

Sterling Park District
Sterling, Illinois
Annual Financial Report
For the Year Ended April 30, 2023

Sterling Park District
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For the Year Ended April 30, 2023

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Sterling Park District
Sterling, Illinois

Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sterling Park District of Sterling, Illinois as of and for the year ended April 30, 2023, and the related notes to the financial statements which collectively comprise the District's 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 Sterling Park District as of April 30, 2023 and the respective changes in financial position and, cash flows, where applicable, thereof 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 Sterling Park District of Sterling, Illinois and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to the audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibility Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the 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 Sterling Park District's ability to continue as a going concern for the twelve months beyond the financial statement date, including any current known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility 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 an opinion. 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, misrepresentation, 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:

1. Exercise professional judgment and maintain professional skepticism throughout the audit.
2. 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 the risks, such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
3. 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 Sterling Park District of Sterling Illinois internal control. Accordingly, no such opinion is expressed.
4. Evaluate the appropriateness of accounting policies used and reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
5. Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Sterling Park District of Sterling Illinois 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 were 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 be presented to supplement the basic financial statements. Such information is the responsibility of the management and, although not a part of the basic financial statements, is required by the Government 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 an opinion on the financial statements that collectively comprise the Sterling Park District basic financial statements. The combining and individual nonmajor fund financial statements 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 other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial schedules are fairly stated in all material respects in relation to the basic financial statement taken 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 opinion 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 material 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.

REIFLER SHARPS SCHUETZ, LTD.

Mokena, Illinois
November 26, 2023

Sterling Park District Management's Discussion and Analysis

The Sterling Park District was established in 1923, covering approximately 10 square miles, primarily in Sterling Township, and has a service population of about 25,000. The governing body of the district is comprised of five Commissioners elected at large for staggered four-year terms. A President and Vice-President are elected by the Commissioners, and a Secretary and Treasurer are appointed by the Commissioners. The daily administrative functions of the District are the responsibility of the Executive Director, who is appointed by the Board. The District employs 16 full-time and 225 part-time employees.

Approximately 17 park sites and recreational facilities totaling about 525 acres are owned by the District. Additional recreation areas are available to District residents through leases with the Illinois Department of Natural Resources. Principal park facilities include the following: Frasor Center (Administration and Maintenance), Duis Recreation Center, Westwood Fitness and Sports Center, Dillon Home Museum, Oppold Marina and Emerald Hill Golf Course.

Recreational activities provided by the District include several miles of bike paths, a multitude of athletic fields, outdoor tennis and basketball courts, playgrounds, several indoor recreational/sports areas, boating, fishing and several hundred organized recreational programs.

Introduction

The Park District's Management's Discussion and Analysis (MD&A) provides an overview of the District's financial activities for the year ended April 30, 2023. Please read it as a narrative introduction to the financial statements that follow. This report is designed to assist the reader in focusing on significant financial issues, provide an overview of the District's financial activity, identify changes in the District's financial position, identify any material deviations from the approved budget and identify individual fund issues and concerns.

The MD&A is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in its Statement No. 34 Basic Financial Statements and Management's Discussion and Analysis for State and Local Government's issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Financial Highlights

- The District's total assets and deferred outflows of resources exceeded its total liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$17,512,084 a decrease of \$281,557.
- Net position of governmental activities was \$17,512,084.
- Property taxes levied and collected were \$2,842,140 compared to the prior year of \$2,756,176 for an increase of \$85,964.

**Sterling Park District
Management's Discussion and Analysis (Continued)**

- The District's governmental funds reported combined ending fund balances of \$4,575,845, a decrease of \$874,490. The decrease is primarily due to additional repair and improvements at facilities.
- The District continues to have the ability to devote resources toward maintaining, improving and expanding its parks, playgrounds and facilities. The District spent \$2,158,257 on capital improvements.
- The District's outstanding long-term debt decreased by \$490,000 to \$10,530,000.

Overview of the Financial Statements

Management's Discussion and Analysis introduces the District's basic financial statements. The basic financial statements include three components: government-wide financial statements, fund financial statements and notes to the financial statements. The District also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The government-wide statements are designed to provide readers with a broad overview of the District's finances. The two new government-wide financial statements, Statement of Net Position and Statement of Activities represent an overview of the District as a whole, separating its operations between governmental and business type activities. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis of full accrual accounting and elimination or reclassification of internal activities.

The Statement of Net Position presents information on all District assets deferred outflows of resources, liabilities and deferred inflows of resources, 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 as a whole is improving or deteriorating.

The Statement of Activities presents changes in the District's net position during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

Both government-wide financial statements distinguish governmental activities of the District that are principally supported by taxes and intergovernmental revenue, such as grants. Governmental activities that are intended to recover all or a significant portion of costs through user fees and charges. Governmental activities include both general government and recreation.

The government-wide financial statements are presented on pages 12-14 of this report.

Sterling Park District
Management's Discussion and Analysis (Continued)

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statement, fund financial statements focus on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all other are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in the later section of this report.

The District has two kinds of funds:

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenue, expenditures and change in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic government fund financial statements are presented on pages 15-16 of this report.

Proprietary funds the District has no Proprietary funds.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 19 of this report.

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information including budgetary comparison for the General Fund and Recreation Fund (Major special revenue fund) and schedules concerning the District's progress in funding its obligations to provide pension benefits to its employees. Other supplementary information includes detail by funds for receivables, payables transfers and payments within the reporting entity. Required supplementary information can be found on pages 52 through 56 of this report.

Major funds are reported in the basic financial statements as discussed. Combined and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 57.

Government-wide Financial Analysis

The District implemented the new financial reporting model used in this report beginning with the fiscal year ended April 30, 2005. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the District as a whole.

Statement of Net Position

As noted earlier, the District's combined net position for governmental activities decreased to \$17,512,084 as of April 30, 2023, an decrease of \$281,557.

Sterling Park District
Management's Discussion and Analysis (Continued)

<u>Financial Position</u>	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Current Assets	\$ 6,091,424	\$ 6,986,190
Capital Assets	21,888,655	21,603,374
Total Assets	27,980,079	28,589,564
Deferred Outflows	1,622,268	1,895,977
Current Liabilities	2,518,984	2,482,477
Long Term Liabilities	8,430,000	8,985,000
Total Liabilities	10,948,984	11,467,477
Deferred Inflows	1,141,279	1,224,423
Net Assets Invested in Capital Assets		
Net of Related Debt	12,936,239	12,343,306
Restricted Net Assets	1,659,933	1,366,344
Unrestricted Net Assets	<u>2,915,912</u>	<u>4,083,991</u>
Total Net Position	<u>\$ 17,512,084</u>	<u>\$ 17,793,641</u>

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Statement of Activities

The Sterling Park District's net position decreased \$281,557.

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Revenue		
Charges for Services	\$ 2,225,934	\$ 1,917,049
Operating Grants and Contributions	194,073	250,565
Property Taxes	2,842,140	2,756,176
Replacement Taxes	885,354	675,372
Insurance Reimbursement	59,951	68,145
Miscellaneous	<u>25,381</u>	<u>7,928</u>
 Total Revenue	 <u>6,232,833</u>	 <u>5,675,235</u>
 Expenses		
Government Activities		
General Government	1,299,865	1,326,916
Recreation	4,828,507	2,985,204
Interest on Long Term Debt	<u>386,018</u>	<u>375,012</u>
 Total Expenses	 <u>6,514,390</u>	 <u>4,687,132</u>
 Increase/Decrease in Net Position	 (281,557)	 988,103
Prior period Adjustment	-	-
Net Position - Beginning	<u>17,793,641</u>	<u>16,805,538</u>
 Net Position - Ending	 <u>\$ 17,512,084</u>	 <u>\$ 17,793,641</u>

Governmental Activities

As stated previously, governmental activities decreased the District's net position by \$281,557.

This is primarily due to increased investment recreation activities to the District.

Property Taxes increased by \$85,964. The District's tax rate is 1.0782 per \$100.

Program Fees increased by \$308,885.

Total Revenue increased by \$557,598.

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Business-type Activities

There are no Business-type Activities by the District.

Government Funds

As discussed, government funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$4,575,845. The total ending fund balances of governmental funds show a decrease of \$874,490 from the previous year.

Major Government Funds

The General, Recreation, Special Revenue, Debt Service, and Capital Projects funds are the primary operating funds of the District.

The General fund balance as of April 30, 2023 was \$456,423 a increase of \$451 from the prior year.

The Recreation fund balance was \$740,993, an increase of \$59,894 from the prior year.

The Special Revenue fund balance was \$734,388, an increase of \$76,408 from the prior year.

The Debt Service fund balance was \$777,986, an increase of \$43,857 from the prior year.

The Capital Projects fund balance was \$1,866,055, a decrease of \$1,055,100 from the prior year.

Proprietary Funds

The District has no proprietary funds.

Capital Assets and Debt Administration

Capital Assets

The District's investment in capital assets, for its governmental activities as of April 30, 2023 was \$21,888,656 (net of related depreciation). The investment in capital assets includes land, buildings and land improvements, machinery and equipment and vehicles. For further detail see accompanying notes.

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Debt Administration

As of April 30, 2023, the Park District has general obligation bond issues of \$1,545,000 and alternative bond obligations of \$8,985,000, for a total \$10,530,000. The fund balance of the Debt Service Fund amounted to \$777,986 as of April 30, 2023. Debt decreased by \$490,000 in the current year. For further detail see accompanying notes.

Factors Bearing on the District's Future and Budget

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

There were no variations to the original budget and the final budget. There were no significant variations to actual results to budget in the general fund.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations and demonstrate the District's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact the Executive Director at:

Sterling Park District
1913 Third Avenue
Sterling, IL. 61081

Sterling Park District
Statement of Net Position
April 30, 2023

	<u>Governmental Activities</u>
ASSETS	
CURRENT ASSETS	
Cash and Cash Equivalents	\$ 3,004,629
Property Tax Receivable	2,842,140
Inventory	<u>244,655</u>
TOTAL CURRENT ASSETS	\$ 6,091,424
NON-CURRENT ASSET	
Capital Assets Not Subject to Depreciation	2,225,704
Other Capital Assets, Net of Depreciation	<u>19,662,951</u>
TOTAL NON-CURRENT ASSETS	21,888,655
TOTAL ASSETS	<u>27,980,079</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>1,622,268</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>29,602,347</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Statement of Net Position
April 30, 2023

	<u>Governmental Activities</u>
LIABILITIES	
CURRENT LIABILITIES	
Accounts Payable and Accrued Expenses	\$ 418,984
Long Term Liabilities Due Within One Year:	
Loans	555,000
General Obligation Bonds	<u>1,545,000</u>
TOTAL CURRENT LIABILITIES	2,518,984
NON-CURRENT LIABILITIES	
Long Term Liabilities Due In More Than One Year:	
General Obligation Bonds	<u>8,430,000</u>
TOTAL NON-CURRENT LIABILITIES	<u>8,430,000</u>
TOTAL LIABILITIES	<u>10,948,984</u>
DEFERRED INFLOWS OF RESOURCES	<u>1,141,279</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>12,090,263</u>
NET POSITION	
Net Investment In Capital Assets	12,936,239
Non-Spendable Endowment	11,570
Restricted for	
Debt service	777,986
Recreation	335,240
IMRF	49,935
Social security	109,821
Museum	36,501
Audit	6,083
Insurance	132,617
Special Recreation	48,678
Police	30,483
Corporate	121,019
Unrestricted	<u>2,915,912</u>
TOTAL NET POSITION	<u>\$ 17,512,084</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Statement of Activities
For the Year Ended April 30, 2023

