs for both golf courses, as well as \$1.4 million in depreciation expense. Recreation expenses comprised 64.8% of the total expenses or \$12.1 million.

Governmental Activities

The Park District's net position increased \$4.0 million for the fiscal year ending 2017. Entity-wide performance was affected by the following factors:

- Total revenue decreased 2.8% or \$646,000 in FY 2017, primarily reflecting a decrease in development impact fees received by the District. The District received \$513,000 in impact fees in 2017, compared to \$1.1 million in the previous year. The fees were primarily associated with a large mixed-use development located at Dundee and Skokie Boulevard.
- Property tax revenue remained relatively flat, decreasing less than a percent or \$65,000 in 2017. Tax revenue can fluctuate from year to year depending on various factors including the volume of refunds processed each year.
- Recreation program and facility revenue climbed 1.4% or \$93,000 compared to the prior year primarily reflecting strong demand for the Adventure Campus program which provides before and after school care for students in grades K-5. Enrollment within this program grew 11% compared to the previous year and generated over \$1.1 million in annual revenue.
- Despite golf rounds decreasing 5.8% or 4,100 to 66,760, overall revenue remained relatively stable, declining a modest 1.5% or \$40,000 compared to fiscal 2016. Instruction revenue continued to grow, increasing 22.3% compared to the prior year, helping to offset the shortfall in rounds. Sportsman's operations were largely impacted by road construction on Dundee that occurred throughout the summer.

Financial Analysis of the District's Funds

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. For the fiscal year ending April 30, 2017, the Northbrook Park District's governmental funds reported a combined ending fund balance of \$20.6 million, representing a decrease of \$1.5 million from fiscal year 2016. It should be noted that the District's fund balance can fluctuate significantly in years when the District issues roll-over debt, or in years with significant capital spending.

The General, Recreation and Debt Service funds are the primary operating or major funds of the Park District. The General Fund, as a major fund, also includes the activity of the following individual funds: Museum, Paving & Lighting, Social Security, Illinois Municipal Retirement Fund, Liability, and Audit. At the end of the 2017 fiscal year, the fund balance for the General Fund decreased \$1.0 million to \$20.3 million. Of this total, \$2.3 million is legally restricted based on the individual tax levies, resulting in an unrestricted balance of \$18.0 million. Of this total, the District assigned \$14.5 million to help fund future capital improvements including those identified in the comprehensive master plan. The remaining \$3.5 million is unassigned and is available for spending at the District's discretion.

At the end of each fiscal year, the fund balance for the Recreation Fund is transferred to the General fund. The transfer from Recreation was \$3.4 million for the current fiscal year.

The Debt Service fund balance decreased to \$0, after the retirement of the District's referendum bonds in November, 2016.

The District's only non-major fund is its Special Recreation fund, which captures the financial activity relative to its participation within the North Suburban Special Recreation Association. The fund balance at the end of the 2017 fiscal year decreased \$68,000 to \$223,000. ADA initiatives that provide accessibility features to park amenities and facilities are budgeted and funded each year through this fund.

Fund Budgetary Variances

The Northbrook Park District approved budget and appropriations amounts at the May 25, 2016 Board meeting. No budget amendments were made during the 2017 fiscal year.

The General Fund, reported as a major fund, contains activity for public liability insurance, museum, paving and lighting, social security, employee retirement, audit, and repair and improvements. Total revenue in the General Fund was \$6.9 million compared to budgeted revenue of \$6.0 million. The increase over budget can be attributed to the following factors. First, the District received \$513,000 in development impact fees during the year which were not budgeted. In addition, property taxes allocated to the General Fund were up \$252,000 compared to budget. Finally, interest income increased \$96,000 over budget reflecting the uptick in interest rates.

Expenditures in the General Fund totaled \$10.9 million and were \$2.3 million under budget. Capital Outlay was down \$1.7 million and represented the largest budget variance. The District began its pool renovation project at the close of the 2016 summer pool season. The capital

budget reflected the total project costs, however at the end of fiscal 2017, approximately \$1.7 million in project costs remained. These costs were re-budgeted and will be paid out in full upon completion of all outstanding construction items. The pool was opened to the public in mid-June. Personnel costs were also down \$508,000 reflecting delays in filling vacant position during the year and lower pension costs.

Capital Assets and Debt Administration

Capital Assets

The Northbrook Park District's investment in capital assets, net of depreciation at April 30, 2017 totaled \$85.9 million. Capital assets increased \$2.1 million from the prior fiscal year reflecting the Sports Center pool renovation project shown within construction-in-progress. The pool was opened in mid-June, and the District anticipates all outstanding construction items will be completed in early 2018. Depreciation expense for fiscal 2017 totaled approximately \$2.1 million. Accumulated depreciation as of April 30, 2017, totaled \$37.2 million.

It should be noted that not all project expenditures are capitalized, as they must meet the District's requirements of a capitalized asset.

The Park District completed a strong capital program during 2017 and will continue to position itself to successfully address current and future community needs.

Capital Assets - Northbrook Park District

Capital Assets - Net of Depreciation As of April 30, 2017 (In Thousands)	2017	2016	Increase/ (Decrease)	% Increase/ (Decrease)
Land	\$47,802	\$47,802	\$0	0.0%
Buildings and Improvements	21,375	22,014	(639)	(2.9%)
Land Improvements	4,318	4,431	(113)	(2.5%)
Vehicles and Equipment	5,438	5,782	(344)	(6.0%)
Construction-in-Progress	6,980	3,830	3,150	82.2%
Total Net Capital Assets	85,913	83,859	2,054	2.4%

Detailed financial activity on Capital Assets may be obtained from Note 3, Capital Assets, page 23.

Debt Administration

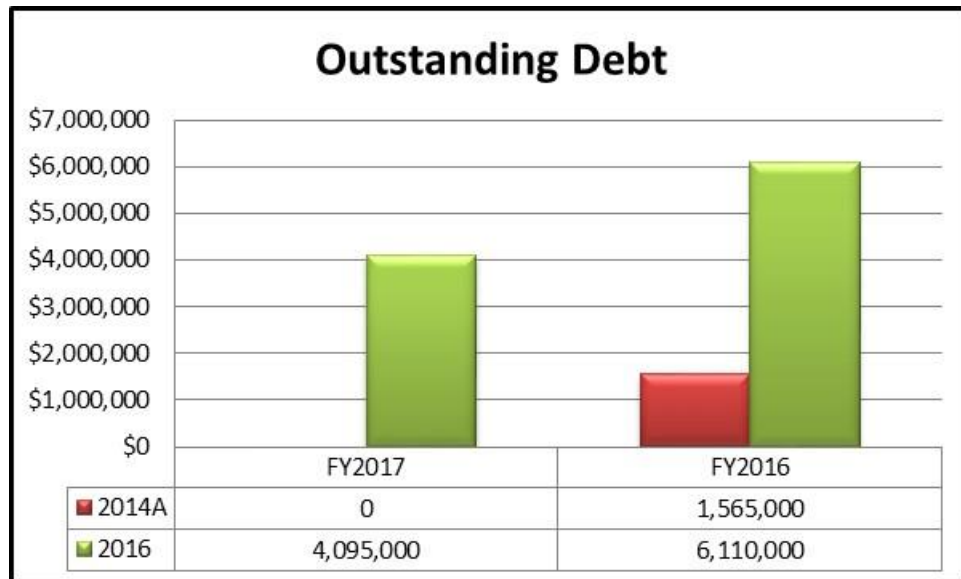
The Park District had \$4.1 million in general obligation limited tax park bonds outstanding as of April 30, 2017. The District's referendum bonds, originally issued in 2000 to purchase 60 acres of land, were fully retired in November, leaving one remaining debt issue at year end. In March, 2016 the District issued \$6.1 million in general obligation limited tax park bonds. Proceeds of this issue have been used to partially fund 3 years of the District's CIP. More information on the Park District's long-term debt can be found in Note 3, Long Term Debt, pages 24 - 26.

The Debt Service fund balance as of year-end totaled \$0. After retirement of the District's referendum bonds the District transferred \$325,000 from the General fund to the Debt Service fund.

The District's debt position is expected to remain manageable for the foreseeable future due to rapid retirement of outstanding obligations, a diversified tax base, and healthy reserves. All debt is fixed rate, and the district is not a party to any interest rate swap agreements.

Moody's Investor Service reaffirmed its Aaa rating on the District's outstanding General Obligation debt in January 2014. Northbrook became the first park district in Illinois to be Aaa rated in 2007.

Outstanding Debt - Northbrook Park District



Economic Factors

Through conservative efforts to build its reserves and careful financial planning, the District's financial position continues to remain strong today. Prudent financial planning is necessary to ensure program offerings are cost effective and managed within the Park District's budget. With the Board of Commissioner's commitment to maintaining reserves and leading with careful planning for future expansion, the Park District will continue to serve its residents with excellent programs and facilities.

