



**MUNDELEIN PARK &
RECREATION DISTRICT**

Connecting Our Community



Annual Comprehensive Financial Report

For the Year Ended December 31, 2021

Administrative Offices

1401 N. Midlothian Road, Mundelein, IL 60060

847.566.0650

www.mundeleinparks.org



MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2021

Prepared by the Finance Department

Debra McInerney, Superintendent of Business Services and Technology

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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MUNDELEIN PARK AND RECREATION 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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Principal Officials

December 31, 2021

BOARD OF COMMISSIONERS

Wallace Frasier, President

Patrick McGrath, Vice President

Kevin Dolan, Commissioner

Ron Salski, Secretary

Bob Knudson, Treasurer

Jesse Ortega, Commissioner

ATTORNEY

Adam Simon, Ancel, Glink, Diamond

Laner Muchin, LTD

STAFF

Ron Salski, Executive Director

Debra McInerney, Superintendent of Business Services and Technology

OUR MISSION

Mundelein Park & Recreation District is committed to connecting the community with quality recreation through diverse programs, facilities and open space.

OUR VISION

To be the leader for environmental preservation, recreation activities and unique facilities for those we serve.

OUR VALUES

Excellence: Offering our customers an excellent product and an excellent customer experience

Fun: The Park District atmosphere for staff and customers will be fun and enjoyable

Honesty: Always striving to be straightforward and fair

Inclusive: Including all regardless of ability or culture

Integrity: Earning trust every day

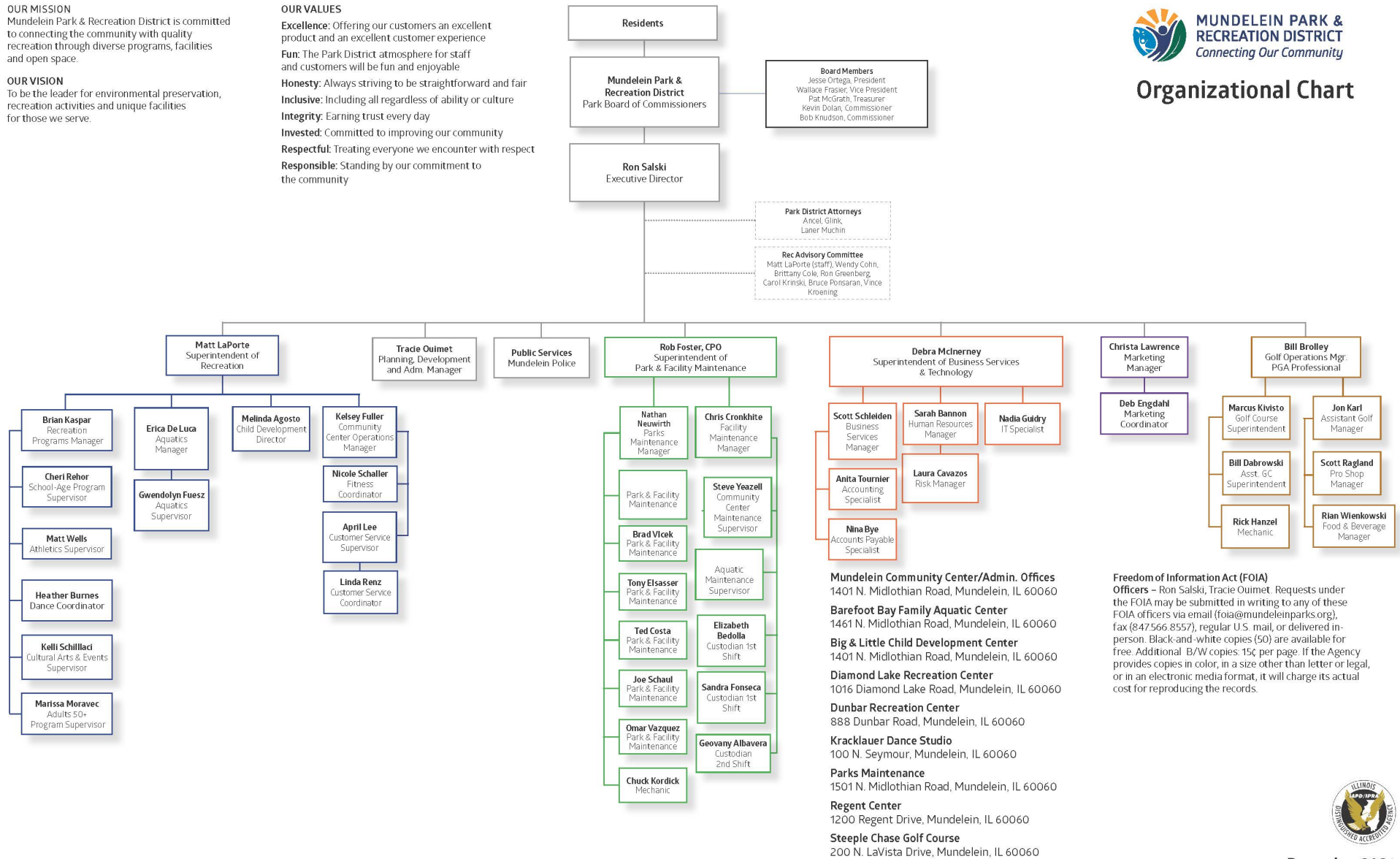
Invested: Committed to improving our community

Respectful: Treating everyone we encounter with respect

Responsible: Standing by our commitment to the community



Organizational Chart



Freedom of Information Act (FOIA)
Officers – Ron Salski, Tracie Ouimet. Requests under the FOIA may be submitted in writing to any of these FOIA officers via email (foia@mundeleinpark.org), fax (847.566.8557), regular U.S. mail, or delivered in-person. Black-and-white copies (50) are available for free. Additional B/W copies: 15¢ per page. If the Agency provides copies in color, in a size other than letter or legal, or in an electronic media format, it will charge its actual cost for reproducing the records.



December 2021



April 22, 2022

To the Board of Commissioners and Residents of the Mundelein Park & Recreation District:

State law requires that every general-purpose local government publish within six months of the close of their fiscal year, a complete set of audited financial statements. These statements are presented in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants. This report is published to fulfill that requirement for the fiscal year ended December 31, 2021.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds of the Mundelein Park & Recreation District. All disclosures necessary to enable the reader to gain an understanding of the District's activities have been included.

Financial Management and Control

The District has established a comprehensive set of internal controls that are designed to protect the District's assets from loss, theft, or misuse. These internal controls are also used to compile sufficient reliable information for the preparation of the District's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the District's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatements. Included with this report are all disclosures necessary to enable the reader to gain the maximum understanding of the Park District's financial affairs. The District has several policies to monitor and control spending. Monthly financial reports are provided to the Board with a Balance Sheet and Income Statement as well as a Treasurer's Report showing cash and investments as well as fund balances. An emergency appropriation policy requires the Executive Director to be granted Board approval to contract or purchase materials, equipment or services necessary to protect the health or safety of park users and employees. If such action requires amending the budget, the Board will take action to make such adjustments. The legal level of budgetary control is at the fund level.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and is meant to be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

1401 N. Midlothian Road
Mundelein, IL 60060
847.566.0650
mundeleinparks.org

Barefoot Bay Family Aquatic Center
Big & Little Child Development Center
Diamond Lake Recreation Center
Dunbar Recreation Center
Kracklauer Dance Studio
Mundelein Community Center

Mundelein Heritage Museum
NovaCare Fitness Center
Regent Center
Spray Park
Steeple Chase Golf Club



District Profile

The Mundelein Park & Recreation District is located 34 miles northwest of Chicago in Lake County, Illinois. The District serves all residents of the Village of Mundelein, as well as residents of certain subdivisions in unincorporated Lake County and one subdivision in the Village of Long Grove. The District encompasses 12.3 miles and has a population of 37,687. The area is nearly fully developed with only 10.78 percent of the area assessed as unimproved/undeveloped.

Ethnically, the Village is fairly diverse. The Hispanic population is significantly above the State average, but the African-American population is significantly below the State average.

The District was established in 1954 and is governed by a Board-Manager form of government and provides recreation services and opportunities to all residents of the District and non-residents who choose to participate in programs. To accomplish this, the District developed a mission statement, “The Mundelein Park & Recreation District is committed to connecting the community with quality recreation through diverse programs, facilities and open space.”

The District provides a full range of services that include recreation programming, park management, recreation facility management, preservation of open space and general administration. Recreation facilities include 34 park sites totaling 735 acres of park land, as well as, an aquatic park, community center, golf course, museum, senior center, dance studio, boat launch and beach.

Mission

The Mundelein Park & Recreation District is committed to connecting the community with quality recreation through diverse programs, facilities and open space.

Economic Condition and Outlook

The District saw rapid growth between 1990 and 2000 when the population increased from 21,215 to 30,935 (46%). Over the next decade, growth slowed but there was a housing growth spurt with the development of Grand Dominion, an “active adult community.” In 2007 there were 406 single family new house construction permits issued. In 2010, permits dropped to 49. New housing in the District was on the rise in 2016, including a residential 40-unit multi-family building in the downtown, a new subdivision of 77 single-family homes, and a 36-unit apartment building on Diamond Lake. In 2017, the District budgeted for \$100,000 for “developer donations” for the construction of new homes. The actual amount collected was \$192,766. Compared to the rest of Illinois, Mundelein’s median household income and value are above average, as is the percentage of residents with a bachelor’s degree or higher.

The early part of the past decade the EAV had measurable growth, however from 2009 through 2014 the EAV declined. Beginning in 2015, EAV started to increase slightly. Residential development continues to expand in the District boundaries and District has secured Developer Donation agreements. Additional Impact Fees are anticipated to be received within two years.

Tax Year	EAV	Increase (Decrease)
2008	\$ 1,096,084,600	6.00%
2009	1,095,907,198	(0.02%)
2010	1,053,833,563	(3.84%)
2011	997,178,188	(5.38%)
2012	905,408,941	(9.20%)
2013	851,643,258	(5.94%)
2014	825,980,952	(3.01%)
2015	849,410,765	2.84%
2016	903,497,303	6.37%
2017	950,637,987	5.22%
2018	980,495,130	3.14%
2019	1,039,586,757	6.03%
2020	1,052,808,528	1.27%

Financial Policies

Due to COVID-19, the economy experienced significant challenges. The District has in place cash reserve policies to ensure funds are available for future operating, emergency and cash flow needs. Additionally, the District has set a policy that determines a goal of no more than 45% of revenue will be realized from property taxes in funds that are restricted by the tax cap. In 2021, the District achieved this goal with 44.1% of revenue being from property taxes. In 2010, the District developed its Capital Asset Replacement Plan to plan for the eventual replacement of all capital assets and been funding specific capital needs over the last 10 years. The document will be updated within the Comprehensive Master Plan process.

Planning

The District has started updating its Comprehensive Master Plan and seeking opportunities to keep advancing the District. The Americans with Disabilities Act Transition Plan is reviewed during the budget process to ensure the highest priority modifications are included to allow patrons with disabilities to enjoy programs and facilities. The Capital Asset Replacement Plan is also reviewed to make sure capital equipment is replaced at the end of its useful life. This enables the District to operate programs and facilities more efficiently. The District started identifying two types of Capital Plans: Capital Maintenance Plan and Capital Development Plan. The District has started distinguishing capital projects within the appropriate plan. Additionally, the District has started a five-year financial forecast process to outline priorities

Major Initiatives

The District had great success in 2021 during a pandemic undertaking projects and being recognized that included:

- Awarded the Certificate of Achievement for Excellence in Financial Reporting by the Government Finance Officers Association for the 2020 Annual Comprehensive Financial Report
- Replaced significant portion of Steeple Chase Maintenance parking lot
- Replaced Big and Little parking lot.
- Received AllenForce Award
- Received the following awards from the IAPD/IPRA Agency Showcase:
 - 3rd Place Overall Agency Showcaes
 - 1st Place Website Design
 - 1st Place Special Category: Hindsight is 20/21
 - 3rd Place Brochure Design
 - 2nd Place Paid Advertisement

Independent Audit

State statutes require an annual audit by independent certified public accountants. The firm of Lauterbach & Amen, LLP was selected by the Park Board of Commissioners to conduct the 2021 fiscal year audit. The auditor's report on the basic financial statements is included in the financial section of this report.