	<u>Expenses</u>	<u>Program Revenue</u>		<u>Net (Expenses)</u> <u>Revenue and</u> <u>Changes in</u> <u>Net Assets</u>	
		<u>Charges</u> <u>For Services</u>	<u>Operating</u> <u>Grants and</u> <u>Contributions</u>		<u>Capital</u> <u>Grants and</u> <u>Contributions</u>
GOVERNMENTAL ACTIVITIES					
Parks and Recreations	\$ 4,828,507	\$ 2,223,851	\$ 0	\$ 0	\$ (2,604,656)
Museum	85,315	2,083	0	0	(83,232)
Insurance	76,425	0	0	0	(76,425)
Change in Net Pension Liability and Social Security	97,116	0	0	0	(97,116)
General Administration	1,041,009	0	0	0	(1,041,009)
Debt Service	<u>386,018</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(386,018)</u>
TOTAL GOVERNMENT ACTIVITIES	<u>\$ 6,514,390</u>	<u>\$ 2,225,934</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (4,288,456)</u>
GENERAL REVENUE					
Taxes					
Property Taxes Levied for General Purposes					\$ 1,248,148
Property Taxes Levied for Debt Services					1,593,992
Replacement Tax					885,354
Investment Earnings					59,951
Grants and Contributions not Restricted					194,073
Miscellaneous Local and Intermediate Revenue					<u>25,381</u>
TOTAL GENERAL REVENUE					<u>4,006,899</u>
CHANGE IN NET POSITION					(281,557)
NET POSITION - BEGINNING					<u>17,793,641</u>
NET POSITION - ENDING					<u>\$17,512,084</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
 Governmental Funds
 Balance Sheet
 April 30, 2023

	Governmental Fund Types					Total Government Funds
	General	Recreation	Debt Service	Capital Projects	Nonmajor Governmental	
ASSETS						
Cash	\$ 300	\$ 4,215	\$ 0	\$ 0	\$ 70	\$ 4,585
Cash In Bank - Savings	218,799	448,728	0	16,055	321,057	1,004,639
Investments	150,000	0	0	1,850,000	0	2,000,000
Property Tax Receivable	242,041	181,170	1,555,972	0	828,236	2,807,419
Inventory	0	244,655	0	0	0	244,655
TOTAL ASSETS	<u>611,140</u>	<u>878,768</u>	<u>1,555,972</u>	<u>1,866,055</u>	<u>1,149,363</u>	<u>6,061,298</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 611,140</u>	<u>\$ 878,768</u>	<u>\$ 1,555,972</u>	<u>\$ 1,866,055</u>	<u>\$ 1,149,363</u>	<u>\$ 6,061,298</u>
LIABILITIES						
Accounts Payable	\$ 15,421	\$ 13,327	\$ 0	\$ 0	\$ 0	\$ 28,748
Accrued Payroll	11,978	33,863	0	0	857	46,698
Accrued Expenses	6,298	0	0	0	0	6,298
TOTAL LIABILITIES	<u>33,697</u>	<u>47,190</u>	<u>0</u>	<u>0</u>	<u>857</u>	<u>81,744</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Property Taxes	121,020	90,585	777,986	0	414,118	1,403,709
TOTAL DEFERRED INFLOWS	<u>121,020</u>	<u>90,585</u>	<u>777,986</u>	<u>0</u>	<u>414,118</u>	<u>1,403,709</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>154,717</u>	<u>137,775</u>	<u>777,986</u>	<u>0</u>	<u>414,975</u>	<u>1,485,453</u>
FUND BALANCES						
Non-Spendable	0	0	0	0	0	0
Restricted	121,019	335,240	777,986	0	414,118	1,648,363
Assigned	0	0	0	0	0	0
Unassigned	335,404	405,753	0	1,866,055	320,270	2,927,482
TOTAL FUND BALANCE	<u>456,423</u>	<u>740,993</u>	<u>777,986</u>	<u>1,866,055</u>	<u>734,388</u>	<u>4,575,845</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u>\$ 611,140</u>	<u>\$ 878,768</u>	<u>\$ 1,555,972</u>	<u>\$ 1,866,055</u>	<u>\$ 1,149,363</u>	<u>\$ 6,061,298</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Governmental Funds
Statement of Revenue, Expenditures and Changes in Fund Balance
For the Year Ended April 30, 2023

	Governmental Fund Types					Total Government Funds
	General	Recreation	Debt Service	Capital Projects	Nonmajor Governmental	
REVENUES						
Property Taxes	\$ 240,712	\$ 179,409	\$ 1,557,287	\$ 0	\$ 827,990	\$ 2,805,398
Replacement Taxes	829,842	0	0	0	55,512	885,354
Program Fees And Charges	0	2,223,851	0	0	2,083	2,225,934
Contributions	10,386	31,487	0	67,200	85,000	194,073
Investment Income	54,951	0	0	0	0	54,951
Insurance Reimbursement	4,987	5,025	0	0	0	10,012
Other	1,800	13,189	0	0	380	15,369
TOTAL REVENUE	1,142,678	2,452,961	1,557,287	67,200	970,965	6,191,091
EXPENDITURES (CURRENT)						
General	1,030,009	0	0	0	0	1,030,009
Recreation Programs	0	2,738,431	0	0	0	2,738,431
Liability Insurance	0	0	0	0	76,425	76,425
Special Recreation	0	0	0	0	0	0
Municipal Retirement	0	0	0	0	97,116	97,116
Museum	0	0	0	0	85,315	85,315
Police Program	0	0	0	0	0	0
Debt Service						
Principal	0	0	2,035,000	0	0	2,035,000
Interest	0	0	376,381	0	0	376,381
Fees	0	0	2,647	0	0	2,647
Capital Improvements	0	232,286	0	1,925,971	0	2,158,257
Audit	0	0	0	0	11,000	11,000
Special Gift	0	0	0	0	0	0
TOTAL EXPENDITURES	1,030,009	2,970,717	2,414,028	1,925,971	269,856	8,610,581
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	112,669	(517,756)	(856,741)	(1,858,771)	701,109	(2,419,490)
OTHER FINANCING SOURCES (USES)						
OPERATING TRANSFERS IN	0	599,432	905,178	896,315	0	2,400,925
OPERATING TRANSFERS OUT	(112,218)	(21,782)	(4,580)	(1,637,644)	(624,701)	(2,400,925)
REPAYMENT LOAN	0	0	0	0	0	0
BOND ISSUE PROCEEDS	0	0	0	1,545,000	0	1,545,000
TOTAL OTHER FINANCING SOURCES	(112,218)	577,650	900,598	803,671	(624,701)	1,545,000
NET CHANGE IN FUND BALANCES	451	59,894	43,857	(1,055,100)	76,408	(874,490)
FUND BALANCE BEGINNING OF YEAR	455,972	681,099	734,129	2,921,155	657,980	5,450,335
FUND BALANCE END OF YEAR	\$ 456,423	\$ 740,993	\$ 777,986	\$ 1,866,055	\$ 734,388	\$ 4,575,845

See Accompanying Notes to the Financial Statements

Sterling Park District

Governmental Funds

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

April 30, 2023

Total Fund Balances - Governmental Funds	\$ 4,575,335
Capital Assets used in the Governmental Activities are not Financial Resources and therefore are not reported in the Governmental Fund Financial Statements	42,307,138
Accumulated Depreciation has not been included in the Governmental Fund Financial Statements	(20,418,483)
Bonds Payable and Contractual Obligations have not been included in the Governmental Fund Financial Statements	(10,530,000)
Accrued Interest for Bond Obligations have not been reflected in the Governmental Fund Financial Statements	(151,149)
Accrued receivable have not been reflected in the Governmental Fund Financial Statements	34,721
Accrued Liabilities for Employee Benefits have not been reflected in the Governmental Fund Financial Statements	186,091
Revenue reported as Deferred Revenue in the Governmental Fund Financial Statements was recorded as revenue in the Government-Wide Financial Statements	<u>1,508,431</u>
Net Position of Governmental Activities	<u>\$ 17,512,084</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended April 30, 2023

Total Change in Net Position - Total Governmental Funds	\$ (874,490)
Current Year Capital Outlays are Expenditures in the Governmental Fund Financial Statements, but they are shown as Increases in Capital Assets in the Government-Wide Financial Statements	(2,158,257)
Current Year Long Term Debt Principal Payments reported as Expenditures in the Government Fund Financial Statements are shown as Reductions in Long Term Debt in the Government-Wide Financial Statements	2,035,000
Interest is accrued on Outstanding Debt in the Government-Wide Financial Statements, whereas in the Governmental Fund Financial Statements, an Interest expenditure is reported when due	151,149
Revenue from Property Taxes is deferred in the Fund Financial Statements until they are considered available to finance Current Expenditures, but such Revenue are recognized when assessed net of an Allowance for Uncollectible Accounts in the Government-Wide Financial Statements	(34,721)
Depreciation is not recognized as an Expense in Governmental Funds since it does not require the use of current financial resources. The effect of the Current Year's Depreciation is to decrease Net Assets	2,287,189
The Government Fund Financial Statements reflect Bond Issue Proceeds as a Source of Funds. This is a Non-Revenue item Government-Wide Financial Statement	(1,545,000)
Payment of Prior Years Accrued Expenses deducted in Fund Financial Statement when paid. Accrued in Prior Year Government-Wide Financial Statements	<u>(142,427)</u>
Change in Net Position of Governmental Activities	<u>\$ (281,557)</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Notes to The Financial Statements
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Sterling Park District (District) is operated under a board of commissioners - director form of government and is operated to improve the quality of life for the residents of Sterling Township which include: recreation programs, park management, capital development and general administration.

The accounting and reporting policies of the District relating to the funds included in the accompanying general-purpose financial statements conform to generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

A. Reporting Entity

The Park District follows the provisions of Governmental Accounting Standards Board Statement No. 61, "Determining Whether Certain Organizations Are Component Units - an amendment of GASB Statement No. 14 and 34". As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Park District has concluded that no entities meet the criteria of Statement 61 for inclusion as a component unit. Likewise, the Park District is not required to be included as a component unit of any other entity.

Governmental Accounting Standards Board Statement No. 61, "The Financial Reporting Entity", is an amendment of GASS Statements No. 14 and No. 39, which does not have impact on the current year financial statements.

B. New Accounting Standards Implemented

As of May 1, 2012, the District has implemented GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. New Accounting Standards Implemented (Continued)

As of May 1, 2012, the District has implemented GASB Statement No. 65 "Items Previously Reported as Assets and Liabilities". The objective of this statement is to establish accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The Statement also recognizes as outflows of resources or inflows of resources certain items that were previously reported as assets and liabilities.

As of May 1, 2015, the District has implemented GASB Statement No. 68 "Accounting and Financial Reporting for Pensions" which is an amendment of GASB Statement No. 27. The objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency.

Upon implementation of GASB 68, the District has also implemented GASB Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date" – an amendment of GASB Statement No. 68.

C. Basis of Presentation

GOVERNMENT - WIDE FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business type activities, when applicable. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business type activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The Park District allocates indirect expenses to functions in the Statement of Activities in cases where a clear and direct connection exists. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

GOVERNMENT - WIDE FINANCIAL STATEMENTS (CONTINUED)

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

FUND FINANCIAL STATEMENTS

Funds are organized as major funds or non-major funds within the governmental statements. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type and
- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.
- 60 days is the length of time used to define available for purposes of revenue recognition in the governmental fund financial statements.

GOVERNMENTAL FUNDS (GOVERNMENTAL ACTIVITIES)

Governmental fund types are those through which most governmental functions of the Park District are financed. The Park District's expendable financial resources are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the Park District's governmental funds follows:

General Fund

The Corporate Fund accounts for resources traditionally associated with local government, except those accounted for in another fund. Included in these services are general administration and park maintenance. Financing is primarily provided from annual property tax levy and Illinois personal property replacement taxes.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

GOVERNMENTAL FUNDS (GOVERNMENTAL ACTIVITIES) (CONTINUED)

Recreation Fund

The Recreation Fund accounts for the operations of the District’s recreational programs and concessions. Financing is provided from an annual property tax levy restricted by the state for recreation purposes and fees and charges for programs and activities assigned for recreation purposes.

Non-Major Governmental Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Funds included in this fund category are:

Recreation	Illinois Municipal Retirement
Special Gifts	Museum
Special Recreation	Police Program
Liability Insurance	Audit
Social Security	

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Capital Projects Fund

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets, excluding those types of capital related outflows financed by proprietary funds.

Proprietary Fund Types

The proprietary fund type is used to account for activities which are similar to those often found in the private sector, where the determination of net income is necessary or useful to sound financial administration.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The Park District has no funds which operate as enterprise funds.

