



Annual Comprehensive Financial Report

Northbrook, Illinois
Fiscal Year Ending
December 31, 2021



NORTHBROOK PARK DISTRICT, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2021

Prepared by:

Division of Administration and Finance

NORTHBROOK PARK DISTRICT, ILLINOIS

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NORTHBROOK PARK DISTRICT, ILLINOIS

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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, 2021

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

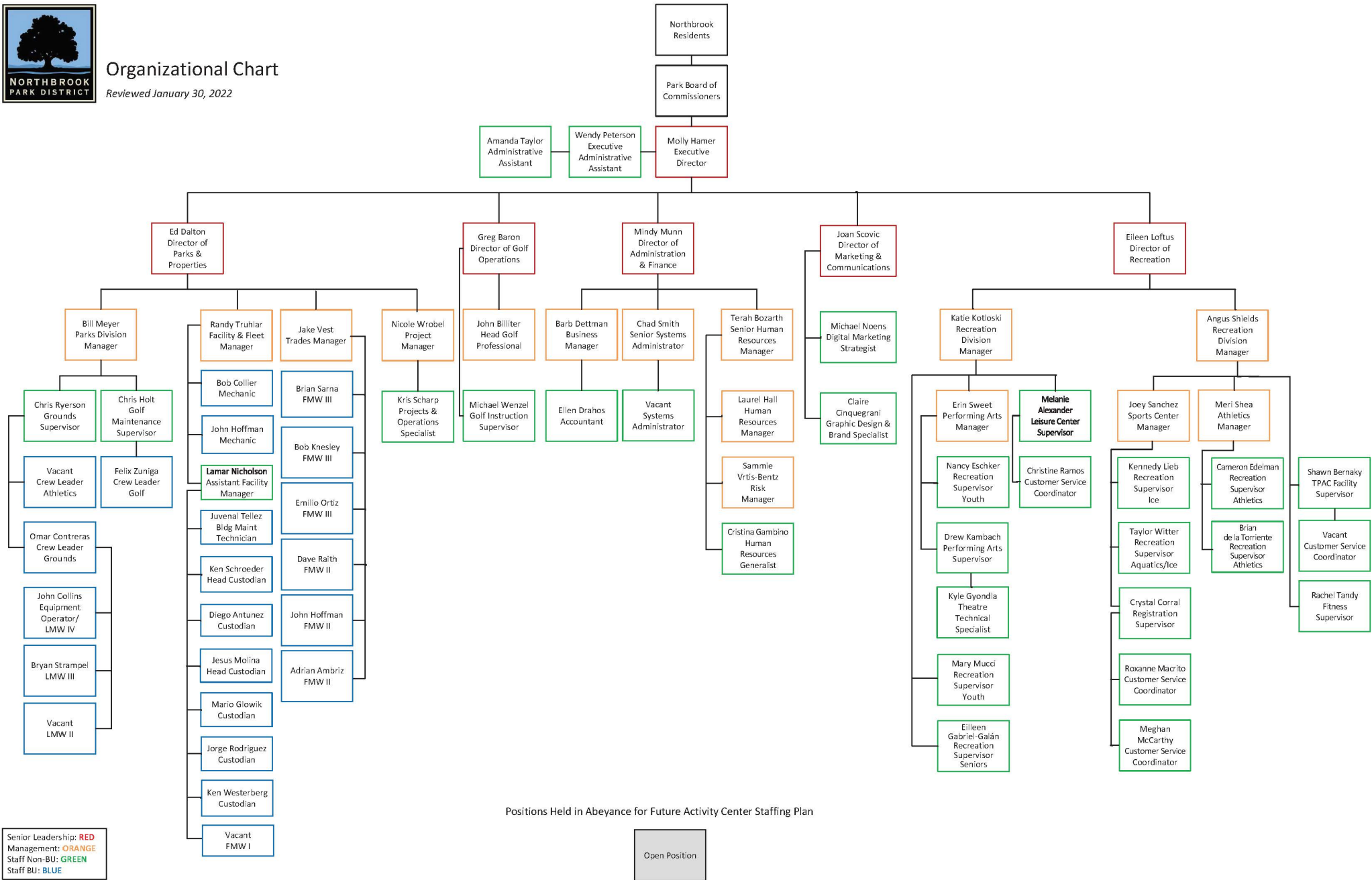
Wendy Peterson, Assistant Secretary

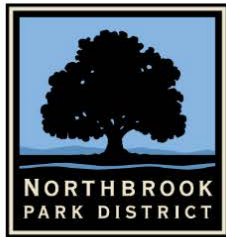
Steve Adams, Attorney



Organizational Chart

Reviewed January 30, 2022





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

May 13, 2022

Board of Commissioners
Northbrook Park District
Northbrook, Illinois

Honorable Commissioners:

The Comprehensive Annual Report of the Northbrook Park District for the fiscal year ended December 31, 2021 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, Certified Public Accountants, performed this audit for the fiscal year ended December 31, 2021. 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 which 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 includes 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.

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.

NORTHBROOK PARK DISTRICT

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 35,222.

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 Park 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 Park 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 7PM and are posted and published up to six weeks in advance:

<u>Date</u>	<u>Meeting</u>	<u>Discussion</u>
December 15, 2021	Committee of the Whole	Annual Budget Review
January 18, 2022	Public Hearing	Public comments on the Annual Budget
January 26, 2022	Regular Board Meeting	Board discusses and considers the 2022 Budget and Appropriation Ordinance
January 26, 2022	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. and Astellas Pharma. The tax base consists of light industrial (10%), commercial (26%), and residential (64%). Northbrook's unemployment rate at the end of 2021 was 4.4%, comparing favorably to the State of Illinois' rate of 6.1%.

Equalized Assessed Value (EAV) for the District's property tax base decreased (0.6%) in value and totaled \$3 billion for the 2020 tax year. The District's tax rate increased to \$0.426 per \$100 of assessed value compared to \$0.416 in the 2019 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 increase in the tax rate reflects the higher percentage decrease in assessed valuation compared to the increase in the consumer price index. Over the past ten years the District has collected approximately 96% of its tax levy as illustrated in the table below.

Fiscal Year	Tax Year	Tax Extended	Tax Collected	Collection Rate
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	11,796,193	94.65%
2021	2020	12,719,905	11,494,377	90.37%
10-Year Average				96.36%

A Park Commissioner is appointed each year in a liaison role between the Park District Board of Commissioners 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 Commissioners 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 Park Board of Commissioners approved the Comprehensive Master Plan: Moving Forward 2026 in February 2017, which provides direction shaped by the community to guide Northbrook Park District facility and program development for ten years.

To fund future capital initiatives, the District assigned \$7.4 million of its unrestricted fund balance at the end of the 2021 fiscal year. In addition to the use of unrestricted reserves, each year the District has access to unrestricted debt capacity of approximately \$139 million but is restricted by the Debt Service Extension Base (DSEB) of approximately \$2 million. DSEB fluctuates each year and is the amount that is available each year to pay for future bond issue principal and interest. 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 are completely self-funded. In 2017 the District successfully completed its Loss Control Review and maintained its accreditation. Starting in 2022, the District will have an annual Risk Management Review replacing the Loss Control Review. 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 elect to participate in a 457 Retirement Plan. The IMRF plan is a two-tiered defined benefit plan with the employee contributing 4.50% 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 122.24% funded as of December 31, 2021, up from 110.89% 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, 2021 was calculated using an assumed rate of return of 7.25%. The District's employer rate increased slightly to 7.32% compared to 7.26% in 2020.

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.

NORTHBROOK PARK DISTRICT

Significant Events and Accomplishments

Guided by our Mission of environmental, social and financial stewardship, the District is proud of our accomplishments in 2021.

The District completed two major projects in 2021. Techny Prairie Activity Center is a brand-new state-of-the-art facility. Amenities include a fitness center, fitness studios, indoor track, locker rooms, gymnasium, childcare room, and multipurpose rooms. The fitness center features a wide variety of cardio and strength equipment. Fitness classes include mind and body, cardio fitness, strength training, and low impact aerobics.

Incorporating the Northbrook Park District's mission of environmental stewardship, the facility 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 833 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 and phase II funding in fiscal 2021. Based on data collected at the end of 2021, it is anticipated that the requirements for phase III funding will be achieved in early 2022.

The second project involves the completion of the golf course renovations and construction of a new clubhouse at the former Sportsman's Country Club. To reflect the significant improvements at the course, Sportsman's Country Club has been re-branded as Heritage Oaks Golf Club.

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 include:

- New clubhouse with improved year-round dining experience
- Rebuilt Classic 18 greens
- New forward tee 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, Illinois PGA Tournament Committee and Illinois PGA Foundation Committee.

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, 2020. The District has received this award annually since 1993.