Awards and Acknowledgments

The December 31, 2020 fiscal year marked the tenth year the District applied for and received the Government Finance Officers Association of the United States and Canada (GFOA) Certificate of Achievement for Excellence in Financial Reporting for its annual comprehensive financial report. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both the generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report meets the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine its eligibility for a certificate.

In closing, we thank the Board of Commissioners for their continued leadership and support of the efforts of the entire staff of the Mundelein Park & Recreation District.

Sincerely,



Ron Salski
Executive Director



Debra McNerney
Superintendent of Business Services & Technology



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Mundelein Park & Recreation 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 Schedule

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

April 22, 2022

Members of the Board of Commissioners
Mundelein Park and Recreation District
Mundelein, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Mundelein Park and Recreation 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 Mundelein Park and Recreation 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 Mundelein Park and Recreation 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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

Our discussion and analysis of the Mundelein Park and Recreation District's (the District) financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2021. Please read it in conjunction with the District's transmittal letter and the financial statements.

FINANCIAL HIGHLIGHTS

- The District's net position increased as a result of this year's operations. Net position of the governmental activities increased by \$1,610,294 or 3.8 percent.
- During the year, government-wide revenues totaled \$11,185,078, while expenses totaled \$9,574,784 resulting in an increase to net position of \$1,610,294.
- The District's net position totaled \$44,406,142 on December 31, 2021, which includes \$40,186,696 net investment in capital assets, \$742,489 subject to external restrictions, and \$3,476,957 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported a surplus this year of \$653,447, resulting in ending fund balance of \$3,073,937, an increase of 27.0 percent.
- The District retired \$482,207 in outstanding long-term debt during the year and issued \$156,621 in new debt.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business.

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's parks and recreation facilities, is needed to assess the overall health of the District.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements - Continued

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and charges for services. The governmental activities of the District include general government and culture and recreation.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are considered governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing 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 governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Recreation, Debt Service and Capital Projects Funds, which are all considered major funds.

The District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the 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 I.M.R.F. employee pension obligations, the District's total OPEB obligations, as well as budgetary comparison schedules for the General Fund and Recreation Fund.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred outflows by \$44,406,142.

	Net Position	
	2021	2020
Current and Other Assets	\$ 13,277,057	10,310,620
Capital Assets	42,778,305	43,230,218
Total Assets	56,055,362	53,540,838
Deferred Outflows	373,522	168,244
Total Assets and Deferred Outflows	56,428,884	53,709,082
Long-Term Debt	2,345,299	3,342,825
Other Liabilities	2,282,659	1,511,483
Total Liabilities	4,627,958	4,854,308
Deferred Inflows	7,394,784	6,284,167
Total Liabilities and Deferred Inflows	12,022,742	11,138,475
Net Position		
Net Investment in Capital Assets	40,186,696	40,255,705
Restricted	742,489	706,478
Unrestricted	3,476,957	1,833,665
Total Net Position	44,406,142	42,795,848

A large portion of the District's net position, \$40,186,696, or 90.5 percent, reflects its net investment in capital assets (for example, land, 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 citizens; 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, \$742,489, or 1.7 percent, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining 7.8 percent, or \$3,476,957, represents unrestricted net position and may be used to meet the District's ongoing obligations to citizens and creditors.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Management's Discussion and Analysis****December 31, 2021****GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued**

	Changes in Net Position	
	2021	2020
Revenues		
Program Revenues		
Charges for Services	\$ 5,618,561	3,376,193
Operating Grants/Contributions	229,278	428,475
General Revenues		
Property Taxes	4,924,579	4,663,455
Replacement Taxes	151,048	86,042
Other General Revenues	261,612	154,211
Total Revenues	11,185,078	8,708,376
Expenses		
General Government	754,465	822,007
Culture and Recreation	8,758,670	7,211,347
Interest on Long-Term Debt	61,649	73,829
Total Expenses	9,574,784	8,107,183
Change in Net Position	1,610,294	601,193
Net Position - Beginning	42,795,848	42,194,655
Net Position-Ending	44,406,142	42,795,848

Net position of the District's governmental activities increased by 3.8 percent (\$42,795,848 in 2020 compared to \$44,406,142 in 2021). Entity-wide adjustments for capital assets (capital outlay, depreciation expense, and the net effect of disposals) were greater than the adjustments for long-term debt (compensated absences net activity, net pension liability, total OPEB liability, principal retirement, and debt issuance). Numbers related to these entity-wide adjustments can be found in the reconciliation of the statement of revenues, expenditures and changes in fund balances to the statement of activities in the basic financial statements. Unrestricted net position, the portion of net position that can be used to finance day-to-day operations without constraints, totaled \$3,476,957 at December 31, 2021, and increased from the prior year.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

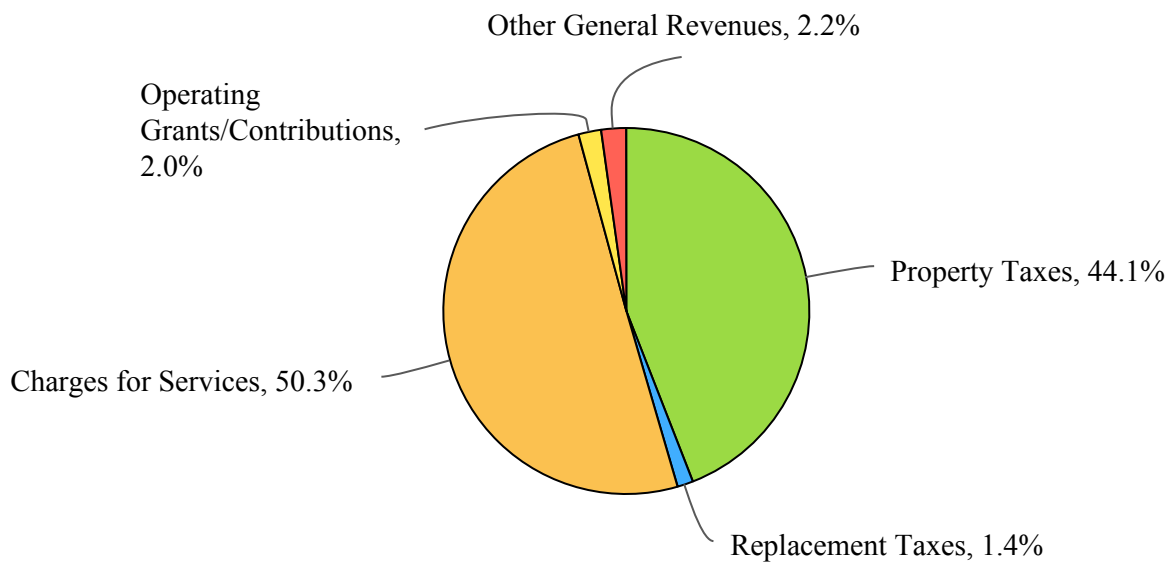
GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities

Revenues for governmental activities totaled \$11,185,078, while the cost of all governmental functions totaled \$9,574,784. This resulted in a surplus of \$1,610,294. In 2020, revenues of \$8,708,376 exceeded expenses of \$8,107,183, resulting in a surplus of \$601,193. Most notably, revenues in the current year increased \$2,476,702 or 28.4 percent due to the loosening of the Covid-19 restrictions that were in the place during the fiscal year 2020 and allowing for more activities and participation in fiscal year 2021.

The following table graphically depicts the major revenue sources of the District. It depicts very clearly the reliance of property taxes and charges for services to fund governmental activities. It also clearly identifies the less significant percentage the District receives from replacement taxes and other general revenues.

Revenues by Source - Governmental Activities



MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

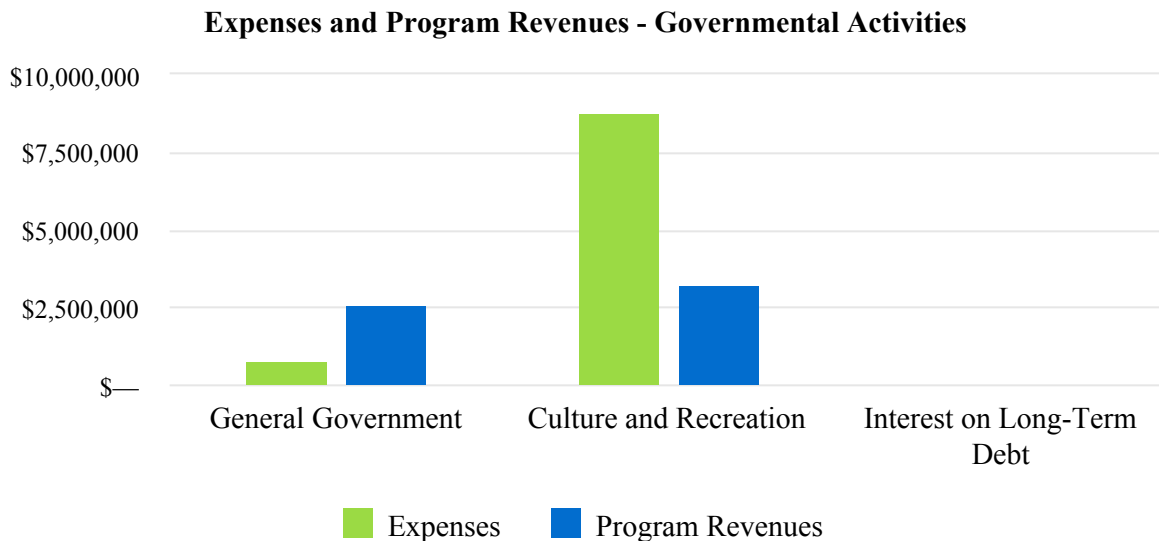
Management's Discussion and Analysis

December 31, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities - Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, 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.

The District's governmental funds reported combining ending fund balances of \$5,337,265, which is an increase of \$975,405, or 22.4 percent, from last year's total of \$4,361,860. Of the \$5,337,265, \$2,423,328, or approximately 45.4 percent, of the fund balance constitutes unassigned fund balance.

The General Fund reported a surplus in fund balance for the year of \$653,447, an increase of 27.0 percent. Revenues came in \$526,750 over budget and the District was budgeting for a decrease in fund balance of \$356,777. The operating increase to the fund was \$1,053,248 and this increase was due to overall operating cost controlling measures and actual revenues exceeding budgeted by \$526,750.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

Governmental Funds - Continued

The General Fund is the chief operating fund of the District. At December 31, 2021, unassigned fund balance in the General Fund was \$2,423,328, which represents 78.8 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents 52.5 percent of total General Fund expenditures.

At December 31, 2021, the Recreation Fund had an increase in fund balance of \$340,822. The District budgeted for a decrease in the Recreation fund balance of \$108,661. The actual increase to the fund balance was due to an increase in revenue for services as a result of loosening of the Covid-19 restrictions.

The Debt Service Fund had an increase in fund balance of \$8,875. Ending fund balance of \$150,605 is restricted to future debt service related expenditures.