D. Basis of Accounting and Financial Statement Presentation

In the government-wide Statement of Net Position and Statement of Activities, both governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The current financial resources measurement focus and the modified accrual basis of accounting are followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the Park District's operations. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The Park District considers property taxes available if they are due and collected by year-end. Class registration fees received by the Park District are recognized as revenue when the class starts. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The Park District reports unearned/deferred revenues on its Statement of Net Position and its Governmental Funds Balance Sheet. For government-wide financial statements, unearned revenues arise from program charges received before the program has started. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet either the "measurable" and "available" criteria for recognition in the current period or when resources are received by the Park District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the Park District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus

On the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the flow of economic resources measurement focus, which means all assets, deferred outflows, liabilities (whether current or non-current), and deferred inflows are included on the Statement of Net Position and the operating statements present increases and decreases in net position.

The measurement focus of all governmental is the flow of current financial resources concept. Under this concept sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources are included as liabilities in the government-wide financial statements but are excluded from the governmental fund's financial statements. The related expenditures are recognized in the governmental fund financial statements when the liabilities are liquidated.

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets, deferred outflows of resources, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

G. Compensated Absences

Full time staff can accumulate unused sick time (640 hours), vacation time (160 hours) and personal time (16 hours). No benefit is provided to part time employees.

As of April 30, 2023, and 2022, the amount of accumulated and unpaid vacation, sick and personal time were, \$186,091 and \$163,538 respectively, reflecting an increase of \$22,553. This liability is accounted for as a governmental activity or a business activity on the Government-Wide Statement of Net Position and in the Fund Financial Statements, depending on the individual fund incurring the liability. Historically, the governmental activities liability has been paid from the General and Recreation Funds. The liability is expected to be paid within one year of the balance sheet date.

In accordance with provisions of GASB Statement 16, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, an expenditure is reported, and a liability is recognized for the portion of the accumulating sick leave benefits that it is estimated will be taken as terminal leave at retirement.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Budgetary Data

The Park District operates under the Appropriations Act. All financial statements utilize the term "budget" to reflect estimated revenue and appropriations. The budgets are prepared using the same basis of accounting to reflect revenues and expenditures/expenses as is used in the preparation of the general-purpose financial statements.

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

1. The Director submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments.
3. Prior to July 30, the budget is legally enacted through passage of an ordinance.
4. The Treasurer is authorized to transfer up to 10% of the total budget between budget items within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Commissioners.
5. Formal budgetary integration is employed as a management control device during the year.
6. Budgeted amounts are as adopted by the Board of Commissioners.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are legally adopted on a basis consistent with GAAP. Because the level of legal control is at the individual fund level, expenditures may not legally exceed appropriations at the fund level. Any expenditures in excess of the legally adopted appropriation at the fund level must be approved by the Park District Board through a supplemental appropriation. No supplemental appropriations were made during the year ending April 30, 2023.

By law, management can make transfers between individual expenditure line items within a fund, but approval by the Board of Commissioners is required in order for management to make transfers between individual funds. The Board may authorize transfers not to exceed 10% of budgeted expenditures for the year. An ordinance must be filed with the county in order for the budget to be amended.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Cash, Cash Equivalents, and Investments

The Park District considers all highly liquid investments with an initial maturity date within three months of the date acquired by the Park District and investment pools to be cash equivalents.

Cash amounts are carried at cost, and represent funds held in the Park District's name by the applicable financial institution, adjusted for outstanding transactions.

Under Illinois law, the Park District is restricted to investing funds in specific types of investment instruments. The following generally represent the types of instruments allowable by State Law:

1. Securities issued or guaranteed by the U.S. Government.
2. Interest-bearing accounts of banks and savings and loan associations insured up to \$250,000 by the Federal Deposit Insurance Corporation.
3. Short-term obligations (less than 270 days) of U.S. corporations with assets over \$500 million dollars rated in the highest classification by at least two rating agencies.
4. Insured accounts of an Illinois credit union chartered under United States or Illinois law.
5. Money market mutual funds with portfolios of securities issued or guaranteed by the U.S. Government or agreements to repurchase these same types of obligations.
6. Illinois Park District Liquid Asset Fund Plus and the Illinois Funds Money Market Fund.
7. Repurchase agreements, which must meet instrument transaction requirements of Illinois law. The Park District does not invest in repurchase agreements.

J. Interfund Receivables / Payables

Amounts due to and due from other funds may arise during the course of the Park District's operations because of numerous transactions between funds to finance operations, provide services, construct assets and service debt at April 30, 2023, the Park District interfund receivables and payables do not exist.

K. Transfers

During the normal course of Park operations, transfers between funds may arise to reimburse individual funds for expenditures/expenses incurred for the benefit of other funds. Typical expenses in the category are general administrative and maintenance expenses. Transfers were made for the year ended April 30, 2023 and amounted to \$2,400,925. The District budgets for transfers between funds and all transfers are approved by the board. The transfers cover expenses paid from the General fund, Recreation fund and Debt Service fund for items related to Capital Projects and Non-Major funds.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Inventories

The Park District does carry inventory at recreation facilities. Inventories are valued at the lower of cost or market.

M. Prepaid Expenses / Expenditures

Payments made to vendors for services that will benefit periods beyond April 30, 2023 are recorded as prepaid expenses/expenditures.

N. Capital Assets

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

GOVERNMENT - WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, fixed assets are accounted for as capital assets. The Park has adopted a capitalization threshold of \$1,000 for capital asset additions. All capital assets are valued at historical cost or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated.

Prior to May 1, 2004, capital assets of governmental funds were accounted for in the general fixed assets account group and were not recorded directly as a part of any individual fund's financial statements. Infrastructure of governmental funds was not previously capitalized. Upon implementing GASB 34, governmental units are required to account for all capital assets, including infrastructure, in the government wide financial statements prospectively from the date of implementation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Land Improvements	20 to 50 Years
Buildings	20 to 50 Years
Improvements and Equipment	5 to 20 Years

There are no Proprietary funds.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Capital Assets (Continued)

FUND FINANCIAL STATEMENTS

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not included as capitalized assets.

O. Property Taxes

The Park District's property taxes are levied each calendar year on all taxable real property located in the Park District. For governmental funds, property taxes which are levied to fund the current fiscal year and collected for the appropriate levy/budget year are recorded as revenue.

The County Assessor is responsible for assessment of all taxable real property within Whiteside County (County) except for certain railroad property which is assessed directly by the state.

Some portion of the County is reassessed each year on a repeating schedule established by the County Assessor. The County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the County Collector as the basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the units their respective shares of the collections. Taxes levied in one calendar year become due and payable in two installments on June 1 and September 1 during the following calendar year.

The first installment is an estimated bill and is one-half of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Taxes must be levied by the last Tuesday in December for the levy year.

The levy becomes an enforceable lien against the property as of January 1 of the levy year. The 2022 levy has been recorded as a receivable at April 30, 2023.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Long Term Liabilities

In the government-wide financial statements, debt principal payments of both government and business -type activities (when applicable) are reported as decreases in the balance of the liability on the Statement of Net Position. Unamortized losses or gains on refunding, bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as expenses.

In the fund financial statements, governmental funds recognize bond premium and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on the 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 actual debt proceeds received, are reported as expenditures.

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resource. This separate financial statement elements, deferred outflows of resources, represents a consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. In addition to liabilities, the statement of financial position will sometimes report a separate financial statement element, deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future period(s) and so it will not be recognized as an inflow of resources (revenue) until that time. These amounts are deferred and recognized as an inflow of resources in the period these amounts become available.

R. Equity Classifications

GOVERNMENT – WIDE FINANCIAL STATEMENTS

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

- Net Investment in capital assets - consists of capital assets, net of accumulated depreciation and related debt, if applicable.
- Restricted Amounts - consists of amounts with constraints placed on the use either by external groups such as creditors, granters, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted Amounts - consists of all other amounts that do not meet the definition of restricted or invested in capital assets.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Equity Classifications (Continued)

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. The components of fund balance are:

- Non-spendable - consists of resources that cannot be spent because of their form.
- Restricted - consists of resources which have limitations imposed by enabling legislation and limitations imposed by creditors, granters, or contributors.
- Committed - consists of resources which have limitations imposed by the governing board through formal action. The Board, which possesses the highest level of decision-making authority, establishes, modifies and rescinds commitments through a majority vote.
- Assigned - consists of resources which have limitations resulting from intended use. Management establishes assignments of fund balances pursuant to board discussion and consent.
- Unassigned - consists of the residual net resources of a fund.

The Park District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. If different levels of unrestricted funds are available for spending, the Park District considers committed funds to be expended first followed by assigned and, lastly, unassigned funds.

Fund	<u>General</u>	<u>Recreation</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Non-Major Funds</u>	<u>Total</u>
Non-Spendable						
Working Cash						
Fund Balance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted						
Corporate	121,019	0	0	0	0	121,019
Recreation	0	335,240	0	0	0	335,240
Special Recreation	0	0	0	0	48,678	48,678
Debt Service	0	0	777,986	0	0	777,986
Insurance	0	0	0	0	132,617	132,617
Social Security	0	0	0	0	109,821	109,821
Retirement	0	0	0	0	49,935	49,935
Museum	0	0	0	0	36,501	36,501
Audit	0	0	0	0	6,083	6,083
Police	0	0	0	0	30,483	30,483
Committed						
Capital Expenditures	0	0	0	0	0	0
Assigned	0	0	0	0	0	0
Unassigned	<u>335,404</u>	<u>405,753</u>	<u>0</u>	<u>1,866,055</u>	<u>320,270</u>	<u>2,927,482</u>
	<u>\$ 456,423</u>	<u>\$ 740,993</u>	<u>\$ 777,986</u>	<u>\$1,866,055</u>	<u>\$ 734,388</u>	<u>\$4,575,845</u>

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 2 – DEPOSITS AND INVESTMENTS

Cash and cash equivalents are held separately and in pools by several of the District's funds.

Deposits - At year end, the carrying amount of the District's deposits was \$1,113,849 and the bank balance was \$1,004,629. Of the bank balance, \$250,000 was covered by federal depository insurance, and \$4,510,019 was collateralized by pledged securities by the financial institution.

The following table categorizes the Park District's cash according to level of risk:

	<u>Bank Balance</u>	<u>Carrying Amount</u>
(1) Deposits covered by federal depository insurance, or by collateral held by the District or its agent in the District's name	\$ 250,000	\$ 250,000
(2) Deposits covered by collateral held by the pledging financial institution, or its trust department, or its agent in the District's name	0	0
(3) Deposits covered by collateral held by the pledging financial institution, or its trust department, or its agent but not in the District's name, and deposits that are uninsured and uncollateralized	<u>754,629</u>	<u>863,849</u>
	<u>\$ 1,004,629</u>	<u>\$ 1,113,849</u>

Investments – Investments which consist of certificates of deposit, are recorded at cost and are held by the District. It is the policy of the District to 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 statutes governing the investment in 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. As of April 30, 2023, the District had \$2,000,000 invested in a consortium of banks thru Sauk Valley Bank at a blended interest rate of 4.243% with various maturities thru September 13, 2023.

Excess cash each day is swept to an overnight money fund.

Custodial credit risk for deposits with financial institutions 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 of all bank balances in excess of federal depository insurance.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 3 – RESTRICTED ASSETS

The District maintains savings accounts and certificates of deposit whose use is restricted by request of individuals who made the initial donations. Following is a summary of such restricted assets:

Eberley Endowment - principal may not be used, interest to be used at the district's discretion	\$ 10,251
Sangrey Memorial - use restricted for maintaining and upgrading nature center	<u>1,319</u>
Total	<u>\$ 11,570</u>

NOTE 4 – CAPITAL ASSETS

A summary of the changes in capital assets of the governmental activities for the year ended April 30, 2023 follows. Total depreciation expense for the year charged for governmental activities was \$2,203,230. Of this amount \$503,672 was charged for general governmental functions, and \$1,699,558 was charged to the recreation fund.

