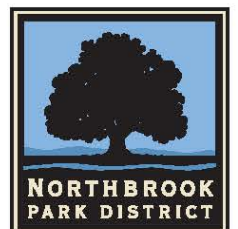




Comprehensive Annual Financial Report

Northbrook, Illinois
Fiscal Year Ending
December 31, 2020



NORTHBROOK PARK DISTRICT, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2020

Prepared by:

Division of Administration and Finance

NORTHBROOK PARK DISTRICT, ILLINOIS

TABLE OF CONTENTS

PAGE

INTRODUCTORY SECTION

Principal Officials	<u>1</u>
Organization Chart	<u>2</u>
Letter of Transmittal	<u>3</u>
Certificate of Achievement for Excellence in Financial Reporting	<u>9</u>

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	<u>12</u>
-------------------------------------	---------------------------

MANAGEMENT'S DISCUSSION AND ANALYSIS	<u>15</u>
---	---------------------------

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements	
Statement of Net Position	<u>27</u>
Statement of Activities	<u>29</u>
Fund Financial Statements	
Balance Sheet - Governmental Funds	<u>31</u>
Reconciliation of Total Governmental Fund Balance to the	
Statement of Net Position - Governmental Activities	<u>33</u>
Statement of Revenues, Expenditures and Changes in	
Fund Balances - Governmental Funds	<u>35</u>
Reconciliation of the Statement of Revenues, Expenditures and Changes in	
Fund Balances to the Statement of Activities - Governmental Activities	<u>37</u>
Notes to Financial Statements	<u>38</u>

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	<u>72</u>
Schedule of Changes in the Employer's Net Pension Liability	
Illinois Municipal Retirement Fund	<u>73</u>
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree Benefit Plan	<u>75</u>
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	<u>76</u>
Recreation - Special Revenue Fund	<u>77</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION - Continued

OTHER SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Debt Service Fund	<u>80</u>
Special Recreation - Special Revenue Fund	<u>81</u>

SUPPLEMENTAL SCHEDULE

Long-Term Debt Requirements	
General Obligation Limited Tax Park Bonds of 2019	<u>83</u>
General Obligation Limited Tax Park Bonds of 2020	<u>84</u>

STATISTICAL SECTION (Unaudited)

Net Position by Component - Last Ten Fiscal Years	<u>87</u>
Changes in Net Position - Last Ten Fiscal Years	<u>89</u>
Fund Balances of Governmental Funds - Last Ten Fiscal Years	<u>91</u>
Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years	<u>93</u>
Equalized Assessed Value and Actual Value of Taxable Property – Last Ten Tax Levy	<u>95</u>
Property Tax Rates – Direct and Overlapping Governments – Last Ten Tax Levy Years	<u>97</u>
Principal Property Tax Payers - Prior Fiscal Year and Eight Fiscal Years Ago	<u>99</u>
Property Tax Levies and Collections - Last Ten Fiscal Years	<u>101</u>
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	<u>103</u>
Ratio of Net General Obligation Debt to Equalized Assessed Value and Net General Obligation Bonded Debt per Capita – Last Ten Fiscal Years	<u>104</u>
Schedule of Direct and Overlapping Governmental Activities Debt	<u>105</u>
Legal Debt Margin - Last Ten Fiscal Years	<u>107</u>
Demographic and Economic Statistics - Last Ten Fiscal Years	<u>109</u>
Principal Employers - Prior Fiscal Year and Eight Fiscal Years Ago	<u>110</u>
Governmental Employees by Function/Program – Last Ten Fiscal Years	<u>111</u>
Operating Indicators by Function/Program – Last Ten Fiscal Years	<u>113</u>
Capital Asset Statistics by Function/Program - Last Ten Fiscal Years	<u>115</u>

INTRODUCTORY SECTION

This section includes miscellaneous data regarding the District including:

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Principal Officials

December 31, 2020

BOARD OF PARK COMMISSIONERS

Mary Ann Chambers, President

Lisa Chalem, Vice President

Jeffrey C. Simon, Commissioner

Matthew Curin, Commissioner

Michael Schyman, Commissioner

Penelope J. Randel, Commissioner

Michael Ziering, Commissioner

ADMINISTRATIVE

Molly Hamer, Executive Director, Secretary

Greg Baron, Golf Operations Director

Ed Dalton, Parks and Properties Director

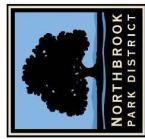
Eileen Loftus, Leisure Services Director

Mindy Munn, Administration and Finance Director, Treasurer

Joan Scovic, Marketing Director

Wendy Peterson, Assistant Secretary

Steve Adams, Attorney



Organizational Chart

Northbrook Residents

Park Board of Commissioners

Molly Hamer
Executive Director

Wendy Peterson
Executive Administrative Assistant

Vacant
Administrative Assistant

Ed Dalton
Director of Parks & Properties

Mark Kosbab
Parks Division Manager

Chris Ryerson
Grounds Supervisor

Billy Maloney
Crew Leader Athletics

Omar Contreras
Crew Leader Grounds

Salvador Arzaga
Equipment Operator

John Collins
LWV III

John Boldt
LWV II

Chris Holt
Golf Maintenance Supervisor

Felix Zuniga
Crew Leader Golf

John Hoffman
Mechanic

Bob Collier
Mechanic

Isle Vest
Trades Manager

Jeff Cholewa
Trades Assistant Manager

John Hoffman
Mechanic

Bob Collier
Mechanic

Nicole Wrobel
Project Manager

Kris Sharp
Projects & Operations Specialist

Brian Sama
FWW III

Bob Knealey
FWW III

Bob Franke
FWW III

Vacant
FWW II

John Hoffman
FWW II

Tom Drager
FWW II

Vacant
FWW I

Greg Baron
Director of Golf Operations

John Blifler
Head Golf Professional

Michael Wenzel
Golf Instruction Supervisor

Barb Dettman
Business Manager

Ellen Drahos
Accountant

Chad Smith
Senior Systems Administrator

Laurel Hall
Human Resources Manager

Cristina Gambino
Human Resources Generalist

Terri Bozarth
Senior Human Resources Manager

Vacant
Risk Manager

Joan Scovic
Director of Marketing & Communications

Joy Stuart
Marketing & Communications Manager

Genevieve Slupski
Marketing Specialist

Eileen Loftus
Director of Recreation

Angus Shields
Recreation Division Manager

Brian Taylor
Sports Center Manager

Kennedy McKey
Recreation Supervisor Ice

Vacant
Recreation Supervisor Ice

Vacant
Recreation Supervisor Ice

Vacant
Recreation Supervisor Ice

Rachel Tandy
Activity Center Supervisor

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Erin Sweet
Performing Arts Manager

Kurt Ottlinger
Theatre Technician Supervisor

Drew Kamlaich
Performing Arts Supervisor

Nancy Eschler
Recreation Supervisor Early Childhood

Taylor Witter
Recreation Supervisor Youth

Laura Wassinger
Recreation Supervisor Seniors

Kate Kotloski
Recreation Division Manager

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Erin Sweet
Performing Arts Manager

Kurt Ottlinger
Theatre Technician Supervisor

Drew Kamlaich
Performing Arts Supervisor

Nancy Eschler
Recreation Supervisor Early Childhood

Taylor Witter
Recreation Supervisor Youth

Laura Wassinger
Recreation Supervisor Seniors

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Erin Sweet
Performing Arts Manager

Kurt Ottlinger
Theatre Technician Supervisor

Drew Kamlaich
Performing Arts Supervisor

Nancy Eschler
Recreation Supervisor Early Childhood

Taylor Witter
Recreation Supervisor Youth

Laura Wassinger
Recreation Supervisor Seniors

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Angus Shields
Recreation Division Manager

Brian Taylor
Sports Center Manager

Kennedy McKey
Recreation Supervisor Ice

Vacant
Recreation Supervisor Ice

Vacant
Recreation Supervisor Ice

Vacant
Recreation Supervisor Ice

Rachel Tandy
Activity Center Supervisor

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Erin Sweet
Performing Arts Manager

Kurt Ottlinger
Theatre Technician Supervisor

Drew Kamlaich
Performing Arts Supervisor

Nancy Eschler
Recreation Supervisor Early Childhood

Taylor Witter
Recreation Supervisor Youth

Laura Wassinger
Recreation Supervisor Seniors

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Erin Sweet
Performing Arts Manager

Kurt Ottlinger
Theatre Technician Supervisor

Drew Kamlaich
Performing Arts Supervisor

Nancy Eschler
Recreation Supervisor Early Childhood

Taylor Witter
Recreation Supervisor Youth

Laura Wassinger
Recreation Supervisor Seniors

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Erin Sweet
Performing Arts Manager

Kurt Ottlinger
Theatre Technician Supervisor

Drew Kamlaich
Performing Arts Supervisor

Nancy Eschler
Recreation Supervisor Early Childhood

Taylor Witter
Recreation Supervisor Youth

Laura Wassinger
Recreation Supervisor Seniors

Wendy Friedman
Offices Supervisor Leisure Center

Christine Ramos
Customer Service Coordinator

Vacant
Customer Service Coordinator

Crystal Corral
Registration Supervisor

Roxanne Macribo
Customer Service Coordinator

Vacant
Customer Service Coordinator

Positions Held in Abeyance for Future Activity Center Staffing Plan

Open Position

Open Position

Open Position

Open Position

Open Position

Open Position

Open Position

Open Position

Open Position

Open Position

Senior Leadership: RED
Management: ORANGE
Staff Non-BU: GREEN
Staff BU: BLUE



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

May 6, 2021

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 December 31, 2020 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 December 31, 2020. Their unmodified opinion on the basic financial statements is presented in this report. The Comprehensive Annual Financial Report is filed with the State Comptroller within six months after the close of the fiscal year. This report was prepared by the 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 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 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 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.

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 District's finances.

The Reporting Entity and its Services

The 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 District maintains over 500 acres of property for the residents' enjoyment.

Located approximately 25 miles northwest of Chicago, the 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 plus 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 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 District as there are no other organizations for which it has financial accountability. The 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 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>
December 2, 2019	Committee of the Whole	Annual Budget Review
January 13, 2020	Public Hearing	Public comments on the Annual Budget
January 22, 2020	Regular Board Meeting	Board discusses and considers the 2020 Budget and Appropriation Ordinance
May 26, 2021	Regular Board Meeting	Board of Commissioners accept 2020 Comprehensive Annual Financial Report

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 District is in suburban Cook County, 25 miles northwest of Chicago, and benefits from ease of access to downtown Chicago. Major corporate entities include Allstate Corporation Inc., Underwriters Laboratories, Inc., CVS/Caremark and Astellas Pharma. The tax base consists of light industrial (9%), commercial (25%), and residential (66%). Northbrook's unemployment rate at the end of 2020 was 8.2%, comparing favorably to the state of Illinois' rate of 9.5%.

Equalized assessed value (EAV) for the District's property tax base increased 14.2% in value and totaled \$3.0 billion for the 2019 tax year. The District's tax rate decreased to \$0.416 per \$100 of assessed value compared to \$0.455 in the 2018 tax year. The District's annual property tax extension is limited to the previous year extension plus the annual change in the All-Urban Consumer Price Index (CPI), not to exceed 5%. The decrease in the tax rate reflects the higher percentage increase in assessed valuation compared to the increase in the consumer price index. Over the past ten years the District has collected approximately 97 percent of its tax levy as illustrated in the table below.

Fiscal Year	Tax Year	Tax Extended	Tax Collected	Collection Rate
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	2016	10,891,151	10,634,237	97.64%
2018	2017	11,215,423	10,853,552	96.77%
2019	2018	11,962,049	11,618,862	97.13%
2020	2019	12,462,696	11,796,173	94.65%
10-Year Average				96.84%

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

In February 2017 the Board of Park Commissioner adopted the District's Comprehensive Master Plan. The Plan is designed to guide facility and program development decisions for the next five to ten years. The process began 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. 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.