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 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 and administrative staff. The support and involvement of the Park 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



Government Finance Officers Association

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

Presented to

**Northbrook Park District
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

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 13, 2022

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

Opinions

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, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary 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 other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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, 2021. 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 identifying changes in the District's financial position and its ability to address challenges in subsequent years.

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 2021

- Net Position (total assets/deferred outflows minus total liabilities/deferred inflows) of the District totaled \$116.3 millions as of December 31, 2021. Of this amount, \$101.7 million is invested in capital assets, \$2.1 million is restricted for special levies, and \$12.5 million is unrestricted and may be used to meet the general obligations of the District.
- Property tax revenue increased \$825,628, or 7.0%, compared to the previous fiscal period. The higher than normal increase reflects additional taxes levied to assist with funding new golf clubhouse construction and course renovations at Heritage Oaks Golf Club.
- Interest income decreased \$381,770 to \$66,376. 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" increased \$1.8 million, or 46.9%, to \$5.6 million compared to \$3.8 million in the previous fiscal year. The increase in revenue primarily reflects increases in program participants, aquatic visits and golf rounds.
- The District's assigned fund balance decreased \$5.5 million and totaled \$7.4 million at December 31, 2021. The decrease is primarily related to the spending of bond proceeds and fund balance for capital projects, including two large projects - Techny Prairie Activity Center and Heritage Oaks Golf Club.

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 \$12.6 million.

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

Although the 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.

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, 2021 and December 31, 2020:

Net Position	December 31, 2021	December 31, 2020
Current Assets	\$27,994,066	\$35,550,355
Capital Assets	112,116,598	104,598,581
Other Assets	7,938,342	3,812,674
Total Assets	148,049,006	143,961,610
Deferred Outflows of Resources	148,217	188,384
Total Assets & Deferred Outflows of Resources	148,197,223	144,149,994
Current Liabilities	2,747,580	6,104,356
Noncurrent Liabilities	10,915,156	10,968,803
Total Liabilities	13,662,736	17,073,159
Deferred Inflows of Resources	18,237,218	16,208,058
Total Liabilities & Deferred Inflows of Resources	31,899,954	33,281,217
Net Position		
Net Investment in Capital Assets	101,683,217	92,258,575
Restricted	2,078,517	2,484,887
Unrestricted	12,535,535	16,125,315
Total Net Position	116,297,269	110,868,777

The District's assets/deferred outflows exceeded liabilities/deferred inflows by \$116.3 million at December 31, 2021. By far the largest portion of the District's net position (87.5%) 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 (1.8%) represents resources that are subject to external restrictions on how they may be used. The remaining balance is unrestricted (10.8%) and may be used to meet the District's ongoing obligations to residents and creditors.

The following table presents a condensed summary of the District's Changes in Net Position as of December 31, 2021 and December 31, 2020:

Changes in Net Position	December 31, 2021	December 31, 2020
Revenue:		
Charges for Services	\$5,644,457	\$3,841,871
Capital and Operating Grants	550,169	506,496
Property Taxes	12,627,698	11,802,070
Replacement Taxes	368,831	210,098
Interest Income	66,376	448,146
Other	468,870	1,910,981
Total Revenue	19,726,401	18,719,662
Expenses:		
General Government	4,714,878	6,161,926
Recreation	9,225,282	7,571,724
Interest on LT Debt	357,749	458,285
Total Expenses	14,297,909	14,191,935
Change in Net Position	5,428,492	4,527,727
Net Position - Beginning	110,868,777	106,341,050
Net Position - Ending	116,297,269	110,868,777

Total revenue increased 5.4% or \$1.0 million to \$19.7 million for the fiscal year ended December 31, 2021. The increase in revenue primarily reflects the opening of facilities and reinstatement of programs that were cancelled in 2020 due to the pandemic.

Property tax revenue increased 7.0% or \$825,628 compared to the previous year. The District increased the tax levy for the Corporate Fund to assist with the funding for capital projects, mainly the new golf clubhouse and course renovations. 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 Funds.

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.

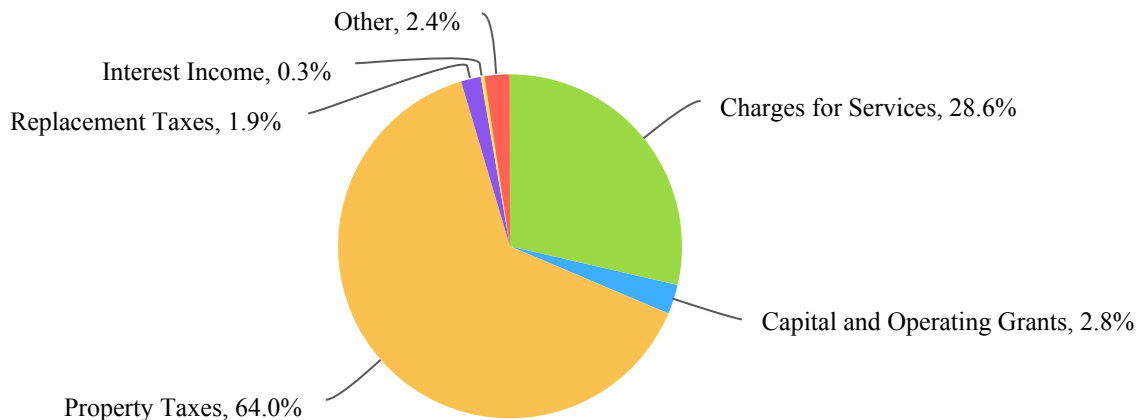
Charges for services accounted for 28.6% of total revenue and increased 46.9% or \$1.8 million compared to the previous fiscal year. The increase in revenue reflects the re-opening of Meadowhill Aquatic Center, resulting in an increase in revenue of \$330,000. Techny Prairie Activity Center opened in 2021 with fitness revenue of \$320,000. Heritage Oaks Golf Club re-opened in August following construction of a new clubhouse and renovations to the courses, resulting in an increase in revenue of \$925,000. Anetsberger Golf Course had a small decrease of revenue due to the opening of Heritage Oaks Golf Club of \$20,000. Program and rental revenue increased as pandemic restrictions were eased throughout the year, resulting in an increase in revenue of \$248,000.

Interest income decreased \$380,000 due to spending of bond proceeds and fund balance for capital project generating less money to invest.

Other revenue decreased \$1.4 million to \$0.5 million, primarily reflecting \$1.6 million in developer impact fees collected in 2020 compared to \$230,000 in impact fees collected in 2021.

The chart that follows summarizes the major revenue sources of the District for the fiscal year ended December 31, 2021.

Total Revenue



The total cost of providing programs and services was \$14.3 million. General government expense accounted for 33.0% of total expenses or \$4.7 million. These expenses include administrative and park maintenance services needed to support all District operations including recreational programs and services, as well as \$807,000 in depreciation expense. Recreation expenses include direct costs associated with providing recreational programs and operational costs for both golf courses, as well as \$1.4 million in depreciation expense. Recreation expenses comprised 64.5% of the total expenses or \$9.2 million.

Governmental Activities

The District's net position increased \$5.4 million for the fiscal year ended December 31, 2021. Entity-wide performance was affected by the following factors:

- Recreation Division revenue totaled \$5.7 million, increasing \$1.7 million compared to the previous fiscal year. Program participants increased from 14,992 to 25,532 in 2021. Aquatic visits were zero in 2020 due to the pandemic and increased to 42,550 in 2021. Golf rounds increased from 23,581 to 38,259. The increase is contributed to the easing of restriction due to the pandemic.
- Expenses within the Recreation Division totaled \$5.5 million increasing \$0.5 million compared to the previous fiscal year. Recreation personnel costs increased \$465,000 or 19% as the District rehired staff as additional facilities were opened and programs offered.
- The District reopened the Sportman's Country Club as Heritage Oaks Golf Club in August after closing at the end of 2019. Anetsberger Golf Course and Heritage Oaks Golf Club generated 38,259 rounds. Revenue for the Golf Division totaled \$1.5 million compared to \$530,000 in the previous 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, 2021, the Northbrook Park District's governmental funds reported a combined ending fund balance of \$12.6 million, representing a decrease of \$5.9 million from the previous fiscal period primarily reflecting spending down of the 2019 bond proceeds and planned draw 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 \$6.0 million to \$12.0 million, primarily reflecting spending down of the 2019 bond proceeds and planned draw down on reserves to fund the golf project. Of this total, \$1.4 million is legally restricted based on the individual tax levies, leaving an unrestricted balance of \$10.4 million. Of this total, the District assigned \$7.4 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 \$1.3 million for the current fiscal year.

The Debt Service fund balance was \$22,862 and this amount is restricted for future debt service spending.