	Balance April 30 <u>2022</u>	<u>Additions</u>	Retire- ments	Balance April 30 <u>2023</u>
Assets Not Subject to Depreciation				
Land	\$ 2,225,704	\$ 0	\$ 0	\$ 2,225,704
Construction in Progress	0	42,394	0	42,394
Assets Subject to Depreciation				
Buildings and Improvements	27,573,056	624,639	0	28,197,695
Infrastructure	2,980,723	1,079,300	0	4,060,023
Vehicles	585,749	0	10,208	575,541
Equipment	<u>6,453,395</u>	<u>752,387</u>	<u>0</u>	<u>7,205,782</u>
Subtotal	39,818,627	2,498,720	10,208	42,307,139
Less Accumulated Depreciation	<u>18,215,253</u>	<u>2,203,230</u>	<u>0</u>	<u>20,418,483</u>
Net Capital Assets	<u>\$ 21,603,374</u>	<u>\$ 295,490</u>	<u>\$ 10,208</u>	<u>\$ 21,888,656</u>

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 5 – DEBT COMMITMENTS

General Obligation

The District has issued general obligation park bonds to provide funds for building, maintaining, improving, and protecting park district facilities. Following is a summary of bond transactions:

Bonds payable beginning of year	\$ 1,500,000
Bond payments	1,500,000
Bond proceeds	<u>1,545,000</u>
Bonds payable - End of year	<u>\$ 1,545,000</u>

On November 21, 2022 the District issued General Obligation Bonds in the amount of \$1,545,000. Proceeds from the sale of the bonds will be used to build, maintain, improve, extend and protect the park and recreation facilities of the District. The bond issue matures on December 1, 2023. The interest rate is 3.17% annually.

Alternative Bonds

On July 17, 2018 the Board authorized the issuance of an additional \$5,345,000 in alternative revenue source bonds. The funds were used to refinance the Alternative Bonds issued in 2009. The interest rate varies from 3.0% to 4.0% and the bonds mature gradually from 2019 to 2038.

On August 17, 2020 the Board authorized the issuance of an additional \$5,000,000 in alternative revenue source bonds. The funds were used to refinance the Alternative Bonds issued in 2010. The interest rate is 4.0% and the bonds mature gradually from 2021 to 2040.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 5 – DEBT COMMITMENTS (CONTINUED)

Changes in long-term debt during the year are as follows:

	Balance <u>April 30, 2022</u>	Debt <u>Issued</u>	Debt Retired or <u>Defeased</u>	Balance <u>April 30, 2023</u>	Amount Due Within <u>One Year</u>
Expected to be repaid by governmental funds:					
Bonds: Alternative					
2018	4,710,000	0	290,000	4,420,000	295,000
2020	4,810,000	0	245,000	4,565,000	260,000
Bonds: G.O.					
December 1, 2022	0	1,545,000	0	1,545,000	1,545,000
December 1, 2021	<u>1,500,000</u>	<u>0</u>	<u>1,500,000</u>	<u>0</u>	<u>0</u>
	<u>\$ 11,020,000</u>	<u>\$ 1,545,000</u>	<u>\$ 2,035,000</u>	<u>\$ 10,530,000</u>	<u>\$ 2,100,000</u>

Interest expense for year ended April 30, 2023 was \$386,018.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 5 – DEBT COMMITMENTS (CONTINUED)

The following is a summary of general obligation, alternative bonds and installment agreements, debt service principal and interest maturities for each of the next five fiscal years and in five-year increments thereafter required to service all governmental long-term obligations at April 30, 2023:

Fiscal Year	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 2,100,000	\$ 398,008	\$ 2,498,008
2025	580,000	329,781	\$ 909,781
2026	600,000	309,681	\$ 909,681
2027	630,000	288,481	\$ 918,481
2028	660,000	263,281	\$ 923,281
2029-2033	2,770,000	927,274	\$ 3,697,274
2034-2038	2,215,000	467,400	\$ 2,682,400
2039-2043	<u>975,000</u>	<u>68,000</u>	<u>1,043,000</u>
	<u>\$ 10,530,000</u>	<u>\$ 3,051,906</u>	<u>\$ 13,581,906</u>

Long-term liabilities will be liquidated as follows:

2023	\$ 2,100,000
2024	580,000
2025	600,000
2026	630,000
2027	660,000

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 – PENSION PLAN

A. Plan Description

The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained on-line at www.imrf.org.

B. Funding Policy

As set by statute, your employer Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Employer contribution rate for calendar year 2022 was 4.59 percent. The Employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

C. Annual Pension Cost

The required contribution for calendar year 2022 was \$53,678.

THREE YEAR TREND INFORMATION FOR THE REGULAR PLAN

<u>Calendar Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/22	\$ 53,678	100%	\$ 0
12/31/21	\$ 73,453	100%	\$ 0
12/31/20	\$ 74,267	100%	\$ 0

The required contribution for 2022 was determined as part of the December 31, 2020 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2020, included (a) 7.25% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 3.50% a year, attributable to inflation, (c) additional

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 – PENSION PLAN (CONTINUED)

C. Annual Pension Cost (Continued)

projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Employer Regular plan's overfunded actuarial accrued liability at December 31, 2020 is being amortized as a level percentage of projected payroll on an open 21-year basis.

D. Funded Status and Funding Progress

As of December 31, 2022, the most recent actuarial valuation date, the Regular plan was 108.27% funded. The actuarial accrued liability for benefits was \$4,032,826 and the actuarial value of assets was \$4,366,460, resulting in an overfunded actuarial accrued liability (UAAL) of \$333,634. The covered payroll for calendar year 2022 (annual payroll of active employees covered by the plan) was \$1,169,446, because the plan is overfunded, there is no ratio of the UAAL to covered payroll.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 - PENSION PLAN (CONTINUED)

Actuarial Valuation Date	December 31, 2022
Measurement Date of the Net Pension Liability	December 31, 2022
Fiscal Year End	April 30, 2023

Membership

Number of	
Retirees and Beneficiaries	25
Inactive, Non-Retired Members	34
Active Members	<u>26</u>
Total	85

Covered Valuation Payroll	\$ 1,169,446
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Net Pension Liability

Total Pension Liability (Asset)	\$ 8,076,628
Plan Fiduciary Net Position	<u>7,753,071</u>
Net Pension Liability (Asset)	\$ 323,557

Plan Fiduciary Net Position as a Percentage of Total Pension Liability	95.99%
Net Pension Liability as a Percentage of Covered Valuation Payroll	27.67%

Development of the Single Discount Rate as of December 31, 2022

Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	4.05%
Last year ending December 31 in the 2022 to 2121 projection period for which projected benefit payments are fully funded	2122
Resulting Single Discount Rate based on the above development	7.25%

Single Discount Rate calculated using December 31, 2021 Measurement Date	7.25%
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Total Pension Expense / (Income)	244,243
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Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 173,053	\$ 0
Changes in assumptions	0	5,187
Net difference between projected and actual earnings on pension plan investments	<u>1,449,215</u>	<u>812,535</u>
Total	<u>\$ 1,622,268</u>	<u>\$ 817,722</u>

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 - PENSION PLAN (CONTINUED)

A. Total pension liability

1. Service Cost	\$	102,295
2. Interest on the Total Pension Liability		544,893
3. Changes of benefit terms		0
4. Difference between expected and actual experience of the Total Pension Liability		165,571
5. Changes of assumptions		0
6. Benefit payments, including refunds of employee contributions		<u>(401,511)</u>
7. Net change in total pension liability	\$	411,248
8. Total pension liability - beginning		<u>7,665,380</u>
9. Total pension liability -- ending	\$	<u><u>8,076,628</u></u>

B. Plan fiduciary net position

1. Contributions - employer	\$	53,678
2. Contributions - employee		52,625
3. Net investment income		(1,152,760)
4. Benefit payments, including refunds of employee contributions		(401,511)
5. Other (Net Transfer)		<u>(65,801)</u>
6. Net change in plan fiduciary net position	\$	(1,513,769)
7. Plan fiduciary net position - beginning		<u>9,266,840</u>
8. Plan fiduciary net position - ending	\$	<u><u>7,753,071</u></u>

C. Net pension liability / (asset) **\$ 323,557**

**D. Plan fiduciary net position as a percentage
of the total pension liability** **95.99%**

E. Covered Valuation payroll **\$ 1,169,446**

**F. Net pension liability as a percentage
of covered valuation payroll** **27.67%**

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 – PENSION PLAN (CONTINUED)

Deferred Outflows and Deferred Inflows of Resources to be recognized in future pension expense:

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows of Resources</u>
2023	\$ (66,336)
2024	(171,798)
2025	(204,109)
2026	(362,303)
2027	0
Thereafter	<u>0</u>
Total	<u>\$ (804,546)</u>

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 – PENSION PLAN (CONTINUED)

Summary of Actuarial Methods and Assumptions Used in the Calculation of the Total Pension Liability

Method and Assumptions Used to Determine Total Pension Liability

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.
Mortality median	For non-disabled retirees, the Pub – 2010, Amount – Weighted, Below-Median Income, General, Retiree, Male (adjusted 106%) and Females (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retiree, , the Pub – 2010, Amount – Weighted, Below-Median Income, General, 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, Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020
Notes	There were no benefit changes during the year.

Summary of Actuarial Methods and Assumptions Used in the Calculation 2021 Contribution Rates:

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31, each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 – PENSION PLAN (CONTINUED)

Methods and Assumptions Used in the Calculation 2022 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 21-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 16 for most employer (five employers were financed over 17 years; one employer was financed over 18 years; two employer were financed over 19 years; one employer was financed over 20 years; three employer were financed over 25 years; one employer was financed over 26 years; one employer was financed over 27 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	2.75%
Price Inflation	2.25%
Salary Increases	2.85% to 13.75% including inflation
Investment Rate of Return	7.25%
Retirement Age	Experienced-based table rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017 -2019
Mortality	For non-disabled retirees, the Pub-2010, Amount-weighted, below-median Income, General, Retiree, Male (Adjusted 106%) and Females (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 Retirees Male and Female (both adjusted) 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 adjusted) tables and future mortality improvements Projected using scale MP-2020.
Other Information	There were no benefit changes during the year.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 – PENSION PLAN (CONTINUED)

CALCULATION OF SINGLE DISCOUNT RATE

GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 4.05%; and the resulting single discount rate is 7.25%

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 6 – PENSION PLAN (CONTINUED)

SENSITIVITY OF NET PENSION LIABILITY/ (ASSET) TO THE SINGLE DISCOUNT RATE

ASSUMPTION

	Current Single Discount		
	1% Decrease	Rate Assumption	1% Increase
	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>
Total Pension Liability	8,948,675	8,076,628	7,394,663
Plan Fiduciary Net Position	<u>7,753,071</u>	<u>7,753,071</u>	<u>7,753,071</u>
Net Pension Liability/(Asset)	<u>1,195,604</u>	<u>323,557</u>	<u>(358,408)</u>

Note 7 – LEASE AGREEMENT

The lease covering the Harold Oppold Marina is a Twenty-year lease with the Department of Conservation, State of Illinois, due to expire in the year 2038. This lease may be terminated by either party upon 120 days written notice. The lessee agrees to maintain liability insurance and submit an annual payment of \$5.00.

The District also has the Martin’s Landings lease with the Illinois Department of Natural Resources where the District uses the facility and maintains the facility but pays no actual rent. The lease is for five years and was entered into on June 8, 2021.