The Capital Projects Fund had a decrease in fund balance of \$27,739. This decrease was due to catching up on projects delayed in 2020 due to the pandemic. Assigned fund balance of \$424,992 will be used to fund future capital needs of the District as determined through the annual budget process.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund actual revenues for the year totaled \$5,670,140 compared to budgeted revenues of \$5,143,390. Charges for services were \$435,126 over budget. General Fund actual expenditures for the year were \$483,275 under budget (\$4,616,892 actual compared to \$5,100,167 budgeted). The general government and culture and recreation functions' actual expenditures were lower than budgeted due to overall cost controlling measures.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of December 31, 2021 was \$42,778,305 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, infrastructure, machinery and equipment, and licensed vehicles.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued

Capital Assets - Continued

	Capital Assets - Net of Depreciation	
	2021	2020
Land	\$ 20,973,884	20,973,884
Construction in Progress	58,143	—
Land Improvements	2,382,293	2,285,584
Buildings	17,213,005	17,776,240
Infrastructure	199,252	202,878
Machinery and Equipment	1,822,408	1,800,632
Licensed Vehicles	129,320	156,121
Total	42,778,305	43,195,339

This year's major additions included:

Construction in Progress	\$ 58,143
Land Improvements	323,350
Buildings	17,100
Licensed Vehicles	245,017
	<u>643,610</u>

Additional information on the District's capital assets can be found in Note 3 of this report.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Management's Discussion and Analysis

December 31, 2021

CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued

Debt Administration

At year-end, the District had total outstanding debt of \$2,479,414 as compared to \$2,805,000 the previous year, a decrease of \$325,586. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding	
	2021	2020
Capital Leases	\$ 104,414	—
General Obligation Bonds	2,375,000	2,805,000
	<u>2,479,414</u>	<u>2,805,000</u>

The District maintains an Aa2 rating from Moody's for general obligation debt. State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 2.875 percent of its total assessed valuation. The current debt limit for the District is \$30,268,245. Additional information on the District's long-term debt can be found in Note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The District's elected and appointed officials considered many factors when setting the fiscal-year 2022 budget, tax rates, and fees that will be charged for its governmental activities. One of those factors is the economy, including unemployment rates, CPI, etc. In consideration of the economy, the District recognizes there may be continued impacts from the COVID-19 pandemic throughout the year, and has set the budget with that in mind.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Department of Business Services & Technology, Mundelein Park and Recreation District, 1401 Midlothian Road, Mundelein, Illinois 60060.

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.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Statement of Net Position

December 31, 2021

See Following Page

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Statement of Net Position

December 31, 2021

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Investments	\$ 5,944,397
Receivables - Net of Allowances	6,139,772
Inventories	27,497
Prepays	49,898
Total Current Assets	<u>12,161,564</u>
Noncurrent Assets	
Nondepreciable Capital Assets	21,032,027
Depreciable Capital Assets	41,011,056
Accumulated Depreciation	<u>(19,264,778)</u>
	42,778,305
Other Assets	
Net Pension Asset - IMRF	<u>1,115,493</u>
Total Noncurrent Assets	<u>43,893,798</u>
Total Assets	<u>56,055,362</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	360,142
Deferred Items - RBP	<u>13,380</u>
Total Deferred Outflows of Resources	<u>373,522</u>
Total Assets and Deferred Outflows of Resources	<u>56,428,884</u>

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

		Governmental
LIABILITIES		Activities
Current Liabilities		
Accounts Payable	\$	347,631
Accrued Payroll		175,146
Retainage Payable		6,464
Deposit Payables		6,450
Accrued Interest Payable		2,969
Other Payables		1,197,108
Current Portion of Long-Term Debt		546,891
Total Current Liabilities		<u>2,282,659</u>
Noncurrent Liabilities		
Compensated Absences Payable		108,978
Total OPEB Liability - RBP		164,358
Capital Leases		52,207
General Obligation Bonds Payable - Net		2,019,756
Total Noncurrent Liabilities		<u>2,345,299</u>
Total Liabilities		<u>4,627,958</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes		5,091,500
Deferred Items - IMRF		2,233,680
Deferred Items - RBP		69,604
Total Deferred Inflows of Resources		<u>7,394,784</u>
Total Liabilities and Deferred Inflows of Resources		<u>12,022,742</u>
NET POSITION		
Net Investment in Capital Assets		40,186,696
Restricted		
Special Levies		
Special Recreation		145,031
Liability		99,489
Museum		115,820
Audit		3,199
Illinois Municipal Retirement		75,086
Police Protection		33,044
Social Security		123,184
Debt Service		147,636
Unrestricted		<u>3,476,957</u>
Total Net Position		<u><u>44,406,142</u></u>

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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Statement of Activities

For the Fiscal Year Ended December 31, 2021

		Program Revenues		
			Operating	Net
	Expenses	Program Revenues	Grants/Contributions	(Expenses)/Revenues
Governmental Activities				
General Government	\$ 754,465	2,609,241	—	1,854,776
Culture and Recreation	8,758,670	3,009,320	229,278	(5,520,072)
Interest on Long-Term Debt	61,649	—	—	(61,649)
Total Governmental Activities	9,574,784	5,618,561	229,278	(3,726,945)
General Revenues				
Taxes				
Property Taxes				4,924,579
Intergovernmental - Unrestricted				
Replacement Taxes				151,048
Interest				2,716
Miscellaneous				258,896
				<u>5,337,239</u>
Change in Net Position				1,610,294
Net Position - Beginning				<u>42,795,848</u>
Net Position - Ending				<u>44,406,142</u>

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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds

December 31, 2021

See Following Page

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds December 31, 2021

	General
<hr/>	
ASSETS	
Cash and Investments	\$ 3,213,921
Receivables - Net of Allowances	
Taxes	3,457,527
Accounts	1,220
Inventories	27,497
Prepays	34,783
	<hr/>
Total Assets	<u>6,734,948</u>
LIABILITIES	
Accounts Payable	118,876
Accrued Payroll	100,635
Retainage Payable	—
Deposits Payable	—
Other Payables	—
	<hr/>
Total Liabilities	219,511
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	3,441,500
	<hr/>
Total Liabilities and Deferred Inflows of Resources	<u>3,661,011</u>
FUND BALANCES	
Nonspendable	62,280
Restricted	533,444
Committed	—
Assigned	54,885
Unassigned	2,423,328
	<hr/>
Total Fund Balances	<u>3,073,937</u>
	<hr/>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>6,734,948</u>

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

Special Revenue Recreation	Debt Service	Capital Projects	Totals
2,033,327	147,732	549,417	5,944,397
1,128,137	532,873	—	5,118,537
999,255	—	20,760	1,021,235
—	—	—	27,497
15,115	—	—	49,898
4,175,834	680,605	570,177	12,161,564
90,034	—	138,721	347,631
74,511	—	—	175,146
—	—	6,464	6,464
6,450	—	—	6,450
1,197,108	—	—	1,197,108
1,368,103	—	145,185	1,732,799
1,120,000	530,000	—	5,091,500
2,488,103	530,000	145,185	6,824,299
15,115	—	—	77,395
61,409	150,605	—	745,458
1,611,207	—	—	1,611,207
—	—	424,992	479,877
—	—	—	2,423,328
1,687,731	150,605	424,992	5,337,265
4,175,834	680,605	570,177	12,161,564

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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities December 31, 2021

Total Governmental Fund Balances	\$ 5,337,265
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.	42,778,305
A net pension asset is not considered to represent a financial resource and therefore is not reported in the funds. Net Pension Asset - IMRF	1,115,493
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(1,873,538)
Deferred Items - RBP	(56,224)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences Payable	(136,223)
Total OPEB Liability - RBP	(164,358)
Capital Leases	(104,414)
General Obligation Bonds Payable - Net	(2,487,195)
Accrued Interest Payable	(2,969)
Net Position of Governmental Activities	44,406,142

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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2021**

See Following Page

MUNDELEIN PARK AND RECREATION 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	\$ 2,919,337
Charges for Services	1,970,241
Intergovernmental	90,629
Interest	1,454
Interfund Service Charges	639,000
Miscellaneous	49,479
Total Revenues	<u>5,670,140</u>
Expenditures	
Current	
General Government	1,439,161
Culture and Recreation	3,144,471
Capital Outlay	33,260
Debt Service	
Principal Retirement	—
Interest and Fiscal Charges	—
Total Expenditures	<u>4,616,892</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,053,248</u>
Other Financing Sources (Uses)	
Debt Issuance	—
Disposal of Capital Assets	199
Transfers In	—
Transfers Out	(400,000)
	<u>(399,801)</u>
Net Change in Fund Balances	653,447
Fund Balances - Beginning	<u>2,420,490</u>
Fund Balances - Ending	<u><u>3,073,937</u></u>

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

Special Revenue Recreation	Debt Service	Capital Projects	Totals
1,481,899	523,343	—	4,924,579
3,009,320	—	—	4,979,561
289,697	—	—	380,326
975	157	130	2,716
—	—	—	639,000
78,944	—	129,974	258,397
4,860,835	523,500	130,104	11,184,579
—	—	18,665	1,457,826
4,441,888	—	—	7,586,359
—	—	722,017	755,277
—	430,000	52,207	482,207
—	84,625	—	84,625
4,441,888	514,625	792,889	10,366,294
418,947	8,875	(662,785)	818,285
—	—	156,621	156,621
300	—	—	499
—	—	478,425	478,425
(78,425)	—	—	(478,425)
(78,125)	—	635,046	157,120
340,822	8,875	(27,739)	975,405
1,346,909	141,730	452,731	4,361,860
1,687,731	150,605	424,992	5,337,265

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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities For the Fiscal Year Ended December 31, 2021

Net Change in Fund Balances - Total Governmental Funds	\$ 975,405
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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	643,610
Depreciation Expense	(1,043,211)
Disposals - Cost	(29,075)
Disposals - Accumulated Depreciation	11,642

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

Change in Deferred Items - IMRF	(947,921)
Change in Deferred Items - RBP	(20,167)

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 Payable	(19,491)
Change in Net Pension Liability/(Asset) - IMRF	1,665,103
Change in Total OPEB Liability - RBP	25,837
Issuance of Debt	(156,621)
Retirement of Debt	482,207
Amortization of Bond Premium	22,439

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.

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Changes in Net Position of Governmental Activities

1,610,294

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Mundelein Park and Recreation District (District) of Illinois is duly organized and existing under the provisions of the laws of the State of Illinois. The District is operating under the provisions of the District Code of the State of Illinois approved July 8, 1947 and under all laws amendatory thereto. The District operates under the board-manager form of government. The District provides recreation and other services to the residents of Mundelein which include recreation programs, park management, capital development, and general administration.

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). Both the government-wide and fund financial statements categorize primary activities as governmental. The District's general government and culture and recreation services are classified as governmental activities.

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

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (general government, culture and recreation,, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, certain intergovernmental revenues, interest, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes 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 and personal property replacement taxes, charges for services, interest income, etc.).

The District does not allocate indirect costs. An administrative and maintenance service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, legal, etc.).

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

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

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. All of the District funds are reported as governmental funds. An emphasis is placed on major funds within the governmental category.

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 and enterprise 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 a primary operating fund of the District or meets the following criteria:

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

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

The various funds are reported by generic classification within the financial statements. The following fund types are 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:

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 one major special revenue fund, the Recreation Fund. The Recreation Fund accounts for revenues, including property taxes and charges for services, and expenditures related to the establishment and maintenance of the following activities: sports and fitness, visual and performing arts, youth and adult general interest, camps, teens, preschoolers, seniors and aquatics.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Governmental Funds - Continued

Debt service funds are used to account for the accumulation of resources for the payment of general long-term debt principal, interest and related costs. The Debt Service Fund is treated as a major fund.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The Capital Projects Fund, a major fund, accounts for financial resources to be used for the acquisition or construction of major capital facilities, equipment, and capital asset replacements.

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 as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

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.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting - Continued

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

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

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

Cash and Investments

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

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

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.

MUNDELEIN PARK AND RECREATION 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

Inventories/Prepays

Inventories/prepays are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories/prepays 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.

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 expensed 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:

Land Improvements	20 Years
Buildings	20 - 40 Years
Infrastructure	25 - 75 Years
Machinery and Equipment	5 - 20 Years
Licensed Vehicles	5 - 20 Years

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.

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.

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.

MUNDELEIN PARK AND RECREATION 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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 budget for all governmental fund types is prepared on the modified accrual basis of accounting, which is the same basis that is used in financial reporting. This method allows for comparability between budget and actual amounts. The budget was passed at the board meeting on December 28, 2020. The District adopts both an appropriation and a budget. The budget amounts, which are usually lower than the appropriation, are used for purposes of these financial statements. There may be some instances where expenditures may exceed the amount budgeted and appropriated. During the year, there was one appropriation amendment.

All appropriations lapse at the end of each fiscal year.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

The District follows the following procedures in establishing the budget:

1. During October, staff presents a preliminary budget at a committee of the whole meeting.
2. During November, the Board of Commissioners reviews a tentative budget, which is placed on file and open for public inspection.
3. During December, the Board of Commissioners approves the budget.
4. The budget and appropriation ordinance is approved on or before December 31 of the fiscal year.

NOTE 3 - DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

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

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

The Illinois Park District Liquid Asset Fund 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 composed of finance officials and treasurers all of whom are employees of the Illinois public agencies, which are investors in the Illinois Park District Liquid Asset Fund. 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.