At the time these financial statements were prepared and audited, the Park District was not aware of any existing circumstances that would adversely affect its financial health in the near future.

Contacting the Park District's Financial Management

This financial report is designed to provide our residents and customers with a general overview of the Park District's finances and to demonstrate the Park District's commitment to public accountability. If you have any questions or comments about this report or would like to request additional financial information, please contact the Administration and Finance Division, Northbrook Park District, 545 Academy Drive, Northbrook, Illinois 60062. This report can also be found on the Park District's web site at www.nbparks.org under Quick Links on the Forms and Downloads page.

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Statement of Net Position

April 30, 2017

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Statement of Net Position

April 30, 2017

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 24,304,433
Receivables - Net of Allowances	4,533,326
Inventory	193,969
Prepays	<u>91,398</u>
Total Current Assets	<u>29,123,126</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	54,782,216
Depreciable	68,344,706
Accumulated Depreciation	<u>(37,213,764)</u>
Total Noncurrent Assets	<u>85,913,158</u>
Total Assets	115,036,284
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	<u>1,647,904</u>
Total Assets and Deferred Outflows of Resources	<u>116,684,188</u>

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

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 1,630,341
Accrued Payroll	137,070
Accrued Interest Payable	18,428
Other Payables	2,349,589
Current Portion of Long-Term Debt	2,125,428
Total Current Liabilities	<u>6,260,856</u>
Noncurrent Liabilities	
Compensated Absences Payable	361,713
Net Pension Liability - IMRF	2,335,407
General Obligation Bonds Payable	2,060,000
Total Noncurrent Liabilities	<u>4,757,120</u>
Total Liabilities	<u>11,017,976</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	4,455,911
Deferred Items - IMRF	24,638
Total Liabilities and Deferred Inflows of Resources	<u>15,498,525</u>
NET POSITION	
Net Investment in Capital Assets	81,851,329
Restricted	
Property Tax Levies	
Audit	21,695
Liability Insurance	746,117
Illinois Municipal Retirement	556,754
Social Security	378,306
Paving and Lighting	518,417
Museum	47,501
Special Recreation	223,302
Unrestricted	<u>16,842,242</u>
Total Net Position	<u><u>101,185,663</u></u>

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2017

		Program Revenues		Net (Expenses)/ Revenues
		Charges for Services	Capital Grants/ Contributions	
	Expenses			
Governmental Activities				
General Government	\$ 6,506,994	-	-	(6,506,994)
Recreation	12,085,106	9,454,443	-	(2,630,663)
Interest on Long-Term Debt	63,572	-	-	(63,572)
Total Governmental Activities	18,655,672	9,454,443	-	(9,201,229)
		General Revenues		
		Taxes		
		Property Taxes		11,881,064
		Intergovernmental - Unrestricted		
		Replacement Taxes		222,097
		Interest		171,186
		Miscellaneous		898,757
				<u>13,173,104</u>
		Change in Net Position		3,971,875
		Net Position - Beginning		<u>97,213,788</u>
		Net Position - Ending		<u><u>101,185,663</u></u>

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2017

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2017

	<u>General</u>
ASSETS	
Cash and Investments	\$ 21,342,750
Receivables - Net of Allowances	
Taxes	2,313,130
Accounts	16,511
Inventory	33,521
Prepays	<u>32,800</u>
Total Assets	<u><u>23,738,712</u></u>
LIABILITIES	
Liabilities	
Accounts Payable	1,078,773
Accrued Payroll	48,911
Other Payables	<u>-</u>
Total Liabilities	<u>1,127,684</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>2,284,115</u>
Total Liabilities and Deferred Inflows of Resources	<u>3,411,799</u>
FUND BALANCES	
Nonspendable	66,321
Restricted	2,268,790
Assigned	14,491,802
Unassigned	<u>3,500,000</u>
Total Fund Balances	<u>20,326,913</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>23,738,712</u></u>

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

Recreation	Debt Service	Nonmajor Special Recreation	Totals
2,614,563	-	347,120	24,304,433
1,098,799	878,712	221,873	4,512,514
4,301	-	-	20,812
160,448	-	-	193,969
58,598	-	-	91,398
3,936,709	878,712	568,993	29,123,126
413,945	11,022	126,601	1,630,341
88,159	-	-	137,070
2,349,589	-	-	2,349,589
2,851,693	11,022	126,601	4,117,000
1,085,016	867,690	219,090	4,455,911
3,936,709	878,712	345,691	8,572,911
219,046	-	-	285,367
-	-	223,302	2,492,092
-	-	-	14,491,802
(219,046)	-	-	3,280,954
-	-	223,302	20,550,215
3,936,709	878,712	568,993	29,123,126

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities

April 30, 2017

Total Governmental Fund Balances	\$ 20,550,215
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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.	85,913,158
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Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	1,623,266
--	-----------

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(452,141)
Net Pension Liability - IMRF	(2,335,407)
General Obligation Bonds Payable	(4,095,000)
Accrued Interest Payable	<u>(18,428)</u>

Net Position of Governmental Activities	<u>101,185,663</u>
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The notes to the financial statement are an integral part of this statement.

NORTHBROOK PARK DISTRICT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2017**

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended April 30, 2017

	<u>General</u>
Revenues	
Taxes	\$ 5,710,159
Intergovernmental	222,097
Retail Sales	-
Facility Rentals	-
Recreation Activity	-
Instruction Fees	-
Park Services	41,832
Interest	171,186
Donations and Miscellaneous	783,086
Total Revenues	<u>6,928,360</u>
Expenditures	
Current	
General Government	5,753,746
Recreation	-
Capital Outlay	5,151,941
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>10,905,687</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,977,327)</u>
Other Financing Sources (Uses)	
Transfers In	3,423,708
Transfers Out	(449,688)
	<u>2,974,020</u>
Net Change in Fund Balances	(1,003,307)
Fund Balances - Beginning	<u>21,330,220</u>
Fund Balances - Ending	<u><u>20,326,913</u></u>

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

Recreation	Debt Service	Nonmajor Special Recreation	Totals
2,741,389	2,898,551	530,965	11,881,064
-	-	-	222,097
289,249	-	-	289,249
1,280,777	-	-	1,280,777
7,692,789	-	-	7,692,789
149,796	-	-	149,796
-	-	-	41,832
-	-	-	171,186
115,671	-	-	898,757
12,269,671	2,898,551	530,965	22,627,547
-	-	-	5,753,746
8,818,714	-	424,574	9,243,288
27,249	-	298,910	5,478,100
-	3,580,000	-	3,580,000
-	62,793	-	62,793
8,845,963	3,642,793	723,484	24,117,927
3,423,708	(744,242)	(192,519)	(1,490,380)
-	324,688	125,000	3,873,396
(3,423,708)	-	-	(3,873,396)
(3,423,708)	324,688	125,000	-
-	(419,554)	(67,519)	(1,490,380)
-	419,554	290,821	22,040,595
-	-	223,302	20,550,215

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the Fiscal Year Ended April 30, 2017

Net Change in Fund Balances - Total Governmental Funds	\$ (1,490,380)
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Amounts reported for governmental activities in the Statement of Activities
are different because:

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

Capital Outlays	4,178,303
Depreciation Expense	(2,110,036)
Disposals - Cost	(84,934)
Disposals - Accumulated Depreciation	70,448

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

Changes in Deferred Items - IMRF	(221,894)
----------------------------------	-----------

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

Retirement of Debt	3,580,000
Deductions to Compensated Absences Payable	40,311
Deductions to Net Pension Liability - IMRF	10,836

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

(779)

Changes in Net Position of Governmental Activities

3,971,875

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Northbrook Park District (District) of Illinois is duly organized and existing under the provisions of the laws of the State of Illinois. The District is operating under the provisions of the Park District Code of the State of Illinois approved July 8, 1947 and under all laws amendatory thereto. The District operates under the commissioner-director form of government. The District provides a variety of recreational facilities, programs and services.

REPORTING ENTITY

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

BASIS OF PRESENTATION

Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). The District's recreation and general administrative services are classified as governmental activities.

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

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

The net costs (by function) are normally covered by general revenue (property tax, interest income, etc.). The District does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds, which is recorded as a transfer.

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements

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

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental funds combined) for the determination of major funds. The District electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

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

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

The various funds are reported by generic classification within the financial statements. The following fund type is the only one used by the District:

Governmental Funds

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

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

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District maintains two special revenue funds. The Recreation Fund, a major special revenue fund, accounts for revenues and expenditures related to the establishment and maintenance of recreation programs and facilities. Major revenues include restricted property taxes and charges for services.

Debt service fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and records the District's general obligation debt activity.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), and financial position. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting

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

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

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

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

Cash and Investments

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

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the District's investments are in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Interfund Receivables, Payables and Activity

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

Prepays/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepays/inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepays in both the government-wide and fund financial statements.