NORTHBROOK PARK DISTRICT

Based on the Comprehensive Master Plan, the District developed eight actionable goals to accomplish over the ten-year period:

1. Improve and add indoor space
2. Maintain and update existing assets
3. Establish new parks
4. Establish a community wide trail and bike network
5. Expand recreation opportunities to align with community interests
6. Strengthen community relations to further build support
7. Conduct operations with fiscal responsibility
8. Explore partnership opportunities

The District allocated funds within the 2021 budget in order to update its Comprehensive Master Plan. A new community survey will be sent to Northbrook residents next year.

To fund future capital initiatives, the District assigned \$13.0 million of its unrestricted fund balance at the end of the 2020 fiscal year. In addition to the use of unrestricted reserves, each year the District has access to unrestricted debt capacity of approximately \$2.2 million. The District typically issues new debt every one-to-three years to fund its multi-year capital improvement plan.

Risk Management

The 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. In 2017 the District successfully completed its Loss Control Review and maintained its accreditation. The accreditation status will last until 2021 when the District's operations are scheduled to be reviewed. The District has consistently received this accreditation since 1991.

Pension Benefits

The 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 4.50 percent of their annual salary. Vesting for Tier 1 and Tier 2 occurs after eight and ten years of service, respectively. The District is responsible for most of the pension costs, and all disability and death benefits. The District's retirement plan was 110.89% funded as of 12/31/20, up from 102.48% in the previous year. The increase in funding status primarily reflects higher than expected investment returns. The District's pension liability as of December 31, 2020 was calculated using an assumed rate of return of 7.25%. The District's employer rate increased slightly to 7.26% compared to 6.18% in 2019.

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

Significant Events and Accomplishments

Guided by our Mission of environmental, social and financial stewardship, the District is proud of our accomplishments in 2020.

NORTHBROOK PARK DISTRICT

The District continued work on two major projects in 2020. The District completed construction of the new Activity Center which will provide additional indoor programming space for the community. The second project, which is still in progress, involves course renovations and the construction of a new clubhouse at the former Sportsman's golf course. Opening is planned for late summer 2021 and has been re-branded as Heritage Oaks Golf Club to reflect the significant improvements at the course.

Incorporating the Northbrook Park District's mission of environmental stewardship, the Activity Center was constructed as a Net Zero Energy Building—a highly energy-efficient facility with the total calculated amount of energy used by the building being equal to or less than the amount of renewable energy created on-site. The highly efficient building design includes:

- An array of solar panels on the roof
- HVAC systems and mechanical equipment with the highest efficiency ratings
- Increased insulation values in the walls and roof
- High-performing windows and strategic window placement to help regulate indoor temperature
- LED lighting throughout the building and parking lot
- Occupancy sensors in rooms and daylight sensors in perimeter spaces
- EPA Indoor Air Plus requirements for paint and materials

The District was awarded a \$1.78 million grant from the Illinois Clean Energy Community Foundation which will fund construction and materials to achieve the Net Zero Energy building status. While the District can receive 100% of the grant funding, it is dispersed in three phases and is based on net zero performance of the building. The District received phase I funding in fiscal 2020.

The new Activity Center includes a gymnasium and fitness center on the first floor and group fitness studios, stretching area and walking/jogging track on the second floor. The fitness center features a wide variety of cardio and strength equipment. Fitness classes offered include mind and body, cardio fitness, strength training, and low impact aerobics. A small dedication ceremony was held on December 27, 2020, and the building opened to the public on January 1, 2021.

In addition to construction work performed at the Activity Center in 2020, the District also managed the golf course renovation and new clubhouse construction project. At the close of the 2019 golf season, staff prepared for demolition of the clubhouse, golf cart storage facility, and practice range building. Demolition of these buildings and course renovations began in early 2020. Enhancements from the golf construction project will include:

- New clubhouse with improved year-round dining experience
- Rebuilt Classic 18 greens
- New forward tees boxes
- Re-grassed fairways and East 9 greens
- East 9 irrigation improvements
- Practice Range Enhancements

Staff members continue to be very active in the recreational associations and had members making presentations at the 2021 IAPD/IPRA Joint Conference. Staff members serve on the PDRMA Finance Committee, and the Midwest Association of Golf Course Superintendents.

NORTHBROOK PARK DISTRICT

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 December 31, 2019. This was the twenty-eighth consecutive year the Northbrook Park District has received this prestigious award.

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.

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 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

December 31, 2019

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

May 6, 2021

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 December 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Northbrook Park District, Illinois, as of December 31, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

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 fiscal year ended December 31, 2020. The MD&A is designed to assist the reader by focusing on significant issues; provide an overview of the District's financial activity; identify material deviation from the financial plan; identify individual fund issues or concerns; and identify changes in the 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 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, elected Board of Commissioners serve four-year staggered terms and establish policy, strategic direction and governing ordinances.

Financial Highlights For Fiscal Year 2020

- Net Position (total assets/deferred outflows minus total liabilities/deferred inflows) of the District totaled \$110.9 millions as of December 31, 2020. Of this amount, \$92.3 million is invested in capital assets, \$2.5 million is restricted for special levies, and \$16.1 million is unrestricted and may be used to meet the general obligations of the District.
- Property tax revenue and replacement tax, combined, increased \$655,664, or 5.5%, compared to the previous fiscal period. The higher than normal increase reflects additional taxes levied for the Special Recreation Fund to assist with funding a new facility for the North Suburban Special Recreation Agency which provides programming opportunities to patrons with special needs.
- Interest income decreased \$184,150 to \$448,000. The decrease primarily reflects the spend down of bond proceeds used to construct a new 44,000 square foot activity center, and a planned draw down on reserves to fund the golf course renovations and new clubhouse construction.
- User fees or "Charges for Services" decreased \$5.8 million, or 60.3%, to \$3.8 million compared to \$9.7 million in the previous fiscal year. The decrease in revenue primarily reflects the cancellation of hundreds of programs due to the pandemic, and the planned closure of the District's 27-hole golf course for renovations.
- During the year, the District issued \$5.9 million in General Obligation Limited Tax Park Bonds. Using a premium coupon structure, the issue raised \$6.2 million for capital projects. Proceeds will be used to partially fund construction costs for the new Activity Center.
- The District's assigned fund balance decreased \$9.4 million and totaled \$13.0 million at December 31, 2020. The decrease is primarily related to the spending of bond proceeds that remained at December 31, 2019 in the current year and the planned draw down on reserves to fund the golf course project.

Overview

The MD&A is intended to serve as an introduction to the 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 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 District's financial condition.

The Statement of Activities presents the revenues and expenses of the District. The difference between these is the change in net position for the year. The costs of various activities supported by the 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 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 District's short-term financing requirements, in the District's case, fund balances of \$18.5 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 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 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 District's adopted annual appropriated budget.

Basic governmental fund financial statements can be found immediately following the government-wide statements. The 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.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the 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.

Government-Wide Financial Analysis

The 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 December 31, 2020 and December 31, 2019:

Net Position	December 31, 2020	December 31, 2019
Current Assets	\$35,550,355	\$43,898,349
Capital Assets	104,598,581	87,068,625
Other Assets	3,812,674	849,221
Deferred Outflows of Resources	188,384	817,287
Total Assets & Deferred Outflows of Resources	144,149,994	132,633,482
Current Liabilities	6,104,356	3,725,459
Non-current Liabilities	10,968,803	8,457,969
Deferred Inflows of Resources	16,208,058	14,109,004
Total Liabilities & Deferred Inflows of Resources	33,281,217	26,292,432
Net Position:		
Net Investment in Capital Assets	92,258,575	83,767,116
Restricted	2,484,887	2,355,725
Unrestricted	16,125,315	20,218,209
Total Net Position	110,868,777	106,341,050

The District's assets/deferred outflows exceeded liabilities/deferred inflows by \$110.9 million at December 31, 2020. By far the largest portion of the District's net position (83.2%) 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 (2.2%) represents resources that are subject to external restrictions on how they may be used. The remaining balance is unrestricted (14.5%) 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	December 31, 2020	December 31, 2019
Revenue:		
Charges for Services	\$3,841,871	\$9,674,598
Taxes	12,518,664	11,863,000
Other	2,359,127	999,239
Total Revenue	18,719,662	22,536,837
Expenses:		
General Government	6,161,926	5,948,037
Recreation	7,571,724	12,729,381
Interest on LT Debt	458,285	149,456
Total Expenses	14,191,935	18,826,874
Change in Net Position	4,527,727	3,709,963
Net Position - Beginning	106,341,050	102,631,087
Net Position – Ending	110,868,777	106,341,050

Total revenue decreased 16.9% or \$3.8 million to \$18.7 million for the fiscal year ended December 31, 2020. The decrease in revenue primarily reflects the closing of facilities and cancellation of programs in mid-March due to the pandemic. The District was able to reopen in May but with limited offerings and participant restrictions. Also contributing to the decrease in revenue was the planned closure of Sportsman's Country Club, for course renovations and construction of a new clubhouse.

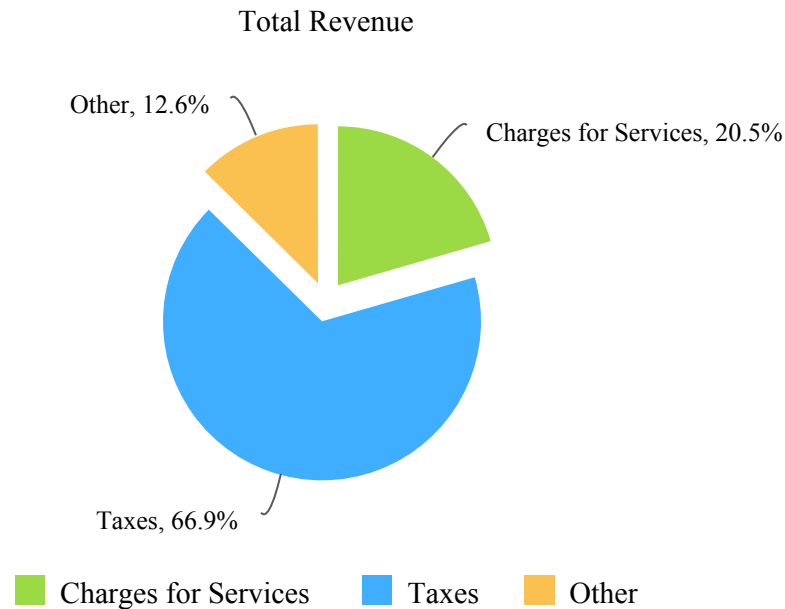
Property and replacement tax revenue increased 5.5% or \$655,664 compared to the previous year. The District increased its tax levy for its Special Recreation Fund (not capped), to assist with funding the North Suburban Special Recreation Agency's (NSSRA) new programming facility in Highland Park. NSSRA is comprised of 13 member districts, which proportionately contribute to the operations of this agency. 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 20.5% of total revenue and decreased 60.3% or \$5.8 million compared to the previous fiscal year. The decrease in revenue reflects the cancellation of programs and participant restrictions. The largest declines when compared to the previous fiscal year were experienced by summer camp and before/after school programs, as revenue in those areas dipped \$1.4 million and \$838,000, respectively. In addition, both outdoor pools remained closed, resulting in a loss of \$136,000 in daily admissions and \$226,000 in pool membership revenue.

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.

Other revenue increased \$1.4 million to \$2.4 million, primarily reflecting \$1.6 million in developer impact fees collected in 2020 compared to \$96,000 in the previous fiscal year. Other revenue includes developer impact fees, grants, and interest income, which decreased \$184,150 to \$448,000 compared to the previous fiscal period.

The chart that follows summarizes the major revenue sources of the District for the fiscal year ended December 31, 2020.