NOTE 8 – RISK MANAGEMENT

The Sterling Park 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 May 1, 1989, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2023 through January 1, 2024.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 9 – INSURANCE

Coverage	Member Deductible	PDRMA		Limits	Insurance Company	Policy Number
		Self-insured Retention				
1. Property:						
All losses per occurrence	\$ 1,000	\$ 1,000,000	\$1,000,000,000/all members	PDRMA Reinsurers:		P070122
Flood/except zones A & V	\$ 1,000	\$ 1,000,000	\$250,000,000/occurrence/ annual aggregate	Various Reinsurers through the Public		
Flood zones A & V	\$ 1,000	\$ 1,000,000	\$200,000,000 " " "	Entity Property		
Earthquake shock	\$ 1,000	\$ 100,000	\$100,000,000 " " "	Reinsurance Program (PEPIP)		
Auto Physical Damage						
Comprehensive and collision	\$ 1,000	\$ 1,000,000	Included			
Course of Construction	\$ 1,000	\$ 1,000,000	\$25,000,000/\$15,000,000			
Tax Revenue Interruption	\$ 1,000	\$1,000,000	\$3,000,000/ reported value \$1,000,000/ non reported values			
Business Interruption, rental income, tax Income combined	\$ 1,000		\$100,000,000/reported values \$500,000/\$2,500,000/non-reported values			
Service interruption	24 hours	N/A	\$25,000,000 OTHER SUB-LIMITS APPLY - REFER TO COVERAGE DOCUMENT			
Boiler and machinery Property damage Business Income	\$ 1,000 48 hours	\$ 9,000 N/A	\$100,000,000 equipment breakdown-property damage included OTHER SUB-LIMITS APPLY - REFER TO COVERAGE DOCUMENT	Travelers Indemnity Co. of Illinois		BME10525L478
Fidelity and crime	\$ 1,000	\$ 24,000	\$2,000,000/occurrence	National Union		01-932-36-99
Seasonal employees	\$ 1,000	\$ 9,000	\$1,000,000/occurrence	Fire Insurance Co.		
Blanket bond	\$ 1,000	\$ 24,000	\$2,000,000/occurrence			
2. Workers Compensation						
Employers' Liability	N/A	\$ 500,000	Statutory \$3,500,000 Employers Liability	PDRMA Government Entities Mutual (GEM) Safety National		WC010123 GEM-0003- A20001 SP4067759
3. Liability						
General	None	\$ 500,000	\$21,500,000/occurrence	PDRMA Reinsurers:		L010123
Auto Liability	None	\$ 500,000	\$21,500,000/occurrence	GEM/Great American/		GEM-0003- A23001
Employment Practices	None	\$ 500,000	\$21,500,000/occurrence			
Public Officials' Liability	None	\$ 500,000	\$21,500,000/occurrence	Genesis		C501-23
Law Enforcement Liability	None	\$ 500,000	\$21,500,000/occurrence			312-6656

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 9 – INSURANCE (CONTINUED)

Coverage	Member Deductible	PDRMA		Limits	Insurance Company	Policy Number
		Self-insured	Retention			
4. <u>Pollution Liability</u>						
Liability - third party	None	\$ 25,000	\$5,000,000/occurrence		XL Environmental	PEC2535806
Property - first party	\$ 1,000	\$ 24,000	\$30,000,000 3-yr aggregate		Insurance	
5. <u>Outbreak Expense</u>						
	24 hours	N/A	\$15,000 per day		Great American	OB010123
			\$1 million aggregate policy limit			
6. <u>Information Security & Privacy Insurance with Electronic Media Liability Coverage</u>						
Breach Response	\$1,000	\$ 100,000	\$2,000,000/occurrence/annual aggregate		Beazley Lloyds Syndicate	
Business Interruption	8 hours	\$ 100,000	\$2,000,000/occurrence/annual aggregate		AFB 2623/623	PH1833938
					through the PEPPI Program	
Business Interruption Due to system failure	8 hours	\$ 100,000	\$2,000,000/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			
Cyber Extortion	None	\$ 100,000	\$2,000,000/occurrence/annual aggregate			
eCrime	\$ 1,000	\$ 100,000	\$50,000hourly sublimit/\$50,000			
Criminal Reward	\$ 1,000	\$ 100,000	forensic expense/\$150,000			
7. <u>Deadly Weapon Response</u>						
Liability	\$ 1,000	\$ 9,000	\$500,000/per occ/\$2,500,000 annual agg. For all members		Underwritten at	
First Party Property	\$ 1,000	\$ 9,000	\$250,000 per occ. As part of overall limit		Lloyds of London	PJ1900050
Crisis Mgmt Services	\$ 1,000	\$ 9,000	\$250,000 per occ. As part of overall limit			
Counseling/Funeral Expense	\$ 1,000	\$ 9,000	\$250,000 per occ. As part of overall limit			
Medical Expense	\$ 1,000	\$ 9,000	\$25,000per person/\$500,000 annual Agg. As part of overall limit			
AD&D	\$ 1,000	\$ 9,000	\$50,000per person/\$500,000 annual Agg. As part of overall limit			
8. <u>Volunteer Medical Accident</u>						
	None	\$ 5,000	\$5,000 medical expense and AD&D excess of any other		Self-insured	

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 9 – INSURANCE (CONTINUED)

Losses exceeding the per-occurrence self-insured and reinsurance limit would be the responsibility of the Sterling Park 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 Sterling Park District and PDRMA is governed by a contract and by- laws that have been adopted by resolution of the Sterling Park District's governing body. The Sterling Park 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 investigation 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 loss reduction and prevention procedures to be followed by the members.

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2022 and the statement of revenues and expenses for the period ending December 31, 2022. The District's portion of the overall equity of the pool is 0.600% or \$265,036.

Assets	\$	66,570,393
Deferred Outflows of Resources - Pension	\$	787,406
Liabilities	\$	20,949,149
Deferred Inflows of Resources - Pension	\$	2,223,803
Member Net Position	\$	44,184,847
Operating Revenue	\$	17,464,224
Nonoperating Revenue	\$	(6,820,223)
Expenditures	\$	23,554,952

Since 97.22% 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 Net Position is impacted annually as more recent loss information becomes available.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 10 – DEFICIT FUND BALANCE

At April 30, 2023 there were no deficit fund balances.

NOTE 11 – DEFERRED COMPENSATION PLAN

On May 12, 1993 the District established a deferred compensation plan pursuant to code section 457 of the Internal Revenue Code. The Park District adopted the United States conference of Mayors Master Deferred Compensation Plan. Investments are handled by Public Employees Benefit Service Corporation.

Employees may elect to defer up to 10% of their annual salary. No contributions are made on behalf of employees by the District.

NOTE 12 – INSURANCE FUND EXPENDITURES

The proceeds from property tax revenue assessed for tort liability of \$276,469 were disbursed as follows:

Salary and Wages	\$	105,525
Insurance		73,425
Risk Management		<u>94,519</u>
	\$	<u>273,469</u>

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 13 – PROPERTY TAXES

The District's property tax is levied on January 1 of each year on all taxable real property located in the District. Property tax revenue received in fiscal year 2023 represents collection of the 2022 taxes. Property taxes from the 2022 levy will be collected in and are intended to finance fiscal year 2023 operations.

Property is assessed as of January 1 of each year by the Township Assessors. The values are adjusted by various percentages according to the type of property (residential, commercial, etc.). The assessed values are equalized by the Illinois Department of Revenue to ensure uniformity of property assessments throughout the state. The Whiteside County Clerk computes the annual tax rate by dividing the requested levy into the equalized value of each taxing unit. The Clerk then computes the tax for each parcel by multiplying the aggregate rates of all the taxing units having jurisdiction over the parcel by the equalized value. The tax amounts by parcel are forwarded to the Whiteside County Collector.

Taxes levied in one year become due and payable in two installments during the following year. The first installment is due no later than June 1 and the second installment is due no later than September 1. The District receives significant distributions of tax receipts approximately one month after these due dates.

The following are the taxes levied per \$100 of assessed valuation:

	<u>Maximum</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Park Corporate	0.1000	0.1000	0.1000	0.1000	0.0984	0.0925
Park Bonds		0.6192	0.6386	0.6079	0.6217	0.6047
Park Illinois Municipal Retirement		0.0713	0.0664	0.0678	0.0451	0.0340
Park Police	0.0250	0.0250	0.0250	0.0250	0.0250	0.0231
Park Audit	0.0050	0.0049	0.0049	0.0050	0.0050	0.0046
Park Insurance Liability		0.1029	0.0993	0.0894	0.1066	0.1025
Park Recreation	0.0750	0.0750	0.0750	0.0750	0.0738	0.0831
Museum Fund	0.3020	0.0302	0.0302	0.0302	0.0300	0.0276
Recreation Handicap	0.0400	0.0400	0.0400	0.0400	0.0398	0.0370
Social Security		<u>0.0779</u>	<u>0.0885</u>	<u>0.0932</u>	<u>0.0902</u>	<u>0.0691</u>
		<u>1.1464</u>	<u>1.1679</u>	<u>1.1335</u>	<u>1.1356</u>	<u>1.0782</u>

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 14 – REQUIRED INDIVIDUAL FUND DISCLOSURE

There were excess of expenditures over appropriation for the year ended April 30, 2023 in the following funds.

Social Security Fund
Capital Projects Fund

NOTE 15 – ENTERPRISE ZONES AND TAX INCREMENT FINANCING

The Park District is a participant in various Enterprise Zones and Tax Increment Financing projects in the tax jurisdiction. The Park District Property Tax revenue has been decreased by the district participation in these projects in the short term.

NOTE 16 – DATE OF MANAGEMENT REVIEW

Management has evaluated subsequent events through November 26, 2023 the date which the financial statements were available to be issued.

Sterling Park District
Notes to The Financial Statements (Continued)
For the Year Ended April 30, 2023

NOTE 17 – Other Matters

In December 2019, an outbreak of a novel strain of coronavirus (COVID - 19) originated in Wuhan China and has since spread to other countries including the United States. On March 11, 2020, the World Health Organization characterized COVID – 19 as a pandemic. In addition, multiple jurisdictions in the United States declared a state of emergency. It is anticipated that these impacts will continue for some time. There has been no immediate impact to the district’s operations. Future potential impacts may include disruptions or restrictions to ability to work and or provided recreational and offer program services at facilities serviced by the district to the community. The future effects of these issues are unknown.

Sterling Park District
Required Supplementary Information
Retirement Fund Commitment - Schedule of Funding Progress
For the Year Ended April 30, 2023

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/22	\$ 4,366,460	\$ 4,032,826	\$ (333,634)	108.27%	\$ 1,169,446	0.00%
12/31/21	\$ 3,992,768	\$ 3,516,523	\$ (476,245)	113.54%	\$ 1,123,131	0.00%
12/31/20	\$ 3,669,383	\$ 3,518,519	\$ (150,864)	104.29%	\$ 1,199,795	0.00%

On a market value basis, the actuarial value of assets as of December 31, 2022 is \$3,767,581. On a market basis, the funded ratio would be 93.42%.

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

Sterling Park District
Required Supplementary Information
Retirement Fund Commitment - Schedule of Funding Progress
For the Year Ended April 30, 2023

Required Supplementary Information

In accordance with GASB Statement No. 68 "Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27" the financial statement of employers also required supplementary information showing the 10-year fiscal history:

The financial statements of employers also include required supplementary information showing the 10-year fiscal history of:

- sources of changes in the net pension liability
- information about the components of the net pension liability and related ratios, including the pension plan's fiduciary net position as a percentage of the total pension liability, and the net pension liability as a percent of covered-employee payroll and
- comparison of actual employer contributions to the actuarially determined contributions based on the plan's funding policy.

MULTIYEAR SCHEDULE OF CONTRIBUTIONS

Last 10 Calendar Years

<u>Calendar Year</u> <u>Ending</u> <u>December 31,</u>	<u>Actuarially</u> <u>Determined</u> <u>Contribution</u>	<u>Actual</u> <u>Contributions</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>Covered</u> <u>Valuation</u> <u>Payroll</u>	<u>Actual Contribution</u> <u>as a % of</u> <u>Covered Valuation Payroll</u>
2015	\$107,651	\$107,651	\$ 0	\$1,037,103	10.38%
2016	\$116,141	\$116,141	\$ 0	\$1,100,866	10.55%
2017	\$ 96,648	\$105,948	\$(9,300)	\$1,010,967	10.48%
2018	\$ 99,531	\$ 99,532	\$(1)	\$1,081,857	9.20%
2019	\$56,746	\$56,745	\$ 1	\$1,141,772	4.97%
2020	\$74,267	\$74,267	\$(1)	\$1,199,795	6.19%
2021	\$73,453	\$73,452	\$ 1	\$1,123,132	6.54%
2022	\$53,678	\$53,678	\$ 0	\$1,169,446	4.59%

Estimate based on contribution rate of 4.59% and covered valuation payroll of \$1,169,446.