The District's only nonmajor 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 \$64,660 to \$646,490. 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 March 31, 2021 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 higher than budgeted. Actual revenues were \$8.2 million compared to budgeted revenue of \$7.7 million. The increase in revenue primarily reflects \$230,000 in developer impact fees that were not budgeted, and the second of three installments (received \$533,000 compared to a budget of \$500,000) of a \$1.78 million grant awarded from Illinois Clean Energy Community Foundation, which funded construction and materials to achieve the Net Zero Energy building status for the new Techny Prairie Activity Center. \Replacement tax revenue outperformed budget by \$186,000.

General Fund Property tax revenue were 0.2% or \$14,486 higher than the 2021 budget. Property tax collection 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 \$158,000 compared to \$210,000 in the previous fiscal year.

Expenditures in the General Fund totaled \$15.4 million and were \$2.7 million under budget. Capital Outlay was under budget by \$1.7 million and represented the largest budget variance. The variance in Capital Outlay resulted from lower expenditures compared to budget due to favorable bids. Other savings included personnel cost (wages and benefits) of \$580,00 due to unfilled positions, and \$420,000 in other savings due to controlling expenses.

Capital Assets and Debt Administration

Capital Assets

The Northbrook Park District's investment in capital assets, net of depreciation at December 31, 2021 totaled \$112.1 million. Capital assets increased \$7.5 million or 7.2% compared to the prior fiscal year. Construction for the District's most significant project, Techny Prairie Activity Center, started in 2019 and the new facility opened in early 2021. The facility contains various amenities including a gymnasium, fitness center, group fitness studios, indoor track, childcare and multipurpose rooms in a net zero energy facility.

In addition to construction work performed at the Techny Prairie Activity Center, the District completed the Sportman's Country Club project and reopened as Heritage Oaks Golf Club. Enhancements include a newly constructed clubhouse with improved year-round dining, rebuilt greens, re-grassed fairways, and practice range improvements.

Construction in progress consist of shoreline stabilization project at Wood Oaks Green Park of \$420,000 and tuckpointing at the Administration Center of \$230,000. Both projects are expected to be completed in 2022.

Depreciation expense for the fiscal year ended December 31, 2021 totaled approximately \$2.2 million. Accumulated depreciation as of December 31, 2021, totaled \$46.3 million.

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

Capital Assets - Northbrook Park District

Capital Assets - Net of Depreciation (In Thousands)	December 31, 2021	December 31, 2020	Increase/ (Decrease)	% Increase/ (Decrease)
Land	\$50,289	\$50,289	\$0	0.0%
Buildings and Improvements	44,336	19,834	24,502	123.5%
Land Improvements	14,043	7,556	6,487	85.9%
Vehicles and Equipment	2,794	2,850	-56	-2.0%
Construction-in-Progress	655	24,070	-23,415	-97.3%
Total Net Capital Assets	112,117	104,599	7,518	7.2%

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

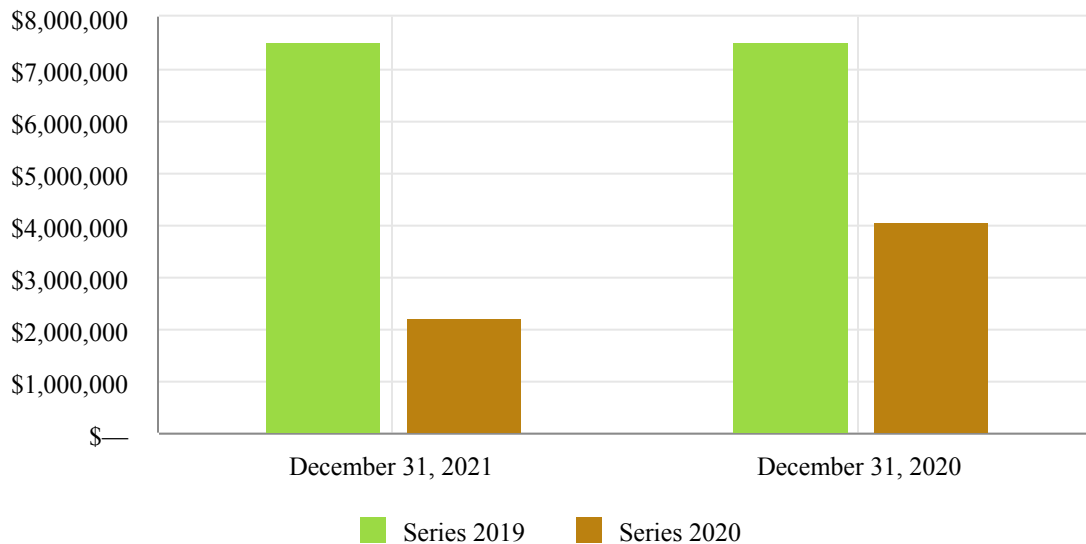
Debt Administration

The District had \$9.8 million in general obligation limited tax park bonds outstanding as of December 31, 2021. Total debt reflects two outstanding bond issues.

The District did not issue any long-term debt during the fiscal year. In 2022, the District will issue \$7,450,000 in general obligation bonds maturing in 2026. The bonds proceed will be used to fund capital improvement projects as identified within the District's Capital Improvement Plan. More information on the District's long-term debt can be found in Note 3, Long Term Debt.

Moody's Investor Services reviewed and assigned a rating of Aaa to the General Obligation Limited Tax Park Bonds, Series 2022. 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, 2021

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Statement of Net Position

December 31, 2021

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 13,838,787
Receivables - Net of Allowances	13,951,320
Inventory	102,704
Prepays	101,255
Total Current Assets	<u>27,994,066</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	50,943,758
Depreciable	107,506,262
Accumulated Depreciation	<u>(46,333,422)</u>
Total Capital Asset	112,116,598
Other Assets	
Net Pension Asset - IMRF	<u>7,938,342</u>
Total Noncurrent Assets	<u>120,054,940</u>
Total Assets	148,049,006
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - RBP	<u>148,217</u>
Total Assets and Deferred Outflows of Resources	<u>148,197,223</u>

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

		Governmental
LIABILITIES		Activities
Current Liabilities		
Accounts Payable	\$	611,173
Accrued Payroll		207,751
Other Payables		1,828,222
Accrued Interest Payable		30,239
Current Portion of Long-Term Debt		70,195
Total Current Liabilities		<u>2,747,580</u>
Noncurrent Liabilities		
Compensated Absences Payable		280,780
Total OPEB Liability - RBP		200,995
General Obligation Bonds Payable - Net		10,433,381
Total Noncurrent Liabilities		<u>10,915,156</u>
Total Liabilities		<u>13,662,736</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes		12,721,616
Deferred Items - IMRF		5,353,971
Deferred Items - RBP		161,631
Total Deferred Inflows of Resources		<u>18,237,218</u>
Total Liabilities and Deferred Inflows of Resources		<u>31,899,954</u>
NET POSITION		
Net Investment in Capital Assets		101,683,217
Restricted		
Property Tax Levies		
Audit		7,067
Liability Insurance		600,015
Illinois Municipal Retirement		395,843
Social Security		127,641
Paving and Lighting		253,960
Museum		47,501
Special Recreation		646,490
Unrestricted		<u>12,535,535</u>
Total Net Position		<u><u>116,297,269</u></u>

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2021

		Program Revenues			Net (Expenses)/ Revenues
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	
	Expenses				
Governmental Activities					
General Government	\$ 4,714,878	—	—	—	(4,714,878)
Recreation	9,225,282	5,644,457	10,300	539,869	(3,030,656)
Interest on Long-Term Debt	357,749	—	—	—	(357,749)
Total Governmental Activities	14,297,909	5,644,457	10,300	539,869	(8,103,283)
General Revenues					
Taxes					
Property Taxes					
Intergovernmental - Unrestricted					
Replacement Taxes					
Interest					
Miscellaneous					
					12,627,698
					368,831
					66,376
					468,870
					13,531,775
Change in Net Position					5,428,492
Net Position - Beginning					110,868,777
Net Position - Ending					116,297,269

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2021

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2021

	<u>General</u>
ASSETS	
Cash and Investments	\$ 12,282,254
Receivables - Net of Allowances	
Taxes	7,347,608
Accounts	3,467
Inventory	29,552
Prepays	<u>60,664</u>
 Total Assets	 <u><u>19,723,545</u></u>
LIABILITIES	
Accounts Payable	307,695
Accrued Payroll	144,370
Other Payables	<u>13,928</u>
Total Liabilities	465,993
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>7,301,600</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>7,767,593</u></u>
FUND BALANCES	
Nonspendable	90,216
Restricted	1,432,027
Assigned	7,433,709
Unassigned	<u>3,000,000</u>
Total Fund Balances	<u><u>11,955,952</u></u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u><u>19,723,545</u></u>