The total cost of providing programs and services was \$14.2 million. General government expense accounted for 43.4% of total expenses or \$6.2 million. These expenses include administrative and park maintenance services needed to support all District operations including recreational programs and services, as well as \$673,000 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 53.4% of the total expenses or \$7.6 million.

Governmental Activities

The District's net position increased \$4.5 million for the fiscal year ended December 31, 2020. Entity-wide performance was affected by the following factors:

- Recreation Division revenue totaled \$4.0 million, dropping \$3.9 million compared to the previous fiscal year as facilities were closed and programs cancelled due to the pandemic. Despite the program challenges faced by recreation staff, many virtual programs were introduced at no cost to continue to engage our residents. One bright spot for the Division came when some skating programs were allowed to resume programming in the summer. For the fiscal year skating revenue totaled \$1.5 million, down only \$243,000 compared to the previous fiscal year.
- Expenses within the Recreation Division totaled \$5.0 million declining \$2.3 million compared to the previous fiscal year. Recreation personnel costs decreased over \$1.2 million or 27% to \$3.2 million as the District was forced to furlough its part-time work force and a handful of full-time positions. The District was able to bring back some part-time positions during the year for programs that were allowed to resume. Contracted services and supplies dropped \$610,000 and \$388,000, respectively, reflecting the limited program offerings during the year.
- Golf operations at Sportsman's Country Club were completely closed for course renovations and clubhouse construction during 2020. The new 27-hole operation is expected to reopen in late summer 2021 as Heritage Oaks Golf Club. Golf staff opened the par-3 Anetsberger Golf Course, on May 1, 2020. The course generated record rounds during 2020 as many indoor recreational opportunities were limited. Revenue for the Golf Division totaled \$530,000 compared to \$2.6 million in the previous fiscal year.

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 ended December 31, 2020, the Northbrook Park District's governmental funds reported a combined ending fund balance of \$18.5 million, representing a decrease of \$9.3 million from the previous fiscal period primarily reflecting spend down of the 2019 bond proceeds and planned drawn down on reserves to fund the golf project. 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 District. The General Fund, as a major fund, also includes the activity of the following sub-funds: Museum, Paving & Lighting, Social Security, Illinois Municipal Retirement Fund, Liability, and Audit. The fund balance for the General Fund decreased \$9.3 million to \$17.9 million, primarily reflecting spend down of the 2019 bond proceeds and planned drawn down on reserves to fund the golf project. Of this total, \$1.9 million is legally restricted based on the individual tax levies, leaving an unrestricted balance of \$16.0 million. Of this total, the District assigned \$13.0 million to help fund future capital improvements including those identified in the comprehensive master plan. The remaining \$3.0 million is unassigned.

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 \$0.7 million for the current fiscal year.

The Debt Service fund balance was \$0 and included a \$78,248 transfer from the General Fund in fiscal 2020.

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 fiscal year increased \$46,000 to \$581,000. 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 January 22, 2020 Board meeting. No budget amendments were made during the 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 \$9.1 million compared to budgeted revenue of \$7.3 million. The increase in revenue primarily reflects \$1.6 million in developer impact fees that were not budgeted, and the first of three installments (\$506,000) of a \$1.78 million grant awarded from Illinois Clean Energy Community Foundation, which will fund construction and materials to achieve the Net Zero Energy building status for the new Activity Center.

General Fund Property tax revenue was down 6.6% or \$392,000 compared to the 2020 budget. Property tax collections can fluctuate from year to year depending on various factors including the volume of refunds processed each year. Property tax refunds applied against the General Fund totaled \$210,000 compared to \$235,000 in the previous fiscal year.

Expenditures in the General Fund totaled \$25.2 million and were \$3.4 million under budget. Capital Outlay was under budget by \$2.3 million and represented the largest budget variance. The variance in Capital Outlay primarily resulted from a timing difference relative to construction payouts. The unspent funds for Capital Outlay are expected to be spent in 2020. Other savings included personnel costs (\$594,000) primarily reflecting less seasonal maintenance positions filled as existing full-time positions were redirected to other Divisions.

Capital Assets and Debt Administration

Capital Assets

The Northbrook Park District's investment in capital assets, net of depreciation at December 31, 2020 totaled \$104.6 million. Capital assets increased \$17.5 million or 20.1% compared to the prior fiscal year. Construction for the District's most significant project, the Activity Center, started in 2019 and continued throughout 2020. The newly constructed 44,000 square foot facility opened to the public on January 1, 2021. The new facility contains various amenities including a gymnasium, fitness center, group fitness studios, and a walking/jogging track.

In addition to construction work performed at the Activity Center in 2020, the District also managed the golf course project. The project is expected to be completed by late summer 2021. Enhancements to the operation will include a newly constructed clubhouse with improved year-round dining, rebuilt greens on the Classic 18, re-grassed fairways, and practice range improvements.

Construction-in-progress grew \$19.5 million, reflecting project costs for both the Activity Center and golf course project.

Depreciation expense for the fiscal year ended December 31, 2020 totaled approximately \$2.0 million. Accumulated depreciation as of December 31, 2020, totaled \$44.2 million.

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

Despite the challenges faced during the pandemic, the District completed another solid capital program during 2020 and has successfully positioned itself to address current and future community needs. Much of staff's time in 2020 was focused on the construction of a new activity center as well as golf course renovations at Sportsman's. Construction of the new golf clubhouse is scheduled to be completed by the end of May 2021.

Capital Assets - Northbrook Park District

Capital Assets - Net of Depreciation As of December 31, 2020 (In Thousands)				
	December 31, 2020	December 31, 2019	Increase/ (Decrease)	% Increase/ (Decrease)
Land	\$50,289	\$50,289	\$0	0.0%
Buildings and Improvements	19,834	20,790	(956)	-4.6%
Land Improvements	7,556	8,056	(499)	-6.2%
Vehicles and Equipment	2,850	3,334	(484)	-14.5%
Construction-in-Progress	24,070	4,600	19,470	423.3%
Total Net Capital Assets	104,599	87,069	17,530	20.1%

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

Debt Administration

The District had \$11.6 million in general obligation limited tax park bonds outstanding as of December 31, 2020. Total debt reflects two outstanding bond issues.

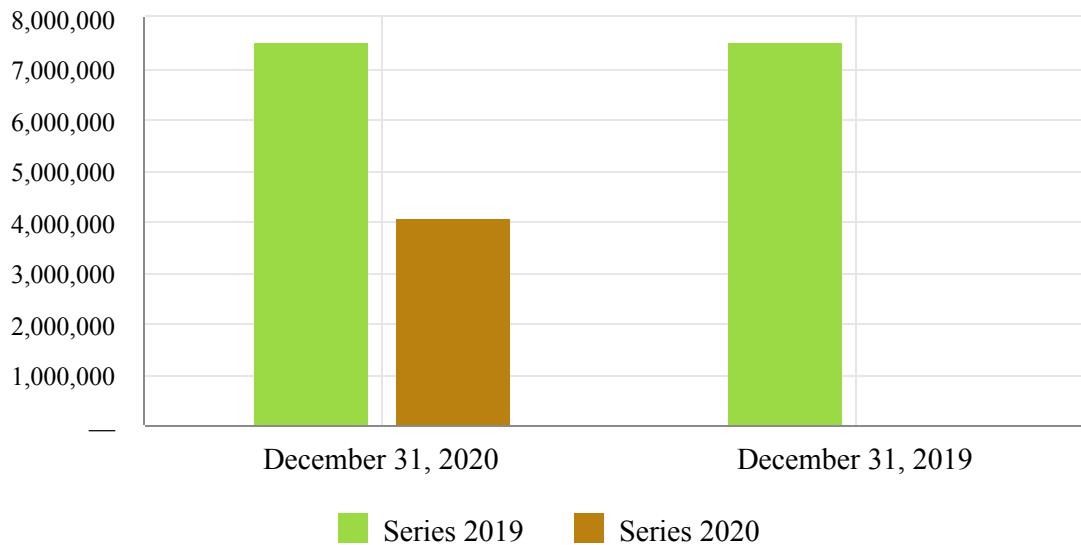
The District issued \$5.9 million in General Obligation Limited Tax Park Bonds in February 2020. The outstanding debt is fixed rate, and the district is not a party to any interest rate swap agreements. Proceeds were used to partially fund the remaining construction costs for the new Activity Center. More information on the District's long-term debt can be found in Note 3, Long Term Debt.

The outstanding debt is fixed rate, and the District is not a party to any interest rate swap agreements.

The District anticipates issuing bonds again in either late 2021 or in early 2022 to partially fund future capital improvement projects as identified within the District's Capital Improvement Plan.

Moody's Investor Service reviewed and assigned a rating of Aaa to the General Obligation Limited Tax Park Bonds, Series 2020. 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 District's budget. With the Board of Commissioner's commitment to maintaining reserves and leading with careful planning for future expansion, the District will continue to serve its residents with excellent programs and facilities.

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

Contacting the District's Financial Management

This financial report is designed to provide our residents and customers with a general overview of the District's finances and to demonstrate the 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 District's web site at www.nbparks.org under About on the Plans and Reports 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

December 31, 2020

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Statement of Net Position

December 31, 2020

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 21,688,397
Receivables - Net of Allowances	13,763,236
Inventory	46,569
Prepays	52,153
Total Current Assets	<u>35,550,355</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	74,359,060
Depreciable	74,389,975
Accumulated Depreciation	<u>(44,150,454)</u>
Total Capital Asset	104,598,581
Other Assets	
Net Pension Asset - IMRF	<u>3,812,674</u>
Total Noncurrent Assets	<u>108,411,255</u>
Total Assets	<u>143,961,610</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	170,180
Deferred Items - RBP	<u>18,204</u>
Total Deferred Outflows of Resources	188,384
Total Assets and Deferred Outflows of Resources	<u>144,149,994</u>

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

		Governmental
LIABILITIES		Activities
Current Liabilities		
Accounts Payable		\$ 3,264,717
Accrued Payroll		164,439
Other Payables		709,914
Accrued Interest Payable		34,864
Current Portion of Long-Term Debt		1,930,422
Total Current Liabilities		<u>6,104,356</u>
Noncurrent Liabilities		
Compensated Absences Payable		321,690
Total OPEB Liability - RBP		157,107
General Obligation Bonds Payable - Net		10,490,006
Total Noncurrent Liabilities		<u>10,968,803</u>
Total Liabilities		<u>17,073,159</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes		12,914,928
Deferred Items - IMRF		3,229,931
Deferred Items - RBP		63,199
Total Deferred Inflows of Resources		<u>16,208,058</u>
Total Liabilities and Deferred Inflows of Resources		<u>33,281,217</u>
NET POSITION		
Net Investment in Capital Assets		92,258,575
Restricted		
Property Tax Levies		
Audit		6,367
Liability Insurance		679,870
Illinois Municipal Retirement		565,835
Social Security		352,332
Paving and Lighting		251,152
Museum		47,501
Special Recreation		581,830
Unrestricted		<u>16,125,315</u>
Total Net Position		<u>110,868,777</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 December 31, 2020

		Program Revenues			Net (Expenses)/ Revenues
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	
	Expenses				
Governmental Activities					
General Government	\$ 6,161,926	—	—	—	(6,161,926)
Recreation	7,571,724	3,841,871	—	—	(3,729,853)
Interest on Long-Term Debt	458,285	—	—	—	(458,285)
Total Governmental Activities	14,191,935	3,841,871	—	—	(10,350,064)
General Revenues					
Taxes					
Property Taxes					
					11,802,070
Intergovernmental - Unrestricted					
Replacement Taxes					
					716,594
Interest					
					448,146
Miscellaneous					
					1,910,981
					<u>14,877,791</u>
Change in Net Position					4,527,727
Net Position - Beginning					<u>106,341,050</u>
Net Position - Ending					<u><u>110,868,777</u></u>