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

At year-end, the carrying amount of the District's deposits totaled \$5,384,728 and the bank balances totaled \$5,452,173. At year-end, the District also had \$559,669 invested in the Illinois Park District Liquid Asset Fund.

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 states it should invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield. The District's investment in the Illinois Park District Liquid Asset Fund has an average maturity of less than one year.

Concentration Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not mitigate concentration risk for investments. At year-end, the District does not have any investments over 5 percent of the 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).

MUNDELEIN PARK AND RECREATION 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, Concentration Risk, Credit Risk, and Custodial Credit Risk - Continued

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations. The District limits its exposure to credit risk by limiting investments of public funds to U.S. Treasury Bonds, Notes and Bills, other securities that are guaranteed by the full faith and credit of the United States of America, U.S. Government Securities, including U.S. Agencies and Instrumentalities, that are rated “AAA”, interest bearing savings and money market accounts, certificate of deposit and time deposits, and Illinois Park District Liquid Assets Funds. At year-end, the District’s investment in the Illinois Park District Liquid Asset Fund was rated AAAm/AAAf by Standard & Poor’s/Moody’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 requires pledging of collateral for all bank balances in excess of federal depository insurance and the amount of collateral provided shall not be less than 110 percent of the fair market value of the net amount of District funds on deposit at each financial institution. Further, the collateral should be held by the District, the Federal Reserve or kept in a safekeeping account by a third party and evidenced by a safekeeping receipt. At year-end, the entire amount of the bank balance of the deposits was covered by 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 does not mitigate custodial credit risk for investments. At year-end, the District’s investment in the Illinois Park District Liquid Asset Fund is not subject to custodial credit risk.

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Capital Projects	General	\$ 400,000
Capital Projects	Recreation	78,425
		<u>478,425</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

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 June 1 and September 1. The County collects such taxes and remits them periodically.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 20,973,884	—	—	20,973,884
Construction in Progress	—	452,773	394,630	58,143
	<u>20,973,884</u>	<u>452,773</u>	<u>394,630</u>	<u>21,032,027</u>
Depreciable Capital Assets				
Land Improvements	8,946,538	323,350	14,200	9,255,688
Buildings	26,729,482	17,100	14,875	26,731,707
Infrastructure	235,660	—	—	235,660
Machinery and Equipment	4,045,758	245,017	—	4,290,775
Licensed Vehicles	497,226	—	—	497,226
	<u>40,454,664</u>	<u>585,467</u>	<u>29,075</u>	<u>41,011,056</u>
Less Accumulated Depreciation				
Land Improvements	6,660,954	220,488	8,047	6,873,395
Buildings	8,953,242	569,055	3,595	9,518,702
Infrastructure	32,782	3,626	—	36,408
Machinery and Equipment	2,245,126	223,241	—	2,468,367
Licensed Vehicles	341,105	26,801	—	367,906
	<u>18,233,209</u>	<u>1,043,211</u>	<u>11,642</u>	<u>19,264,778</u>
Total Net Depreciable Capital Assets	<u>22,221,455</u>	<u>(457,744)</u>	<u>17,433</u>	<u>21,746,278</u>
Total Net Capital Assets	<u>43,195,339</u>	<u>(4,971)</u>	<u>412,063</u>	<u>42,778,305</u>

Depreciation expense of \$1,043,211 was charged to the culture and recreation function.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM DEBT

Capital Leases

The District has entered into an interest-free lease agreement as lessee for financing the acquisition of a Toro Greensmater TriFlex, a Toro groundsmaster, and a Toro workman. Capital assets of \$156,621 have been added to equipment. This interest-free lease agreement qualifies as a capital lease for accounting purposes and; therefore, has been recorded at the present value of the future minimum lease payments as of the inception date. The capital lease have been recorded as liabilities on the Statement of Net Position for governmental activities.

The future minimum lease payments and the net present value of these minimum lease payments are as follows:

Fiscal Year	Lease Payment
2022	\$ 52,207
2023	52,207
	<u>104,414</u>

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 Bonds of 2016, due in annual installments of \$390,000 to \$505,000 plus interest at 2.00% to 3.00% through December 15, 2026.	\$ 2,805,000	—	430,000	2,375,000

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Notes to the Financial Statements****December 31, 2021****NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued****LONG-TERM DEBT - Continued****Long-Term Liability Activity**

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 116,732	38,982	19,491	136,223	27,245
Net Pension Liability/(Asset) - IMRF	549,610	—	1,665,103	(1,115,493)	—
Total OPEB Liability - RBP	190,195	—	25,837	164,358	—
Capital Leases	—	156,621	52,207	104,414	52,207
General Obligation Bonds	2,805,000	—	430,000	2,375,000	445,000
Plus: Unamortized Premium	134,634	—	22,439	112,195	22,439
	<u>3,796,171</u>	<u>195,603</u>	<u>2,215,077</u>	<u>1,776,697</u>	<u>546,891</u>

The compensated absences, the net pension liability/(asset), and the total OPEB liability are liquidated by the General and Recreation Funds. Payments on the capital leases are made by the Capital Projects Fund and payments on the general obligation bonds are made by the Debt Service Fund.

MUNDELEIN PARK AND RECREATION 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	General Obligation Bonds	
	Principal	Interest
2022	\$ 445,000	71,250
2023	460,000	57,900
2024	475,000	44,100
2025	490,000	29,850
2026	505,000	15,150
	<u>2,375,000</u>	<u>218,250</u>

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.

MUNDELEIN PARK AND RECREATION 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 - Continued

Assessed Valuation - 2020	<u>\$ 1,052,808,528</u>
Legal Debt Limit - 2.875% of Assessed Value	30,268,245
Amount of Debt Applicable to Limit	<u>2,375,000</u>
Legal Debt Margin	<u>27,893,245</u>
Non-Referendum Legal Debt Limit 0.575% of Assessed Valuation	6,053,649
Amount of Debt Applicable to Debt Limit	<u>2,375,000</u>
Non-Referendum Legal Debt Margin	<u>3,678,649</u>

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of December 31, 2021:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 42,778,305
Less Capital Related Debt:	
Capital Leases	(104,414)
General Obligation Limited Tax Bonds of 2016	(2,375,000)
Unamortized Bond Premium	<u>(112,195)</u>
Net Investment in Capital Assets	<u>40,186,696</u>

MUNDELEIN PARK AND RECREATION 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 the General Fund should maintain a minimum assigned and unassigned fund balance equal to two to four months of budgeted operating expenditures. The Recreation Fund should maintain a minimum fund balance of no less than two months of operating expenditures.

MUNDELEIN PARK AND RECREATION 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	Capital Projects	Totals
Fund Balances					
Nonspendable					
Inventories	\$ 27,497	—	—	—	27,497
Prepays	34,783	15,115	—	—	49,898
	62,280	15,115	—	—	77,395
Restricted					
Property Tax Levies					
Special Recreation	145,031	—	—	—	145,031
Liability	99,489	—	—	—	99,489
Museum	115,820	—	—	—	115,820
Audit	3,199	—	—	—	3,199
Illinois Municipal Retirement	70,540	4,546	—	—	75,086
Police Protection	33,044	—	—	—	33,044
Social Security	66,321	56,863	—	—	123,184
Debt Service	—	—	150,605	—	150,605
	533,444	61,409	150,605	—	745,458
Committed					
Recreational Programming, Facility Maintenance, and Future Recreation Capital	—	1,611,207	—	—	1,611,207
Assigned					
Capital Projects	54,885	—	—	424,992	479,877
Unassigned	2,423,328	—	—	—	2,423,328
Total Fund Balances	3,073,937	1,687,731	150,605	424,992	5,337,265

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Notes to the Financial Statements

December 31, 2021

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURE

The District is a member of the Special Recreation Association of Central Lake County (SRACLC), a cooperative formed by Member Agencies to provide community based Therapeutic Recreation services to individuals with disabilities and their families and to share the expenses of such programs on a cooperative basis. Contribution requirements are determined based on a percentage of the individual park district's equalized assessed valuation and population as defined. The District's 2021 contribution was \$240,217.

The District does not exercise direct oversight of the SRACLC, and accordingly, the Association has not been included in these basic financial statements. The audited financial statements of SRACLC are available at 290 Oakwood Road, Vernon Hills, IL 60061.

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.

MUNDELEIN PARK AND RECREATION 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 1990, 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 January 1, 2021 to January 1, 2022:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
PROPERTY			
Property/Bldg/Contents			
All Losses Per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/All Members
Flood/Except Zones A & V	\$1,000	\$1,000,000	\$100,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	\$1,000	\$1,000,000	\$50,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Course of Construction	\$1,000	Included	\$25,000,000
Tax Revenue Interruption	\$1,000	\$1,000,000	\$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	\$25,000,000
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

MUNDELEIN PARK AND RECREATION 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
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

MUNDELEIN PARK AND RECREATION 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
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.

MUNDELEIN PARK AND RECREATION 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 0.653% or \$370,850.

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 February 1, 1990, 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.

MUNDELEIN PARK AND RECREATION 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

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

The following represents a summary of PDRMA's Health Program balance sheet at December 31, 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.

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 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.

MUNDELEIN PARK AND RECREATION 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

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.

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.

MUNDELEIN PARK AND RECREATION 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

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	70
Inactive Plan Members Entitled to but not yet Receiving Benefits	85
Active Plan Members	<u>64</u>
Total	<u>219</u>

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2021, the District's contribution was 11.39% 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%

MUNDELEIN PARK AND RECREATION 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. 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:

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%

MUNDELEIN PARK AND RECREATION 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

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 938,751	(1,115,493)	(2,788,818)

MUNDELEIN PARK AND RECREATION 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 Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/ Asset (A) - (B)
Balances at December 31, 2020	\$ 17,354,293	16,804,683	549,610
Changes for the Year:			
Service Cost	259,881	—	259,881
Interest on the Total Pension Liability	1,230,343	—	1,230,343
Difference Between Expected and Actual Experience of the Total Pension Liability	254,607	—	254,607
Changes of Assumptions	—	—	—
Contributions - Employer	—	347,860	(347,860)
Contributions - Employees	—	137,433	(137,433)
Net Investment Income	—	2,901,588	(2,901,588)
Benefit Payments, Including Refunds of Employee Contributions	(1,027,972)	(1,027,972)	—
Other (Net Transfer)	—	23,053	(23,053)
Net Changes	716,859	2,381,962	(1,665,103)
Balances at December 31, 2021	18,071,152	19,186,645	(1,115,493)

MUNDELEIN PARK AND RECREATION 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 \$369,322. 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	\$ 360,142	—	360,142
Change in Assumptions	—	(26,211)	(26,211)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	(2,207,469)	(2,207,469)
Total Deferred Amounts Related to IMRF	360,142	(2,233,680)	(1,873,538)

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	\$ (241,089)
2023	(753,821)
2024	(538,211)
2025	(340,417)
2026	—
Thereafter	—
Total	(1,873,538)

MUNDELEIN PARK AND RECREATION 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, Mundelein Park and Recreation District's Retiree Benefit 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 District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP offers medical, prescription drug, dental and vision coverage. Retirees pay the full premium.

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	2
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>34</u>
Total	<u>36</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 that date.

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:

MUNDELEIN PARK AND RECREATION 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	2.25%
Salary Increases	2.89% to 9.85%
Discount Rate	2.26%
Healthcare Cost Trend Rates	
Medical	6.00% graded to 4.50% over 15 years
Prescription Drug	7.00% graded to 4.50% over 17 years
Retirees' Share of Benefit-Related Costs	100% of the benefit related costs

The discount rate was based on the General Obligation Municipal Bond Rate as of September 30, 2021.

Mortality rates were based on the Pub-2010 General Healthy Retiree Headcount-Weighted Below-Median Income Mortality Tables adjusted by 106% for males and 105% for females projected generationally using Scale MP-2020.