**Sterling Park District
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios Multiyear
For the Year Ended April 30, 2023**

	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
A. Total pension liability								
1. Service Cost	\$ 102,295	\$ 107,891	\$ 108,889	\$ 110,721	\$ 93,254	\$ 112,159	\$ 115,732	\$ 112,063
2. Interest on the Total Pension Liability	544,893	519,252	500,355	468,838	451,886	462,500	436,482	424,704
3. Changes of benefit terms	0	0	0	0	0	0	0	0
4. Difference between expected and actual experience of the Total Pension Liability	165,571	135,785	63,701	154,922	(30,926)	(305,626)	13,403	(179,930)
5. Changes of assumptions	0	0	(4,187)	0	174,694	(167,029)	(7,288)	7,377
6. Benefit payments, including refunds of employee contributions	(40,151)	(411,394)	(328,558)	(269,144)	(242,977)	(225,156)	(209,658)	(192,823)
7. Net change in total pension liability	\$ 411,248	\$ 351,594	\$ 302,570	\$ 485,337	\$ 445,931	\$ (123,152)	\$ 349,671	\$ 171,391
8. Total pension liability - beginning	7,665,380	7,313,846	7,011,276	6,545,939	6,100,008	6,223,160	5,874,489	5,703,098
9. Total pension liability -- ending	<u>\$ 8,076,628</u>	<u>\$ 7,665,380</u>	<u>\$ 7,313,846</u>	<u>\$ 7,011,276</u>	<u>\$ 6,545,939</u>	<u>\$ 6,100,008</u>	<u>\$ 6,223,160</u>	<u>\$ 5,874,489</u>
B. Plan fiduciary net position								
1. Contributions - employer	\$ 53,678	\$ 73,452	\$ 74,268	\$ 56,745	\$ 99,532	\$ 105,948	\$ 116,141	\$ 107,651
2. Contributions - employee	52,625	60,646	59,991	51,380	48,684	45,494	55,040	46,670
3. Net investment income	(1,152,760)	1,372,034	1,028,997	1,121,508	(325,786)	973,634	371,193	27,733
4. Benefit payments, including refunds of employee contributions	(40,151)	(411,394)	(328,558)	(269,144)	(242,977)	(225,156)	(209,658)	(192,823)
5. Other (Net Transfer)	(65,801)	37,683	45,914	71,211	99,385	(84,155)	17,627	(172,014)
6. Net change in plan fiduciary net position	\$ (1,513,769)	\$ 1,132,421	\$ 874,612	\$ 1,031,700	\$ (32,162)	\$ 815,765	\$ 350,343	\$ (182,783)
7. Plan fiduciary net position - beginning	9,266,840	8,134,419	7,259,807	6,228,107	6,549,269	5,733,504	5,383,161	5,565,944
8. Plan fiduciary net position - ending	<u>\$ 7,753,071</u>	<u>\$ 9,266,840</u>	<u>\$ 8,134,419</u>	<u>\$ 7,259,807</u>	<u>\$ 6,228,107</u>	<u>\$ 6,549,269</u>	<u>\$ 5,733,161</u>	<u>\$ 5,383,161</u>
C. Net pension liability / (asset)	<u>\$ 323,557</u>	<u>\$ (1,601,460)</u>	<u>\$ (820,573)</u>	<u>\$ (248,531)</u>	<u>\$ 317,832</u>	<u>\$ (449,261)</u>	<u>\$ 489,656</u>	<u>\$ 491,328</u>
D. Plan fiduciary net position as a percentage of the total pension liability	95.99%	120.89%	111.22%	103.54%	95.14%	107.36%	92.13%	91.64%
E. Covered Valuation payroll	\$ 1,169,446	\$ 1,123,132	\$ 1,199,795	\$ 1,141,772	\$ 1,081,857	\$ 1,010,967	\$ 1,100,866	\$ 1,037,103
F. Net pension liability as a percentage of covered valuation payroll	27.67%	-142.69%	-68.39%	-21.77%	29.33%	-44.44%	44.48%	47.38%

Sterling Park District
Required Supplementary Information
Statement of Revenue, Expenditures and Changes in Fund Balance
Budget and Actual General Fund
For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 239,000	\$ 239,000	\$ 240,712	\$ 1,712
Replacement Tax	490,000	490,000	829,842	339,842
Interest Income	-	-	54,951	54,951
Insurance Reimbursements	-	-	4,987	4,987
Contributions	10,000	10,000	10,386	386
Other	4,000	4,000	1,800	(2,200)
TOTAL REVENUE	<u>743,000</u>	<u>743,000</u>	<u>1,142,678</u>	<u>399,678</u>
DISBURSEMENTS:				
Salaries And Wages	534,500	534,500	553,732	19,232
Materials And Supplies	72,000	72,000	63,175	(8,825)
Insurance	1,000	1,000	887	(113)
Services	102,000	102,000	125,041	23,041
Repairs And Maintenance	159,650	159,650	117,327	(42,323)
Risk Management	7,500	7,500	1,812	(5,688)
Dues And Subscriptions	8,000	8,000	6,630	(1,370)
Utilities	64,000	64,000	23,083	(40,917)
Other Employee Expenses	90,000	90,000	90,293	293
Education And Training	1,000	1,000	350	(650)
I.M.R.F. And Social Security	45,000	45,000	47,679	2,679
Equipment Purchased	7,500	7,500	-	(7,500)
TOTAL DISBURSEMENTS	<u>1,092,150</u>	<u>1,092,150</u>	<u>1,030,009</u>	<u>(62,141)</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>(349,150)</u>	<u>(349,150)</u>	<u>112,669</u>	<u>461,819</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	349,150	349,150		(349,150)
Operational Transfers Out	0	0	(112,218)	(112,218)
TOTAL OTHER FINANCING SOURCES	<u>349,150</u>	<u>349,150</u>	<u>(112,218)</u>	<u>(461,368)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	451	<u>\$ 451</u>
FUND BALANCE BEGINNING OF YEAR			<u>455,972</u>	
FUND BALANCE END OF YEAR			<u>\$ 456,423</u>	

Sterling Park District
Required Supplementary Information
Statement of Revenue, Expenditures and Changes in Fund Balance
Budget and Actual Recreation Fund
For the Year Ended April 30, 2023

	Original	Final		Variance With
	Budget	Budget	Actual	Final Budget
				Positive
				(Negative)
REVENUE:				
Property Taxes	\$ 178,000	\$ 178,000	\$ 179,409	\$ 1,409
Contributions	41,500	41,500	31,487	(10,013)
Insurance Reimbursement	0	0	5,025	5,025
Program Fees And Charges	2,098,550	2,098,550	2,223,851	125,301
Other	24,250	24,250	13,189	(11,061)
TOTAL REVENUE	2,342,300	2,342,300	2,452,961	110,661
DISBURSEMENTS:				
Salaries And Wages	1,398,050	1,398,050	1,154,233	(243,817)
Materials And Supplies	450,550	450,550	489,640	39,090
Insurance	2,225	2,225	0	(2,225)
Services	186,100	186,100	217,325	31,225
Repairs And Maintenance	300,500	300,500	376,730	76,230
Printing And Publishing	1,000	1,000	81	(919)
Risk Management	15,000	15,000	14,826	(174)
Rentals	40,000	40,000	34,528	(5,472)
Dues And Subscriptions	1,500	1,500	1,658	158
Utilities	342,000	342,000	254,459	(87,541)
Other Employee Expenses	114,600	114,600	66,669	(47,931)
Education And Training	8,000	8,000	5,880	(2,120)
Mortgage Payment	0	0	0	0
Mortgage Interest	0	0	0	0
I.M.R.F. And Social Security	104,125	104,125	104,839	714
Equipment Purchased	15,000	15,000	232,286	217,286
Other	35,250	35,250	17,563	(17,687)
TOTAL DISBURSEMENTS	3,013,900	3,013,900	2,970,717	(43,183)
EXCESS OF REVENUES OVER/(UNDER)				
DISBURSEMENTS	(671,600)	(671,600)	(517,756)	153,844
OTHER FINANCING SOURCES:				
Operational Transfers In	715,600	715,600	599,432	(116,168)
Operational Transfers Out	(44,000)	(44,000)	(21,782)	22,218
TOTAL OTHER FINANCING SOURCES	671,600	671,600	577,650	(93,950)
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES &				
OTHER USES	\$ 0	\$ 0	59,894	\$ 59,894
FUND BALANCE BEGINNING OF YEAR			681,099	
FUND BALANCE END OF YEAR			\$ 740,993	

**Sterling Park District
General Fund
Schedule of Revenue and Expenditures Budget and Actual
For the Year Ended April 30, 2023**

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 239,000	\$ 239,000	\$ 240,712	\$ 1,712
Replacement Tax	490,000	490,000	829,842	339,842
Contributions	10,000	10,000	10,386	386
Interest Income	-	-	54,951	54,951
Insurance Reimbursement	4,000	4,000	4,987	987
Other	<u>0</u>	<u>0</u>	<u>1,800</u>	<u>1,800</u>
TOTAL REVENUE	<u>743,000</u>	<u>743,000</u>	<u>1,142,678</u>	<u>399,678</u>
DISBURSEMENTS:				
Salaries And Wages	534,500	534,500	553,732	19,232
Materials And Supplies	72,000	72,000	63,175	(8,825)
Insurance	1,000	1,000	887	(113)
Services	102,000	102,000	125,041	23,041
Repairs And Maintenance	159,650	159,650	117,327	(42,323)
Risk Management	7,500	7,500	1,812	(5,688)
Dues And Subscriptions	8,000	8,000	6,630	(1,370)
Utilities	64,000	64,000	23,083	(40,917)
Other Employee Expenses	90,000	90,000	90,293	293
Education And Training	1,000	1,000	350	(650)
I.M.R.F. And Social Security	45,000	45,000	47,679	2,679
Audit	-	-	-	-
Equipment Purchased	7,500	7,500	-	(7,500)
Other	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL DISBURSEMENTS	<u>1,092,150</u>	<u>1,092,150</u>	<u>1,030,009</u>	<u>(62,141)</u>
EXCESS OF REVENUES OVER/(UNDER)				
DISBURSEMENTS	(349,150)	(349,150)	112,669	461,819
OTHER FINANCING SOURCES:				
Operational Transfers In	349,150	349,150	-	(349,150)
Operational Transfers Out	<u>0</u>	<u>0</u>	<u>(112,218)</u>	<u>(112,218)</u>
TOTAL OTHER FINANCING SOURCES	<u>349,150</u>	<u>349,150</u>	<u>(112,218)</u>	<u>(461,368)</u>
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES &				
OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 451</u>	<u>\$ 451</u>

**Sterling Park District
Recreation Fund
Schedule of Revenue and Expenditures Budget and Actual
For the Year Ended April 30, 2023**

	Original	Final		Variance With
	Budget	Budget	Actual	Final Budget
				Positive
REVENUE:				(Negative)
Property Taxes	\$ 178,000	\$ 178,000	\$ 179,409	\$ 1,409
Contributions	41,500	41,500	31,487	(10,013)
Insurance Reimbursement	0	0	5,025	5,025
Program Fees And Charges	2,098,550	2,098,550	2,223,851	125,301
Other	24,250	24,250	13,189	(11,061)
TOTAL REVENUE	2,342,300	2,342,300	2,452,961	110,661
Salaries And Wages	1,398,050	1,398,050	1,154,233	(243,817)
Materials And Supplies	450,550	450,550	489,640	39,090
Insurance	2,225	2,225	0	(2,225)
Services	186,100	186,100	217,325	31,225
Repairs And Maintenance	300,500	300,500	376,730	76,230
Printing And Publishing	1,000	1,000	81	(919)
Risk Management	15,000	15,000	14,826	(174)
Rentals	40,000	40,000	34,528	(5,472)
Dues And Subscriptions	1,500	1,500	1,658	158
Utilities	342,000	342,000	254,459	(87,541)
Other Employee Expenses	114,600	114,600	66,669	(47,931)
Mortgage Payment	0	0	0	0
Mortgage Interest	0	0	0	0
Education And Training	8,000	8,000	5,880	(2,120)
I.M.R.F. And Social Security	104,125	104,125	104,839	714
Audit	0	0	0	0
Equipment Purchased	15,000	15,000	232,286	217,286
Other	35,250	35,250	17,563	(17,687)
TOTAL DISBURSEMENTS	3,013,900	3,013,900	2,970,717	(43,183)
EXCESS OF REVENUE OVER/(UNDER)				
DISBURSEMENTS	(671,600)	(671,600)	(517,756)	153,844
Operational Transfers In	715,600	715,600	599,432	(116,168)
Operational Transfers Out	(44,000)	(44,000)	(21,782)	22,218
TOTAL OTHER FINANCING SOURCES	671,600	671,600	577,650	(93,950)
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES &				
OTHER USES	\$ 0	\$ 0	59,894	\$ 59,894