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

Special Revenue Recreation	Debt Service	Nonmajor Special Recreation	Totals
892,183	8,401	655,949	13,838,787
2,616,383	2,309,477	528,308	12,801,776
1,146,077	—	—	1,149,544
73,152	—	—	102,704
40,591	—	—	101,255
4,768,386	2,317,878	1,184,257	27,994,066
290,711	—	12,767	611,173
63,381	—	—	207,751
1,814,294	—	—	1,828,222
2,168,386	—	12,767	2,647,146
2,600,000	2,295,016	525,000	12,721,616
4,768,386	2,295,016	537,767	15,368,762
113,743	—	—	203,959
—	22,862	646,490	2,101,379
—	—	—	7,433,709
(113,743)	—	—	2,886,257
—	22,862	646,490	12,625,304
4,768,386	2,317,878	1,184,257	27,994,066

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, 2021

Total Governmental Fund Balances	\$ 12,625,304
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.	112,116,598
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(5,353,971)
Deferred Items - RBP	(13,414)
A net pension asset is not considered to represent a financial resources and therefore is not reported in the funds.	
Net Pension Asset - IMRF	7,938,342
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(350,975)
Total OPEB Liability - RBP	(200,995)
General Obligation Bonds Payable - Net	(10,433,381)
Accrued Interest Payable	<u>(30,239)</u>
Net Position of Governmental Activities	<u>116,297,269</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, 2021**

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, 2021**

	<u>General</u>
Revenues	
Taxes	\$ 6,741,086
Intergovernmental	908,700
Charges for Services	
Retail Sales	—
Facility Rentals	—
Recreation Activity	—
Interest	66,376
Donations and Miscellaneous	435,346
Total Revenues	<u>8,151,508</u>
Expenditures	
Current	
General Government	5,435,772
Recreation	—
Capital Outlay	9,932,983
Debt Service	
Principal Retirement	—
Interest and Fiscal Charges	—
Total Expenditures	<u>15,368,755</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,217,247)</u>
Other Financing Sources (Uses)	
Transfers In	1,258,672
Transfers Out	—
	<u>1,258,672</u>
Net Change in Fund Balances	(5,958,575)
Fund Balances - Beginning	<u>17,914,527</u>
Fund Balances - Ending	<u><u>11,955,952</u></u>

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

Special Revenue Recreation	Debt Service	Nonmajor Special Recreation	Totals
2,632,775	2,291,861	961,976	12,627,698
10,300	—	—	919,000
155,465	—	—	155,465
1,016,721	—	—	1,016,721
4,472,271	—	—	4,472,271
—	—	—	66,376
33,524	—	—	468,870
8,321,056	2,291,861	961,976	19,726,401
—	—	—	5,435,772
7,062,384	—	786,183	7,848,567
—	—	111,133	10,044,116
—	1,850,000	—	1,850,000
—	418,999	—	418,999
7,062,384	2,268,999	897,316	25,597,454
1,258,672	22,862	64,660	(5,871,053)
—	—	—	1,258,672
(1,258,672)	—	—	(1,258,672)
(1,258,672)	—	—	—
—	22,862	64,660	(5,871,053)
—	—	581,830	18,496,357
—	22,862	646,490	12,625,304

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, 2021

Net Change in Fund Balances - Total Governmental Funds	\$ (5,871,053)
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Amounts reported for governmental activities in the Statement of Activities
are different because:

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

Capital Outlays	9,700,985
Depreciation Expense	(2,182,968)

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	4,125,668
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The net effect of deferred outflows (inflows) of resources related
to the pensions not reported in the funds.

Change in Deferred Items - IMRF	(2,294,220)
Change in Deferred Items - RBP	31,581

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	51,137
Change in Total OPEB Liability - RBP	(43,888)
Retirement of Debt	1,850,000
Amortization of Bond Premium	56,625

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

4,625

Changes in Net Position of Governmental Activities

5,428,492

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Northbrook Park District (the 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.

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Fund Financial Statements

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

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

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

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for 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:

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.

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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.

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

Cash and Investments

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

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

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, 2021

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.

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

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."

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

BUDGETARY INFORMATION - Continued

- 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	\$ 40,879

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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 \$1,631,589 and the bank balances totaled \$2,432,686. Additionally, at year-end, the District has \$5,584 invested in the Illinois Park District Liquid Asset Fund, which has an average maturity of less than one year and \$12,201,614 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:

- 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 both rated AAAM by Standard and Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy 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, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

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

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).

PROPERTY TAXES

Property taxes for 2020 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments on or about March 1 and August 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfers In	Transfers Out	Amount
General	Recreation	<u>\$ 1,258,672</u>

Transfers are used to move remaining fund balance in the Recreation Fund to the General Fund as of December 31, 2021.

NORTHBROOK PARK DISTRICT, ILLINOIS**Notes to the Financial Statements
December 31, 2021****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****CAPITAL ASSETS****Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 50,289,129	—	—	50,289,129
Construction in Progress	24,069,931	654,629	24,069,931	654,629
	<u>74,359,060</u>	<u>654,629</u>	<u>24,069,931</u>	<u>50,943,758</u>
Depreciable Capital Assets				
Buildings and Improvements	40,331,192	25,541,333	—	65,872,525
Land Improvements	21,834,265	7,164,228	—	28,998,493
Vehicles and Equipment	12,224,518	410,726	—	12,635,244
	<u>74,389,975</u>	<u>33,116,287</u>	<u>—</u>	<u>107,506,262</u>
Less Accumulated Depreciation				
Buildings and Improvements	20,497,594	1,038,725	—	21,536,319
Land Improvements	14,278,126	677,253	—	14,955,379
Vehicles and Equipment	9,374,734	466,990	—	9,841,724
	<u>44,150,454</u>	<u>2,182,968</u>	<u>—</u>	<u>46,333,422</u>
Total Net Depreciable Capital Assets	<u>30,239,521</u>	<u>30,933,319</u>	<u>—</u>	<u>61,172,840</u>
Total Net Capital Assets	<u>104,598,581</u>	<u>31,587,948</u>	<u>24,069,931</u>	<u>112,116,598</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 806,253
Recreation	<u>1,376,715</u>
	<u>2,182,968</u>

NORTHBROOK PARK DISTRICT, ILLINOIS**Notes to the Financial Statements****December 31, 2021****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%.	4,080,000	—	1,850,000	2,230,000
	11,615,000	—	1,850,000	9,765,000

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	\$ 402,112	51,137	102,274	350,975	70,195
Total OPEB Liability - RBP	157,107	43,888	—	200,995	—
General Obligation Bonds	11,615,000	—	1,850,000	9,765,000	—
Unamortized Premium	725,006	—	56,625	668,381	—
	12,899,225	95,025	2,008,899	10,985,351	70,195

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.

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT - Continued

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
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	9,765,000	3,694,918

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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 5.00% of Equalized Assessed Value.

Assessed Valuation - 2020	<u>\$ 2,982,836,261</u>
Legal Debt Limit - 5.00% of Assessed Value	149,141,813
Amount of Debt Applicable to Limit	<u>9,765,000</u>
Legal Debt Margin	<u>139,376,813</u>

NET POSITION CLASSIFICATION

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

Capital Assets - Net of Accumulated Depreciation	\$ 112,116,598
Less:	
General Obligation Limited Tax Park Bonds of 2019	(7,535,000)
General Obligation Limited Tax Park Bonds of 2020	(2,230,000)
Unamortized Bond Premium	<u>(668,381)</u>
Net Investment in Capital Assets	<u>101,683,217</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - 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, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - 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	\$ 29,552	73,152	—	—	102,704
Prepays	60,664	40,591	—	—	101,255
	90,216	113,743	—	—	203,959
Restricted					
Property Tax Levies					
Audit	7,067	—	—	—	7,067
Liability Insurance	600,015	—	—	—	600,015
Illinois Municipal Retirement	395,843	—	—	—	395,843
Social Security	127,641	—	—	—	127,641
Paving and Lighting	253,960	—	—	—	253,960
Museum	47,501	—	—	—	47,501
Special Recreation	—	—	—	646,490	646,490
Debt Service	—	—	22,862	—	—
	1,432,027	—	22,862	646,490	2,078,517
Assigned					
Future Capital Projects	7,433,709	—	—	—	7,433,709
Unassigned					
General	3,000,000	—	—	—	3,000,000
Special Revenue	—	(113,743)	—	—	(113,743)
	3,000,000	(113,743)	—	—	2,886,257
Total Fund Balances	11,955,952	—	22,862	646,490	12,602,442

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2021

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, 2021:

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
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Flood/Except Zones A & V	\$1,000	\$1,000,000	\$100,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	\$1,000	\$1,000,000	\$50,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Course of Construction	\$1,000	Included	\$25,000,000
Tax Revenue Interruption	\$1,000	\$1,000,000	\$3,000,000/Reported Values
			\$1,000,000/Non-Reported Values
Business Interruption, Rental Income	\$1,000		\$100,000,000/Reported Values
			\$500,000/\$2,500,000/Non-Reported Values
Off Premises Service Interruption	24 Hours	N/A	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, 2021

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
Communicable Disease	\$1,000/ \$5,000	\$5,000,000	\$250,000/Claim/Aggregate;
			\$5,000,000 Aggregate All Members
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			\$1,000,000 Aggregate Policy Limit
Outbreak Suspension	24 Hours	N/A	\$5,000/\$25,000/Day All Locations
			\$150,000/\$500,000 Aggregate
Workplace Violence Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
Fungus Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA			
LIABILITY COVERAGE			
Breach Response	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption due to			
System Failure	8 Hours	\$100,000	\$250,000/Occurrence/Annual Aggregate
Dependent Business Loss	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Liability	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
eCrime	\$1,000	\$100,000	\$50,000/Occurrence/Annual Aggregate
Criminal Reward	\$1,000	\$100,000	\$50,000/Occurrence/Annual Aggregate
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

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) - Continued

Coverage	Member Deductible	PDRMA Self- Insured Retention	Limits
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 Excess of any other
			Collectible Insurance
UNDERGROUND STORAGE TANK LIABILITY			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking
			Underground Tank Fund
UNEMPLOYMENT COMPENSATION			
Unemployment Compensation	N/A	N/A	Statutory

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, 2021

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, 2020 and the statement of revenues and expenses for the period ending December 31, 2020. The District's portion of the overall equity of the pool is 2.826% or \$1,603,830.