Change in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2020	<u>\$ 190,195</u>
Changes for the Year:	
Service Cost	12,116
Interest on the Total OPEB Liability	4,314
Changes of Benefit Terms	—
Difference Between Expected and Actual Experience	(26,949)
Changes of Assumptions or Other Inputs	(1,055)
Benefit Payments	(14,263)
Other Changes	—
Net Changes	<u>(25,837)</u>
Balance at December 31, 2021	<u>164,358</u>

MUNDELEIN PARK AND RECREATION 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 discount rate used to measure the total pension liability was 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	\$ 173,605	164,358	155,422

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 150,219	164,358	181,119

MUNDELEIN PARK AND RECREATION 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 \$8,593. 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	\$ 3,094	(15,695)	(12,601)
Change in Assumptions	10,286	(53,909)	(43,623)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	13,380	(69,604)	(56,224)

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

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (7,837)
2023	(7,837)
2024	(7,837)
2025	(7,837)
2026	(7,837)
Thereafter	(17,039)
Total	(56,224)

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefits Plan
- Budgetary Comparison Schedules
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.

MUNDELEIN PARK AND RECREATION 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	\$ 360,506	\$ 360,506	\$ —	\$ 3,021,848	11.93%
2016	362,957	362,957	—	2,873,779	12.63%
2017	373,459	373,459	—	2,931,383	12.74%
2018	353,545	353,545	—	2,879,029	12.28%
2019	294,920	294,920	—	2,857,753	10.32%
2020	350,646	350,646	—	2,917,194	12.02%
2021	347,860	347,860	—	3,054,082	11.39%

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.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Illinois Municipal Retirement Fund****Schedule of Changes in the Employer's Net Pension Liability/(Asset)****December 31, 2021**

	<u>2015</u>
Total Pension Liability	
Service Cost	\$ 329,011
Interest	933,533
Differences Between Expected and Actual Experience	142,519
Change of Assumptions	34,781
Benefit Payments, Including Refunds of Member Contributions	(395,004)
Net Change in Total Pension Liability	1,044,840
Total Pension Liability - Beginning	12,513,379
Total Pension Liability - Ending	<u>13,558,219</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 360,506
Contributions - Members	139,803
Net Investment Income	54,556
Benefit Payments, Including Refunds of Member Contributions	(395,004)
Other (Net Transfer)	(137,303)
Net Change in Plan Fiduciary Net Position	22,558
Plan Net Position - Beginning	10,858,562
Plan Net Position - Ending	<u>10,881,120</u>
Employer's Net Pension Liability/(Asset)	<u>\$ 2,677,099</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	80.25%
Covered Payroll	\$ 3,021,848
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	88.59%

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 2015 through 2021. Changes in assumptions related to the demographics were made in 2017.

2016	2017	2018	2019	2020	2021
334,458	320,068	298,965	289,747	298,839	259,881
1,007,023	1,048,733	1,072,349	1,120,836	1,154,260	1,230,343
(277,289)	(43,540)	46,111	(187,470)	616,483	254,607
(69,655)	(409,416)	427,341	—	(84,731)	—
(452,954)	(553,462)	(627,357)	(729,330)	(803,935)	(1,027,972)
541,583	362,383	1,217,409	493,783	1,180,916	716,859
13,558,219	14,099,802	14,462,185	15,679,594	16,173,377	17,354,293
14,099,802	14,462,185	15,679,594	16,173,377	17,354,293	18,071,152
362,957	373,459	353,545	294,920	350,646	347,860
129,629	131,912	129,556	133,049	131,274	137,433
745,498	2,009,102	(713,976)	2,422,677	2,063,236	2,901,588
(452,954)	(553,462)	(627,357)	(729,330)	(803,935)	(1,027,972)
74,883	(142,998)	298,285	(227,035)	169,982	23,053
860,013	1,818,013	(559,947)	1,894,281	1,911,203	2,381,962
10,881,120	11,741,133	13,559,146	12,999,199	14,893,480	16,804,683
11,741,133	13,559,146	12,999,199	14,893,480	16,804,683	19,186,645
2,358,669	903,039	2,680,395	1,279,897	549,610	(1,115,493)
83.27%	93.76%	82.91%	92.09%	96.83%	106.17%
2,873,779	2,931,383	2,879,029	2,857,753	2,917,194	3,054,082
82.08%	30.81%	93.10%	44.79%	18.84%	(36.52%)

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

December 31, 2021

	2018	2019	2020	2021
Total OPEB Liability				
Service Cost	\$ 11,549	10,960	13,051	12,116
Interest	8,062	9,183	5,076	4,314
Change of Assumptions or Other Inputs	(6,605)	4,507	12,952	(26,949)
Difference Between Expected and Actual Experience	—	(43,453)	(13,809)	(1,055)
Benefit Payments	(13,733)	(14,694)	(9,660)	(14,263)
Other Changes	—	—	—	—
Net Change in Total OPEB Liability	(727)	(33,497)	7,610	(25,837)
Total OPEB Liability - Beginning	216,809	216,082	182,585	190,195
Total OPEB Liability - Ending	216,082	182,585	190,195	164,358
Covered-Employee Payroll	\$ 2,075,768	2,116,718	2,347,798	2,342,407
Total OPEB Liability as a Percentage of Covered-Employee Payroll	10.41%	8.63%	8.10%	7.02%

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 and other inputs reflect the effects of changes in the discount rate from 4.18% in 2018 to 2.66% in 2019 to 2.21% in 2020 and to 2.26% in 2021.

MUNDELEIN PARK AND RECREATION 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	\$ 2,890,275	2,890,275	2,919,337
Charges for Services	1,535,115	1,535,115	1,970,241
Intergovernmental			
Replacement Taxes	45,000	45,000	90,629
Interest	15,000	15,000	1,454
Interfund Service Charges	645,000	645,000	639,000
Miscellaneous	13,000	13,000	49,479
Total Revenues	5,143,390	5,143,390	5,670,140
Expenditures			
General Government	1,598,279	1,598,279	1,439,161
Culture and Recreation	3,426,388	3,426,388	3,144,471
Capital Outlay	75,500	75,500	33,260
Total Expenditures	5,100,167	5,100,167	4,616,892
Excess (Deficiency) of Revenues Over (Under) Expenditures	43,223	43,223	1,053,248
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	—	199
Transfers Out	(400,000)	(400,000)	(400,000)
	(400,000)	(400,000)	(399,801)
Net Change In Fund Balance	(356,777)	(356,777)	653,447
Fund Balance - Beginning			2,420,490
Fund Balance - Ending			3,073,937

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Recreation 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	\$ 1,430,632	1,430,632	1,481,899
Charges for Services	3,284,750	3,284,750	3,009,320
Intergovernmental	30,000	30,000	289,697
Interest	10,000	10,000	975
Miscellaneous	64,600	64,600	78,944
Total Revenues	4,819,982	4,819,982	4,860,835
Expenditures			
Culture and Recreation	4,850,218	4,850,218	4,441,888
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,236)	(30,236)	418,947
Other Financing Sources (Uses)			
Disposal of Capital Assets	—	—	300
Transfers Out	(78,425)	(78,425)	(78,425)
	(78,425)	(78,425)	(78,125)
Net Change in Fund Balance	(108,661)	(108,661)	340,822
Fund Balance - Beginning			1,346,909
Fund Balance - Ending			1,687,731

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 Funds
 - General Fund
 - Recreation - Special Revenue Fund
 - Debt Service Fund
 - Capital Projects Fund
- Consolidated Year-End Financial Report

INDIVIDUAL FUND DESCRIPTIONS

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in other funds.

SPECIAL REVENUE FUND

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

Recreation Fund

The Recreation Fund is used to account for revenues, including property taxes and charges for services, and expenditures related to the establishment and maintenance of the following activities: sports and fitness, visual and performing arts, youth and adult general interest, camps, teens, preschoolers, seniors and aquatics.

DEBT SERVICE FUND

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

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities, equipment, and capital asset replacements.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**General Fund****Schedule of Expenditures - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
General Government			
Administrative			
Compensation and Benefits	\$ 960,460	960,460	921,124
Contracted Services	226,817	226,817	182,357
Operating Supplies/Equipment	88,263	88,263	86,966
	<u>1,275,540</u>	<u>1,275,540</u>	<u>1,190,447</u>
Police Services			
Compensation and Benefits	14,533	14,533	11,529
Contracted Services	53,600	53,600	27,019
Operating Supplies/Equipment	3,900	3,900	2,783
	<u>72,033</u>	<u>72,033</u>	<u>41,331</u>
Risk Management			
Compensation and Benefits	26,761	26,761	36,404
Contracted Services	185,345	185,345	151,287
Operating Supplies/Equipment	22,600	22,600	4,192
	<u>234,706</u>	<u>234,706</u>	<u>191,883</u>
Audit			
Contracted Services	<u>16,000</u>	<u>16,000</u>	<u>15,500</u>
Total General Government	<u>1,598,279</u>	<u>1,598,279</u>	<u>1,439,161</u>
Culture and Recreation			
Parks and Playgrounds			
Compensation and Benefits	1,309,611	1,309,611	1,130,481
Contracted Services	89,916	89,916	89,489
Operating Supplies/Equipment	263,580	263,580	238,949
	<u>1,663,107</u>	<u>1,663,107</u>	<u>1,458,919</u>

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued

For the Fiscal Year Ended December 31, 2021

	Budgeted Amounts		Actual
	Original	Final	Amounts
Culture and Recreation - Continued			
Golf Operations			
Golf Pro Shop			
Compensation and Benefits	\$ 382,934	382,934	400,062
Contracted Services	43,600	43,600	44,310
Operating Supplies/Equipment	187,370	187,370	207,573
Golf Pro Shop			
Compensation and Benefits	56,085	56,085	63,455
Operating Supplies/Equipment	107,875	107,875	129,368
Golf Course Maintenance			
Compensation and Benefits	492,503	492,503	394,047
Contracted Services	49,000	49,000	45,908
Operating Supplies/Equipment	166,400	166,400	137,499
	<u>1,485,767</u>	<u>1,485,767</u>	<u>1,422,222</u>
Special Recreation			
Compensation and Benefits	2,381	2,381	—
Contracted Services	240,000	240,000	232,842
	<u>242,381</u>	<u>242,381</u>	<u>232,842</u>
Healthy Minds/Healthy Bodies			
Compensation and Benefits	5,383	5,383	8,562
Operating Supplies/Equipment	15,000	15,000	5,263
	<u>20,383</u>	<u>20,383</u>	<u>13,825</u>
Heritage Museum			
Contracted Services	3,450	3,450	3,782
Operating Supplies/Equipment	11,300	11,300	12,881
	<u>14,750</u>	<u>14,750</u>	<u>16,663</u>
Total Culture and Recreation	<u>3,426,388</u>	<u>3,426,388</u>	<u>3,144,471</u>
Capital Outlay			
Special Recreation	72,000	72,000	33,260
Heritage Museum	3,500	3,500	—
	<u>75,500</u>	<u>75,500</u>	<u>33,260</u>
Total Capital Outlay	<u>75,500</u>	<u>75,500</u>	<u>33,260</u>
Total Expenditures	<u>5,100,167</u>	<u>5,100,167</u>	<u>4,616,892</u>

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Recreation - Special Revenue Fund****Schedule of Revenues - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Taxes			
Property Taxes	\$ 1,430,632	1,430,632	1,481,899
Charges for Services			
Facility Rentals	41,400	41,400	54,842
Special Events/Workshops	40,500	40,500	28,929
Program Revenues			
Preschool/Dance	238,500	238,500	236,090
Athletics	160,100	160,100	172,114
Regent Center	138,300	138,300	120,672
Big and Little Development Center	520,200	520,200	595,858
Health and Fitness Center	610,900	610,900	397,033
Aquatics	739,550	739,550	670,200
Trails Day Camp	240,000	240,000	287,070
Recreation Connection	170,600	170,600	186,363
E-Learning Hub	235,000	235,000	117,022
MCC Indoor Pool	149,700	149,700	143,127
	3,284,750	3,284,750	3,009,320
Intergovernmental			
Replacement Taxes	30,000	30,000	60,419
Grants	—	—	229,278
	30,000	30,000	289,697
Interest	10,000	10,000	975
Miscellaneous			
Other	47,500	47,500	54,274
Contributions and Donations	17,100	17,100	24,670
	64,600	64,600	78,944
Total Revenues	4,819,982	4,819,982	4,860,835