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2020

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

**Balance Sheet - Governmental Funds
December 31, 2020**

	<u>General</u>
ASSETS	
Cash and Investments	\$ 20,976,830
Receivables - Net of Allowances	
Taxes	7,116,216
Accounts	2,750
Due from Other Funds	4,658
Inventory	24,860
Prepays	<u>27,775</u>
Total Assets	<u><u>28,153,089</u></u>
LIABILITIES	
Accounts Payable	2,986,557
Accrued Payroll	124,250
Due to Other Funds	—
Other Payables	<u>26,155</u>
Total Liabilities	3,136,962
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>7,101,600</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>10,238,562</u></u>
FUND BALANCES	
Nonspendable	52,635
Restricted	1,903,057
Assigned	12,958,835
Unassigned	<u>3,000,000</u>
Total Fund Balances	<u><u>17,914,527</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>28,153,089</u></u>

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

Special Revenue Recreation	Debt Service	Nonmajor Special Recreation	Totals
110,710	—	600,857	21,688,397
2,605,351	2,267,986	951,955	12,941,508
818,978	—	—	821,728
—	—	—	4,658
21,709	—	—	46,569
24,378	—	—	52,153
3,581,126	2,267,986	1,552,812	35,555,013
257,178	—	20,982	3,264,717
40,189	—	—	164,439
—	4,658	—	4,658
683,759	—	—	709,914
981,126	4,658	20,982	4,143,728
2,600,000	2,263,328	950,000	12,914,928
3,581,126	2,267,986	970,982	17,058,656
46,087	—	—	98,722
—	—	581,830	2,484,887
—	—	—	12,958,835
(46,087)	—	—	2,953,913
—	—	581,830	18,496,357
3,581,126	2,267,986	1,552,812	35,555,013

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

NORTHBROOK PARK DISTRICT, ILLINOIS

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

December 31, 2020

Total Governmental Fund Balances	\$ 18,496,357
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.	104,598,581
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(3,059,751)
Deferred Items - RBP	(44,995)
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds.	
Net Pension Asset - IMRF	3,812,674
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(402,112)
Total OPEB Liability - RBP	(157,107)
General Obligation Bonds Payable - Net	(12,340,006)
Accrued Interest Payable	(34,864)
Net Position of Governmental Activities	<u>110,868,777</u>

The notes to the financial statements 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 December 31, 2020**

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2020**

	<u>General</u>
Revenues	
Taxes	\$ 6,141,288
Intergovernmental	702,694
Charges for Services	
Retail Sales	—
Facility Rentals	—
Recreation Activity	—
Park Services	17,557
Interest	448,146
Donations and Miscellaneous	1,749,271
Total Revenues	<u>9,058,956</u>
Expenditures	
Current	
General Government	5,507,588
Recreation	—
Capital Outlay	19,676,424
Debt Service	
Principal Retirement	—
Interest and Fiscal Charges	53,300
Total Expenditures	<u>25,237,312</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(16,178,356)</u>
Other Financing Sources (Uses)	
Debt Issuance	5,875,000
Premium on Debt Issuance	342,024
Transfers In	690,307
Transfers Out	(78,248)
	<u>6,829,083</u>
Net Change in Fund Balances	(9,349,273)
Fund Balances - Beginning	<u>27,263,800</u>
Fund Balances - Ending	<u><u>17,914,527</u></u>

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

Special Revenue Recreation	Debt Service	Nonmajor Special Recreation	Totals
2,511,422	2,137,069	1,012,291	11,802,070
13,900	—	—	716,594
126,282	—	—	126,282
724,243	—	—	724,243
2,973,789	—	—	2,973,789
—	—	—	17,557
—	—	—	448,146
161,710	—	—	1,910,981
6,511,346	2,137,069	1,012,291	18,719,662
—	—	—	5,507,588
5,821,039	—	387,796	6,208,835
—	—	578,100	20,254,524
—	1,795,000	—	1,795,000
—	420,317	—	473,617
5,821,039	2,215,317	965,896	34,239,564
690,307	(78,248)	46,395	(15,519,902)
—	—	—	5,875,000
—	—	—	342,024
—	78,248	—	768,555
(690,307)	—	—	(768,555)
(690,307)	78,248	—	6,217,024
—	—	46,395	(9,302,878)
—	—	535,435	27,799,235
—	—	581,830	18,496,357

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 the Governmental Funds to the Statement of Activities - Governmental Activities For the Fiscal Year Ended December 31, 2020

Net Change in Fund Balances - Total Governmental Funds	\$ (9,302,878)
---	-----------------------

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	19,565,639
Depreciation Expense	(2,031,561)
Disposals - Cost	(55,961)
Disposals - Accumulated Depreciation	51,839

An addition to a net pension asset is not considered to be an increase in a financial asset in the governmental funds.

Change in Net Pension Asset - IMRF	2,963,453
------------------------------------	-----------

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

Change in Deferred Items - IMRF	(2,211,167)
Change in Deferred Items - RBP	(73,304)

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

Change In Compensated Absences	(36,495)
Change in Total OPEB Liability - RBP	64,854
Retirement of Debt	1,795,000
Issuance of Debt - Net	(6,217,024)
Amortization of Bond Premium	25,532

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.

(10,200)

Changes in Net Position of Governmental Activities

4,527,727

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

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 government services are classified as governmental activities.

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

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (general government, recreation, etc.). These functions are supported by general government revenues (property taxes, intergovernmental revenues, charges for services, interest, 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, intergovernmental revenues, charges for services, interest, 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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

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.

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

December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements - Continued

Governmental Funds - Continued

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

General Fund is the general operating fund of the District. It accounts for all revenues and expenditures of the District which are not accounted for in other funds. 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 is used to account for, and the payment of, general long-term debt principal and interest.

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

December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Measurement Focus - Continued

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

Basis of Accounting

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

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments - Continued

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.

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.

Receivables

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

Prepays/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/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 prepaids in both the government-wide and fund financial statements.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

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 acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are 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.

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.

All vacation pay is accrued when incurred in the government-wide fund 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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Deferred Outflows/Inflows of Resources

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

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.

Net Position

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

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

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

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

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.
- 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. There were no supplementary amendments made to the budget for the current year.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET BUDGET IN AN INDIVIDUAL FUND

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

<u>Fund</u>	<u>Excess</u>
Debt Service	\$ 19,354

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

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, the Illinois Park District Liquid Asset Fund, and Illinois Public Reserves Investment Management Trust.

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. The Illinois Park District Liquid Asset Fund is not registered with the SEC as an Investment Company. Investments in the Illinois Park District Liquid Asset Fund are valued at the share price, the price for which the investment could be sold.

The Illinois Public Reserves Investment Management Trust (IPRIME) is an investment opportunity and cash management service for Illinois Municipal Treasurers acting on behalf of counties, townships, cities, towns, villages, special road districts, public water supply districts, fire protection districts, drainage districts, levee districts, sewer districts, housing authorities, and all other political corporations or subdivisions of the State of Illinois. Participation in IPRIME is voluntary. IPRIME is not registered with the SEC as an Investment Company. Investments in IPRIME 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

Deposits. At year-end, the carrying amount of the District's deposits totaled \$3,593,483 and the bank balances totaled \$5,261,328. Additionally, at year-end, the District has \$5,583 invested in the Illinois Park District Liquid Asset Fund, which has an average maturity of less than one year and the District has \$18,089,331 invested in the IPRIME, 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.

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:

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

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 - Continued.

- 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 and IPRIME were not rated.

Concentration Risk. This is 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.

At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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 and IPRIME are not subject to custodial credit risk.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

PROPERTY TAXES

Property taxes for 2019 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 RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Balances

Interfund balances are advances in anticipation of receipts to cover temporary cash shortages. The composition of interfund balances as of the date of this report, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Debt Service	<u>\$ 4,658</u>

Interfund Transfers

Interfund transfers for the year consisted of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Debt Service	General	\$ 78,248 (1)
General	Recreation	<u>690,307 (2)</u>
		<u>768,555</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) move remaining fund balance in the Recreation Fund to the General Fund as of December 31, 2020.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

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	\$ 50,289,129	—	—	50,289,129
Construction in Progress	4,599,831	19,470,100	—	24,069,931
	54,888,960	19,470,100	—	74,359,060
Depreciable Capital Assets				
Buildings and Improvements	40,331,192	—	—	40,331,192
Land Improvements	21,738,726	95,539	—	21,834,265
Vehicles and Equipment	12,280,479	—	55,961	12,224,518
	74,350,397	95,539	55,961	74,389,975
Less Accumulated Depreciation				
Buildings and Improvements	19,541,442	956,152	—	20,497,594
Land Improvements	13,683,089	595,037	—	14,278,126
Vehicles and Equipment	8,946,201	480,372	51,839	9,374,734
	42,170,732	2,031,561	51,839	44,150,454
Total Net Depreciable Capital Assets	32,179,665	(1,936,022)	4,122	30,239,521
Total Net Capital Assets	87,068,625	17,534,078	4,122	104,598,581

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 672,794
Recreation	1,358,767
	<u>2,031,561</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

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 Limited Tax Park Bonds of 2019, \$9,435,000 due in annual installments of \$725,000 to \$1,900,000 through December 1, 2035 plus interest from 3.25% to 4.00%.	\$ 7,535,000	—	—	7,535,000
General Obligation Limited Tax Park Bonds of 2020, \$5,875,000 due in annual installments of \$270,000 to \$1,850,000 through December 1, 2029 plus interest at 3.00%.	—	5,875,000	1,795,000	4,080,000
	7,535,000	5,875,000	1,795,000	11,615,000

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 365,617	72,990	36,495	402,112	80,422
Total OPEB Liability - RBP	221,961	—	64,854	157,107	—
General Obligation Bonds	7,535,000	5,875,000	1,795,000	11,615,000	1,850,000
Unamortized Premium	408,514	342,024	25,532	725,006	—
	8,531,092	6,290,014	1,921,881	12,899,225	1,930,422

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

Long-Term Liability Activity - Continued

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

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities	
	General	
	Obligation Bonds	
	Principal	Interest
2021	\$ 1,850,000	418,362
2022	—	362,862
2023	—	362,862
2024	—	362,862
2025	—	362,862
2026	—	362,862
2027	965,000	362,862
2028	995,000	333,912
2029	1,090,000	304,062
2030	1,105,000	263,162
2031	1,145,000	218,962
2032	1,195,000	173,162
2033	1,245,000	125,362
2034	1,300,000	75,562
2035	725,000	23,562
Totals	11,615,000	4,113,280

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

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 - 2019	<u>\$ 3,000,974,422</u>
Legal Debt Limit - 5.000% of Assessed Value	150,048,721
Amount of Debt Applicable to Limit	<u>11,615,000</u>
Legal Debt Margin	<u>138,433,721</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	\$ 104,598,581
Less:	
General Obligation Limited Tax Park Bonds of 2019	(7,535,000)
General Obligation Limited Tax Park Bonds of 2020	(4,080,000)
Unamortized Bond Premium	<u>(725,006)</u>
Net Investment in Capital Assets	<u>92,258,575</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION/FUND BALANCE - Continued

Fund Balance Classifications

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

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

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

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

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

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

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

NORTHBROOK PARK DISTRICT, ILLINOIS**Notes to the Financial Statements
December 31, 2020****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****NET POSITION/FUND BALANCE - Continued****Fund Balance Classifications - Continued**