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$5,000 are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

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

Buildings and Improvements	50 Years
Land Improvements	20 Years
Vehicles and Equipment	8 - 15 Years

Compensated Absences

The District accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement or resignation.

All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Deferred Outflows/Inflows of Resources

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

Long-Term Obligations

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

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Net Position

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

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

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

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

- The Combined Budget and Appropriation Ordinance is prepared in tentative form by the Board Treasurer and is made available by the Board Secretary for public inspection thirty days prior to final Board action. A Public hearing is held on the tentative Combined Budget and Appropriation Ordinance to obtain taxpayer comments.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

- Prior to August 1, the combined annual budget and appropriation is legally enacted through the passage of a Combined Budget and Appropriation Ordinance. All actual expenditures contained herein have been compared to the legally enacted Combined Annual Budget and Appropriation Ordinance.
- The Board of Park Commissioners may amend the Budget and Appropriation Ordinance in the same manner as its original enactment, transfer between items of any fund not to exceeding in the aggregate ten percent of the total amount appropriated in such fund.
- After six months of the fiscal year, by two-thirds vote transfer any appropriation item it anticipates to be unexpected to any other appropriation item within the fund.
- All appropriations lapse at fiscal year-end.
- Expenditures may exceed appropriations at the sub-object level. Expenditures that exceed individual appropriations at the object level must be approved by the Board of Commissioners as outline above.
- The District does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system in accordance with various legal requirements which govern the District.
- The District legally adopts annual budgets for the General, Special Revenue and Debt Service Funds. During the year, supplementary appropriations were not made.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

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

The Illinois Park District Liquid Asset Fund is an investment pool managed by the Illinois Trust's Board of trustees, which allows governments within the State to pool their funds for investment purposes. The Illinois Park District Liquid Asset Fund allows Illinois park districts, forest preserves and joint recreational programs to pool their funds for investment purposes. Although not registered with the SEC, the Illinois Park District Liquid Asset Fund does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in the Illinois Park District Liquid Asset Fund are valued at the share price, the price for which the investment could be sold.

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

At year-end, the carrying amount of the District's deposits totaled \$24,299,113 and the bank balances totaled \$24,527,151. Additionally, at year-end, the District has \$5,320 invested in the Illinois Park District Liquid Asset Fund, which has an average maturity of less than one year.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy limits interest rate risk by structuring the portfolio so that the securities mature concurrent with cash needs to meet anticipated demands. Furthermore, since all possible cash demands cannot be anticipated, the portfolio should consist largely of securities with active secondary or resale markets.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policy further limits investment instruments as follows:

- Bonds, notes, certificates of indebtedness, treasury bills or other securities which are guaranteed by the full faith and credit of the United States as to principal and interest.
- Bonds, notes, debentures or similar obligations of the United States of America or its agencies.
- Interest bearing accounts, certificates of deposit or interest-bearing time deposits or any other investment constituting direct obligations of any bank as defined by the Illinois Banking Act.
- Investments in "derivative securities" are not permitted.
- Additional investments may be added as changes to the statutes occur.

At year-end, the District's investments in the Illinois Park District Liquid Asset Fund were rated AAAM by Standard & Poor's.

Concentration Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy attempts to diversify the investment portfolio as follows:

- Limiting investments to avoid over concentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities),
- Limiting investment in securities that have higher credit risks,
- Investing in securities with varying maturities, and
- Continually investing a portion of the portfolio in readily available funds such as local government investment pools, money market funds or overnight repurchase agreements to ensure that appropriate liquidity is maintained in order to meet ongoing obligations.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy states that deposits in excess of the Federal insured amount are to be collateralized to the extent of 102% and evidenced by an approved written agreement. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The District's investment policy states that all investment securities purchased by the District shall be held in safekeeping by a third party. At year-end, the District's investments in the Illinois Park District Liquid Asset Fund is not subject to custodial credit risk.

PROPERTY TAXES

Property taxes for 2016 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments on or about March 1 and August 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfers In	Transfers Out	Amount
General	Recreation	\$ 3,423,708
Debt Service	General	324,688 (1)
Nonmajor Governmental	General	<u>125,000 (2)</u>
		<u><u>3,873,396</u></u>

Transfers are used to (1) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

In addition, the District transferred the remaining fund balance in the Recreation Fund to the General Fund as of April 30, 2017.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 47,801,969	-	-	47,801,969
Construction in Progress	3,830,475	3,300,111	150,339	6,980,247
	<u>51,632,444</u>	<u>3,300,111</u>	<u>150,339</u>	<u>54,782,216</u>
Depreciable Capital Assets				
Buildings and Improvements	38,243,594	361,897	-	38,605,491
Land Improvements	16,160,951	426,658	-	16,587,609
Vehicles and Equipment	12,996,564	239,976	84,934	13,151,606
	<u>67,401,109</u>	<u>1,028,531</u>	<u>84,934</u>	<u>68,344,706</u>
Less Accumulated Depreciation				
Buildings and Improvements	16,229,819	1,000,814	-	17,230,633
Land Improvements	11,729,941	539,199	-	12,269,140
Vehicles and Equipment	7,214,416	570,023	70,448	7,713,991
	<u>35,174,176</u>	<u>2,110,036</u>	<u>70,448</u>	<u>37,213,764</u>
Total Net Depreciable Capital Assets	<u>32,226,933</u>	<u>(1,081,505)</u>	<u>14,486</u>	<u>31,130,942</u>
Total Net Capital Assets	<u>83,859,377</u>	<u>2,218,606</u>	<u>164,825</u>	<u>85,913,158</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 753,248
Recreation	<u>1,356,788</u>
	<u>2,110,036</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

General Obligation Bonds

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

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Park Bonds of 2014A, \$3,130,000 due in annual installments of \$1,565,000 through November 1, 2016 plus interest at 0.85%.	\$ 1,565,000	-	1,565,000	-
General Obligation Limited Tax Park Bonds of 2016, \$6,110,000 due in annual installments of \$2,015,000 to \$2,060,000 through December 1, 2018 plus interest at 1.08%.	6,110,000	-	2,015,000	4,095,000
	7,675,000	-	3,580,000	4,095,000

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 492,452	40,311	80,622	452,141	90,428
Net Pension Liability - IMRF	2,346,243	-	10,836	2,335,407	-
General Obligation Bonds	7,675,000	-	3,580,000	4,095,000	2,035,000
	<u>10,513,695</u>	<u>40,311</u>	<u>3,671,458</u>	<u>6,882,548</u>	<u>2,125,428</u>

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

Debt Service Requirements to Maturity

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

Fiscal Year	General Obligation Bonds	
	Principal	Interest
2018	\$ 2,035,000	44,226
2019	2,060,000	22,248
Totals	<u>4,095,000</u>	<u>66,474</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Chapter 70, Section 1205/6-2 of the Illinois Compiled Statutes provides "...for the payment of land condemned or purchased for parks or boulevards, for the building, maintaining, improving and protection of the same and for the payment of the expenses incident thereto, or for the acquisition of real estate and lands to be used as a site for an armory, any park district is authorized to issue the bonds or notes of such park district and pledge its property and credit therefore to an amount including existing indebtedness of such district so that the aggregate indebtedness of such district does not exceed 2.875% of the value of the taxable property therein, to be ascertained by the last assessment for state and county taxes previous to the issue from time to time of such bonds or notes or, until January 1, 1983, if greater, the sum that is produced by multiplying the district's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979, if a petition, signed by voters in number equal to not less than 2% of the voters of the district, who voted at the last general election in the district, asking that the authorized aggregate indebtedness of the district be increased to not more than .575% of the value of the taxable property therein, is presented to the Board and such increase is approved by the voters of the district at a referendum held on the question." In 1978 the District passed a resolution increasing the legal debt limit to 5.0% of Equalized Assessed Value.

Assessed Valuation - 2016	<u>\$ 2,163,897,873</u>
Legal Debt Limit - 5.000% of Equalized Assessed Value	108,194,894
Amount of Debt Applicable to Limit	<u>4,095,000</u>
Legal Debt Margin	<u>104,099,894</u>

NET POSITION/FUND BALANCE

Net Position Classification

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

Capital Assets - Net of Accumulated Depreciation	\$ 85,913,158
Plus: Unspent Bond Proceeds	33,171
Less: General Obligation Bonds	<u>(4,095,000)</u>
Net Investment in Capital Assets	<u>81,851,329</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE – Continued

Fund Balance Classifications

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

	General	Recreation	Debt Service	Nonmajor Special Recreation	Totals
Fund Balances					
Nonspendable					
Inventory	\$ 33,521	160,448	-	-	193,969
Prepays	32,800	58,598	-	-	91,398
	66,321	219,046	-	-	285,367
Restricted					
Property Tax Levies					
Audit	21,695	-	-	-	21,695
Liability Insurance	746,117	-	-	-	746,117
Illinois Municipal Retirement	556,754	-	-	-	556,754
Social Security	378,306	-	-	-	378,306
Paving and Lighting	518,417	-	-	-	518,417
Museum	47,501	-	-	-	47,501
Special Recreation	-	-	-	223,302	223,302
	2,268,790	-	-	223,302	2,492,092
Assigned					
Future Capital Projects	14,491,802	-	-	-	14,491,802
Unassigned					
General	3,500,000	-	-	-	3,500,000
Special Revenue	-	(219,046)	-	-	(219,046)
	3,500,000	(219,046)	-	-	3,280,954
Total Fund Balances	20,326,913	-	-	223,302	20,550,215

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE – Continued

Fund Balance Classifications – Continued

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

Assigned Fund Balance. The District reports assigned fund balance in the General Fund, a major fund. The District's Board/executive director, under authorization assigned in the District's fund balance policy, has assigned these funds for future park improvement projects based on approved Board/management expenditures as determined through the annual budget process.