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Recreation - Special Revenue Fund****Schedule of Expenditures - Budget and Actual****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Culture and Recreation			
Administrative			
Compensation and Benefits	\$ 393,938	393,938	356,626
Contracted Services	2,900	2,900	4,935
Operating Supplies/Equipment	131,235	131,235	140,337
Interfund Service Charges	645,000	645,000	639,000
Total Administrative	1,173,073	1,173,073	1,140,898
Recreation			
Softball Fields	2,000	2,000	2,138
Sandburg Facility	11,100	11,100	7,710
Diamond Lake Facility	17,700	17,700	15,779
MCC Facility	27,075	27,075	25,592
Special Events	36,112	36,112	32,259
Trending Programs	15,541	15,541	16,698
Total Recreation	109,528	109,528	100,176
Programs			
Preschool/Dance			
Learning Center	61,074	61,074	58,828
Long Term Dance	84,097	84,097	82,206
Summer Dance	2,188	2,188	3,052
Private Dance Lessons	5,594	5,594	3,531
Preschool Camps	7,069	7,069	901
Preschool Miscellaneous	33,919	33,919	27,189
Kracklauer Dance Studio	13,610	13,610	11,994
Administration	6,238	6,238	4,426
Trails Day Camp	177,707	177,707	150,202
	391,496	391,496	342,329

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Recreation - Special Revenue Fund****Schedule of Expenditures - Budget and Actual - Continued****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual
	Original	Final	Amounts
Culture and Recreation - Continued			
Programs - Continued			
Athletics			
Sandburg Facility	\$ 3,875	3,875	7,882
Administration	71,160	71,160	67,088
Volleyball - Open	1,130	1,130	1
Basketball - Men's	3,542	3,542	—
Basketball - Youth	11,584	11,584	3,996
Gymnastics	3,570	3,570	1,725
Tennis	14,204	14,204	23,710
Sports Contract Programs	20,084	20,084	36,427
Softball League - Men's	19,299	19,299	11,639
Karate	26,730	26,730	21,219
Miscellaneous Programs	12,553	12,553	9,644
	187,731	187,731	183,331
Regent Center	151,677	151,677	142,315
Big and Little Development Center	563,335	563,335	535,117
Health and Fitness Center			
Administration	527,908	527,908	480,379
Fitness Passport Classes	83,338	83,338	61,283
Childcare	15,148	15,148	717
Personal Training	31,963	31,963	24,647
Programs and Camps	12,297	12,297	10,789
	670,654	670,654	577,815

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Recreation - Special Revenue Fund****Schedule of Expenditures - Budget and Actual - Continued****For the Fiscal Year Ended December 31, 2021**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Culture and Recreation - Continued			
Programs - Continued			
Aquatics			
MCC Indoor Pool	\$ 249,163	249,163	231,466
Barefoot Bay	342,761	426,094	438,490
Barefoot Bay Concessions	110,042	110,042	96,397
Barefoot Bay Guards	319,410	236,077	222,150
Spray Parks	26,290	26,290	13,944
Diamond Lake Beach	29,645	29,645	19,542
Diamond Lake Beach Guards	27,236	27,236	7,980
Administration	115,213	115,213	109,579
	1,219,760	1,219,760	1,139,548
Recreation Connection			
Compensation and Benefits	157,504	157,504	154,042
Contracted Services	19,320	19,320	8,314
Operating Supplies/Equipment	30,555	30,555	19,942
	207,379	207,379	182,298
E-Learning Hub			
Compensation and Benefits	163,020	163,020	91,376
Contracted Services	3,125	3,125	23
Operating Supplies/Equipment	9,190	9,190	6,639
	175,335	175,335	98,038
Dunbar Recreation Center	250	250	23
Total Programs	3,567,617	3,567,617	3,200,814
Total Culture and Recreation	4,850,218	4,850,218	4,441,888

MUNDELEIN PARK AND RECREATION 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	\$ 513,930	513,930	523,343
Interest	2,500	2,500	157
Total Revenues	516,430	516,430	523,500
Expenditures			
Debt Service			
Principal Retirement	430,000	430,000	430,000
Interest and Fiscal Charges	84,700	84,700	84,625
Total Expenditures	514,700	514,700	514,625
Net Change in Fund Balance	1,730	1,730	8,875
Fund Balance - Beginning			141,730
Fund Balance - Ending			150,605

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Capital Projects 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			
Interest	\$ 120	120	130
Miscellaneous			
Developer Donations	150,000	150,000	129,974
Total Revenues	150,120	150,120	130,104
Expenditures			
General Government			
Contracted Services	18,500	18,500	18,665
Capital Outlay			
Equipment	248,500	248,500	286,720
Building	96,090	96,090	106,713
Land	282,550	282,550	54,877
Roadways	153,000	153,000	273,707
Debt Service			
Principal Retirement	—	—	52,207
Total Expenditures	798,640	798,640	792,889
Excess (Deficiency) of Revenues Over (Under) Expenditures	(648,520)	(648,520)	(662,785)
Other Financing Sources			
Debt Issuance	—	—	156,621
Transfers In	478,425	478,425	478,425
	478,425	478,425	635,046
Net Change in Fund Balance	(170,095)	(170,095)	(27,739)
Fund Balance - Beginning			452,731
Fund Balance - Ending			424,992

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Consolidated Year-End Financial Report
December 31, 2021**

CSFA #	Program Name	State	Federal	Other	Totals
586-18-0409	Child and Adult Care Food Program	\$ 6,471	—	—	6,471
	Other Grant Programs and Activities	—	—	229,278	229,278
	All Other Costs Not Allocated	—	—	9,339,035	9,339,035
	Totals	6,471	—	9,568,313	9,574,784

SUPPLEMENTAL SCHEDULE

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Long-Term Debt Requirements

General Obligation Limited Tax Bonds of 2016

December 31, 2021

Date of Issue	September 13, 2016
Date of Maturity	December 15, 2026
Authorized Issue	\$4,000,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Amalgamated Bank of Chicago

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun 15	Amount	Dec 15	Amount
2022	\$ 445,000	71,250	516,250	2022	35,625	2022	35,625
2023	460,000	57,900	517,900	2023	28,950	2023	28,950
2024	475,000	44,100	519,100	2024	22,050	2024	22,050
2025	490,000	29,850	519,850	2025	14,925	2025	14,925
2026	505,000	15,150	520,150	2026	7,575	2026	7,575
	<u>2,375,000</u>	<u>218,250</u>	<u>2,593,250</u>		<u>109,125</u>		<u>109,125</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.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*

December 31, 2021 (Unaudited)

See Following Page

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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

	2012	2013	2014
Governmental Activities			
Net Investment in Capital Assets	\$ 38,628,662	38,712,989	38,851,716
Restricted	937,686	975,337	1,034,778
Unrestricted	2,819,642	2,610,913	2,802,512
Total Governmental Activities Net Position	42,385,990	42,299,239	42,689,006

* Accrual Basis of Accounting

Data Source: District Records

2015	2016	2017	2018	2019	2020	2021
38,920,039	38,978,150	39,067,601	39,673,596	39,863,145	40,255,705	40,186,696
967,950	828,519	689,915	682,207	734,041	706,478	742,489
1,290,672	1,300,578	2,476,049	2,665,079	1,597,469	1,833,665	3,476,957
41,178,661	41,107,247	42,233,565	43,020,882	42,194,655	42,795,848	44,406,142

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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

	2012	2013	2014
Expenses			
Governmental Activities			
General Government	\$ 1,011,447	1,077,772	1,159,790
Culture and Recreation	7,205,791	7,534,393	7,413,443
Interest on Long-Term Debt	107,289	88,898	68,414
Total Governmental Activities Expenses	8,324,527	8,701,063	8,641,647
Program Revenues			
Governmental Activities			
Charges for Services			
General Government	1,478,250	1,338,865	1,334,487
Culture and Recreation	3,084,240	2,963,915	3,086,165
Capital Grants/Contributions	—	—	—
Operating Grants/Contributions	—	—	—
Total Governmental Activities Program Revenues	4,562,490	4,302,780	4,420,652
Net (Expenses) Revenues			
Governmental Activities	(3,762,037)	(4,398,283)	(4,220,995)
General Revenues and Other Changes in Net Position			
Governmental Activities			
Taxes			
Property Taxes	4,160,279	4,156,894	4,168,049
Intergovernmental			
Replacement Taxes	74,796	82,918	85,363
Interest	4,268	3,950	3,168
Miscellaneous	107,770	67,770	354,182
Total Governmental Activities	4,347,113	4,311,532	4,610,762
Changes in Net Position			
Governmental Activities	585,076	(86,751)	389,767

* Accrual Basis of Accounting

Data Source: District Records

2015	2016	2017	2018	2019	2020	2021
2,057,134	1,428,112	1,152,774	1,024,932	1,217,251	822,007	754,465
7,573,621	7,940,854	8,050,969	9,035,489	9,495,191	7,211,347	8,758,670
49,616	60,010	104,693	89,811	82,003	73,829	61,649
9,680,371	9,428,976	9,308,436	10,150,232	10,794,445	8,107,183	9,574,784
1,435,356	1,872,857	1,846,237	1,818,158	1,773,007	1,805,995	2,609,241
2,979,441	2,867,487	2,801,440	2,909,391	3,190,282	1,570,198	3,009,320
—	—	1,031,714	1,425,305	60,096	—	—
—	—	—	—	—	428,475	229,278
4,414,797	4,740,344	5,679,391	6,152,854	5,023,385	3,804,668	5,847,839
(5,265,574)	(4,688,632)	(3,629,045)	(3,997,378)	(5,771,060)	(4,302,515)	(3,726,945)
4,259,190	4,227,145	4,315,131	4,438,526	4,633,894	4,663,455	4,924,579
57,804	80,656	95,647	77,435	96,271	86,042	151,048
3,461	12,056	53,298	85,031	106,173	21,126	2,716
199,624	297,361	291,287	400,512	108,495	133,085	258,896
4,520,079	4,617,218	4,755,363	5,001,504	4,944,833	4,903,708	5,337,239
(745,495)	(71,414)	1,126,318	1,004,126	(826,227)	601,193	1,610,294

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

	2012	2013	2014
General Fund			
Nonspendable	\$ 38,561	50,435	43,781
Restricted	811,470	838,965	887,566
Assigned	—	—	—
Unassigned	1,403,625	910,423	961,873
Total General Fund	2,253,656	1,799,823	1,893,220
All Other Governmental Funds			
Nonspendable	13,715	11,782	16,719
Restricted	129,816	139,203	149,237
Committed	1,461,346	1,651,252	1,706,051
Assigned	—	87,614	174,221
Total All Other Governmental Funds	1,604,877	1,889,851	2,046,228
Total Governmental Funds	3,858,533	3,689,674	3,939,448

* Modified Accrual Basis of Accounting

Data Source: District Records

2015	2016	2017	2018	2019	2020	2021
56,612	49,982	40,832	55,396	70,531	57,032	62,280
816,894	707,825	565,677	525,205	560,436	520,689	533,444
—	—	55,225	55,225	55,225	55,058	54,885
1,226,151	1,547,221	1,964,892	2,355,971	2,091,912	1,787,711	2,423,328
2,099,657	2,305,028	2,626,626	2,991,797	2,778,104	2,420,490	3,073,937
17,550	17,517	18,725	13,292	80,870	2,225	15,115
152,386	154,226	128,909	161,348	177,618	189,295	212,014
1,340,741	1,224,884	1,170,954	1,293,951	1,346,422	1,297,119	1,611,207
380,833	4,593,352	1,471,279	875,632	191,318	452,731	424,992
1,891,510	5,989,979	2,789,867	2,344,223	1,796,228	1,941,370	2,263,328
3,991,167	8,295,007	5,416,493	5,336,020	4,574,332	4,361,860	5,337,265

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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