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

	General	Special Revenue Recreation	Debt Service	Nonmajor Special Recreation	Totals
Fund Balances					
Nonspendable					
Inventory	\$ 24,860	21,709	—	—	46,569
Prepays	27,775	24,378	—	—	52,153
	52,635	46,087	—	—	98,722
Restricted					
Property Tax Levies					
Audit	6,367	—	—	—	6,367
Liability Insurance	679,870	—	—	—	679,870
Illinois Municipal Retirement	565,835	—	—	—	565,835
Social Security	352,332	—	—	—	352,332
Paving and Lighting	251,152	—	—	—	251,152
Museum	47,501	—	—	—	47,501
Special Recreation	—	—	—	581,830	581,830
	1,903,057	—	—	581,830	2,484,887
Assigned					
Future Capital Projects	12,958,835	—	—	—	12,958,835
Unassigned					
General	3,000,000	—	—	—	3,000,000
Special Revenue	—	(46,087)	—	—	(46,087)
	3,000,000	(46,087)	—	—	2,953,913
Total Fund Balances	17,914,527	—	—	581,830	18,496,357

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION

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 December 31, 2020:

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
Course of Construction	\$1,000	Included	\$25,000,000
Tax Revenue Interruption	\$1,000	\$1,000,000	\$300,000,000/Reported Values
			\$100,000,000/Non-Reported Values
Business Interruption, Rental Income	\$1,000		\$100,000,000/Reported Values
			\$500,000/\$2,500,000/Non-Reported Values
Service Interruption	24 Hours	N/A	25000000
Boiler and Machinery			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence
WORKERS COMPENSATION			
Employers Liability	N/A	\$500,000	Statutory
		\$500,000	\$3,500,000 Employers Liability

NORTHBROOK PARK DISTRICT, ILLINOIS**Notes to the Financial Statements****December 31, 2020****NOTE 4 - OTHER INFORMATION - Continued****RISK MANAGEMENT - Continued****Park District Risk Management Agency (PDRMA) - Continued**

Coverage	Member Deductible	PDRMA Self- Insured Retention	Limits
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 per Day
			\$1,000,000 Aggregate Policy Limit
INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA			
LIABILITY COVERAGE			
Breach Response	1000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption due to			
System Failure	8 Hours	\$100,000	\$250,000/Occurrence/Annual Aggregate
Dependent Business Loan	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Liability	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
eCrime	\$1,000	\$100,000	\$50,000/Occurrence/Annual Aggregate
Criminal Reward	\$1,000	\$100,000	\$50,000 Hourly Sublimit/\$50,000 Forensic
			Exp./\$150,000 Dependent Bus. Interruption
DEADLY WEAPON RESPONSE			
Liability	\$1,000	\$9,000	\$500,000/Occurrence/\$2,500,000 Annual Aggregate
First Party Property	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Crisis Management Services	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Counseling/Funeral Expenses	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Medical Expenses	\$1,000	\$9,000	\$25,000/person/\$500,000 Annual Aggregate
AD&D	\$1,000	\$9,000	\$50,000/person/\$500,000 Annual Aggregate
VOLUNTEER MEDICAL ACCIDENT			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense and AD&D
			Excess of any other Collectible Insurance

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) - Continued

Coverage	Member Deductible	PDRMA Self- Insured Retention	Limits
UNDERGROUND STORAGE			
Underground Storage Tank	None	N/A	\$10,000, Follows Illinois Leaking
			Underground Tank Fund
UNEMPLOYMENT			
Unemployment Compensation	N/A	N/A	Statutory

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) - Continued

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2019 and the statement of revenues and expenses for the period ending December 31, 2019. The District's portion of the overall equity of the pool is 3.008% or \$1,484,316.

Assets	\$ 70,609,234
Deferred Outflows of Resources - Pension	2,207,181
Liabilities	23,059,101
Deferred Inflows of Resources - Pension	404,213
Total Net Position	49,353,101
Operating Revenues	19,983,615
Nonoperating Revenues	6,014,647
Expenditures	20,463,511

Since 89.34% 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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) Health Program - Continued

The following represents a summary of PDRMA's Health Program balance sheet at December 31, 2019 and the statement of revenues and expenses for the period ending December 31, 2019.

Assets	\$ 26,084,474
Deferred Outflows of Resources - Pension	933,533
Liabilities	6,616,310
Deferred Inflows of Resources - Pension	173,234
Total Net Position	20,228,463
Operating Revenues	36,581,515
Nonoperating Revenues	2,343,640
Expenditures	36,884,494

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

CONTINGENT LIABILITIES

Litigation

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

Grants

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

Financial Impact from COVID-19

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

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 \$356,914 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.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. IMRF 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.

Plan Descriptions

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

Inactive Plan Members Currently Receiving Benefits	134
Inactive Plan Members Entitled to but not yet Receiving Benefits	226
Active Plan Members	<u>83</u>
Total	<u>443</u>

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2020, the District's contribution was 7.26% of covered payroll.

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

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, 2020, using the following actuarial methods and assumptions:

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

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

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

Actuarial Assumptions - Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.25%
Domestic Equities	37.00%	5.75%
International Equities	18.00%	6.50%
Real Estate	9.00%	5.20%
Blended	7.00%	3.60% - 7.60%
Cash and Cash Equivalents	1.00%	1.85%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 17,904	(3,812,674)	(6,775,996)

NORTHBROOK PARK DISTRICT, ILLINOIS**Notes to the Financial Statements****December 31, 2020****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/(Asset)**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ (Asset) (A) - (B)
Balances at December 31, 2019	\$ 34,186,211	35,035,432	(849,221)
Changes for the Year:			
Service Cost	533,993	—	533,993
Interest on the Total Pension Liability	2,429,625	—	2,429,625
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(22,407)	—	(22,407)
Changes of Assumptions	(241,770)	—	(241,770)
Contributions - Employer	—	377,749	(377,749)
Contributions - Employees	—	238,242	(238,242)
Net Investment Income	—	5,043,880	(5,043,880)
Benefit Payments, Including Refunds of Employee Contributions	(1,882,273)	(1,882,273)	—
Other (Net Transfer)	—	3,023	(3,023)
Net Changes	817,168	3,780,621	(2,963,453)
Balances at December 31, 2020	35,003,379	38,816,053	(3,812,674)

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

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

For the year ended December 31, 2020, the District recognized pension revenue of \$374,537. At December 31, 2020, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 170,180	(12,939)	157,241
Change in Assumptions	—	(139,611)	(139,611)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(3,077,381)	(3,077,381)
Total Deferred Amounts Related to IMRF	170,180	(3,229,931)	(3,059,751)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2021	\$ (915,554)
2022	(417,404)
2023	(1,216,873)
2024	(509,920)
2025	—
Thereafter	—
Total	(3,059,751)

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan

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

Benefits Provided. RBP provides healthcare benefits for retirees and their dependents. The benefit terms provide for payment of 100 percent of health insurance premiums for non-Medicare-eligible retirees. The District pays the difference between the actuarial cost of the health coverage for retirees and the blended average employee group cost.

Plan Membership. As of September 30, 2020, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>43</u>
Total	<u><u>44</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of September 30, 2020, and was determined by an actuarial valuation as of December 31, 2020.

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	2.50%
Salary Increases	3.39% to 10.35%
Discount Rate	2.21%
Healthcare Cost Trend Rates	7.00% graded to 4.50% over 17 years and 8.00% graded to 4.50% over 18 years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on the 20-year municipal bond rates.

Mortality rates were based on the RP-2014 base rates projected generationally from 2015 using scale MP-2017. The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study as of September 30, 2020.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2019	<u>\$ 221,961</u>
Changes for the Year:	
Service Cost	13,969
Interest on the Total OPEB Liability	6,175
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	(64,281)
Changes of Assumptions or Other Inputs	(13,110)
Benefit Payments	(7,607)
Other Changes	—
Net Changes	<u>(64,854)</u>
Balance at December 31, 2020	<u>157,107</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

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

	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB Liability	\$ 169,689	157,107	144,445

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 133,944	157,107	185,346

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2020

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

For the year ended December 31, 2020, the District recognized OPEB expense of \$16,057. At December 31, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ —	—	—
Change in Assumptions	18,204	(18,621)	(417)
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	—	(44,578)	(44,578)
Total Expenses to be Recognized in Future Periods	18,204	(63,199)	(44,995)
Contributions Made Subsequent to the Measurement Date	—	—	—
Total Deferred Amounts Related to OPEB	18,204	(63,199)	(44,995)

There are no employer contributions made subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2021	\$ (4,087)
2022	(4,087)
2023	(4,087)
2024	(4,087)
2025	(4,087)
Thereafter	(24,560)
Total	(44,995)

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 Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefits Plan
- 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 Schedule of Employer Contributions December 31, 2020

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 526,825	\$ 533,836	\$ 7,011	\$ 5,364,821	9.95%
2016	507,755	507,755	—	5,278,121	9.62%
2017	494,596	494,596	—	5,346,995	9.25%
2018	486,677	512,288	25,611	5,233,091	9.79%
2019	338,802	355,006	16,204	5,482,227	6.48%
2020	377,749	377,749	—	5,203,151	7.26%

Notes to the Required Supplementary Information:

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

Note:

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

December 31, 2020

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 560,139
Interest	2,082,488
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	179,570
Change of Assumptions	34,607
Benefit Payments, Including Refunds of Member Contributions	(1,302,035)
Net Change in Total Pension Liability	1,554,769
Total Pension Liability - Beginning	28,137,459
Total Pension Liability - Ending	<u>29,692,228</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 533,836
Contributions - Members	248,065
Net Investment Income	137,235
Benefit Payments, Including Refunds of Member Contributions	(1,302,035)
Other (Net Transfer)	21,777
Net Change in Plan Fiduciary Net Position	(361,122)
Plan Net Position - Beginning	27,707,107
Plan Net Position - Ending	<u>27,345,985</u>
Employer's Net Pension Liability/(Asset)	<u>\$ 2,346,243</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	92.10%
Covered Payroll	\$ 5,364,821
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	43.73%

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

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/30/2020
546,384	556,493	513,210	529,891	533,993
2,191,789	2,301,132	2,272,227	2,291,048	2,429,625
—	—	—	—	—
192,168	(713,448)	(621,348)	993,498	(22,407)
(37,130)	(954,233)	872,670	—	(2,124,043)
(1,405,092)	(1,553,661)	(1,553,738)	(1,927,877)	—
1,488,119	(363,717)	1,483,021	1,886,560	817,168
29,692,228	31,180,347	30,816,630	32,299,651	34,186,211
31,180,347	30,816,630	32,299,651	34,186,211	35,003,379
507,755	494,596	512,288	355,006	377,749
242,198	245,000	239,834	257,864	238,242
1,864,020	5,090,784	(1,792,020)	5,691,642	5,043,880
(1,405,092)	(1,553,661)	(1,553,738)	(1,927,877)	(1,882,273)
290,074	(805,110)	433,491	502,393	3,023
1,498,955	3,471,609	(2,160,145)	4,879,028	3,780,621
27,345,985	28,844,940	32,316,549	30,156,404	35,035,432
28,844,940	32,316,549	30,156,404	35,035,432	38,816,053
2,335,407	(1,499,919)	2,143,247	(849,221)	(3,812,674)
92.51%	104.87%	93.36%	102.48%	110.89%
5,278,121	5,346,995	5,233,091	5,482,227	5,203,151
44.25%	(28.05%)	40.96%	(15.49%)	(73.28%)

NORTHBROOK PARK DISTRICT, ILLINOIS

Retiree Benefits Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2020

	12/31/2018	12/31/2019	12/31/2020
Total OPEB Liability			
Service Cost	\$ 13,072	12,280	13,969
Interest	6,161	7,377	6,175
Changes in Benefit Terms	—	—	—
Differences Between Expected and Actual			
Experience	—	17,086	(64,281)
Change of Assumptions or Other Inputs	(8,973)	22,178	(13,110)
Benefit Payments	(2,172)	(2,324)	(7,607)
Other Changes	—	—	—
Net Change in Total OPEB Liability	8,088	56,597	(64,854)
Total OPEB Liability - Beginning	157,276	165,364	221,961
Total OPEB Liability - Ending	165,364	221,961	157,107
Covered Payroll	\$ 261,259	3,122,604	3,352,548
Total OPEB Liability as a Percentage of Covered Payroll	63.30%	7.11%	4.69%

Notes:

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

Changes of Assumptions. Changes of assumptions related to the discount rate were made in 2018, 2019 and 2020.