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

Since 89.98% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

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, 2021

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, 2020 and the statement of revenues and expenses for the period ending December 31, 2020.

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

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

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, 2021

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 \$750,659 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, 2021

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.

Plan Membership. As of December 31, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	138
Inactive Plan Members Entitled to but not yet Receiving Benefits	234
Active Plan Members	<u>96</u>
Total	<u><u>468</u></u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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, 2021, the District's contribution was 7.43% of covered payroll.

Net Pension (Asset). The District's net pension (asset) was measured as of December 31, 2021. The total pension liability used to calculate the net pension (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

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

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

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, 2021

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	25.00%	2.00%
Domestic Equities	39.00%	5.00%
International Equities	15.00%	5.75%
Real Estate	10.00%	5.90%
Blended	10.00%	4.30% - 8.10%
Cash and Cash Equivalents	1.00%	1.70%

Discount Rate

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

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension (asset) to changes in the discount rate. The table below presents the net pension (asset) of the District calculated using the discount rate as well as what the District's net pension (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 (Asset)	\$ (3,990,318)	(7,938,342)	(10,977,892)

NORTHBROOK PARK DISTRICT, ILLINOIS**Notes to the Financial Statements****December 31, 2021****NOTE 4 - OTHER INFORMATION - Continued****EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued****Illinois Municipal Retirement Fund (IMRF) - Continued****Changes in the Net Pension (Asset)**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2020	\$ 35,003,379	38,816,053	(3,812,674)
Changes for the Year:			
Service Cost	461,133	—	461,133
Interest on the Total Pension Liability	2,483,426	—	2,483,426
Changes of Benefit Terms	—	—	—
Difference Between Expected and Actual Experience of the Total Pension Liability	(293,810)	—	(293,810)
Changes of Assumptions	—	—	—
Contributions - Employer	—	377,339	(377,339)
Contributions - Employees	—	228,756	(228,756)
Net Investment Income	—	6,582,280	(6,582,280)
Benefit Payments, Including Refunds of Employee Contributions	(1,959,587)	(1,959,587)	—
Other (Net Transfer)	—	(411,958)	411,958
Net Changes	691,162	4,816,830	(4,125,668)
Balances at December 31, 2021	35,694,541	43,632,883	(7,938,342)

NORTHBROOK PARK DISTRICT, ILLINOIS**Notes to the Financial Statements****December 31, 2021****NOTE 4 - OTHER INFORMATION - Continued****EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued****Illinois Municipal Retirement Fund (IMRF) - Continued****Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended December 31, 2021, the District recognized pension revenue of \$1,454,109. At December 31, 2021, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ —	(147,554)	(147,554)
Change in Assumptions	—	(37,452)	(37,452)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(5,168,965)	(5,168,965)
Total Deferred Amounts Related to IMRF	—	(5,353,971)	(5,353,971)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (1,327,910)
2023	(1,983,296)
2024	(1,276,343)
2025	(766,422)
2026	—
Thereafter	—
Total	(5,353,971)

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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, 2021, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	—
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>42</u>
Total	<u><u>42</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of September 30, 2021, and was determined by an actuarial valuation as of December 31, 2021.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the September 30, 2021 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, 2021

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	2.26%
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, 2021 valuation were based on the results of an actuarial experience study as of September 30, 2021.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2020	<u>\$ 157,107</u>
Changes for the Year:	
Service Cost	14,265
Interest on the Total OPEB Liability	3,307
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	126,376
Changes of Assumptions or Other Inputs	(97,797)
Benefit Payments	(2,263)
Other Changes	—
Net Changes	<u>43,888</u>
Balance at December 31, 2021	<u>200,995</u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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 2.26%, while the prior valuation used 2.21%. 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 (1.26%)	Current Discount Rate (2.26%)	1% Increase (3.26%)
Total OPEB Liability	\$	219,216	200,995	183,646

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	\$	171,299	200,995	237,030

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

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, 2021, the District recognized OPEB expense of \$14,570. At December 31, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 131,395	(52,923)	78,472
Change in Assumptions	16,217	(108,708)	(92,491)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Expenses to be Recognized in Future Periods	147,612	(161,631)	(14,019)
Contributions Made Subsequent to the Measurement Date	605	—	605
Total Deferred Amounts Related to OPEB	148,217	(161,631)	(13,414)

\$605 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended December 31, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (2,397)
2023	(2,397)
2024	(2,397)
2025	(2,397)
2026	(2,397)
Thereafter	(2,034)
Total	(14,019)

NORTHBROOK PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

SUBSEQUENT EVENT

On January 26, 2022, the Village issued \$7,450,000 of General Obligation Limited Tax Park Bonds, Series 2022, due in annual installments of \$965,000 to \$1,940,000, plus interest at 4.00% through December 1, 2026.

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
- Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
Recreation - Special Revenue Fund

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, 2021

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 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%
2021	377,339	377,339	—	5,081,248	7.43%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	22 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.50%
Salary Increases	3.35% - 14.25%
Investment Rate of Return	7.25%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015).

Note:

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

NORTHBROOK PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

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

December 31, 2021

	12/31/2015
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	29,692,228
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	27,345,985
Employer's Net Pension Liability/(Asset)	\$ 2,346,243
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.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2014 through 2021. Changes in assumptions related to the demographics were made in 2014 and 2017.

12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/30/2020	12/31/2021
546,384	556,493	513,210	529,891	533,993	461,133
2,191,789	2,301,132	2,272,227	2,291,048	2,429,625	2,483,426
—	—	—	—	—	—
192,168	(713,448)	(621,348)	993,498	(22,407)	(293,810)
(37,130)	(954,233)	872,670	—	(241,770)	—
(1,405,092)	(1,553,661)	(1,553,738)	(1,927,877)	(1,882,273)	(1,959,587)
1,488,119	(363,717)	1,483,021	1,886,560	817,168	691,162
29,692,228	31,180,347	30,816,630	32,299,651	34,186,211	35,003,379
31,180,347	30,816,630	32,299,651	34,186,211	35,003,379	35,694,541
507,755	494,596	512,288	355,006	377,749	377,339
242,198	245,000	239,834	257,864	238,242	228,756
1,864,020	5,090,784	(1,792,020)	5,691,642	5,043,880	6,582,280
(1,405,092)	(1,553,661)	(1,553,738)	(1,927,877)	(1,882,273)	(1,959,587)
290,074	(805,110)	433,491	502,393	3,023	(411,958)
1,498,955	3,471,609	(2,160,145)	4,879,028	3,780,621	4,816,830
27,345,985	28,844,940	32,316,549	30,156,404	35,035,432	38,816,053
28,844,940	32,316,549	30,156,404	35,035,432	38,816,053	43,632,883
2,335,407	(1,499,919)	2,143,247	(849,221)	(3,812,674)	(7,938,342)
92.51%	104.87%	93.36%	102.48%	110.89%	122.24%
5,278,121	5,346,995	5,233,091	5,482,227	5,203,151	5,081,248
44.25%	(28.05%)	40.96%	(15.49%)	(73.28%)	(156.23%)

NORTHBROOK PARK DISTRICT, ILLINOIS

Retiree Benefits Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2021

	12/31/2018	12/31/2019	12/31/2020	12/31/2021
Total OPEB Liability				
Service Cost	\$ 13,072	12,280	13,969	14,265
Interest	6,161	7,377	6,175	3,307
Changes in Benefit Terms	—	—	—	—
Differences Between Expected and Actual				
Experience	—	17,086	(64,281)	126,376
Change of Assumptions or Other Inputs	(8,973)	22,178	(13,110)	(97,797)
Benefit Payments	(2,172)	(2,324)	(7,607)	(2,263)
Other Changes	—	—	—	—
Net Change in Total OPEB Liability	8,088	56,597	(64,854)	43,888
Total OPEB Liability - Beginning	157,276	165,364	221,961	157,107
Total OPEB Liability - Ending	165,364	221,961	157,107	200,995
Covered-Employee Payroll	\$ 261,259	3,122,604	3,352,548	3,436,362
Total OPEB Liability as a Percentage of				
Covered-Employee Payroll	63.30%	7.11%	4.69%	5.85%

Notes:

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

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Changes of Assumptions. Changes of assumptions related to the discount rate were made in 2018 through 2021.