	2012	2013	2014
Revenues			
Taxes	\$ 4,235,075	4,239,812	4,253,412
Intergovernmental	—	—	—
Charges for Services	4,562,490	4,302,780	4,420,652
Interest	4,268	3,950	3,168
Interfund Service Charge	—	—	—
Miscellaneous	107,770	67,770	354,182
Total Revenues	8,909,603	8,614,312	9,031,414
Expenditures			
General Government	1,018,558	1,074,784	1,160,250
Culture and Recreation	6,386,875	6,401,640	6,784,807
Capital Outlay	290,637	830,903	315,366
Debt Service			
Principal	412,880	436,082	494,316
Interest and Fiscal Charges	108,887	89,667	69,220
Total Expenditures	8,217,837	8,833,076	8,823,959
Excess of Revenues Over (Under) Expenditures	691,766	(218,764)	207,455
Other Financing Sources (Uses)			
Debt Issuance	19,860	44,156	37,485
Disposal of Capital Assets	8,353	5,749	4,834
Premium on Debt Issuance	—	—	—
Transfers In	360,000	360,000	423,050
Transfers Out	(360,000)	(360,000)	(423,050)
	28,213	49,905	42,319
Net Change in Fund Balances	719,979	(168,859)	249,774
Debt Service as a Percentage of Noncapital Expenditures	6.5532%	6.3168%	6.7876%

* Modified Accrual Basis of Accounting

Data Source: District Records

2015	2016	2017	2018	2019	2020	2021
4,316,994	4,307,801	4,410,778	4,515,961	4,730,165	4,663,455	4,924,579
—	—	1,031,714	1,425,305	60,096	514,517	380,326
4,414,797	4,289,871	4,192,057	4,257,533	4,501,289	2,914,193	4,979,561
3,461	12,056	53,298	85,031	106,173	21,126	2,716
—	—	455,620	470,016	462,000	462,000	639,000
199,624	747,834	291,287	400,512	104,783	132,616	258,397
8,934,876	9,357,562	10,434,754	11,154,358	9,964,506	8,707,907	11,184,579
1,190,902	1,151,586	1,188,238	1,229,630	1,216,581	1,242,605	1,457,826
6,577,757	7,108,232	7,211,654	7,226,117	7,469,056	6,365,250	7,586,359
602,912	520,152	4,400,244	2,285,840	1,539,494	811,218	755,277
461,362	478,631	372,411	390,000	400,000	405,000	482,207
50,311	114,164	155,993	112,575	104,775	96,775	84,625
8,883,244	9,372,765	13,328,540	11,244,162	10,729,906	8,920,848	10,366,294
51,632	(15,203)	(2,893,786)	(89,804)	(765,400)	(212,941)	818,285
—	4,000,000	—	—	—	—	156,621
87	8,297	15,272	9,331	3,712	469	499
—	310,746	—	—	—	—	—
1,027,315	201,000	—	—	800,000	980,000	478,425
(1,027,315)	(201,000)	—	—	(800,000)	(980,000)	(478,425)
87	4,319,043	15,272	9,331	3,712	469	157,120
51,719	4,303,840	(2,878,514)	(80,473)	(761,688)	(212,472)	975,405
6.0763%	6.6925%	5.9242%	5.1030%	5.0644%	6.3311%	5.8300%

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	Tax Levy Year	Residential Property	Farm
2012	2011	\$ 783,292,113	\$ 1,005,541
2013	2012	699,153,163	662,046
2014	2013	651,690,606	834,212
2015	2014	629,372,568	602,781
2016	2015	651,916,274	895,347
2017	2016	695,447,400	1,011,987
2018	2017	732,327,776	1,094,641
2019	2018	756,650,679	792,316
2020	2019	808,342,115	831,114
2021	2020	823,536,733	756,342

Data Source: Office of the County Clerk

Commercial Property	Industrial Property	Railroad Property	Total	Total Direct Tax Rate
\$ 138,043,567	\$ 73,305,531	\$ 1,531,436	\$ 997,178,188	0.4180
134,099,372	70,449,142	1,045,218	905,408,941	0.4600
130,105,653	67,750,747	1,262,040	851,643,258	0.4920
127,418,316	67,037,447	1,477,840	825,908,952	0.5145
127,596,524	67,220,379	1,782,241	849,410,765	0.5028
136,411,908	68,657,157	1,968,851	903,497,303	0.4780
142,744,668	72,844,693	1,626,209	950,637,987	0.4659
146,114,044	75,225,911	1,712,180	980,495,130	0.4735
151,780,015	76,908,039	1,725,474	1,039,586,757	0.4582
150,032,102	76,778,734	1,704,617	1,052,808,528	0.4640

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Levy Years December 31, 2021 (Unaudited)

	2011	2012	2013
District Direct Rates			
Museum	0.0040	0.0020	0.0020
Audit	0.0010	0.0020	0.0020
Bonds	0.0510	0.0560	0.0600
Corporate	0.1320	0.1630	0.1810
IMRF	0.0370	0.0440	0.0450
Police Protection	0.0140	0.0080	0.0080
Recreation	0.0910	0.1010	0.1120
Recreation for Handicapped	0.0390	0.0290	0.0240
Social Security	0.0300	0.0350	0.0360
Tort	0.0190	0.0200	0.0220
Total Direct Rates	0.4180	0.4600	0.4920
Overlapping Rates			
County of Lake	0.5540	0.6080	0.6630
Village of Mundelein	1.3440	1.4810	1.5730
Road and Bridge Libertyville	0.0510	0.0570	0.0590
Fremont Public Library	0.3810	0.4300	0.4680
Ela Public Library	0.3560	0.3860	0.4090
Cook Memorial Public Library	0.2540	0.2820	0.3030
College of Lake County #532	0.2400	0.2720	0.2960
School District #70	2.5180	2.8390	2.9930
School District #73	2.5180	3.6780	3.9970
School District #75	3.3060	4.4760	4.9560
School District #76	3.8420	4.0980	4.4420
School District #79	3.3370	3.2670	3.5210
High School #120	2.9370	2.4390	2.6450
High School #125	2.1650	2.7510	2.9890
High School #128	2.4650	2.5800	2.9190
Lake County Forest Preserve	2.3990	0.2120	0.2180
Central Lake County Joint Action Water Agency	0.2010	0.0520	0.0550
Township of Ela	0.0470	0.0880	0.1000
Township of Libertyville	0.0990	0.0650	0.0690
Township of Fremont	0.0600	0.1180	0.1260
Township of Vernon	0.1180	0.0600	0.0650
Road and Bridge Vernon	0.0570	0.0260	0.0270
Special Road Improvement Vernon Gravel	0.0240	0.0200	0.0130
Countryside Fire Protection District	0.0110	0.5520	0.5970
Special Road Improvement Ela	0.4950	0.0300	0.0460
Road and Bridge Ela	0.0420	0.0030	0.0030
Road and Bridge Fremont	0.0090	0.0320	0.0330
Special Road Improvement Fremont Gravel	0.1380	0.1100	0.1190
Representative Tax Rate (Fremont Township)	9.4480	10.6900	11.6440

Data Source: Office of the County Clerk

Note: Rates are per \$1,000 of Assessed Value

2014	2015	2016	2017	2018	2019	2020
0.0013	—	—	0.0001	0.0001	0.0001	0.0001
0.0018	0.0018	0.0017	0.0016	0.0016	0.0015	0.0006
0.0604	0.0589	0.0552	0.0533	0.0519	0.0487	0.0493
0.1931	0.1945	0.1936	0.1875	0.1903	0.1871	0.1871
0.0460	0.0458	0.0426	0.0383	0.0326	0.0305	0.0323
0.0079	0.0059	0.0055	0.0054	0.0056	0.0052	0.0063
0.1181	0.1164	0.1106	0.1077	0.1099	0.1076	0.1108
0.0242	0.0200	0.0188	0.0179	0.0280	0.0289	0.0294
0.0387	0.0370	0.0288	0.0333	0.0331	0.0310	0.0313
0.0230	0.0225	0.0212	0.0208	0.0204	0.0176	0.0168
0.5145	0.5028	0.4780	0.4659	0.4735	0.4582	0.4640
0.6825	0.6628	0.6320	0.6220	0.6117	0.5968	0.5980
1.6163	1.5711	1.5632	1.5590	1.4194	1.4260	1.4610
0.0642	0.0626	0.0599	0.0590	0.0588	0.0591	0.0609
0.4893	0.4835	0.4573	0.3580	0.3568	0.3545	0.3581
0.4100	0.3984	0.3815	0.3714	0.3185	0.3194	0.3219
0.3122	0.3035	0.2894	0.2840	0.0284	0.2834	0.2857
0.3061	0.2994	0.2854	0.2810	0.2819	0.2815	0.2897
3.0785	3.0457	2.8867	2.8100	2.8152	2.8554	2.9492
4.1175	4.0331	3.8708	3.8250	3.8470	3.7402	3.8514
5.2405	5.1409	4.9116	4.7980	4.7856	4.6291	4.6700
4.7370	4.8713	4.6799	4.5670	4.5799	4.4836	4.5969
3.6065	3.5143	3.2980	3.2090	3.1761	3.1968	3.2371
2.8282	2.7713	2.6203	2.5520	2.5431	2.4886	2.5115
3.0487	3.0043	2.8576	2.8620	2.8883	2.8715	2.9831
2.6866	2.7319	2.5318	2.4940	2.5021	2.5125	2.6034
0.2100	0.2079	0.1929	0.1870	0.1820	0.1798	0.1818
0.0559	0.0541	0.0458	0.0410	—	—	—
0.1004	0.0985	0.0950	0.0408	0.0936	0.0942	0.0957
0.0701	0.0683	0.0645	0.0600	0.0634	0.0636	0.0657
0.1273	0.1236	0.1155	0.1100	0.1065	0.1040	0.1025
0.0663	0.0644	0.0611	0.0560	0.0550	0.0531	0.0542
0.0269	0.0257	0.0243	0.0220	0.0207	0.0180	0.0184
0.0200	0.0199	0.0190	0.0220	0.0200	0.0200	0.0200
0.6129	0.5984	0.5699	0.5623	0.5637	0.5656	0.5934
0.0451	0.0448	0.0429	0.0421	0.0424	0.0426	0.0429
0.0029	0.0029	0.0027	0.0097	0.0098	0.0027	0.0027
0.0322	0.0317	0.0276	0.0270	0.0254	0.0251	0.1444
0.1249	0.1229	0.1188	0.1170	0.1173	0.1177	0.1208
12.2277	11.9761	11.4525	11.1210	10.6498	10.6632	10.8978

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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

Taxpayer	Type of Business	2021*			2012		
		Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Park Butterfield Apt Associates, LLC	Commercial Properties - Apartments	\$ 13,706,933	1	1.30%	\$ 8,694,463	2	0.87%
Medline Industires	Hospital Supplies	7,206,169	2	0.68%			
Sysmex America Inc.	Medical Products	5,135,020	3	0.49%			
Mundelein 83, LLC	Commercial Properties	4,066,807	4	0.39%	7,551,457	3	0.76%
Centro Bradley Long Meadow LLC	Commercial Retail	3,872,478	5	0.37%	4,794,726	5	0.48%
Townline Retail Investment LLC	Commercial Retail	3,209,401	6	0.30%			
Target Corporation	Department Store	3,102,000	7	0.29%	3,635,758	6	0.36%
JEH Ltd. Partnership	Commercial Retail	2,846,742	8	0.27%	2,961,991	7	0.30%
Hickory Walnut LLC	Apartment Buildings	2,789,143	9	0.26%	2,912,657	8	0.29%
Paul R Binder	Commercial Retail	2,442,857	10	0.23%			
1200 Townline Rd. Associates	Real Estate Agents and Managers				10,162,564	1	1.02%
Oak Creek Plaza, LLC	Commercial Retail				5,123,935	4	0.51%
Northfield Block Company	Industrial				2,809,899	9	0.28%
Home Depot USA	Home Improvement				2,683,073	10	0.27%
		<u>48,377,550</u>		<u>4.58%</u>	<u>51,330,523</u>		<u>5.14%</u>

Data Source: Village of Mundelein Annual Comprehensive Financial Report

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2012	2011	\$ 4,168,205	\$ 4,158,718	99.77%	\$ —	\$ 4,158,718	99.77%
2013	2012	4,164,881	4,156,857	99.81%	—	4,156,857	99.81%
2014	2013	4,190,085	4,168,050	99.47%	—	4,168,050	99.47%
2015	2014	4,249,450	4,236,257	99.69%	—	4,236,257	99.69%
2016	2015	4,271,967	4,227,145	98.95%	—	4,227,145	98.95%
2017	2016	4,320,845	4,308,580	99.72%	—	4,308,580	99.72%
2018	2017	4,429,878	4,429,878	100.00%	—	4,429,878	100.00%
2019	2018	4,643,330	4,633,549	99.79%	—	4,633,549	99.79%
2020	2019	4,763,251	4,663,455	97.90%	38,041	4,701,496	98.70%
2021	2020	4,886,538	4,886,538	100.00%	—	4,886,538	100.00%

Data Source: Office of the County Clerk and Audited Annual Comprehensive Financial Reports for the District

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Capital Leases	General Obligation Bonds	Installment Contracts			
2012	\$ —	\$ 2,120,000	\$ 41,161	\$ 2,161,161	0.21%	\$ 69.57
2013	—	1,710,000	59,235	1,769,235	0.17%	56.95
2014	—	1,280,000	32,404	1,312,404	0.13%	42.25
2015	—	835,000	16,042	851,042	0.08%	27.40
2016	—	4,594,390	2,411	4,596,801	0.45%	147.98
2017	—	4,201,951	—	4,201,951	0.41%	135.27
2018	—	3,789,512	—	3,789,512	0.37%	100.55
2019	—	3,367,073	—	3,367,073	0.33%	89.34
2020	—	2,939,634	—	2,939,634	0.29%	78.00
2021	104,414	2,487,195	—	2,591,609	0.21%	82.12

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 personal income and population data.