Minimum Fund Balance Policy. The District's policy manual states that depending on the fund, the prudent fund balance should be no less than one-half of the yearly operating expenditures.

RISK MANAGEMENT

Park District Risk Management Agency (PDRMA)

The District is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since 1984, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect as of April 30, 2017:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
PROPERTY			
Property/Bldg/Contents			
All Losses per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/All Members
Flood/Except Zones A&V	\$1,000	\$1,000,000	\$250,000,000/Occurrence/Annual Aggregate
Flood/Zones A&V	\$1,000	\$1,000,000	\$200,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Construction/Builders Risk	\$1,000	Included	\$25,000,000
Business Interruption, Rental			\$100,000,000/Non-Reported Values
Income, Tax Income	\$1,000		\$500,000/\$2,500,000/
Combined			Non-Reported Values

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

Coverage	Member Deductible	PDRMA Self- Insured Retention	Limits
PROPERTY - Continued			
Service Interruption	24 Hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equip. Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence
WORKERS COMPENSATION			
Workers Compensation	N/A	\$500,000	\$3,500,000 Employers Liability
LIABILITY			
General	None	\$500,000	\$21,500,000/Occurrence
Auto Liability	None	\$500,000	\$21,500,000/Occurrence
Employment Practices	None	\$500,000	\$21,500,000/Occurrence
Public Officials' Liability	None	\$500,000	\$21,500,000/Occurrence
Law Enforcement Liability	None	\$500,000	\$21,500,000/Occurrence
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/Occurrence
POLLUTION LIABILITY			
Liability - Third Party	None	\$25,000	\$5,000,000/Occurrence
Property - First Party	\$1,000	\$24,000	\$30,000,000 3 Year Aggregate
OUTBREAK EXPENSE			
Outbreak Expense	24 Hours	N/A	\$15,000/Day, \$1,000,000 Aggregate
INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA LIABILITY			
Information Security & Privacy Liability	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Privacy Notification Costs	None	\$100,000	\$500,000/Occurrence/Annual Aggregate
Regulatory Defense & Penalties	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Website Media Content Liability	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Cyber Extortion	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Data Protection & Business Interruption	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate.
First Party Business Interruption	8 Hours	\$100,000	\$50,000 Hourly Sublimit/\$50,000 Forensic
			Exp/\$150,000 Dependent Business Interruption
VOLUNTEER MEDICAL ACCIDENT			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense and AD&D
			Excess of any other Collectible Insurance
UNDERGROUND STORAGE TANK LIABILITY			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking
			Underground Tank Fund
UNEMPLOYMENT COMPENSATION			
Unemployment Compensation	N/A	N/A	Statutory

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

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

As a member of PDRMA's Property/Casualty Program, the District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the District's governing body.

The District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigations and settlement, and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2016 and the statement of revenues and expenses for the period ending December 31, 2016.

Assets	\$62,209,572
Deferred Outflows of Resources – Pension	1,117,312
Liabilities	23,580,657
Deferred Inflows of Resources – Pension	34,088
Total Net Position	39,712,139
Revenues	20,508,977
Expenditures	21,505,049

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

The District's portion of the overall equity in the pool is 3.346% or \$1,328,697.

Since 92.44% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

Park District Risk Management Agency (PDRMA) Health Program

Since January 1, 2009, the District has been a member of the Park District Risk Management Agency (PDRMA) Health Program, a health insurance pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$250,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

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

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

The following represents a summary of PDRMA's Health Program balance sheet at December 31, 2016 and the statement of revenues and expenses for the period ending December 31, 2016.

Assets	\$19,963,703
Deferred Outflows of Resources – Pension	472,756
Liabilities	5,609,725
Deferred Inflows of Resources – Pension	14,609
Total Pension	14,812,125
Revenues	37,086,143
Expenditures	34,157,556

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURE

Northern Suburban Special Recreation Association (NSSRA)

The District, along with eleven other park districts, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each member agency shares equally in the Association and generally provides funding based on up to .0400 cents per \$100 of its equalized assessed valuation. The District contributed \$336,574 to the Association during the current fiscal year. The District does not have a direct financial interest in the Association and, therefore, its investment therein is not reported within the financial statements. Upon dissolution of the Association, the assets, if any, shall be divided among the members in accordance with an equitable formula as determined by a unanimous vote of the Board of Directors of the Association.

A complete, separate financial statement for the Association can be obtained from the Association's administrative offices at 3104 MacArthur Blvd., Northbrook, Illinois 60062.

OTHER POST-EMPLOYMENT BENEFITS

In addition to providing pension benefits, the District provides certain health care insurance benefits for retired employees. In accordance with the personnel policy substantially all of the District's employees may become eligible for those benefits if they reach normal retirement age while working for the District. The retirees pay 100 percent of the annual premium for health insurance. The District's health insurance provider, PDRMA utilizes community based rates, which adjust for the demographics of the District's pool of participants, including age, etc. Therefore, there is no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*. Additionally, the District does not provide an explicit benefit to employees. Therefore, the District has not recorded a liability as of April 30, 2017.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan; those provisions can only be amended by the Illinois General Assembly. IMRF provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions

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

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

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

Plan Membership. As of December 31, 2016, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	107
Inactive Plan Members Entitled to but not yet Receiving Benefits	195
Active Plan Members	<u>111</u>
Total	<u>413</u>

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2016 was 9.62% of covered payroll.

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2016, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.50%
Salary Increases	3.75% to 14.50%
Cost of Living Adjustments	2.75%
Inflation	2.75%

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate

The discount rate used to measure the total pension liability was 7.50%, and the discount rate in the prior valuation was 7.49%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following 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:

		1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability	\$	6,351,849	2,335,407	(930,246)

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2015	\$ 29,692,228	27,345,985	2,346,243
Changes for the Year:			
Service Cost	546,384	-	546,384
Interest on the Total Pension Liability	2,191,789	-	2,191,789
Difference Between Expected and Actual Experience of the Total Pension Liability	192,168	-	192,168
Changes of Assumptions	(37,130)	-	(37,130)
Contributions - Employer	-	507,755	(507,755)
Contributions - Employees	-	242,198	(242,198)
Net Investment Income	-	1,864,020	(1,864,020)
Benefit Payments, including Refunds of Employee Contributions	(1,405,092)	(1,405,092)	-
Other (Net Transfer)	-	290,074	(290,074)
Net Changes	1,488,119	1,498,955	(10,836)
Balances at December 31, 2016	31,180,347	28,844,940	2,335,407

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements April 30, 2017

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended April 30, 2017, the District recognized pension expense of \$708,888. 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	Totals
Difference Between Expected and Actual Experience	\$ 188,391	-	188,391
Change in Assumptions	11,731	(24,638)	(12,907)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,291,857	-	1,291,857
	1,491,979	(24,638)	1,467,341
Pension Contributions Made Subsequent to the Measurement Date	155,925	-	155,925
Total Deferred Amounts Related to IMRF	1,647,904	(24,638)	1,623,266

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

Fiscal Year	Net Deferred Outflows of Resources
2018	\$ 542,015
2019	471,609
2020	419,070
2021	34,647
2022	-
Thereafter	-
Total	1,467,341

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedule – General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
- Budgetary Comparison Schedule – Recreation – Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

NORTHBROOK PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2017

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2016	\$ 526,825	\$ 533,836	\$ 7,011	\$ 5,364,821	9.95%
2017	507,755	507,755	-	5,278,121	9.62%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	27 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	MP-2014 (base year 2012)

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

NORTHBROOK PARK DISTRICT, ILLINOIS**Illinois Municipal Retirement Fund****Required Supplementary Information****Schedule of Changes in the Employer's Net Pension Liability****April 30, 2017**