NORTHBROOK PARK DISTRICT, ILLINOIS

General Fund

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

For the Fiscal Year Ended December 31, 2020

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues			
Taxes			
Property Taxes	\$ 6,534,000	6,534,000	6,141,288
Intergovernmental			
Replacement Taxes	233,798	233,798	210,098
Grants	—	—	492,596
Charges for Services			
Park Services	34,822	34,822	17,557
Interest	300,000	300,000	448,146
Donations and Miscellaneous	196,555	196,555	1,749,271
Total Revenues	7,299,175	7,299,175	9,058,956
Expenditures			
General Government			
Salaries and Benefits	4,404,548	4,404,548	3,811,040
Contractual Services	1,656,061	1,656,061	1,313,427
Repairs	76,500	76,500	86,929
Materials	420,661	420,661	296,192
Capital Outlay	21,992,820	21,992,820	19,676,424
Debt Service			
Interest and Fiscal Charges	90,000	90,000	53,300
Total Expenditures	28,640,590	28,640,590	25,237,312
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,341,415)	(21,341,415)	(16,178,356)
Other Financing Sources (Uses)			
Debt Issuance	6,000,000	6,000,000	5,875,000
Premium on Debt Issuance	—	—	342,024
Transfers In	—	—	690,307
Transfers Out	—	—	(78,248)
	6,000,000	6,000,000	6,829,083
Net Change In Fund Balance	(15,341,415)	(15,341,415)	(9,349,273)
Fund Balance - Beginning			27,263,800
Fund Balance - Ending			17,914,527

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 December 31, 2020**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 2,600,000	2,600,000	2,511,422
Intergovernmental			
Grants	—	—	13,900
Charges for Services			
Retail Sales	279,857	279,857	126,282
Facility Rentals	894,311	894,311	724,243
Recreation Activity	7,007,445	7,007,445	2,973,789
Donations and Miscellaneous	49,607	49,607	161,710
Total Revenues	10,831,220	10,831,220	6,511,346
Expenditures			
Recreation			
Salaries and Benefits	6,012,612	6,012,612	3,736,029
Contractual Services	2,573,680	2,573,680	1,507,741
Repairs	83,950	83,950	53,464
Materials	1,057,805	1,057,805	506,248
Park Services	34,822	34,822	17,557
Total Expenditures	9,762,869	9,762,869	5,821,039
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,068,351	1,068,351	690,307
Other Financing (Uses)			
Transfers Out	—	—	(690,307)
Net Change in Fund Balance	1,068,351	1,068,351	—
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 schedules include:

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

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all revenues and expenditures of the District which are not accounted for in other funds.

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 Fund

The Recreation Fund is used to account for revenues and expenditures related to the establishment and maintenance of recreation programs and facilities.

Special Recreation Fund

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 December 31, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>
Revenues			
Taxes			
Property Taxes	\$ 2,212,442	2,212,442	2,137,069
Expenditures			
Debt Service			
Principal Retirement	1,795,000	1,795,000	1,795,000
Interest and Fiscal Charges	400,963	400,963	420,317
Total Expenditures	2,195,963	2,195,963	2,215,317
Excess (Deficiency) of Revenues Over (Under) Expenditures	16,479	16,479	(78,248)
Other Financing Sources			
Transfers In	—	—	78,248
Net Change in Fund Balance	16,479	16,479	—
Fund Balance - Beginning			—
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 December 31, 2020**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Taxes			
Property Taxes	\$ 1,125,000	1,125,000	1,012,291
Expenditures			
Recreation			
Contractual Services	801,438	801,438	387,796
Capital Outlay	778,000	778,000	578,100
Total Expenditures	1,579,438	1,579,438	965,896
Net Change in Fund Balance	<u>(454,438)</u>	<u>(454,438)</u>	46,395
Fund Balance - Beginning			<u>535,435</u>
Fund Balance - Ending			<u>581,830</u>

SUPPLEMENTAL SCHEDULES

NORTHBROOK PARK DISTRICT, ILLINOIS**Long-Term Debt Requirements****General Obligation Limited Tax Park Bonds of 2019****December 31, 2020**

Date of Issue	March 7, 2019
Date of Maturity	December 1, 2035
Authorized Issue	\$9,435,000
Denomination of Bonds	\$5,000
Interest Rates	3.25% to 4.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	UMB Bank, National Association

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2021	\$ —	295,962	295,962	2021	147,981	2021	147,981
2022	—	295,962	295,962	2022	147,981	2022	147,981
2023	—	295,962	295,962	2023	147,981	2023	147,981
2024	—	295,962	295,962	2024	147,981	2024	147,981
2025	—	295,962	295,962	2025	147,981	2025	147,981
2026	—	295,962	295,962	2026	147,981	2026	147,981
2027	—	295,962	295,962	2027	147,981	2027	147,981
2028	—	295,962	295,962	2028	147,981	2028	147,981
2029	820,000	295,962	1,115,962	2029	147,981	2029	147,981
2030	1,105,000	263,162	1,368,162	2030	131,581	2030	131,581
2031	1,145,000	218,962	1,363,962	2031	109,481	2031	109,481
2032	1,195,000	173,162	1,368,162	2032	86,581	2032	86,581
2033	1,245,000	125,362	1,370,362	2033	62,681	2033	62,681
2034	1,300,000	75,562	1,375,562	2034	37,781	2034	37,781
2035	725,000	23,562	748,562	2035	11,781	2035	11,781
	<u>7,535,000</u>	<u>3,543,430</u>	<u>11,078,430</u>		<u>1,771,715</u>		<u>1,771,715</u>

NORTHBROOK PARK DISTRICT, ILLINOIS**Long-Term Debt Requirements****General Obligation Limited Tax Park Bonds of 2020****December 31, 2020**

Date of Issue	March 17, 2020
Date of Maturity	December 1, 2029
Authorized Issue	\$5,875,000
Denomination of Bonds	\$5,000
Interest Rate	3.00%
Interest Dates	June 1 and December 1
Principal Maturity Date	December 1
Payable at	UMB Bank, National Association

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 1	Amount	Dec. 1	Amount
2021	\$ 1,850,000	122,400	1,972,400	2021	61,200	2021	61,200
2022	—	66,900	66,900	2022	33,450	2022	33,450
2023	—	66,900	66,900	2023	33,450	2023	33,450
2024	—	66,900	66,900	2024	33,450	2024	33,450
2025	—	66,900	66,900	2025	33,450	2025	33,450
2026	—	66,900	66,900	2026	33,450	2026	33,450
2027	965,000	66,900	1,031,900	2027	33,450	2027	33,450
2028	995,000	37,950	1,032,950	2028	18,975	2028	18,975
2029	270,000	8,100	278,100	2029	4,050	2029	4,050
	<u>4,080,000</u>	<u>569,850</u>	<u>4,649,850</u>		<u>284,925</u>		<u>284,925</u>

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 District's overall financial health.

Financial Trends

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

Revenue Capacity

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

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government'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 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 District's financial report relates to the services the District provides and the activities it performs.

NORTHBROOK PARK DISTRICT, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
December 31, 2020 (Unaudited)**

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years December 31, 2020 (Unaudited)

	4/30/2012	4/30/2013	4/30/2014
Governmental Activities			
Net Investment in Capital Assets	\$ 74,226,101	78,000,309	78,350,561
Restricted	1,168,514	1,089,897	1,346,550
Unrestricted	9,577,538	7,991,572	10,180,011
Total Governmental Activities	84,972,153	87,081,778	89,877,122

Data Source: Audited Financial Statements

4/30/2015	4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020
79,274,309	80,546,190	81,851,329	83,943,187	85,056,553	83,767,116	92,258,575
1,666,972	2,002,825	2,492,092	1,927,739	1,955,730	2,355,725	2,484,887
11,995,779	14,664,773	16,842,242	13,820,245	15,618,804	20,218,209	16,125,315
92,937,060	97,213,788	101,185,663	99,691,171	102,631,087	106,341,050	110,868,777

NORTHBROOK PARK DISTRICT, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years December 31, 2020 (Unaudited)

	4/30/2012	4/30/2013	4/30/2014	4/30/2015
Expenses				
Governmental Activities				
General Government	\$ 6,537,764	6,573,686	6,733,521	6,711,539
Recreation	12,677,468	11,308,455	11,931,732	11,810,381
Interest on Long-Term Debt	630,665	448,855	116,542	240,832
Total Governmental Activities Expenses	19,845,897	18,330,996	18,781,795	18,762,752
Program Revenues				
Governmental Activities				
Charges for Services				
Recreation	8,651,468	8,774,070	8,916,448	9,290,410
Total Primary Government				
Net Revenues (Expenses)	(11,194,429)	(9,556,926)	(9,865,347)	(9,472,342)
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property	11,307,540	11,044,285	11,901,530	11,879,625
Other	188,601	187,266	222,710	208,726
Interest Income	30,980	30,931	33,850	63,738
Miscellaneous	527,683	404,069	502,601	380,191
Total Governmental Activities	12,054,804	11,666,551	12,660,691	12,532,280
Changes in Net Position				
Governmental Activities	860,375	2,109,625	2,795,344	3,059,938

Data Source: Audited Financial Statements

* For the eight months ended December 31, 2017.

4/30/2016	4/30/2017	12/31/2017*	12/31/2018	12/31/2019	12/31/2020
6,440,609	6,506,994	4,949,149	6,397,600	5,948,037	6,161,926
12,614,633	12,085,106	8,865,244	11,563,762	12,729,381	7,571,724
45,167	63,572	27,652	20,335	149,456	458,285
19,100,409	18,655,672	13,842,045	17,981,697	18,826,874	14,191,935
9,365,679	9,454,443	7,522,760	9,361,228	9,674,598	3,841,871
(9,734,730)	(9,201,229)	(6,319,285)	(8,620,469)	(9,152,276)	(10,350,064)
11,982,722	11,881,064	4,200,944	10,878,409	11,627,924	11,802,070
185,866	222,097	126,825	189,082	235,076	716,594
105,022	171,186	128,822	320,098	632,296	448,146
1,634,364	898,757	368,202	330,072	366,943	1,910,981
13,907,974	13,173,104	4,824,793	11,717,661	12,862,239	14,877,791
4,173,244	3,971,875	(1,494,492)	3,097,192	3,709,963	4,527,727

NORTHBROOK PARK DISTRICT, ILLINOIS**Fund Balances of Governmental Funds - Last Ten Fiscal Years
December 31, 2020 (Unaudited)**

	4/30/2012	4/30/2013	4/30/2014	4/30/2015
General Fund				
Nonspendable	\$ 34,474	82,223	65,203	65,660
Restricted	550,961	594,325	2,319,992	1,051,880
Assigned	—	—	—	—
Unassigned	9,957,855	8,378,599	10,650,526	12,502,730
Total General Fund	10,543,290	9,055,147	13,035,721	13,620,270
All Other Governmental Funds				
Nonspendable	173,396	225,773	226,130	224,823
Restricted	800,258	622,582	716,822	705,902
Unassigned	(173,396)	(225,773)	(226,130)	(224,823)
Total All Other Governmental Funds	800,258	622,582	716,822	705,902
Total Governmental Funds	11,343,548	9,677,729	13,752,543	14,326,172

Data Source: Audited Financial Statements

4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020
67,496	66,321	74,667	66,733	60,967	52,635
1,310,099	2,268,790	1,782,242	1,739,345	1,820,290	1,903,057
16,452,625	14,491,802	11,807,720	13,157,612	22,382,543	12,958,835
3,500,000	3,500,000	3,500,000	3,500,000	3,000,000	3,000,000
21,330,220	20,326,913	17,164,629	18,463,690	27,263,800	17,914,527
205,581	219,046	68,918	89,850	150,518	46,087
710,375	223,302	147,351	216,385	535,435	581,830
(205,581)	(219,046)	(68,918)	(89,850)	(150,518)	(46,087)
710,375	223,302	147,351	216,385	535,435	581,830
22,040,595	20,550,215	17,311,980	18,680,075	27,799,235	18,496,357