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, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues			
Taxes			
Property Taxes	\$ 6,726,600	6,726,600	6,741,086
Intergovernmental			
Replacement Taxes	182,500	182,500	368,831
Grants	500,000	500,000	539,869
Interest	75,000	75,000	66,376
Donations and Miscellaneous	170,336	170,336	435,346
Total Revenues	7,654,436	7,654,436	8,151,508
Expenditures			
General Government			
Salaries and Benefits	4,410,171	4,410,171	3,826,497
Contractual Services	1,616,116	1,616,116	1,281,772
Repairs	66,670	66,670	44,968
Materials	413,811	413,811	282,535
Capital Outlay	11,601,039	11,601,039	9,932,983
Total Expenditures	18,107,807	18,107,807	15,368,755
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,453,371)	(10,453,371)	(7,217,247)
Other Financing Sources (Uses)			
Transfers In	—	—	1,258,672
Transfers Out	(66,874)	(66,874)	—
Total Transfers	(66,874)	(66,874)	1,258,672
Net Change In Fund Balance	(10,520,245)	(10,520,245)	(5,958,575)
Fund Balance - Beginning			17,914,527
Fund Balance - Ending			11,955,952

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, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Revenues			
Taxes			
Property Taxes	\$ 2,600,000	2,600,000	2,632,775
Intergovernmental			
Grants	10,300	10,300	10,300
Charges for Services			
Retail Sales	182,892	182,892	155,465
Facility Rentals	1,211,886	1,211,886	1,016,721
Recreation Activity	6,661,354	6,661,354	4,472,271
Donations and Miscellaneous	46,396	46,396	33,524
Total Revenues	10,712,828	10,712,828	8,321,056
Expenditures			
Recreation			
Salaries and Benefits	4,873,169	4,873,169	4,555,272
Contractual Services	1,739,762	1,739,762	1,615,067
Repairs	95,950	95,950	83,969
Materials	776,116	776,116	778,783
Park Services	32,130	32,130	29,293
Total Expenditures	7,517,127	7,517,127	7,062,384
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,195,701	3,195,701	1,258,672
Other Financing (Uses)			
Transfers Out	—	—	(1,258,672)
Net Change in Fund Balance	3,195,701	3,195,701	—
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, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 2,263,328	2,263,328	2,291,861
Expenditures			
Debt Service			
Principal Retirement	1,911,200	1,911,200	1,850,000
Interest and Fiscal Charges	419,002	419,002	418,999
Total Expenditures	2,330,202	2,330,202	2,268,999
Excess (Deficiency) of Revenues Over (Under) Expenditures	(66,874)	(66,874)	22,862
Other Financing Sources			
Transfers In	66,874	66,874	—
Net Change in Fund Balance	—	—	22,862
Fund Balance - Beginning			—
Fund Balance - Ending			22,862

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, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Taxes			
Property Taxes	\$ 950,000	950,000	961,976
Expenditures			
Recreation			
Contractual Services	798,437	798,437	786,183
Capital Outlay	58,000	58,000	111,133
Total Expenditures	856,437	856,437	897,316
Net Change in Fund Balance	<u>93,563</u>	<u>93,563</u>	64,660
Fund Balance - Beginning			<u>581,830</u>
Fund Balance - Ending			<u>646,490</u>

SUPPLEMENTAL SCHEDULES

NORTHBROOK PARK DISTRICT, ILLINOIS

Long-Term Debt Requirements

General Obligation Limited Tax Park Bonds of 2019

December 31, 2021

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
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>3,247,468</u>	<u>10,782,468</u>		<u>1,623,734</u>		<u>1,623,734</u>

NORTHBROOK PARK DISTRICT, ILLINOIS**Long-Term Debt Requirements****General Obligation Limited Tax Park Bonds of 2020****December 31, 2021**

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
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>2,230,000</u>	<u>447,450</u>	<u>2,677,450</u>		<u>223,725</u>		<u>223,725</u>

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive 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, 2021 (Unaudited)**

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years December 31, 2021 (Unaudited)

	4/30/2013	4/30/2014	4/30/2015
Governmental Activities			
Net Investment in Capital Assets	\$ 78,000,309	78,350,561	79,274,309
Restricted	1,089,897	1,346,550	1,666,972
Unrestricted	7,991,572	10,180,011	11,995,779
Total Governmental Activities	87,081,778	89,877,122	92,937,060

Data Source: Audited Financial Statements

4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
80,546,190	81,851,329	83,943,187	85,056,553	83,767,116	92,258,575	101,683,217
2,002,825	2,492,092	1,927,739	1,955,730	2,355,725	2,484,887	2,078,517
14,664,773	16,842,242	13,820,245	15,618,804	20,218,209	16,125,315	12,535,535
97,213,788	101,185,663	99,691,171	102,631,087	106,341,050	110,868,777	116,297,269

NORTHBROOK PARK DISTRICT, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years December 31, 2021 (Unaudited)

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

Data Source: Audited Financial Statements

4/30/2016	4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
6,440,609	6,506,994	4,949,149	6,397,600	5,948,037	6,161,926	4,714,878
12,614,633	12,085,106	8,865,244	11,563,762	12,729,381	7,571,724	9,225,282
45,167	63,572	27,652	20,335	149,456	458,285	357,749
19,100,409	18,655,672	13,842,045	17,981,697	18,826,874	14,191,935	14,297,909
9,365,679	9,454,443	7,522,760	9,361,228	9,674,598	3,841,871	5,644,457
—	—	—	—	—	—	10,300
—	—	—	—	—	—	539,869
9,365,679	9,454,443	7,522,760	9,361,228	9,674,598	3,841,871	6,194,626
(9,734,730)	(9,201,229)	(6,319,285)	(8,620,469)	(9,152,276)	(10,350,064)	(8,103,283)
11,982,722	11,881,064	4,200,944	10,878,409	11,627,924	11,802,070	12,627,698
185,866	222,097	126,825	189,082	235,076	716,594	368,831
105,022	171,186	128,822	320,098	632,296	448,146	66,376
1,634,364	898,757	368,202	330,072	366,943	1,910,981	468,870
13,907,974	13,173,104	4,824,793	11,717,661	12,862,239	14,877,791	13,531,775
4,173,244	3,971,875	(1,494,492)	3,097,192	3,709,963	4,527,727	5,428,492

NORTHBROOK PARK DISTRICT, ILLINOIS**Fund Balances of Governmental Funds - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

	4/30/2013	4/30/2014	4/30/2015	4/30/2016
General Fund				
Nonspendable	\$ 82,223	65,203	65,660	67,496
Restricted	594,325	2,319,992	1,051,880	1,310,099
Assigned	—	—	—	16,452,625
Unassigned	8,378,599	10,650,526	12,502,730	3,500,000
Total General Fund	9,055,147	13,035,721	13,620,270	21,330,220
All Other Governmental Funds				
Nonspendable	225,773	226,130	224,823	205,581
Restricted	622,582	716,822	705,902	710,375
Assigned	—	—	—	—
Unassigned	(225,773)	(226,130)	(224,823)	(205,581)
Total All Other Governmental Funds	622,582	716,822	705,902	710,375
Total Governmental Funds	9,677,729	13,752,543	14,326,172	22,040,595

Data Source: Audited Financial Statements

4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
66,321	74,667	66,733	60,967	52,635	90,216
2,268,790	1,782,242	1,739,345	1,820,290	1,903,057	1,432,027
14,491,802	11,807,720	13,157,612	22,382,543	12,958,835	7,433,709
3,500,000	3,500,000	3,500,000	3,000,000	3,000,000	3,000,000
20,326,913	17,164,629	18,463,690	27,263,800	17,914,527	11,955,952
219,046	68,918	89,850	150,518	46,087	113,743
223,302	147,351	216,385	535,435	581,830	669,352
—	—	—	—	—	—
(219,046)	(68,918)	(89,850)	(150,518)	(46,087)	(113,743)
223,302	147,351	216,385	535,435	581,830	669,352
20,550,215	17,311,980	18,680,075	27,799,235	18,496,357	12,625,304

NORTHBROOK PARK DISTRICT, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years December 31, 2021 (Unaudited)