	12/31/2015	12/31/2016
Total Pension Liability		
Service Cost	\$ 560,139	546,384
Interest	2,082,488	2,191,789
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience	179,570	192,168
Change of Assumptions	34,607	(37,130)
Benefit Payments, Including Refunds of Member Contributions	(1,302,035)	(1,405,092)
Net Change in Total Pension Liability	1,554,769	1,488,119
Total Pension Liability - Beginning	28,137,459	29,692,228
Total Pension Liability - Ending	29,692,228	31,180,347
Plan Fiduciary Net Position		
Contributions - Employer	\$ 533,836	507,755
Contributions - Members	248,065	242,198
Net Investment Income	137,235	1,864,020
Benefit Payments, Including Refunds of Member Contributions	(1,302,035)	(1,405,092)
Administrative Expense	21,777	290,074
Net Change in Plan Fiduciary Net Position	(361,122)	1,498,955
Plan Net Position - Beginning	27,707,107	27,345,985
Plan Net Position - Ending	27,345,985	28,844,940
Employer's Net Pension Liability	\$ 2,346,243	2,335,407
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	92.10%	92.51%
Covered-Employee Payroll	\$ 5,364,821	5,278,121
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	43.73%	44.25%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

NORTHBROOK PARK DISTRICT, ILLINOIS**General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property	\$ 5,458,500	5,458,500	5,710,159
Replacement	222,000	222,000	222,097
Interest	75,000	75,000	171,186
Park Services	-	-	41,832
Donations and Miscellaneous	240,082	240,082	783,086
Total Revenues	5,995,582	5,995,582	6,928,360
Expenditures			
General Government			
Salaries and Benefits	4,480,700	4,480,700	3,972,485
Contractual Services	1,494,912	1,494,912	1,303,485
Repairs	43,000	43,000	55,841
Materials	388,880	388,880	421,935
Capital Outlay	6,842,650	6,842,650	5,151,941
Total Expenditures	13,250,142	13,250,142	10,905,687
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,254,560)	(7,254,560)	(3,977,327)
Other Financing Sources (Uses)			
Transfers In	-	-	3,423,708
Transfers Out	-	-	(449,688)
	-	-	2,974,020
Net Change in Fund Balance	(7,254,560)	(7,254,560)	(1,003,307)
Fund Balance - Beginning			21,330,220
Fund Balance - Ending			20,326,913

NORTHBROOK PARK DISTRICT, ILLINOIS**Recreation - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property	\$ 2,600,000	2,600,000	2,741,389
Retail Sales	257,500	257,500	289,249
Facility Rentals	1,325,804	1,325,804	1,280,777
Recreation Activity	7,955,028	7,955,028	7,692,789
Instruction Fees	146,500	146,500	149,796
Donations and Miscellaneous	157,089	157,089	115,671
Total Revenues	12,441,921	12,441,921	12,269,671
Expenditures			
Recreation			
Salaries and Benefits	5,852,910	5,852,910	5,517,498
Contractual Services	2,400,216	2,400,216	2,073,952
Repairs	110,800	110,800	72,780
Materials	1,230,873	1,230,873	1,112,652
Park Services	-	-	41,832
Capital Outlay	-	-	27,249
Total Expenditures	9,594,799	9,594,799	8,845,963
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,847,122	2,847,122	3,423,708
Other Financing (Uses)			
Transfers Out	-	-	(3,423,708)
Net Change in Fund Balance	2,847,122	2,847,122	-
Fund Balance - Beginning			-
Fund Balance - Ending			-

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedule – Major Governmental Fund
Debt Service Fund
- Budgetary Comparison Schedule – Nonmajor Governmental Fund
Special Recreation – Special Revenue Fund

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

The General Fund, a major fund, accounts for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

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

RECREATION

The Recreation Fund is used to account for the operations of the community recreation center.

SPECIAL RECREATION

The Special Recreation Fund is used to account for the expenditures related to the District's membership in NSSRA, in order to provide recreational programs for disabled individuals.

DEBT SERVICE FUND

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended April 30, 2017

	Budgeted Amounts		Actual
	Original	Final	
Revenues			
Taxes			
Property	\$ 3,646,622	3,646,622	2,898,551
Expenditures			
Debt Service			
Principal Retirement	3,629,491	3,629,491	3,580,000
Interest and Fiscal Charges	62,794	62,794	62,793
Total Expenditures	3,692,285	3,692,285	3,642,793
Excess (Deficiency) of Revenues Over (Under) Expenditures	(45,663)	(45,663)	(744,242)
Other Financing Sources			
Transfers In	-	-	324,688
Net Change in Fund Balance	(45,663)	(45,663)	(419,554)
Fund Balance - Beginning			419,554
Fund Balance - Ending			-

NORTHBROOK PARK DISTRICT, ILLINOIS**Special Recreation - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2017**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property	\$ 475,000	475,000	530,965
Expenditures			
Recreation			
Contractual Services	438,500	438,500	424,574
Capital Outlay	381,000	381,000	298,910
Total Expenditures	819,500	819,500	723,484
Excess (Deficiency) of Revenues Over (Under) Expenditures	(344,500)	(344,500)	(192,519)
Other Financing Sources			
Transfers In	125,000	125,000	125,000
Net Change in Fund Balance	<u>(219,500)</u>	<u>(219,500)</u>	(67,519)
Fund Balance - Beginning			<u>290,821</u>
Fund Balance - Ending			<u>223,302</u>

SUPPLEMENTAL SCHEDULES

NORTHBROOK PARK DISTRICT, ILLINOIS

Long-Term Debt Requirements

General Obligation Limited Tax Park Bonds of 2016

April 30, 2017

Date of Issue	March 1, 2016
Date of Maturity	December 1, 2018
Authorized Issue	\$6,110,000
Interest Rates	1.08%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1, 2018
Payable at	JP Morgan Chase

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2018	\$ 2,035,000	44,226	2,079,226	2017	22,113	2017	22,113
2019	2,060,000	22,248	2,082,248	2018	11,124	2018	11,124
	4,095,000	66,474	4,161,474		33,237		33,237

STATISTICAL SECTION

(Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years April 30, 2017 (Unaudited)

	2008	2009	2010	2011
Governmental Activities				
Net Investment in Capital Assets	\$ 72,587,719	74,607,563	73,976,436	73,776,048
Restricted	182,182	126,252	416,827	825,645
Unrestricted	11,888,952	11,720,113	13,941,738	9,510,085
Total Governmental Activities	84,658,853	86,453,928	88,335,001	84,111,778

Data Source: Audited Financial Statements

2012	2013	2014	2015	2016	2017
74,226,101	78,000,309	78,350,561	79,274,309	80,546,190	81,851,329
1,168,514	1,089,897	1,346,550	1,666,972	2,002,825	2,492,092
9,577,538	7,991,572	10,180,011	11,995,779	14,664,773	16,842,242
84,972,153	87,081,778	89,877,122	92,937,060	97,213,788	101,185,663

NORTHBROOK PARK DISTRICT, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years

April 30, 2017 (Unaudited)

	2008	2009	2010	2011
Expenses				
Governmental Activities				
General Government	\$ 4,176,051	4,511,077	5,016,655	6,407,151
Recreation	12,003,052	11,361,733	11,865,683	11,219,547
Interest on Long-Term Debt	838,790	852,087	700,301	654,978
Total Governmental Activities Expenses	17,017,893	16,724,897	17,582,639	18,281,676
Program Revenues				
Governmental Activities				
Charges for Services				
Recreation	8,093,821	7,836,067	8,015,395	7,993,784
Total Primary Government Net Revenues (Expenses)	(8,924,072)	(8,888,830)	(9,567,244)	(10,287,892)
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property	10,602,200	9,989,442	10,471,720	10,824,274
Other	232,071	212,490	188,086	209,067
Interest Income	252,568	192,279	44,823	9,162
Miscellaneous	263,883	289,694	743,688	144,141
Total Governmental Activities	11,350,722	10,683,905	11,448,317	11,186,644
Changes in Net Position				
Governmental Activities	2,426,650	1,795,075	1,881,073	898,752

Data Source: Audited Financial Statements

2012	2013	2014	2015	2016	2017
6,537,764	6,573,686	6,733,521	6,711,539	6,440,609	6,506,994
12,677,468	11,308,455	11,931,732	11,810,381	12,614,633	12,085,106
630,665	448,855	116,542	240,832	45,167	63,572
19,845,897	18,330,996	18,781,795	18,762,752	19,100,409	18,655,672
8,651,468	8,774,070	8,916,448	9,290,410	9,365,679	9,454,443
(11,194,429)	(9,556,926)	(9,865,347)	(9,472,342)	(9,734,730)	(9,201,229)
11,307,540	11,044,285	11,901,530	11,879,625	11,982,722	11,881,064
188,601	187,266	222,710	208,726	185,866	222,097
30,980	30,931	33,850	63,738	105,022	171,186
527,683	404,069	502,601	380,191	1,634,364	898,757
12,054,804	11,666,551	12,660,691	12,532,280	13,907,974	13,173,104
860,375	2,109,625	2,795,344	3,059,938	4,173,244	3,971,875

NORTHBROOK PARK DISTRICT, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years

April 30, 2017 (Unaudited)

	2008	2009	2010	2011
General Fund				
Reserved	\$ 30,187	43,231	60,270	477,858
Unreserved	10,258,806	10,082,700	8,865,592	12,730,884
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	10,288,993	10,125,931	8,925,862	13,208,742
All Other Governmental Funds				
Reserved	238,182	242,698	216,055	735,470
Unreserved, Reported in:				
Special Revenues Funds	(30,235)	(40,733)	22,539	21,417
Debt Service Fund	516,166	416,246	619,099	-
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Unassigned	-	-	-	-
Total All Other Governmental Funds	724,113	618,211	857,693	756,887
Total Governmental Funds	11,013,106	10,744,142	9,783,555	13,965,629

The District implemented GASB No. 54 in Fiscal Year 2012.