Sterling Park District
Debt Service Fund
Statement of Revenue, Expenditures and Change in Fund Balance
Budget to Actual
For the Year Ended April 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 1,510,000	\$ 1,510,000	\$ 1,557,287	\$ 47,287
TOTAL REVENUE	<u>1,510,000</u>	<u>1,510,000</u>	<u>1,557,287</u>	<u>47,287</u>
DISBURSEMENTS:				
Services	3,000	3,000	2,647	(353)
Certificate Interest	367,550	367,550	367,531	(19)
Certificate Principal	535,000	535,000	535,000	0
Bond Interest	10,000	10,000	8,850	(1,150)
Bond Principal	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,500,000</u>	<u>0</u>
TOTAL DISBURSEMENTS	<u>2,415,550</u>	<u>2,415,550</u>	<u>2,414,028</u>	<u>(1,522)</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>(905,550)</u>	<u>(905,550)</u>	<u>(856,741)</u>	<u>48,809</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	905,550	905,550	905,178	(372)
Operational Transfers Out	0	0	(4,580)	(4,580)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>905,550</u>	<u>905,550</u>	<u>900,598</u>	<u>(4,952)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	43,857	<u>\$ 43,857</u>
FUND BALANCE BEGINNING OF YEAR			<u>734,129</u>	
FUND BALANCE END OF YEAR			<u>\$ 777,986</u>	

Sterling Park District
Capital Projects Fund
Statement of Revenue, Expenditures and Change in Fund Balance
Budget to Actual
For the Year Ended April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Contributions	\$ 162,200	\$ 162,200	\$ 67,200	\$ (95,000)
Insurance	-	-	-	-
Other	-	-	-	-
Total Revenue	<u>162,200</u>	<u>162,200</u>	<u>67,200</u>	<u>(95,000)</u>
DISBURSEMENTS:				
Mortgage Principal	-	-	-	-
Mortgage Interest	-	-	-	-
Services	58,000	58,000	65,195	7,195
Investment	-	-	-	-
Repairs & Maintenance	1,615,000	1,615,000	1,658,691	43,691
Capital Improvements	260,000	260,000	202,085	(57,915)
Other	-	-	0	-
Total Disbursements	<u>1,933,000</u>	<u>1,933,000</u>	<u>1,925,971</u>	<u>7,029</u>
Excess Of Revenues Over/(Under)				
Disbursements	<u>(1,770,800)</u>	<u>(1,770,800)</u>	<u>(1,858,771)</u>	<u>(87,971)</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	1,862,800	1,862,800	896,315	(966,485)
Operational Transfers Out	(1,637,000)	(1,637,000)	(1,637,644)	(644)
Investments	-	-	-	0
Bond Proceeds	1,545,000	1,545,000	1,545,000	0
TOTAL OTHER FINANCING SOURCES	<u>1,770,800</u>	<u>1,770,800</u>	<u>803,671</u>	<u>(967,129)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER(UUNDER) EXPENDITURES & OTHER USES				
	<u>\$ -</u>	<u>\$ -</u>	(1,055,100)	<u>\$ (1,055,100)</u>
FUND BALANCE BEGINNING OF YEAR			<u>2,921,155</u>	
FUND BALANCE END OF YEAR			<u>\$ 1,866,055</u>	

Sterling Park District
 Non-Major Governmental Fund
 Combining Balance Sheet
 Special Revenue Funds
 April 30, 2023

	IL Municipal Retirement Fund	Social Security Fund	P. W. Dillon Home Fund	Audit Fund	Insurance Fund	Special Recreation Fund	Special Gifts Fund	Police Fund	Total
ASSETS									
Cash	\$ 0	\$ 0	\$ 70	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 70
Cash In Bank - Savings	304,627	0	4,860	0	0	0	11,570	0	321,057
Property Tax Receivable	99,871	219,642	73,002	12,166	265,233	97,355	0	60,967	828,236
TOTAL ASSETS	404,498	219,642	77,932	12,166	265,233	97,355	11,570	60,967	1,149,363
TOTAL DEFERRED OUTFLOWS	0	0	0	0	0	0	0	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 404,498	\$ 219,642	\$ 77,932	\$ 12,166	\$ 265,233	\$ 97,355	\$ 11,570	\$ 60,967	\$ 1,149,363
LIABILITIES									
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Payroll	0	0	857	0	0	0	0	0	857
TOTAL LIABILITIES	0	0	857	0	0	0	0	0	857
DEFERRED INFLOWS									
DEFERRED REVENUE	49,936	109,821	36,501	6,083	132,616	48,677	0	30,484	30,204
TOTAL DEFERRED INFLOWS	49,936	109,821	36,501	6,083	132,616	48,677	0	30,484	414,118
TOTAL LIABILITIES AND DEFERRED INFLOWS	49,936	109,821	37,358	6,083	132,616	48,677	0	30,484	414,975
FUND BALANCE:									
Restricted	49,935	109,821	36,501	6,083	132,617	48,678	0	30,483	414,118
Unrestricted	304,627	0	4,073	0	0	0	11,570	0	320,270
TOTAL FUND BALANCE	354,562	109,821	40,574	6,083	132,617	48,678	11,570	30,483	734,388
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	\$ 404,498	\$ 219,642	\$ 77,932	\$ 12,166	\$ 265,233	\$ 97,355	\$ 11,570	\$ 60,967	\$ 1,149,363

Sterling Park District
 Non-Major Governmental Fund
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Special Revenue Funds
 April 30, 2023

	Illinois Municipal Retirement Fund	Social Security Fund	P.W. Dillon Home Fund	Audit Fund	Insurance Fund	Special Recreation Fund	Special Gifts Fund	Police Fund	Total
REVENUES									
Property Taxes	\$ 91,191	\$ 217,291	\$ 72,352	\$ 12,187	\$ 276,469	\$ 97,362	\$ 0	\$ 61,138	\$ 827,990
Replacement Taxes	55,512	0	0	0	0	0	0	0	55,512
Program Fees And Charges	0	0	2,083	0	0	0	0	0	2,083
Contributions	0	0	85,000	0	0	0	0	0	85,000
Other	0	0	380	0	0	0	0	0	380
TOTAL REVENUE	146,703	217,291	159,815	12,187	276,469	97,362	0	61,138	970,965
EXPENDITURES									
Salaries And Wages	0	0	48,890	0	0	0	0	0	48,890
Material And Supplies	0	0	11,815	0	0	0	0	0	11,815
Insurance	0	0	0	0	0	0	0	0	0
Services	0	0	4,623	0	0	0	0	0	4,623
Repairs And Maintenance	0	0	6,535	0	0	0	0	0	6,535
Printing and Publishing	0	0	0	0	0	0	0	0	0
Risk Management	0	0	324	0	76,425	0	0	0	76,749
Dues And Subscriptions	0	0	0	0	0	0	0	0	0
Utilities	0	0	9,765	0	0	0	0	0	9,765
Other Employee Expenses	0	0	0	0	0	0	0	0	0
Education and Training	0	0	0	0	0	0	0	0	0
IMRF And Social Security	97,116	0	3,363	0	0	0	0	0	100,479
Audit	0	0	0	11,000	0	0	0	0	11,000
TOTAL EXPENDITURES	97,116	0	85,315	11,000	76,425	0	0	0	269,856
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	49,587	217,291	74,500	1,187	200,044	97,362	0	61,138	701,109
OTHER FINANCING SOURCES (USES)									
Operating Transfers In	0	0	0	0	0	0	0	0	0
Operating Transfers Out	0	(219,576)	(63,131)	(1,172)	(183,075)	(96,888)	0	(60,859)	(624,701)
TOTAL OTHER FINANCING SOURCES	0	(219,576)	(63,131)	(1,172)	(183,075)	(96,888)	0	(60,859)	(624,701)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USE	49,587	(2,285)	11,369	15	16,969	474	0	279	76,408
FUND BALANCE, BEGINNING OF YEAR	304,975	112,106	29,205	6,068	115,648	48,204	11,570	30,204	657,980
FUND BALANCE, END OF YEAR	\$ 354,562	\$ 109,821	\$ 40,574	\$ 6,083	\$ 132,617	\$ 48,678	\$ 11,570	\$ 30,483	\$ 734,388

Sterling Park District
Liability Insurance Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 259,000	\$ 259,000	\$ 276,469	\$ 17,469
TOTAL REVENUE	<u>259,000</u>	<u>259,000</u>	<u>276,469</u>	<u>17,469</u>
DISBURSEMENTS:				
Insurance	<u>95,000</u>	<u>95,000</u>	<u>76,425</u>	<u>(18,575)</u>
TOTAL DISBURSEMENTS	<u>95,000</u>	<u>95,000</u>	<u>76,425</u>	<u>(18,575)</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>164,000</u>	<u>164,000</u>	<u>200,044</u>	<u>36,044</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(164,000)	(164,000)	(183,075)	(19,075)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(164,000)</u>	<u>(164,000)</u>	<u>(183,075)</u>	<u>(19,075)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER(Under) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	16,969	<u>\$ 16,969</u>
FUND BALANCE BEGINNING OF YEAR			<u>115,648</u>	
FUND BALANCE END OF YEAR			<u>\$ 132,617</u>	

Sterling Park District
Social Security Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 219,000	\$ 219,000	\$ 217,291	\$ (1,709)
TOTAL REVENUE	<u>219,000</u>	<u>219,000</u>	<u>217,291</u>	<u>(1,709)</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>219,000</u>	<u>219,000</u>	<u>217,291</u>	<u>(1,709)</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(219,000)	(219,000)	(219,576)	(576)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(219,000)</u>	<u>(219,000)</u>	<u>(219,576)</u>	<u>(576)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	(2,285)	<u>\$ (2,285)</u>
FUND BALANCE BEGINNING OF YEAR			<u>112,106</u>	
FUND BALANCE END OF YEAR			<u>\$ 109,821</u>	

Sterling Park District
P.W. Dillon Museum Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 72,000	\$ 72,000	\$ 72,352	\$ 352
Contributions	96,000	96,000	85,000	(11,000)
Program Fees And Charges	<u>2,225</u>	<u>2,225</u>	<u>2,463</u>	<u>238</u>
TOTAL REVENUE	<u>170,225</u>	<u>170,225</u>	<u>159,815</u>	<u>(10,410)</u>
DISBURSEMENTS:				
Salaries And Wages	46,500	46,500	48,890	2,390
Materials And Supplies	22,225	22,225	11,815	(10,410)
Insurance	225	225	0	(225)
Services	6,000	6,000	4,623	(1,377)
Repairs And Maintenance	7,500	7,500	6,535	(965)
Risk Management	1,000	1,000	324	(676)
Dues And Subscriptions	500	500	0	(500)
Utilities	14,000	14,000	9,765	(4,235)
Other Employee Expenses	125	125	0	(125)
Education and Training	1,000	1,000	0	(1,000)
I.M.R.F. And Social Security	3,500	3,500	3,363	(137)
Audit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL DISBURSEMENTS	<u>102,575</u>	<u>102,575</u>	<u>85,315</u>	<u>(17,260)</u>
EXCESS OF REVENUES OVER/(UNDER)				
DISBURSEMENTS	<u>67,650</u>	<u>67,650</u>	<u>74,500</u>	<u>6,850</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(67,650)	(67,650)	(63,131)	4,519
Installment Loan	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(67,650)</u>	<u>(67,650)</u>	<u>(63,131)</u>	<u>4,519</u>
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	11,369	<u>\$ 11,369</u>
FUND BALANCE BEGINNING OF YEAR			<u>29,205</u>	
FUND BALANCE END OF YEAR			<u>\$ 40,574</u>	