	4/30/2013	4/30/2014	4/30/2015	4/30/2016
Revenues				
Taxes	\$ 11,231,551	12,124,240	12,088,351	11,982,722
Intergovernmental	—	—	—	185,866
Charges for Services	8,774,070	8,916,448	9,290,410	9,365,679
Park Services	—	—	—	—
Interest Income	30,931	33,850	63,738	105,022
Donations and Miscellaneous	404,069	502,601	380,191	1,582,354
Total Revenues	20,440,621	21,577,139	21,822,690	23,221,643
Expenditures				
General Government	5,671,736	5,804,397	5,830,649	5,626,995
Recreation	9,384,473	9,300,031	9,342,790	9,300,595
Capital Outlay	3,411,246	2,792,329	2,380,682	3,028,312
Debt Service				
Principal	3,245,000	3,385,000	3,475,000	3,595,000
Interest and Fiscal Charges	393,985	268,570	235,694	66,318
Total Expenditures	22,106,440	21,550,327	21,264,815	21,617,220
Excess of Revenues Over (Under) Expenditures	(1,665,819)	26,812	557,875	1,604,423
Other Financing Sources (Uses)				
Debt Issuance	—	4,005,000	3,130,000	6,110,000
Premium on Debt Issuance	—	43,002	—	—
Payment to Escrow Agent	—	—	(3,114,246)	—
Transfers In	2,342,126	2,761,741	2,978,715	3,117,222
Transfers Out	(2,342,126)	(2,761,741)	(2,978,715)	(3,117,222)
	—	4,048,002	15,754	6,110,000
Net Change in Fund Balances	(1,665,819)	4,074,814	573,629	7,714,423
Debt Service as a Percentage of Noncapital Expenditures	18.84%	18.27%	18.58%	18.27%

Data Source: Audited Financial Statements

4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
11,881,064	4,200,944	10,878,409	11,627,924	11,802,070	12,627,698
222,097	126,825	189,082	235,076	716,594	919,000
9,412,611	7,491,390	9,325,694	9,641,410	3,824,314	5,644,457
41,832	31,370	35,534	33,188	17,557	—
171,186	128,822	320,098	632,296	448,146	66,376
898,757	368,202	330,072	366,943	1,910,981	468,870
22,627,547	12,347,553	21,078,889	22,536,837	18,719,662	19,726,401
5,753,746	4,473,964	5,663,820	5,767,299	5,507,588	5,435,772
9,243,288	6,685,664	9,323,283	9,675,271	6,208,835	7,848,567
5,478,100	2,346,934	2,641,502	5,793,829	20,254,524	10,044,116
3,580,000	2,035,000	2,060,000	1,900,000	1,795,000	1,850,000
62,793	44,226	22,189	272,772	473,617	418,999
24,117,927	15,585,788	19,710,794	23,409,171	34,239,564	25,597,454
(1,490,380)	(3,238,235)	1,368,095	(872,334)	(15,519,902)	(5,871,053)
—	—	—	9,435,000	5,875,000	—
—	—	—	556,494	342,024	—
—	—	—	—	—	—
3,873,396	3,479,691	3,056,302	3,197,870	768,555	1,258,672
(3,873,396)	(3,479,691)	(3,056,302)	(3,197,870)	(768,555)	(1,258,672)
—	—	—	9,991,494	6,217,024	—
(1,490,380)	(3,238,235)	1,368,095	9,119,160	(9,302,878)	(5,871,053)
18.27%	14.76%	11.25%	12.19%	15.46%	14.27%

NORTHBROOK PARK DISTRICT, ILLINOIS

Equalized Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years December 31, 2021 (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
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
2020	2,982,836,261	N/A	2,982,836,261	0.4263	8,948,509,678	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, 2021 (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, 2021 (Unaudited)

Name of Taxing Entity/Tax Levy Year	2011	2012	2013
Northbrook Park District			
Corporate	0.1120	0.1264	0.1431
Recreation	0.0960	0.1060	0.1182
Special Recreation	0.0170	0.0181	0.0205
Paving and Lighting	0.0050	0.0050	0.0050
Social Security	0.0210	0.0230	0.0268
Illinois Municipal Retirement	0.0210	0.0245	0.0296
Public Liability Insurance	0.0160	0.0183	0.0239
Audit	0.0010	0.0010	0.0011
Debt Service	0.1350	0.1485	0.1670
Total Direct Rate	0.4240	0.4708	0.5352
Cook County (Includes Health Facilities)	0.4620	0.5310	0.5600
Northfield Township (Includes General Assist)	0.0280	0.0330	0.0390
Village of Northbrook	0.4580	0.5240	0.6090
Northbrook Public Library	0.2690	0.3000	0.3590
Cook County Forest Preserve District	0.0580	0.0630	0.0690
Metropolitan Water Reclamation District	0.3200	0.3700	0.4170
Cook County Consolidated Election Board	0.0250	—	—
Northfield Road and Bridge	0.0410	0.0460	0.0530
Northfield Township High School 225	1.8190	2.0280	2.3410
Total with District	3.9040	4.3658	4.9822
Overlapping Governments			
School District 27	2.6670	2.9570	3.4120
School District 28	2.3390	2.6040	2.9620
School District 30	2.6410	2.9990	3.3810
School District 31	2.0180	2.5250	2.9460
Village of Deerfield (1)	0.6250	0.7400	0.8040
Village of Glenview (1)	0.7590	0.8290	0.9500
Oakton Community College District 535	0.1960	0.2190	0.2560

(1) Includes local library tax rate.

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

2014	2015	2016	2017	2018	2019	2020
0.1468	0.1598	0.1394	0.1588	0.1818	0.1770	0.2030
0.1167	0.1226	0.1029	0.0989	0.1009	0.0884	0.0889
0.0213	0.0224	0.0208	0.0204	0.0353	0.0356	0.0325
0.0050	0.0050	0.0042	0.0049	0.0050	0.0050	0.0050
0.0265	0.0278	0.0234	0.0209	0.0217	0.0170	0.0085
0.0314	0.0330	0.0277	0.0190	0.0175	0.0136	0.0068
0.0238	0.0250	0.0210	0.0152	0.0078	0.0034	0.0034
0.0011	0.0011	0.0009	0.0009	0.0009	0.0008	0.0008
0.1635	0.1717	0.0823	0.0792	0.0843	0.0752	0.0774
0.5361	0.5684	0.4226	0.4182	0.4552	0.4160	0.4263
0.5680	0.5520	0.5330	0.4960	0.4890	0.4540	0.4530
0.0390	0.0350	0.0240	0.0290	0.0310	0.0210	0.0290
0.6050	0.6760	0.6260	0.7150	0.7720	0.7640	0.7650
0.3570	0.3850	0.3290	0.3290	0.3470	0.3140	0.3110
0.0690	0.0690	0.0630	0.0620	0.0600	0.0590	0.0580
0.4300	0.4260	0.4060	0.4020	0.3960	0.3890	0.3780
—	—	—	0.0310	—	—	—
0.0540	0.0570	0.0490	0.0490	0.0520	0.0470	0.0470
2.3670	2.4930	2.1060	2.1020	2.2160	2.0060	2.0840
5.0251	5.2614	4.5586	4.6332	4.8182	4.4700	4.5513
3.4430	3.5690	3.0310	3.0310	3.2040	2.8610	2.9460
3.0090	3.2990	2.8480	2.8240	2.9700	2.6810	2.8050
3.2720	3.3940	2.8660	3.1930	3.3100	2.9870	3.1870
2.9110	2.9470	2.6990	2.7000	2.8420	2.5770	2.6720
0.9050	0.9220	0.8760	0.8335	0.8790	0.8850	0.9110
0.9480	1.0000	0.8360	0.8310	0.8520	0.7500	0.7660
0.2580	0.2710	0.2310	0.2320	0.2460	0.2210	0.2270

NORTHBROOK PARK DISTRICT, ILLINOIS

Principal Property Tax Payers - Prior Fiscal Year and Eight Fiscal Years Ago December 31, 2021 (Unaudited)

Taxpayer	12/31/2020			4/30/2012		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Jones Lang LaSalle	\$ 66,628,714	1	2.22%	\$ 62,336,039	2	2.31%
Willow Festival Regency	35,967,239	3	1.20%	108,995,767	1	4.04%
Westcoast Estates	50,126,474	2	1.67%	19,379,740	5	0.72%
Gateway Fairfiew Inc.	34,417,421	4	1.15%			
TGM Northshore LLC	21,941,652	6	0.73%			
UL LLC	28,858,297	5	0.96%			
Korman Lederer & Associates	20,064,166	7	0.67%	18,831,406	6	0.70%
Lake Cook Road & MidAmca	17,731,914	9	0.59%			
Crate & Barrel	19,415,973	8	0.65%			
Village Square of Northbrook	17,241,957	10	0.57%			
Thomson Tax & ACCT 207				27,186,272	3	1.02%
Underwriters Laboratory, Inc.				27,186,272	4	1.01%
Village Square of Northbrook				17,590,705	7	0.65%
Lake Cook & Mid America Asset Mgmt.				17,219,160	8	0.64%
400 Skokie Blvd LLC				15,385,525	9	0.57%
Walgreen Co				12,592,356	10	0.47%
	<u>312,393,807</u>		<u>10.41%</u>	<u>326,703,242</u>		<u>12.13%</u>