Data Source: Audited Financial Statements

2012	2013	2014	2015	2016	2017
-	-	-	-	-	-
-	-	-	-	-	-
34,474	82,223	65,203	65,660	67,496	66,321
550,961	594,325	2,319,992	1,051,880	1,310,099	2,268,790
-	-	-	-	16,452,625	14,491,802
9,957,855	8,378,599	10,650,526	12,502,730	3,500,000	3,500,000
10,543,290	9,055,147	13,035,721	13,620,270	21,330,220	20,326,913
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
173,396	225,773	226,130	224,823	205,581	219,046
800,258	622,582	716,822	705,902	710,375	223,302
(173,396)	(225,773)	(226,130)	(224,823)	(205,581)	(219,046)
800,258	622,582	716,822	705,902	710,375	223,302
11,343,548	9,677,729	13,752,543	14,326,172	22,040,595	20,550,215

NORTHBROOK PARK DISTRICT, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years April 30, 2017 (Unaudited)

	2008	2009	2010	2011
Revenues				
Taxes	\$ 10,030,137	10,194,726	11,366,997	11,033,341
Intergovernmental and Other Taxes	232,071	-	-	-
Charges for Services	8,093,821	7,836,067	8,015,395	7,993,784
Park Services	-	-	-	-
Interest Income	252,568	192,279	44,823	9,162
Miscellaneous	263,883	289,694	743,688	144,141
Total Revenues	18,872,480	18,512,766	20,170,903	19,180,428
Expenditures				
General Government	3,370,133	3,738,761	4,168,097	5,538,192
Recreation	9,635,257	9,608,924	9,648,978	9,090,166
Capital Outlay	1,624,759	1,930,468	3,808,892	2,704,815
Debt Service				
Principal	2,875,000	2,795,000	2,905,000	3,025,000
Interest and Fiscal Charges	627,823	708,577	600,523	480,985
Total Expenditures	18,132,972	18,781,730	21,131,490	20,839,158
Excess of Revenues Over (Under) Expenditures	739,508	(268,964)	(960,587)	(1,658,730)
Other Financing Sources (Uses)				
Debt Issuance	5,195,000	-	-	5,610,000
Premium on Debt Issuance	-	-	-	230,804
Payment to Escrow Agent	-	-	-	-
Transfers In	1,570,653	821,423	1,387,829	1,878,866
Transfers Out	(1,570,653)	(821,423)	(1,387,829)	(1,878,866)
	5,195,000	-	-	5,840,804
Net Change in Fund Balances	5,934,508	(268,964)	(960,587)	4,182,074
Debt Service as a Percentage of Noncapital Expenditures	19.67%	20.13%	19.14%	18.43%

Data Source: Audited Financial Statements

2012	2013	2014	2015	2016	2017
11,496,141	11,231,551	12,124,240	12,088,351	11,982,722	11,881,064
-	-	-	-	185,866	222,097
8,651,468	8,774,070	8,916,448	9,290,410	9,365,679	9,412,611
-	-	-	-	-	41,832
30,980	30,931	33,850	63,738	105,022	171,186
527,683	404,069	502,601	380,191	1,582,354	898,757
20,706,272	20,440,621	21,577,139	21,822,690	23,221,643	22,627,547
5,665,076	5,671,736	5,804,397	5,830,649	5,626,995	5,753,746
9,073,768	9,384,473	9,300,031	9,342,790	9,300,595	9,243,288
4,963,349	3,411,246	2,792,329	2,380,682	3,028,312	5,478,100
3,100,000	3,245,000	3,385,000	3,475,000	3,595,000	3,580,000
526,160	393,985	268,570	235,694	66,318	62,793
23,328,353	22,106,440	21,550,327	21,264,815	21,617,220	24,117,927
(2,622,081)	(1,665,819)	26,812	557,875	1,604,423	(1,490,380)
-	-	4,005,000	3,130,000	6,110,000	-
-	-	43,002	-	-	-
-	-	-	(3,114,246)	-	-
2,713,903	2,342,126	2,761,741	2,978,715	3,117,222	3,873,396
(2,713,903)	(2,342,126)	(2,761,741)	(2,978,715)	(3,117,222)	(3,873,396)
-	-	4,048,002	15,754	6,110,000	-
(2,622,081)	(1,665,819)	4,074,814	573,629	7,714,423	(1,490,380)
17.56%	18.84%	18.27%	18.58%	18.27%	18.27%

NORTHBROOK PARK DISTRICT, ILLINOIS

Equalized Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years April 30, 2017 (Unaudited)

Tax Levy Year	Real Property Assessed Value	Railroad Property Assessed Value	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Ratio of Total Assessed Value to Total Estimated Actual Value
2007	\$ 3,014,764,465	\$ N/A	\$ 3,014,764,465	0.341	\$ 9,053,346,000	33.30
2008	3,248,119,951	N/A	3,248,119,951	0.332	10,816,239,437	33.30
2009	3,260,637,103	N/A	3,260,637,103	0.332	10,015,525,733	33.30
2010	3,004,657,723	N/A	3,004,657,723	0.375	10,015,525,743	33.30
2011	2,698,668,805	N/A	2,698,668,805	0.424	8,104,110,526	33.30
2012	2,502,743,352	N/A	2,502,743,352	0.471	7,515,745,802	33.30
2013	2,242,993,929	N/A	2,242,993,929	0.535	6,818,905,651	33.30
2014	2,272,968,323	N/A	2,272,968,323	0.536	6,818,905,651	33.33
2015	2,163,897,873	N/A	2,163,897,873	0.001	6,491,694,268	33.33
2016	2,576,866,528	N/A	2,576,866,528	0.423	7,730,600,357	33.33

Note: Property in the District is reassessed each year. Property is assessed at 33% of actual value.

Data Source: Office of the County Clerk

N/A - Not Available

NORTHBROOK PARK DISTRICT, ILLINOIS

Property Tax Rates - Direct and Overlapping Governments - Last Ten Fiscal Years

(Cents per \$100 Assessed Value)

April 30, 2017 (Unaudited)

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Property Tax Rates - Direct and Overlapping Governments - Last Ten Tax Levy Years

(Cents per \$100 Assessed Value)

April 30, 2017 (Unaudited)

Name of Taxing Entity/Tax Levy Year	2007	2008	2009
Northbrook Park District			
Corporate	0.089	0.088	0.086
Recreation	0.077	0.079	0.081
Special Recreation	0.011	0.013	0.012
Paving and Lighting	0.004	0.004	0.005
Social Security	0.017	0.016	0.015
Illinois Municipal Retirement	0.014	0.013	0.014
Public Liability Insurance	0.011	0.010	0.011
Audit	0.001	0.001	0.001
Debt Service	0.119	0.110	0.108
Total Direct Rate	0.341	0.332	0.332
Cook County (Includes Health Facilities)	0.446	0.415	0.394
Northfield Township (Includes General Assist)	0.018	0.018	0.020
Village of Northbrook	0.357	0.299	0.315
Northbrook Public Library	0.200	0.196	0.207
Cook County Forest Preserve District	0.053	0.051	0.049
Metropolitan Water Reclamation District	0.263	0.252	0.261
Cook County Consolidated Election Board	0.012	-	-
Northfield Road and Bridge	0.030	0.030	0.031
Northfield Township High School 225	1.403	1.383	1.395
Total with District	3.123	2.976	3.004
Overlapping Governments			
School District 27	2.051	2.019	2.002
School District 28	1.843	1.816	1.888
School District 30	2.138	2.089	2.089
School District 31	1.405	1.402	1.494
Village of Deerfield (1)	0.368	0.366	0.386
Village of Glenview (1)	0.518	0.545	0.572
Oakton Community College District 535	0.141	0.140	0.140

(1) Includes local library tax rate.

Data Source: Cook County Collector and applicable local government records.