NORTHBROOK PARK DISTRICT, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years December 31, 2020 (Unaudited)

	4/30/2012	4/30/2013	4/30/2014	4/30/2015
Revenues				
Taxes	\$ 11,496,141	11,231,551	12,124,240	12,088,351
Intergovernmental	—	—	—	—
Charges for Services	8,651,468	8,774,070	8,916,448	9,290,410
Park Services	—	—	—	—
Interest Income	30,980	30,931	33,850	63,738
Donations and Miscellaneous	527,683	404,069	502,601	380,191
Total Revenues	20,706,272	20,440,621	21,577,139	21,822,690
Expenditures				
General Government	5,665,076	5,671,736	5,804,397	5,830,649
Recreation	9,073,768	9,384,473	9,300,031	9,342,790
Capital Outlay	4,963,349	3,411,246	2,792,329	2,380,682
Debt Service				
Principal	3,100,000	3,245,000	3,385,000	3,475,000
Interest and Fiscal Charges	526,160	393,985	268,570	235,694
Total Expenditures	23,328,353	22,106,440	21,550,327	21,264,815
Excess of Revenues Over (Under) Expenditures	(2,622,081)	(1,665,819)	26,812	557,875
Other Financing Sources (Uses)				
Debt Issuance	—	—	4,005,000	3,130,000
Premium on Debt Issuance	—	—	43,002	—
Payment to Escrow Agent	—	—	—	(3,114,246)
Transfers In	2,713,903	2,342,126	2,761,741	2,978,715
Transfers Out	(2,713,903)	(2,342,126)	(2,761,741)	(2,978,715)
	—	—	4,048,002	15,754
Net Change in Fund Balances	(2,622,081)	(1,665,819)	4,074,814	573,629
Debt Service as a Percentage of Noncapital Expenditures	17.56%	18.84%	18.27%	18.58%

Data Source: Audited Financial Statements

* For the eight months ended December 31, 2017.

4/30/2016	4/30/2017	12/31/2017*	12/31/2018	12/31/2019	12/31/2020
11,982,722	11,881,064	4,200,944	10,878,409	11,627,924	11,802,070
185,866	222,097	126,825	189,082	235,076	716,594
9,365,679	9,412,611	7,491,390	9,325,694	9,641,410	3,824,314
—	41,832	31,370	35,534	33,188	17,557
105,022	171,186	128,822	320,098	632,296	448,146
1,582,354	898,757	368,202	330,072	366,943	1,910,981
23,221,643	22,627,547	12,347,553	21,078,889	22,536,837	18,719,662
5,626,995	5,753,746	4,473,964	5,663,820	5,767,299	5,507,588
9,300,595	9,243,288	6,685,664	9,323,283	9,675,271	6,208,835
3,028,312	5,478,100	2,346,934	2,641,502	5,793,829	20,254,524
3,595,000	3,580,000	2,035,000	2,060,000	1,900,000	1,795,000
66,318	62,793	44,226	22,189	272,772	473,617
21,617,220	24,117,927	15,585,788	19,710,794	23,409,171	34,239,564
1,604,423	(1,490,380)	(3,238,235)	1,368,095	(872,334)	(15,519,902)
6,110,000	—	—	—	9,435,000	5,875,000
—	—	—	—	556,494	342,024
—	—	—	—	—	—
3,117,222	3,873,396	3,479,691	3,056,302	3,197,870	768,555
(3,117,222)	(3,873,396)	(3,479,691)	(3,056,302)	(3,197,870)	(768,555)
6,110,000	—	—	—	9,991,494	6,217,024
7,714,423	(1,490,380)	(3,238,235)	1,368,095	9,119,160	(9,302,878)
18.27%	18.27%	14.76%	11.25%	12.19%	15.46%

NORTHBROOK PARK DISTRICT, ILLINOIS

Equalized Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years December 31, 2020 (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
2010	\$ 3,004,657,723	N/A	\$ 3,004,657,723	0.3750	\$ 10,015,525,743	33.33
2011	2,698,668,805	N/A	2,698,668,805	0.4240	8,104,110,526	33.33
2012	2,502,743,352	N/A	2,502,743,352	0.4708	7,515,745,802	33.33
2013	2,242,993,929	N/A	2,242,993,929	0.5352	6,818,905,651	33.33
2014	2,272,968,323	N/A	2,272,968,323	0.5361	6,818,905,651	33.33
2015	2,163,897,873	N/A	2,163,897,873	0.5684	6,491,694,268	33.33
2016	2,576,866,528	N/A	2,576,866,528	0.4226	7,730,600,357	33.33
2017	2,682,584,797	N/A	2,682,584,797	0.4182	8,047,755,196	33.33
2018	2,627,911,440	N/A	2,627,911,440	0.4552	7,883,735,108	33.33
2019	3,000,974,422	N/A	3,000,974,422	0.4160	9,002,924,166	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 Tax Levy Years
(Cents per \$100 Assessed Value)
December 31, 2020 (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) December 31, 2020 (Unaudited)

Name of Taxing Entity/Tax Levy Year	2010	2011	2012
Northbrook Park District			
Corporate	0.0960	0.1120	0.1264
Recreation	0.0880	0.0960	0.1060
Special Recreation	0.0150	0.0170	0.0181
Paving and Lighting	0.0050	0.0050	0.0050
Social Security	0.0190	0.0210	0.0230
Illinois Municipal Retirement	0.0170	0.0210	0.0245
Public Liability Insurance	0.0130	0.0160	0.0183
Audit	0.0010	0.0010	0.0010
Debt Service	0.1210	0.1350	0.1485
Total Direct Rate	0.3750	0.4240	0.4708
Cook County (Includes Health Facilities)	0.4230	0.4620	0.5310
Northfield Township (Includes General Assist)	0.0240	0.0280	0.0330
Village of Northbrook	0.3410	0.4580	0.5240
Northbrook Public Library	0.2310	0.2690	0.3000
Cook County Forest Preserve District	0.0510	0.0580	0.0630
Metropolitan Water Reclamation District	0.2740	0.3200	0.3700
Cook County Consolidated Election Board	—	0.0250	—
Northfield Road and Bridge	0.0360	0.0410	0.0460
Northfield Township High School 225	1.6090	1.8190	2.0280
Total with District	3.3640	3.9040	4.3658
Overlapping Governments			
School District 27	2.3340	2.6670	2.9570
School District 28	2.0720	2.3390	2.6040
School District 30	2.3270	2.6410	2.9990
School District 31	1.7300	2.0180	2.5250
Village of Deerfield (1)	0.4560	0.6250	0.7400
Village of Glenview (1)	0.6610	0.7590	0.8290
Oakton Community College District 535	0.1600	0.1960	0.2190

(1) Includes local library tax rate.

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

2013	2014	2015	2016	2017	2018	2019
0.1431	0.1468	0.1598	0.1394	0.1588	0.1818	0.1770
0.1182	0.1167	0.1226	0.1029	0.0989	0.1009	0.0884
0.0205	0.0213	0.0224	0.0208	0.0204	0.0353	0.0356
0.0050	0.0050	0.0050	0.0042	0.0049	0.0050	0.0050
0.0268	0.0265	0.0278	0.0234	0.0209	0.0217	0.0170
0.0296	0.0314	0.0330	0.0277	0.0190	0.0175	0.0136
0.0239	0.0238	0.0250	0.0210	0.0152	0.0078	0.0034
0.0011	0.0011	0.0011	0.0009	0.0009	0.0009	0.0008
0.1670	0.1635	0.1717	0.0823	0.0792	0.0843	0.0752
0.5352	0.5361	0.5684	0.4226	0.4182	0.4552	0.4160
0.5600	0.5680	0.5520	0.5330	0.4960	0.4890	0.4540
0.0390	0.0390	0.0350	0.0240	0.0290	0.0310	0.0210
0.6090	0.6050	0.6760	0.6260	0.7150	0.7720	0.7640
0.3590	0.3570	0.3850	0.3290	0.3290	0.3470	0.3140
0.0690	0.0690	0.0690	0.0630	0.0620	0.0600	0.0590
0.4170	0.4300	0.4260	0.4060	0.4020	0.3960	0.3890
—	—	—	—	0.0310	—	—
0.0530	0.0540	0.0570	0.0490	0.0490	0.0520	0.0470
2.3410	2.3670	2.4930	2.1060	2.1020	2.2160	2.0060
4.9822	5.0251	5.2614	4.5586	4.6332	4.8182	4.4700
3.4120	3.4430	3.5690	3.0310	3.0310	3.2040	2.8610
2.9620	3.0090	3.2990	2.8480	2.8240	2.9700	2.6810
3.3810	3.2720	3.3940	2.8660	3.1930	3.3100	2.9870
2.9460	2.9110	2.9470	2.6990	2.7000	2.8420	2.5770
0.8040	0.9050	0.9220	0.8760	0.8335	0.8790	0.8850
0.9500	0.9480	1.0000	0.8360	0.8310	0.8520	0.7500
0.2560	0.2580	0.2710	0.2310	0.2320	0.2460	0.2210

NORTHBROOK PARK DISTRICT, ILLINOIS

Principal Property Tax Payers - Prior Fiscal Year and Eight Fiscal Years Ago December 31, 2020 (Unaudited)

Taxpayer	12/31/2019			4/30/2011		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Westcoast Estates	\$ 56,616,120	1	1.89%	\$ 106,922,709	1	3.28%
Gateway Fairfiew Inc.	39,737,831	2	1.32%			
Jones Lang LaSalle	36,589,583	3	1.22%	44,662,993	2	1.37%
Willow Festival Regency	34,208,998	4	1.14%			
Jones Lang LaSalle CC1&2	29,315,962	5	0.98%			
UL LLC	27,830,657	6	0.93%			
Korman Lederer & Associates	21,393,132	7	0.71%	22,308,663	8	0.68%
Lake Cook Road & MidAmca	20,050,311	8	0.67%	28,204,304	6	0.86%
TGM Northshore LLC	19,849,183	9	0.66%			
LTF Real Estate	19,678,844	10	0.66%			
Thomson Tax & ACCT 207				33,598,927	3	1.03%
Underwriters Laboratory, Inc.				31,730,019	4	0.97%
Village Square of Northbrook				28,249,465	5	0.87%
North Shore Thomson (Renaissance Hotel)				23,602,283	7	0.72%
Gregory Realty Group				20,183,816	9	0.62%
Macys Tax Department				19,468,127	10	0.60%
	<u>305,270,621</u>		<u>10.18%</u>	<u>358,931,306</u>		<u>11.00%</u>

Data Source: Cook County Clerk's Offices

NORTHBROOK PARK DISTRICT, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2020 (Unaudited)**

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2020 (Unaudited)**

Tax Levy Year	Tax Extended Tax Levy (1)	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
2010	\$ 11,215,778	\$ 10,693,276	95.34%
2011	11,434,647	11,256,658	98.44%
2012	11,787,788	11,479,363	97.38%
2013	12,007,814	11,719,507	97.60%
2014	12,182,604	11,873,724	97.46%
2015	12,297,565	11,822,153	96.13%
2016	10,891,151	10,634,237	97.64%
2017	11,215,423	10,853,552	96.77%
2018	11,962,049	11,618,862	97.13%
2019	12,462,696	11,796,193	94.65%

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.