Data Source: Cook County Clerk's Offices

NORTHBROOK PARK DISTRICT, ILLINOIS

**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS**Property Tax Levies and Collections - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Tax Levy Year	Tax Extended Tax Levy (1)	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
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%
2020	12,719,905	11,494,377	90.37%

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		
\$	—	\$ 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%
	—	11,494,377	90.37%	1,225,528	9.63%

NORTHBROOK PARK DISTRICT, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Fiscal Year	Governmental Activities		Ratio of Total Outstanding Debt to Equalized Assessed Valuation (1)	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds				
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
12/31/2021		10,433,381	0.35%	N/A	296

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, 2021 (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)
4/30/2013	\$ 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
12/31/2021	10,433,381	—	10,433,381	0.12%	296

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, 2021 (Unaudited)

Governmental Unit	Gross Debt **	Percentage to Debt Applicable to District*	District's Share of Debt
Northbrook Park District	\$ 10,433,381	100.000%	\$ 10,433,381
Cook County	2,425,146,750	1.716%	41,608,693
Village of Northbrook	121,920,000	95.681%	116,654,521
Glenbrook High School District #225	53,670,000	48.836%	26,210,317
Metropolitan Water Reclamation District ***	2,660,393,416	1.745%	46,435,669
Cook County Forest Preserve District	69,785,000	1.716%	1,197,314
Village of Deerfield	51,350,000	6.906%	3,546,203
West Northfield School District #31	10,970,000	13.778%	1,511,431
Community Consolidated School District #21 - Wheeling	84,350,000	1.355%	1,143,067
Village of Glenview	22,530,000	0.252%	56,873
School District #30	41,615,000	69.948%	29,109,037
Community College District 512	254,770,000	0.145%	370,307
Community College District 535	45,110,000	11.510%	5,191,968
Township High School District 214	25,000,000	2.880%	72,034
Total Overlapping Debt	5,866,610,166		273,107,434
Total Direct and Overlapping Debt	5,877,043,547		283,540,815

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 2020 EAV's the most recent available.

**Does not include alternate revenue bonds. Under the Debt Reform Act, alternate revenue bonds are not included in the computation of indebtedness of the overlapping taxing bodies unless the taxes levied to pay the principal of and interest on the alternate revenue bonds are extended for collection.

*** Includes IEPA Revolving Loan Bonds in the amount of \$946,298,416.

NORTHBROOK PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years

December 31, 2021 (Unaudited)

See Following Page

NORTHBROOK PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years December 31, 2021 (Unaudited)

	4/30/2013	4/30/2014	4/30/2015	4/30/2016
Debt Limit	\$ 134,933,440	125,137,168	112,149,696	113,648,416
Total Net Debt Applicable to Limit	7,990,000	8,610,000	5,160,000	7,675,000
Legal Debt Margin	126,943,440	116,527,168	106,989,696	105,973,416
Total Net Debt Applicable to Limit as a Percentage of Debt Limit	5.92%	6.88%	4.60%	6.75%

Note: In 1978, the District passed a resolution to increase the legal debt margin to 5.00%.

Data Source: Audited Financial Statements

4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
108,194,894	128,843,326	134,129,240	131,395,572	150,048,721	149,141,813
4,095,000	2,060,000	—	7,535,000	11,615,000	9,765,000
104,099,894	126,783,326	134,129,240	123,860,572	138,433,721	139,376,813
3.78%	1.60%	—%	5.73%	7.74%	6.55%

Legal Debt Margin Calculation for the Year Ended December 31, 2021

Equalized Assessed Value (2020 Tax Levy Year)	\$ 2,982,836,261
Legal Debt Margin	<u>5.00%</u>
Debt Limit	149,141,813
Debt Applicable to Limit	
General Obligation Bonds	<u>9,765,000</u>
Legal Debt Margin	<u><u>139,376,813</u></u>
Total Outstanding Debt as a Percentage of Statutory Debt Limit	<u><u>6.55%</u></u>

NORTHBROOK PARK DISTRICT, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Fiscal Year	(1) Population	Equalized Assessed Value (EAV)	(3) Personal Income (in Thousands)	Per Capita EAV	Median Age	School Enrollment	(2) Unemployment Rate
4/30/2013	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%
12/31/2021	35,222	2,982,836,261	N/A	84,687	50.2	7,954	4.4%

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 Annual Comprehensive Financial Report

N/A - Not Available

NORTHBROOK PARK DISTRICT, ILLINOIS

Principal Employers - Prior Fiscal Year and Eight Fiscal Years Ago December 31, 2021 (Unaudited)

Employer	12/31/2020			4/30/2012		
	Employees	Rank	% of Total District Population	Employees	Rank	% of Total District Population
Allstate Corporation	6,000	1	17.03%	7,000	1	21.10%
Underwriters Laboratories	1,800	2	5.11%	2,000	2	6.03%
Astellas Pharma US, Inc.	1,300	3	3.69%			
Northbrook Court	1,000	4	2.84%	1,100	3	3.32%
Highland Banking	700	5	1.99%	530	6	1.60%
Crate & Barrel	673	6	1.91%	530	5	1.60%
United Parcel Service (UPS)	600	7	1.70%	800	4	2.41%
Euromarket Designs, Inc.	500	8	1.42%			
Wiss, Janney, Elstner Associates	200	9	0.57%	500	7	1.51%
Nestle Pizza Division	—	10	0.00%	200	8	0.60%
Potash Corp				200	9	0.60%
Totals	12,773		36.26%	12,860		38.77%

Data Sources:

Northbrook Chamber of Commerce and Industry

NORTHBROOK PARK DISTRICT, ILLINOIS**Government Employees by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	4/30/2013	4/30/2014	4/30/2015	4/30/2016
IMRF Eligible Employees				
Full-Time Employees	71	72	72	69
Seasonal Part-Time Employees	50	43	42	39
	121	115	114	108
Non-IMRF Eligible Employees				
Seasonal Part-Time Employees	195	200	216	208
General Government - Full-Time				
Park Operations	14	14	14	17
Recreation Operations	30	31	32	29
Golf Operations	9	9	9	8
Administration	18	18	17	15
	71	72	72	69
Total Number of Employees	316	315	330	316

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.

4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
70	70	69	67	61	71
41	15	16	15	6	18
111	85	85	82	67	89
216	127	114	130	59	139
18	19	19	19	18	21
30	30	30	30	25	31
9	8	8	6	6	6
13	13	12	12	12	13
70	70	69	67	61	71
327	212	199	212	126	228

NORTHBROOK PARK DISTRICT, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Function/Program	4/30/2013	4/30/2014	4/30/2015	4/30/2016
Population	33,170	33,170	33,170	33,170
Number of Programs Offered	2,877	2,111	2,150	2,155
Number of Program Participants	19,889	19,936	20,768	21,983
Number of Non-Resident Participants	3,475	3,312	3,775	3,878
Number of Golf Rounds	66,970	69,217	68,835	70,866
Number of Aquatic Visits	46,178	42,812	41,741	38,367

Data Source: District Records

4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
33,170	33,170	33,170	33,170	33,170	35,222
2,238	1,547	2,390	2,379	2,186	1,754
21,975	13,182	18,280	19,008	12,015	22,900
3,754	2,739	3,206	4,377	2,977	2,632
66,760	63,243	64,348	63,044	23,581	38,259
40,006	35,874	40,120	34,019	—	42,550

NORTHBROOK PARK DISTRICT, ILLINOIS

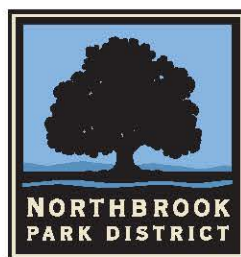
Capital Asset Statistics by Function/Program - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Function/Program	4/30/2013	4/30/2014	4/30/2015	4/30/2016
Facilities				
Baseball Diamonds	25	25	25	25
Soccer Fields	14	14	14	14
Football Fields	1	1	2	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	12	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	18	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	1	1	1
Field Hockey	N/A	N/A	N/A	6
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

4/30/2017	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021
25	24	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	19	19	19
2	2	2	2	2	2
1	1	1	1	N/A	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	N/A	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
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	6	6	6
N/A	N/A	N/A	N/A	1	3
N/A	N/A	N/A	N/A	1	1
N/A	N/A	N/A	N/A	1	1
N/A	N/A	N/A	N/A	3	3
N/A	N/A	N/A	N/A	2	2
N/A	N/A	N/A	N/A	4	4



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