2010	2011	2012	2013	2014	2015	2016
0.096	0.112	0.126	0.143	0.147	0.160	0.139
0.088	0.096	0.106	0.118	0.117	0.123	0.103
0.015	0.017	0.018	0.021	0.021	0.022	0.021
0.005	0.005	0.005	0.005	0.005	0.005	0.004
0.019	0.021	0.023	0.027	0.027	0.028	0.023
0.017	0.021	0.025	0.030	0.031	0.033	0.028
0.013	0.016	0.018	0.024	0.024	0.025	0.021
0.001	0.001	0.001	0.001	0.001	0.001	0.001
0.121	0.135	0.149	0.167	0.164	0.172	0.082
0.375	0.424	0.471	0.535	0.536	0.568	0.423
0.423	0.462	0.531	0.560	0.568	0.552	0.533
0.024	0.028	0.033	0.039	0.039	0.035	0.024
0.341	0.458	0.524	0.609	0.605	0.676	0.626
0.231	0.269	0.300	0.359	0.357	0.385	0.329
0.051	0.058	0.063	0.069	0.069	0.069	0.063
0.274	0.320	0.370	0.417	0.430	0.426	0.406
-	0.025	-	-	-	-	-
0.036	0.041	0.046	0.053	0.054	0.057	0.049
1.609	1.819	2.028	2.341	2.367	2.493	2.106
3.364	3.904	4.366	4.982	5.025	5.261	4.559
2.334	2.667	2.957	3.412	3.443	3.569	3.031
2.072	2.339	2.604	2.962	3.009	3.299	2.848
2.327	2.641	2.999	3.381	3.272	3.394	2.866
1.730	2.018	2.525	2.946	2.911	2.947	2.699
0.456	0.625	0.740	0.804	0.905	0.922	0.876
0.661	0.759	0.829	0.950	0.948	1.000	0.836
0.160	0.196	0.219	0.256	0.258	0.271	0.231

NORTHBROOK PARK DISTRICT, ILLINOIS

Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago April 30, 2017 (Unaudited)

Taxpayer	2017			2008		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Westcoast Estates	\$ 57,515,310	1	2.23%	\$ 109,016,348	1	3.62%
MidAmerica Asset Management	28,944,553	2	1.12%			
Jones Lang LaSalle	26,977,077	3	1.05%	74,079,963	2	2.46%
Willow Festival Regency	26,913,528	4	1.04%			
UL LLC	24,409,523	5	0.95%	30,295,105	4	1.00%
Jones Lang LaSalle CC1&2	21,157,494	6	0.82%			
Korman Lederer & Associates	16,765,907	7	0.65%	24,864,121	7	0.82%
Lake Cook Road & MidAmca	14,340,473	8	0.56%	26,928,832	6	0.89%
Village Square of Northbrook	14,061,466	9	0.55%	26,971,951	5	0.89%
400 Skokie Blvd LLC	13,232,147	10	0.51%			
eProperty Tax, Inc				50,162,309	3	1.66%
North Shore Thomson (Renaissance Hotel)				22,534,927	8	0.75%
Gregory Realty Group						
(North Suburban Development Corp.)				19,271,051	9	0.64%
May Department Store Co.				18,587,728	10	0.62%
	<u>244,317,478</u>		<u>9.48%</u>	<u>402,712,335</u>		<u>13.35%</u>

Data Source: Cook County Clerk's Offices

NORTHBROOK PARK DISTRICT, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years
April 30, 2017 (Unaudited)

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years April 30, 2017 (Unaudited)

Fiscal Year	Tax Levy Year	Tax Extended Tax Levy (1)	Collected within the Fiscal Year of the Levy	
			Amount	Percentage of Levy
2008	2007	\$ 10,417,576	\$ 10,141,608	97.35%
2009	2008	10,562,098	10,552,180	99.91%
2010	2009	10,794,190	10,741,928	99.52%
2011	2010	11,215,778	10,693,276	95.34%
2012	2011	11,434,647	11,256,658	98.44%
2013	2012	11,787,788	11,479,363	97.38%
2014	2013	12,007,814	11,719,507	97.60%
2015	2014	12,182,604	11,873,724	97.46%
2016	2015	12,297,565	11,822,153	96.13%
2017 (3)	2016	10,891,151	6,432,312	59.06%

Data Source: District Records

(1) Does not include adjustments for errors, abatements of objections of tax extensions.

(2) Delinquent tax collections are reported by the tax levy year.

(3) Represents collection of first installment of 2016 tax levy. The first installment is an estimate and is 55% of the prior year's tax bill. The second installment is generally payable September 1.

Delinquent Tax Collections (2)	Total Collections to Date		Outstanding Delinquent Taxes	Outstanding Delinquent Taxes to Tax Levy
	Amount	Percentage of Levy		
\$ 58,238	\$ 10,199,846	97.91%	\$ 217,730	2.09%
-	10,552,180	99.91%	9,918	0.09%
-	10,741,928	99.52%	52,262	0.48%
-	10,693,276	95.34%	522,502	4.66%
-	11,256,658	98.44%	177,989	1.56%
-	11,479,363	97.38%	308,425	2.62%
-	11,719,507	97.60%	288,307	2.40%
-	11,873,724	97.46%	308,880	2.54%
-	11,822,153	96.13%	475,412	3.87%
-	6,432,312	59.06%	4,458,839	40.94%

NORTHBROOK PARK DISTRICT, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years

April 30, 2017 (Unaudited)

Fiscal Year	Governmental Activities General Obligation Bonds	Ratio of Total Outstanding Debt to Equalized Assessed Valuation (1)	Percentage of Personal Income (1)	Per Capita (1)
2008	\$ 16,512,500	0.55%	17.26%	\$ 476
2009	13,905,000	0.43%	14.54%	401
2010	11,187,500	0.34%	11.69%	337
2011	14,190,804	0.47%	N/A	428
2012	11,201,369	0.42%	N/A	338
2013	8,066,934	0.32%	N/A	243
2014	8,610,000	0.38%	N/A	260
2015	5,160,000	0.23%	N/A	156
2016	7,675,000	0.35%	N/A	231
2017	4,095,000	0.16%	N/A	123

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for equalized assessed valuation of property, personal income, and population data.

Data Source: District Records

N/A - Not Available

NORTHBROOK PARK DISTRICT, ILLINOIS

Ratio of Net General Obligation Debt to Equalized Assessed Value and Net General Obligation Bonded Debt per Capita - Last Ten Fiscal Years

April 30, 2017 (Unaudited)

Fiscal Year	Gross General Obligation Bonds	Less Amount Available	Net General Obligation Bonds	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2008	\$ 16,512,500	\$ 182,182	\$ 16,330,318	0.18%	471
2009	13,905,000	126,252	13,778,748	0.13%	397
2010	11,187,500	416,827	10,770,673	0.11%	325
2011	14,190,804	373,142	13,817,662	0.14%	417
2012	11,201,369	369,927	10,831,442	0.13%	327
2013	8,066,934	271,556	7,795,378	0.10%	235
2014	8,610,000	381,826	8,228,174	0.12%	248
2015	5,160,000	353,640	4,806,360	0.07%	145
2016	7,675,000	401,905	7,273,095	0.11%	219
2017	4,095,000	-	4,095,000	0.05%	123

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

Data Source: United States Department of Commerce, Census Bureau

NORTHBROOK PARK DISTRICT, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt April 30, 2017 (Unaudited)

Governmental Unit	Gross Debt **	Percentage to Debt Applicable to Park District*	District's Share of Debt
Northbrook Park District	\$ 4,095,000	100.00%	\$ 4,095,000
Cook County	3,237,391,750	1.80%	58,109,038
Village of Northbrook	108,015,000	97.15%	104,932,088
Glenbrook High School District #225	75,969,614	48.44%	36,795,562
Metropolitan Water Reclamation District ***	2,484,843,000	1.83%	45,466,698
Cook County Forest Preserve District	106,265,000	1.80%	1,907,386
Village of Deerfield	61,425,000	5.78%	3,552,032
West Northfield School District #31	3,360,000	15.16%	509,378
Community Consolidated School District #21 - Wheeling	33,950,000	1.49%	507,019
Village of Glenview	69,410,000	0.25%	172,566
School District #30	34,800,000	68.76%	23,929,297
Community College District 512	155,190,000	0.14%	219,557
Community College District 535	29,895,000	11.44%	3,418,516
Township High School District 214	39,490,000	0.31%	123,790
Total Overlapping Debt	6,440,004,364		279,642,927
Total Direct and Overlapping Debt	6,444,099,364		283,737,927

Data Sources: Cook County Clerk's Office

* Percentage based on 2016 EAV's the most recent available.

** Excludes the following amounts of alternate revenue bonded debt: Cook County Forest - \$51,245,000; Metropolitan Water Reclamation - \$99,0800,000.

*** Includes IEPA Loan Bonds in the amount of \$620,878,000 as of December 31, 2016.

NORTHBROOK PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years

April 30, 2017 (Unaudited)

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years April 30, 2017 (Unaudited)

	2008	2009	2010	2011
Debt Limit	\$ 125,818,766	150,738,223	162,405,998	163,031,855
Total Net Debt Applicable to Limit	17,450,000	14,655,000	11,750,000	14,335,000
Legal Debt Margin	108,368,766	136,083,223	150,655,998	148,696,855
Total Net Debt Applicable to Limit as a Percentage of Debt Limit	13.87%	9.72%	7.23%	8.79%

Note: Legal Debt Margin from 2008 - 2016 was 5%.