Sterling Park District
Police Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 59,000	\$ 59,000	\$ 61,138	\$ 2,138
TOTAL REVENUE	<u>59,000</u>	<u>59,000</u>	<u>61,138</u>	<u>2,138</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>59,000</u>	<u>59,000</u>	<u>61,138</u>	<u>2,138</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(59,000)	(59,000)	(60,859)	(1,859)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(59,000)</u>	<u>(59,000)</u>	<u>(60,859)</u>	<u>(1,859)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	279	<u>\$ 279</u>
FUND BALANCE BEGINNING OF YEAR			<u>30,204</u>	
FUND BALANCE END OF YEAR			<u>\$ 30,483</u>	

Sterling Park District
Illinois Municipal Retirement Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 109,000	\$ 109,000	\$ 91,191	\$ (17,809)
Replacement Tax	<u>30,000</u>	<u>30,000</u>	<u>55,512</u>	<u>25,512</u>
TOTAL REVENUE	<u>139,000</u>	<u>139,000</u>	<u>146,703</u>	<u>7,703</u>
DISBURSEMENTS:				
IMRF and Social Security	<u>139,000</u>	<u>139,000</u>	<u>97,116</u>	<u>\$ (41,884)</u>
TOTAL DISBURSEMENTS	<u>139,000</u>	<u>139,000</u>	<u>97,116</u>	<u>(41,884)</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>49,587</u>	<u>49,587</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	0	0	0	0
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	49,587	<u>\$ 49,587</u>
FUND BALANCE BEGINNING OF YEAR			<u>304,975</u>	
FUND BALANCE END OF YEAR			<u>\$ 354,562</u>	

Sterling Park District
Audit Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 11,000	\$ 11,000	\$ 12,187	\$ 1,187
TOTAL REVENUE	<u>11,000</u>	<u>11,000</u>	<u>12,187</u>	<u>1,187</u>
DISBURSEMENTS:				
Audit	11,000	11,000	11,000	0
TOTAL DISBURSEMENTS	<u>11,000</u>	<u>11,000</u>	<u>11,000</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>1,187</u>	<u>1,187</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	0	0	(1,172)	(1,172)
Bond Proceeds	0	0	0	0
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>0</u>	<u>(1,172)</u>	<u>(1,172)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	15	<u>\$ 15</u>
FUND BALANCE BEGINNING OF YEAR			<u>6,068</u>	
FUND BALANCE END OF YEAR			<u>\$ 6,083</u>	

Sterling Park District
Special Gift Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
TOTAL REVENUE	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	0	0	0	0
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	0	<u>\$ 0</u>
FUND BALANCE BEGINNING OF YEAR			<u>11,570</u>	
FUND BALANCE END OF YEAR			<u>\$ 11,570</u>	

Sterling Park District
Special Recreation Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Contributions	\$ 96,000	\$ 96,000	\$ 97,362	\$ 1,362
TOTAL REVENUE	<u>96,000</u>	<u>96,000</u>	<u>97,362</u>	<u>1,362</u>
DISBURSEMENTS:				
Services	2,500	2,500	0	(2,500)
Repairs and Maintenance	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL DISBURSEMENTS	<u>2,500</u>	<u>2,500</u>	<u>0</u>	<u>(2,500)</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>93,500</u>	<u>93,500</u>	<u>97,362</u>	<u>3,862</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(93,500)	(93,500)	(96,888)	(3,388)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(93,500)</u>	<u>(93,500)</u>	<u>(96,888)</u>	<u>(3,388)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER(Under) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	474	<u>\$ 474</u>
FUND BALANCE BEGINNING OF YEAR			<u>48,204</u>	
FUND BALANCE END OF YEAR			<u>\$ 48,678</u>	

Sterling Park District
Notes to Supplemental Information
April 30, 2023

Budgetary Data - The Board of Commissioners follows these procedures in establishing the budgetary data reflected in the financial statements. Prior to April 30, the Director submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing on May 1. The operating budget includes proposed expenditures and the means of financing them. The District's budgetary operations are governed by the appropriation law detailed in the Illinois Park District Code and administered by the Director under the supervision of the treasurer. Notice is given and public meetings are conducted to obtain taxpayer comments. The Board may add to, subtract from, or change appropriations, but may not change the form of the budget. Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of a Board Resolution.

Budgets for General and Special Revenue Funds are prepared on a cash basis of accounting. This method is not in compliance with generally accepted accounting principles (GAAP). Budgetary comparisons presented in this report are on this Non-GAAP basis.

The appropriation law allows for budgeted transfers among categories in any fund. The appropriation law also allows for non-budgeted transfers that do not exceed an aggregate of 10% of the total amount appropriated in such fund, without additional District Board action. After the first six months of any fiscal year, the District Board may, by two-thirds vote, amend the initially approved appropriation ordinance. Unused appropriations lapse at the end of the fiscal year.

Expenditures legally may not exceed the total of appropriations and beginning fund balance at the fund level.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized in the governmental funds during the year. All outstanding encumbrances lapse at fiscal year-end.

Budget Basis of Accounting - Budgetary information for individual funds is prepared on the same basis as the general-purpose financial statements. The budget is prepared in accordance with the Illinois Park District Code and is derived from the combined annual budget and appropriation ordinance of the District. Working Budgets are prepared for all funds within the governmental fund type. All budgets are prepared based on the annual fiscal year of the District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements that govern the Park District.

Sterling Park District
Bond Issue Dated December 2023
April 30, 2023

<u>Fiscal Year</u>	<u>Bonds Issued</u>	<u>Interest Payable in Future Years</u>	<u>Levy Position</u>
2024	\$ 1,545,000	\$ 48,977	\$ 1,545,000
	<u>\$ 1,545,000</u>	<u>\$ 48,977</u>	<u>\$ 1,545,000</u>

Original Issue: \$ 1,545,000

Denomination: \$ 1,000

Bonds Due: December 2

Interest Dates: December 1

Interest Rates: 3.17%

Paying Agent: Sauk Valley Bank

Purpose: Park Development

Sterling Park District
Alternative Revenue Bond Issue Dated August 2020
April 30, 2023

Fiscal Year	Bonds Issued	Interest Payable in Future Years	Total
2024	\$ 260,000	\$ 182,600	\$ 442,600
2025	270,000	172,200	442,200
2026	280,000	161,400	441,400
2027	300,000	150,200	450,200
2028	320,000	138,200	458,200
2029	335,000	125,400	460,400
2030	355,000	112,000	467,000
2031	375,000	97,800	472,800
2032	175,000	82,800	257,800
2033	180,000	75,800	255,800
2034	185,000	68,600	253,600
2035	195,000	61,200	256,200
2036	200,000	53,400	253,400
2037	210,000	45,400	255,400
2038	220,000	37,000	257,000
2039	225,000	28,200	253,200
2040	235,000	19,200	254,200
2041	245,000	9,800	254,800
	<u>\$ 4,565,000</u>	<u>\$ 1,621,200</u>	<u>\$ 6,186,200</u>

Original Issue: \$ 5,000,000
Denomination: \$ 5,000
Bonds Due: December 15
Interest Dates: June 15 and December 15
Interest Rates: 4.0%
Paying Agent: Amalgamated Bank Chicago
Purpose: Duis Center Renovation

Sterling Park District
Alternative Revenue Bond Issue Dated July 2018
April 30, 2023

Fiscal Year	Bonds Issued	Interest Payable in Future Years	Total
2024	\$ 295,000	\$ 166,431	\$ 461,431
2025	310,000	157,581	467,581
2026	320,000	148,281	468,281
2027	330,000	138,281	468,281
2028	340,000	125,081	465,081
2029	360,000	111,481	471,481
2030	370,000	97,081	467,081
2031	200,000	82,281	282,281
2032	205,000	75,031	280,031
2033	215,000	67,600	282,600
2034	225,000	59,000	284,000
2035	230,000	50,000	280,000
2036	240,000	40,400	280,400
2037	250,000	31,200	281,200
2038	260,000	21,200	281,200
2039	270,000	10,800	280,800
	<u>\$ 4,420,000</u>	<u>\$ 1,381,729</u>	<u>\$ 5,801,729</u>

Original Issue: \$ 5,345,000

Denomination: \$ 5,000

Bonds Due: December 15

Interest Dates: June 15 and December 15

Interest Rates: 3.00% to 4.00%

Paying Agent: Amalgamated Bank Chicago

Purpose: Westwood Renovation

Sterling Park District
Computation of Legal Debt Margin
April 30, 2023

The legal debt margin as of April 30, 2022 for the District is calculated as follows:

Assessed valuation - 2022 tax year	<u>\$ 264,925,048</u>
Statutory debt limitation (2.875% of assessed valuation) (2.875% of assessed valuation)	<u>7,616,595</u>
Debt:	
General Obligation Bonds	<u>1,545,000</u>
Total debt	<u>1,545,000</u>
Legal debt margin	<u>\$ 6,071,595</u>

Sterling Park District
Schedule of Assessed Valuation, Tax Levies, Rates and Extensions
April 30, 2023

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Equalized assessed valuation (Thousand of dollars)	\$ 264,295	\$ 243,926	\$ 236,258	\$ 226,085	\$ 224,682
Total Extension (After TIF and EZ)					
Corporate	\$ 245,056	\$ 240,023	\$ 236,258	\$ 226,084	\$ 224,682
Bond	1,602,002	1,516,489	1,436,212	1,443,777	1,391,232
Recreation Fund	183,063	180,018	177,193	169,564	168,512
Handicap/Joint Recreation Fund	98,022	97,083	94,503	90,434	89,873
Illinois Municipal Retirement Fund	90,074	110,011	160,183	150,121	160,198
Social Security	220,153	220,021	220,192	200,085	175,027
Liability Insurance Fund	271,548	260,025	211,215	224,502	231,198
Museum Fund	73,119	73,178	71,350	68,278	67,854
Audit Fund	12,187	12,196	11,813	11,078	11,009
Police Fund	61,198	60,982	59,064	56,521	56,171
	<u>\$ 2,856,422</u>	<u>\$ 2,770,026</u>	<u>\$ 2,677,983</u>	<u>\$ 2,640,444</u>	<u>\$ 2,575,756</u>
Tax Levy Rates (per \$100 of assessed value)					
Corporate	0.092500	0.098400	0.100000	0.100000	0.100000
Bond	0.604700	0.621700	0.607900	0.638600	0.619200
Recreation Fund	0.069100	0.073800	0.075000	0.075000	0.075000
Handicap/Joint Recreation Fund	0.037000	0.039800	0.040000	0.040000	0.040000
Illinois Municipal Retirement Fund	0.034000	0.045100	0.067800	0.066400	0.071300
Social Security	0.083100	0.090200	0.093200	0.088500	0.077900
Liability Insurance Fund	0.102500	0.106600	0.089400	0.099300	0.102900
Museum Fund	0.027600	0.030000	0.030200	0.030200	0.030200
Audit Fund	0.004600	0.005000	0.005000	0.004900	0.004900
Police Fund	0.023100	0.025000	0.025000	0.025000	0.025000
	<u>1.078200</u>	<u>1.135600</u>	<u>1.133500</u>	<u>1.167900</u>	<u>1.146400</u>
Total Tax Extension					
Corporate	\$ 268,119	\$ 264,766	\$ 261,039	\$ 248,121	\$ 245,730
Bond	1,752,773	1,672,813	1,586,859	1,584,500	1,521,563
Recreation Fund	200,292	198,574	195,780	186,091	184,298
Handicap/Joint Recreation Fund	107,248	107,090	104,416	99,248	98,292
Illinois Municipal Retirement Fund	98,552	121,351	176,985	164,752	175,206
Social Security	240,972	242,702	243,289	219,587	191,424
Liability Insurance Fund	297,105	286,830	233,369	246,384	252,857
Museum Fund	80,001	80,721	78,834	74,932	74,211
Audit Fund	13,333	13,454	13,051	12,158	12,040
Police Fund	66,957	67,268	65,260	62,030	61,433
	<u>\$ 3,125,352</u>	<u>\$ 3,055,569</u>	<u>\$ 2,958,882</u>	<u>\$ 2,897,803</u>	<u>\$ 2,817,054</u>