MUNDELEIN PARK AND RECREATION 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	General Obligations Bonds	Less: Amounts Available for Debt Service	Totals	Total Taxable Assessed Value of Property (1)	Per Capita (2)
2012	\$ 2,120,000	\$ 126,216	\$ 1,993,784	0.20%	\$ 64.18
2013	1,710,000	136,372	1,573,628	0.17%	50.66
2014	1,280,000	147,212	1,132,788	0.13%	36.47
2015	835,000	151,053	683,947	0.08%	22.02
2016	4,594,390	120,677	4,473,713	0.53%	144.02
2017	4,201,951	124,238	4,077,713	0.45%	131.27
2018	3,789,512	134,273	3,655,239	0.38%	96.99
2019	3,367,073	142,946	3,224,127	0.33%	85.55
2020	2,939,634	138,224	2,801,410	0.27%	74.33
2021	2,487,195	147,636	2,339,559	0.22%	74.13

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 Actual Value of Taxable Property for property value data.

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

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt December 31, 2021 (Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt Applicable to District (1)	District's Share of Debt
District	\$ 2,591,609	100.000%	\$ 2,591,609
Overlapping Debt			
Village of Mundelein	36,200,000	99.806%	36,129,772
Fremont Public Library	—	57.186%	—
Ela Public Library	—	1.501%	—
Village of Vernon Hills	31,595,000	0.001%	316
College of Lake County #532	41,370,000	4.060%	1,679,622
School District #70	9,400,000	0.054%	5,076
School District #73	88,836,133	15.269%	13,564,389
School District #75	10,202,000	99.819%	10,183,534
School District #76	10,505,000	58.498%	6,145,215
School District #79	5,660,000	30.580%	1,730,828
High School District #120	7,165,000	64.342%	4,610,104
High School District #125	37,245,000	1.504%	560,165
High School District #128	—	1.570%	—
Lake County Forest Preserve	181,865,000	3.866%	7,030,901
Lake County	168,720,000	3.866%	6,522,715
Central Lake County Joint Action Water Agency	—	10.653%	—
Countryside Fire Protection District	2,140,000	6.255%	133,857
Total Overlapping Debt	630,903,133		88,296,494
Total Direct and Overlapping Debt	633,494,742		90,888,103

Data Source: Lake County Tax Extension Department

(1) Determined by ratio of assessed valuation of property subject to taxation in the District to valuation of property subject to taxation in overlapping unit.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years

December 31, 2021 (Unaudited)

See Following Page

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Legal Debt Margin - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

	2012	2013	2014	2015
Equalized Assessed Valuation	\$ 997,178,188	905,408,941	851,643,258	825,908,952
Bonded Debt Limit - 2.875% of Assessed Value	28,668,873	26,030,507	24,484,744	23,744,882
Amount of Debt Applicable to Limit	2,120,000	1,710,000	1,280,000	835,000
Legal Debt Margin	26,548,873	24,320,507	23,204,744	22,909,882
Percentage of Legal Debt Margin to Bonded Debt Limit	92.61%	93.43%	94.77%	96.48%
Non-Referendum Legal Debt Limit - .575% of Assessed Value	5,733,775	5,206,101	4,896,949	4,748,976
Amount of Debt Applicable to Limit	2,120,000	1,710,000	1,280,000	835,000
Legal Debt Margin	3,613,775	3,496,101	3,616,949	3,913,976
Percentage of Legal Debt Margin to Bonded Debt Limit	63.03%	67.15%	73.86%	82.42%

Data Source: District Records

2016	2017	2018	2019	2020	2021
849,410,765	903,497,303	950,637,987	980,495,130	1,039,586,757	1,052,808,528
24,420,559	25,975,547	27,330,842	28,189,235	29,888,119	30,268,245
4,370,000	4,000,000	3,610,000	3,210,000	2,805,000	2,375,000
20,050,559	21,975,547	23,720,842	24,979,235	27,083,119	27,893,245
82.11%	84.60%	86.79%	88.61%	90.61%	92.15%
4,884,112	5,195,109	5,466,168	5,637,847	5,977,624	6,053,649
4,370,000	4,000,000	3,610,000	3,210,000	2,805,000	2,375,000
514,112	1,195,109	1,856,168	2,427,847	3,172,624	3,678,649
10.53%	23.00%	33.96%	43.06%	53.08%	60.77%

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Demographic and Economic Statistics - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Fiscal Year	Population	Total Personal Income	Per Capita Personal Income	Unemployment Rate
2012	31,064	\$ 1,025,267,000	\$ 33,005	8.40%
2013	31,064	1,025,267,000	33,005	7.80%
2014	31,064	1,025,267,000	33,005	6.80%
2015	31,064	1,025,267,000	33,005	4.30%
2016	31,064	1,025,267,000	33,005	5.50%
2017	31,064	1,025,267,000	33,005	4.40%
2018	37,687	1,025,267,000	33,005	3.90%
2019	37,687	1,025,267,000	33,005	3.90%
2020	37,687	1,025,267,000	33,005	14.70%
2021	31,560	1,216,259,000	38,538	5.30%

Data Source: Village of Mundelein Annual Comprehensive Financial Report

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago December 31, 2021 (Unaudited)

Employer	Type of Business	2021*			2012		
		Employees	Rank	Percentage of Total District Population	Employees	Rank	Percentage of Total District Population
Medline Industries	Hospital Supplies	1,000	1	3.17%	1,200	1	3.86%
Amcor Flexibles Healthcare, Inc.	Flexible Polyethylene Packaging	350	2	1.11%	350	3	1.13%
Accurate Transmissions	Remanufactured Transmissions	320	3	1.01%			
Ruprecht Company	Meat Processing	250	4	0.79%			
Maclean Fogg Co.	Industrial Fasteners (Plants and Offices)	240	5	0.76%			
University of St. Mary of the Lake	Seminary/School for Priesthood	220	6	0.70%	220	5	0.71%
Mundelein Elementary School #75	Public Elementary School	220	7	0.70%	213	6	0.69%
Mundelein High School #120	Public High School	210	8	0.67%	211	7	0.68%
Village of Mundelein	Village Government	185	9	0.59%	183	8	0.59%
Carter Hoffman Co.	Food Service Equipment	110	10	0.35%			
Mundelein Park District	Recreation District				422	2	1.36%
Fremont School District #79	Public Elementary School				287	4	0.92%
Dominick's	Supermarket				180	9	0.58%
Washburn International	Guitars and Guitar Parts				180	10	0.58%
Totals		<u>3,105</u>		<u>9.85%</u>	<u>3,446</u>		<u>11.10%</u>

Data Source: Village of Mundelein Annual Comprehensive Financial Report

*Most recent Village of Mundelein Annual Comprehensive Financial Report

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

Governmental Employees by Function - Last Ten Fiscal Years December 31, 2021 (Unaudited)

Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Administration	7	8	8	13	9	11	10	10	11	14
Golf Operations	51	48	48	49	51	49	27	46	40	52
Park Operations	20	20	20	32	28	22	48	24	23	28
Recreation	372	398	367	375	401	387	360	355	239	295
	450	474	443	469	489	469	445	435	313	389

Data Source: District Records

The figures represent the number of employees on payroll during the year. Employee turnover and work schedules affect the employee count. Multiple employees may be used to staff a single position.

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS

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

See Following Page

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Operating Indicators by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Program Registrations			
Adult Athletic Leagues	84	87	69
Early Childhood- Learning Center	947	914	849
Youth Programs	1,872	1,671	1,658
Rec Connection	159	174	180
Aquatics Programs	1,220	1,040	950
Regent Center	495	502	456
Adult Programs	1,113	1,410	1,379
Special Events	3,502	3,960	3,464
Big & Little Development Center	80	76	76
Golf Rounds	24,928	22,755	22,315
Memberships/Season Passes			
Barefoot Bay Aquatic Center, Diamond Lake & Combo	3,196	2,242	1,813
Health and Fitness Center	1,039	1,074	1,180
Facility Rentals			
Regent Center	48	56	42
Chalet	63	62	64
Shelters	73	103	116
Dunbar	—	—	—

Data Source: Various District Departments

2015	2016	2017	2018	2019	2020	2021
44	42	47	32	25	22	24
692	527	776	447	771	126	823
2,003	1,793	1,168	1,257	1,619	1,104	2,324
167	172	165	182	212	205	138
884	566	592	647	563	352	1,076
462	425	404	404	—	—	829
1,293	1,139	1,004	1,250	1,282	680	517
3,433	4,012	6,723	6,527	6,969	2,609	2,619
71	64	67	91	103	87	109
24,145	24,019	23,080	21,832	21,322	23,181	31,183
1,371	1,627	1,923	2,021	1,759	—	2,392
1,180	1,220	1,110	1,900	2,400	1,360	1,554
56	50	78	53	57	4	35
62	43	26	—	—	—	—
101	116	113	106	79	59	68
—	—	—	37	172	238	294

MUNDELEIN PARK AND RECREATION DISTRICT, ILLINOIS**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
December 31, 2021 (Unaudited)**

Function/Program	2012	2013	2014
Parks			
Owned Acreage	714	731	731
Number of Parks	33	33	33
Facilities (Number of)			
Playgrounds	23	23	23
Outdoor Swimming Facilities	2	2	2
Splash Park	1	1	1
18 Hole Golf Course	1	1	1
Outdoor Skating Rinks	2	2	2
Football Fields	1	1	1
Tennis Courts	16	16	16
Picnic Areas	13	13	13
Indoor Basketball Courts	2	2	2
Outdoor Basketball Courts	11	11	11
Frisbee Golf	3	3	3
Concession Stands	3	3	3
Baseball Fields	19	19	19
Volleyball Courts	1	1	1
Soccer Fields	2	2	2
Parking Lots	17	17	17
Drinking Fountains	4	4	4
Shelters	10	10	10
Ponds/Wetlands	9	9	9
Boat Launch	1	1	1
Facilities			
Community Center			
Barefoot Bay Aquatic Facility			
Diamond Lake Recreation Facility			
Dunbar Recreation Center			
Dance Studio Kracklauer Park			
Heritage Museum			
Steeple Chase Golf Club Facility			

Data Source: Various District Departments

2015	2016	2017	2018	2019	2020	2021
731	731	731	732	736	735	735
33	33	33	33	33	34	34
23	23	23	23	24	24	24
2	2	2	2	2	2	2
1	1	1	1	1	1	1
1	1	1	1	1	1	1
2	2	2	1	1	1	1
1	1	1	1	1	1	1
16	16	16	13	12	12	12
13	13	13	13	13	13	13
2	2	2	3	3	3	3
11	11	11	11	12	12	12
3	3	3	2	2	2	2
3	3	3	3	3	3	3
19	19	19	19	19	19	19
1	1	1	2	2	2	2
2	2	2	2	2	2	2
17	17	17	17	17	17	17
4	4	4	4	4	4	4
10	10	10	10	10	10	10
9	9	9	9	9	9	9
1	1	1	1	1	1	1