Delinquent Tax Collections (2)	Total Collections to Date		Outstanding Delinquent Taxes	Outstanding Delinquent Taxes to Tax Levy
	Amount	Percentage of Levy		
\$ —	\$ 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%
—	10,634,237	97.64%	256,914	2.36%
—	10,853,552	96.77%	361,871	3.23%
—	11,618,862	97.13%	343,187	2.87%
—	11,796,193	94.65%	666,503	5.35%

NORTHBROOK PARK DISTRICT, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years December 31, 2020 (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)
4/30/2012	\$ 11,201,369	0.42%	N/A	\$ 338
4/30/2013	8,066,934	0.32%	N/A	243
4/30/2014	8,610,000	0.38%	N/A	260
4/30/2015	5,160,000	0.23%	N/A	156
4/30/2016	7,675,000	0.35%	N/A	231
4/30/2017	4,095,000	0.16%	N/A	123
12/31/2017	2,060,000	0.08%	N/A	62
12/31/2018	—	—%	N/A	—
12/31/2019	7,943,514	0.30%	N/A	239
12/31/2020	12,340,006	0.41%	N/A	372

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 December 31, 2020 (Unaudited)

Fiscal Year	Gross General Obligation Bonds	Less Amount Available for Debt Service	Net General Obligation Bonds	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
4/30/2012	\$ 11,201,369	\$ 369,927	\$ 10,831,442	0.11%	\$ 327
4/30/2013	8,066,934	271,556	7,795,378	0.10%	235
4/30/2014	8,610,000	381,826	8,228,174	0.11%	248
4/30/2015	5,160,000	353,640	4,806,360	0.07%	145
4/30/2016	7,675,000	401,905	7,273,095	0.11%	219
4/30/2017	4,095,000	—	4,095,000	0.06%	123
12/31/2017	2,060,000	1,471	2,058,529	0.03%	62
12/31/2018	—	—	—	0.00%	—
12/31/2019	7,943,514	—	7,943,514	0.10%	239
12/31/2020	12,340,006	—	12,340,006	0.14%	372

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 December 31, 2020 (Unaudited)

Governmental Unit	Gross Debt **	Percentage to Debt Applicable to District*	District's Share of Debt
Northbrook Park District	\$ 12,340,006	100.000%	\$ 12,340,006
Cook County	2,658,926,750	1.798%	47,804,250
Village of Northbrook	153,693,000	84.196%	129,403,039
Glenbrook High School District #225	60,080,429	48.695%	29,256,194
Metropolitan Water Reclamation District ***	2,680,703,000	1.602%	42,940,860
Cook County Forest Preserve District	78,085,000	1.798%	1,403,873
Village of Deerfield	57,095,000	7.142%	4,077,772
West Northfield School District #31	11,410,000	13.538%	1,544,643
Community Consolidated School District #21 - Wheeling	88,265,000	1.438%	1,268,938
Village of Glenview	32,485,000	0.392%	127,327
School District #30	43,345,000	69.568%	30,154,038
Community College District 512	103,630,000	0.150%	155,943
Community College District 535	29,000,000	11.633%	3,373,680
Township High School District 214	25,575,000	0.300%	76,816
Total Overlapping Debt	6,022,293,179		291,587,373
Total Direct and Overlapping Debt	6,034,633,185		303,927,379

Source: With respect to the applicable taxing bodies and the information used to calculate the percentage of overlapping Equalized Assessed Valuation, the Cook County Clerk's Office. Information regarding the outstanding bonds of the overlapping taxing bodies was obtained from publicly available sources.

* Percentage based on 2018 EAV's the most recent available.

** Excludes the following amounts of alternate revenue bonded debt: Cook County Forest Preserve District - \$46,725,000; and Metropolitan Water Reclamation District - \$96,205,000.

*** Includes IEPA Revolving Loan Bonds in the amount of \$887,445,000.

NORTHBROOK PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years

December 31, 2020 (Unaudited)

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years December 31, 2020 (Unaudited)

	4/30/2012	4/30/2013	4/30/2014	4/30/2015
Debt Limit	\$ 150,232,886	134,933,440	125,137,168	112,149,696
Total Net Debt Applicable to Limit	11,235,000	7,990,000	8,610,000	5,160,000
Legal Debt Margin	138,997,886	126,943,440	116,527,168	106,989,696
Total Net Debt Applicable to Limit as a Percentage of Debt Limit	7.48%	5.92%	6.88%	4.60%

Note: In 1978, the District passed a resolution to increase the legal debt margin to 5.0%.

Data Source: Audited Financial Statements

4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020
113,648,416	108,194,894	128,843,326	134,129,240	131,395,572	150,048,721
7,675,000	4,095,000	2,060,000	—	7,535,000	11,615,000
105,973,416	104,099,894	126,783,326	134,129,240	123,860,572	138,433,721
6.75%	3.78%	1.60%	—%	5.73%	7.74%

Legal Debt Margin Calculation for the Year Ended December 31, 2020

Equalized Assessed Value (2019 Tax Levy Year)	\$ 3,000,974,422
Legal Debt Margin	<u>5.00%</u>
Debt Limit	150,048,721
Debt Applicable to Limit	
General Obligation Bonds	<u>11,615,000</u>
Legal Debt Margin	<u><u>138,433,721</u></u>
Total Outstanding Debt as a Percentage of Statutory Debt Limit	<u><u>7.74%</u></u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years December 31, 2020 (Unaudited)

Fiscal Year	(1) Population	Equalized Assessed Value (EAV)	(3) Personal Income (in Thousands)	Per Capita EAV	Median Age	School Enrollment	(2) Unemployment Rate
4/30/2012	33,170	\$ 2,698,668,805	\$ N/A	\$ 81,359	48.0	7,677	6.9%
4/30/2013	33,170	2,502,743,352	N/A	75,452	48.0	7,611	6.2%
4/30/2014	33,170	2,242,993,929	N/A	67,621	46.5	7,537	6.5%
4/30/2015	33,170	2,272,968,323	N/A	68,525	46.5	7,615	5.1%
4/30/2016	33,170	2,163,897,873	N/A	65,237	47.8	7,596	4.3%
4/30/2017	33,170	2,576,866,528	N/A	77,687	47.8	7,646	4.6%
12/31/2017	33,170	2,576,866,528	N/A	77,687	47.8	7,646	3.3%
12/31/2018	33,170	2,682,584,797	N/A	80,874	49.8	7,753	3.0%
12/31/2019	33,170	2,627,911,440	N/A	79,226	49.6	7,877	2.8%
12/31/2020	33,170	3,000,974,422	N/A	90,473	49.8	8,060	8.2%

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 - Prior Fiscal Year and Eight Fiscal Years Ago December 31, 2020 (Unaudited)

Employer	12/31/2019			4/30/2011		
	Employees	% of Total		Employees	% of Total	
	(1)	Rank	Population	(1)	Rank	Population
Allstate Corporation, The	8,000	1	24.12%	5,750	1	16.58%
Underwriters Laboratories	1,700	2	5.13%	1,600	3	4.61%
Astellas Pharma US, Inc.	1,150	3	3.47%			
Allstate Investments, LLC	750	4	2.26%			
Euromarket Designs, Inc.	500	5	1.51%			
Hilco Merchant Resources, LLC	400	6	1.21%	300	7	0.86%
Bell Flavors & Fragrances, Inc.	300	7	0.90%			
Wiss, Janney, Elstner Associates, Inc.	237	8	0.71%			
Blue Chip Marketing	200	9	0.60%			
Levy Co., The	200	10	0.60%	300	8	0.86%
Northbrook Court				2,000	2	5.77%
Crate & Barrel				500	4	1.44%
Carmark Rx, Inc.				1,000	5	2.88%
W. W. Grainger, Inc.				350	6	1.01%
Northbrook Hilton				250	9	0.72%
Donlen Corporation				250	10	0.72%
Totals	13,437		40.51%	12,300		35.45%

Data Sources:

(1) 2020 Illinois Manufacturers Directory, 2020 Illinois Service Directory, the Illinois Department of Commerce and Economic Opportunity, Northbrook School District 28 with respect to the employee information and the Northbrook Park District with respect to its employee information.

NORTHBROOK PARK DISTRICT, ILLINOIS**Government Employees by Function/Program - Last Ten Fiscal Years
December 31, 2020 (Unaudited)**

Function/Program	4/30/2012	4/30/2013	4/30/2014	4/30/2015
IMRF Eligible Employees				
Full-Time Employees	71	71	72	72
Seasonal Part-Time Employees	52	50	43	42
	123	121	115	114
Non-IMRF Eligible Employees				
Seasonal Part-Time Employees	190	195	200	216
General Government - Full-Time				
Park Operations	13	14	14	14
Recreation Operations	31	30	31	32
Golf Operations	9	9	9	9
Administration	18	18	18	17
	71	71	72	72
Total Number of Employees	313	316	315	330

Data Source: District Records

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

4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020
69	70	70	69	67	61
39	41	15	16	15	6
108	111	85	85	82	67
208	216	127	114	130	59
17	18	19	19	19	18
29	30	30	30	30	25
8	9	8	8	6	6
15	13	13	12	12	12
69	70	70	69	67	61
316	327	212	199	212	126

NORTHBROOK PARK DISTRICT, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years December 31, 2020 (Unaudited)

Function/Program	4/30/2012	4/30/2013	4/30/2014	4/30/2015
Population	33,170	33,170	33,170	33,170
Number of Programs Offered	2,296	2,877	2,111	2,150
Number of Program Participants	20,460	19,889	19,936	20,768
Number of Non-Resident Participants	3,563	3,475	3,312	3,775
Number of Golf Rounds	70,163	66,970	69,217	68,835
Number of Aquatic Visits	45,993	46,178	42,812	41,741

Data Source: District Records

4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020
33,170	33,170	33,170	33,170	33,170	33,170
2,155	2,238	1,547	2,390	2,379	2,186
21,983	21,975	13,182	18,280	19,008	12,015
3,878	3,754	2,739	3,206	4,377	2,977
70,866	66,760	63,243	64,348	63,044	23,581
38,367	40,006	35,874	40,120	34,019	—

NORTHBROOK PARK DISTRICT, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years December 31, 2020 (Unaudited)

Function/Program	4/30/2012	4/30/2013	4/30/2014	4/30/2015
Facilities				
Baseball Diamonds	25	25	25	25
Soccer Fields	14	14	14	14
Football Fields	1	1	1	2
Outdoor Basketball	9	9	9	9
Tennis Courts	22	22	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	12	12
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	19	19	18	18
Picnic Areas	16	16	16	16
Jogging and Bike Trails	14	14	14	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	3	3	3	3
Dog Park	N/A	N/A	1	1
Field Hockey	N/A	N/A	N/A	N/A
Pickleball	N/A	N/A	N/A	N/A
Multi-purpose gymnasium	N/A	N/A	N/A	N/A
Indoor Running / Walking Track	N/A	N/A	N/A	N/A
Fitness Cardio	N/A	N/A	N/A	N/A
Indoor Basketball	N/A	N/A	N/A	N/A
Indoor Volleyball	N/A	N/A	N/A	N/A
Indoor Pickleball	N/A	N/A	N/A	N/A

N/A - Not Available

Data Source: District Records

4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020
25	25	24	24	24	24
14	14	14	14	14	14
2	2	2	2	2	2
9	9	9	9	9	9
22	22	22	22	19	19
2	2	2	2	2	2
1	1	1	1	1	N/A
2	2	2	2	2	2
12	12	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	N/A
18	18	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
6	6	6	6	6	6
3	3	3	3	3	3
1	1	1	1	1	1
6	6	6	6	6	6
N/A	N/A	N/A	N/A	6	6
N/A	N/A	N/A	N/A	N/A	1
N/A	N/A	N/A	N/A	N/A	1
N/A	N/A	N/A	N/A	N/A	1
N/A	N/A	N/A	N/A	N/A	3
N/A	N/A	N/A	N/A	N/A	2
N/A	N/A	N/A	N/A	N/A	4



545 Academy Drive
Northbrook, Illinois 60062
847-291-2960
nbparks.org