2012	2013	2014	2015	2016	2017
150,232,886	134,933,440	125,137,168	112,149,696	113,648,416	108,194,894
11,235,000	7,990,000	8,610,000	5,160,000	7,675,000	4,095,000
138,997,886	126,943,440	116,527,168	106,989,696	105,973,416	104,099,894
8.79%	7.48%	5.92%	6.88%	6.75%	3.78%

Legal Debt Margin Calculation for Fiscal 2017

Equalized Assessed Value (2016 Tax Year)	\$ 2,163,897,873
Legal Debt Margin	<u>5.000%</u>
Debt Limit	108,194,894
Debt Applicable to Limit General Obligation Bonds	<u>4,095,000</u>
Legal Debt Margin	<u><u>104,099,894</u></u>
Total Outstanding Debt as a Percentage of Statutory Debt Limit	<u><u>3.78%</u></u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2017 (Unaudited)

Fiscal Year	(1) Population	Equalized Assessed Value (EAV)	(3) Personal Income (in Thousands)	Per Capita EAV	Median Age	School Enrollment	(2) Unemployment Rate
2008	34,688	\$ 3,014,764,465	\$ 95,665	\$ 86,911	43	7,662	4.6%
2009	34,688	3,248,119,951	95,665	93,638	43.0	7,871	6.7%
2010	33,170	3,004,657,723	95,665	90,584	44.1	7,838	7.2%
2011	33,170	2,698,668,805	N/A	81,359	48.0	7,465	7.4%
2012	33,170	2,698,668,805	N/A	81,359	48.0	7,677	6.9%
2013	33,170	2,502,743,352	N/A	75,452	48.0	7,611	6.2%
2014	33,170	2,242,993,929	N/A	67,621	46.5	7,537	6.5%
2015	33,170	2,272,968,323	N/A	68,525	46.5	7,615	5.1%
2016	33,170	2,163,897,873	N/A	65,237	47.8	7,596	4.3%
2017	33,170	2,576,866,528	N/A	77,687	47.8	7,646	4.6%

Data Sources:

(1) Estimated population in relationship to the Village of Northbrook (U.S. Department of Commerce, Bureau of the Census)

(2) Illinois Department of Employment Security

(3) Village of Northbrook Comprehensive Annual Financial Report

N/A - Not Available

NORTHBROOK PARK DISTRICT, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago April 30, 2017 (Unaudited)

Employer	2017			2008		
	Employees (1)	Rank	% of Total District Population	Employees (1)	Rank	% of Total District Population
Allstate Insurance Company	8,000	1	24.12%	7,000	1	20.18%
UL, LLC	2,000	2	6.03%	1,450	2	4.18%
CVS Caremark	1,400	3	4.22%	900	5	2.59%
Astellas Pharma US, Inc.	1,150	4	3.47%			
Allstate Life Insurance Co (2)	750	5	2.26%			
Euromarket Designs Inc	500	6	1.51%	600	6	1.73%
Hilco Merchange Resources, LLC	400	7	1.21%			
W. W. Grainger, Inc.	350	8	1.06%			
Donlen Corp.	300	9	0.90%			
Hilton-Chicago Northbrook	250	10	0.75%			
Northbrook Court (3)				1,700	3	4.90%
United Parcel Service (UPS)				1,100	4	3.17%
General Binding Corporation				500	7	1.44%
Highland Baking Co.				340	8	0.98%
Potash Corporation				170	9	0.49%
Metals USA				150	10	0.43%
	<u>15,100</u>		<u>45.52%</u>	<u>13,910</u>		<u>40.09%</u>

Data Sources:

- (1) 2017 Illinois Services and 2017 Illinois Manufacturers Directories, and the Illinois Department of Commerce and Economic Opportunity
- (2) Allstate uses Northbrook, IL as address but is unincorporated Cook County.
- (3) Northbrook Court number includes employees at all stores including Macy's, Lord & Taylor and Neiman-Marcus.

NORTHBROOK PARK DISTRICT, ILLINOIS

Government Employees by Function/Program - Last Ten Fiscal Years April 30, 2017 (Unaudited)

Function/Program	2008	2009	2010	2011
IMRF Eligible Employees				
Full-Time Employees	N/A	N/A	N/A	64
Seasonal Part-Time Employees	N/A	N/A	N/A	61
	N/A	N/A	N/A	125
Non-IMRF Eligible Employees				
Seasonal Part-Time Employees	N/A	N/A	N/A	161
General Government - Full-Time				
Park Operations	N/A	N/A	N/A	10
Recreation Operations	N/A	N/A	N/A	8
Golf Operations	N/A	N/A	N/A	31
Administration	N/A	N/A	N/A	15
	N/A	N/A	N/A	64
Total Number of Employees	N/A	N/A	N/A	286

Data Source: District Records

Note: Data reflects the number of employees in each category as of April 30. Fluctuations in individual categories from year to year is a direct result of position vacancies.

N/A - Not Available

2012	2013	2014	2015	2016	2017
71	71	72	72	69	70
52	50	43	42	39	41
123	121	115	114	108	111
190	195	200	216	208	216
13	14	14	14	17	18
31	30	31	32	29	30
9	9	9	9	8	9
18	18	18	17	15	13
71	71	72	72	69	70
313	316	315	330	316	327

NORTHBROOK PARK DISTRICT, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years April 30, 2017 (Unaudited)

Function/Program	2008	2009	2010 (1)	2011
Population	34,688	34,688	34,688	33,170
Number of Programs Offered	2,143	2,230	2,433	2,435
Number of Program Participants	23,690	22,173	23,592	25,315
Number of Non-Resident Participants	3,230	3,524	3,575	3,537
Number of Golf Rounds	67,438	67,251	75,041	69,075
Number of Aquatic Visits	42,039	37,826	46,205	46,124

Data Source: District Records

(1) The District replaced its registration software in the middle of FY 2010. Total registrations for the FY occurred between two systems resulting in some inconsistencies.

2012	2013	2014	2015	2016	2017
33,170	33,170	33,170	33,170	33,170	33,170
2,296	2,877	2,111	2,150	2,155	2,238
20,460	19,889	19,936	20,768	21,983	21,975
3,563	3,475	3,312	3,775	3,878	3,754
70,163	66,970	69,217	68,835	70,866	66,760
45,993	46,178	42,812	41,741	38,367	40,006

NORTHBROOK PARK DISTRICT, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years April 30, 2017 (Unaudited)

Function/Program	2008	2009	2010	2011
Facilities				
Baseball Diamonds	25	25	25	25
Soccer Fields	14	14	14	14
Football Fields	1	1	1	1
Outdoor Basketball	6	6	8	9
Tennis Courts	24	24	22	22
Volleyball Courts	2	2	2	2
Teams Challenge Course and Climbing Wall	1	1	1	1
Swimming Facilities	2	2	2	2
Recreation Buildings	11	11	11	11
Velodrome (Bicycle Track)	1	1	1	1
Golf Courses	3	3	3	3
Driving Range	1	1	1	1
Miniature Golf Course	1	1	1	1
Playgrounds	18	18	18	19
Picnic Areas	16	16	16	16
Jogging and Bike Trails	13	13	13	14
Lake/Fishing	2	2	2	2
Food Concession Stands	5	5	5	5
Multipurpose Auditorium and Theatre	1	1	1	1
Indoor Skating	2	2	2	2
Outdoor Skating	2	2	2	2
Sled and Toboggan Hills	2	2	2	2
Cross County Skiing	1	1	1	1
Ice Skating Pro Shop	1	1	1	1
Skate Park	1	1	1	1
Batting Cages	6	6	6	6
LaCrosse Fields	2	2	2	2
Dog Park	N/A	N/A	N/A	N/A
Field Hockey	N/A	N/A	N/A	N/A

N/A - Not Available

Data Source: District Records

2012	2013	2014	2015	2016	2017
25	25	25	25	25	25
14	14	14	14	14	14
1	1	1	2	2	2
9	9	9	9	9	9
22	22	22	22	22	22
2	2	2	2	2	2
1	1	1	1	1	1
2	2	2	2	2	2
11	11	12	12	12	12
1	1	1	1	1	1
3	3	3	3	3	3
1	1	1	1	1	1
1	1	1	1	1	1
19	19	18	18	18	18
16	16	16	16	16	16
14	14	14	14	14	14
2	2	2	2	2	2
5	5	5	5	5	5
1	1	1	1	1	1
2	2	2	2	2	2
2	2	2	2	2	2
2	2	2	2	2	2
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
6	6	6	6	6	6
3	3	3	3	3	3
N/A	N/A	1	1	1	1
N/A	N/A	N/A	N/A	6	6