

**BELVIDERE PARK DISTRICT, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2020**

# **BELVIDERE PARK DISTRICT, ILLINOIS**

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## **INDEPENDENT AUDITOR'S REPORT**

The Board of Commissioners  
Belvidere Park District, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Belvidere Park District, Illinois, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

The prior year comparative information has been derived from the District's 2019 financial statements and in our report dated August 26, 2020, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## Opinions

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

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 12 and the Illinois Municipal Retirement Fund (IMRF) schedules, budgetary comparison information, and notes on pages 40 through 46 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Belvidere Park District, Illinois' basic financial statements. The supplementary financial information on pages 47 through 50 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The supplementary financial information on pages 51 through 53 has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Lucas Group CPAs + Advisors, LLC*

Freeport, Illinois  
August 23, 2021

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
December 31, 2020  
(Unaudited)

This section of the Belvidere Park District's Annual Financial Report presents our discussion and analysis of the District's financial activities during the year ended December 31, 2020.

<b>FINANCIAL HIGHLIGHTS</b>
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-Net position and performance in total – The District's total net position at December 31, 2020 was \$15,606,143.

-Governmental activity summary – Net position for governmental activities increased by \$847,251 during the year.

<b>OVERVIEW OF THE FINANCIAL STATEMENTS</b>
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The basic financial statements include two kinds of statements, which present different views of the District: government-wide financial statements and fund financial statements. The basic financial statements also include notes to the financial statements.

Government-wide financial statements provide both short and long-term information about the District's overall financial status.

Fund financial statements focus on individual parts of the District government, reporting District operation in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by the required supplementary information section that further explains and supports the information in the financial statements.

In addition to all of the required financial statement elements, the District has provided detail on the non-major fund and additional supplementary information.

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
December 31, 2020  
(Unaudited)

The following table summarizes the major features of the District's financial statements.

Description	GOVERNMENT-WIDE STATEMENTS	GOVERNMENTAL FUNDS STATEMENTS
Scope	Entire District government (except fiduciary funds)	Activities of the District that are not fiduciary such as culture and recreation
Required financial statements	-Statement of net position -Statement of activities	-Balance sheet -Statement of revenues, expenditures and changes in fund balances
Accounting basis	Accrual	Modified accrual
Measurement focus	Economic resources	Current financial resources
Type of assets & liability information	All assets and liabilities; both financial and capital, short and long-term	Assets expected to be used and liabilities that come due during the year or shortly thereafter; no capital assets
Type of inflow & outflow information	All revenues and expenses during the year regardless of when cash is received or paid	Revenues for which cash is received during the year or shortly thereafter; expenditures for goods and services that have been received and payment is due during the year or shortly thereafter

**Government-Wide Statements**

The government-wide financial statements are designed to be corporate-like in that all governmental activities are consolidated into columns, which add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to disclose bottom line results for the District and its governmental activities.

BELVIDERE PARK DISTRICT, ILLINOIS  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
December 31, 2020  
(Unaudited)

This statement combines and consolidates the governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is focused on both the gross and net cost of various activities, which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services.

The governmental activities reflect the District's basic services, including administration, financial services, culture and recreation. Property taxes and charges/fees finance the majority of these services.

**Fund Financial Statements**

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds, rather than fund types.

Governmental funds are presented on a sources and uses of liquid resources basis. This is the manner in which the budget is typically developed. Governmental funds provide a current resources (short-term) view that helps determine whether there are more or fewer current financial resources available to spend for District operations.

The Governmental Funds column requires reconciliation because of the different measurement focus (current financial resources/modified accrual versus total economic resources/full accrual), which is reflected on the page following each statement. The flow of current financial resources will reflect debt proceeds, proceeds from sales of capital asset disposals, and interfund transfers as other financial sources as well as capital outlay expenditures and debt principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the Governmental Activities column in the Government-Wide Statements.



BELVIDERE PARK DISTRICT, ILLINOIS  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
 December 31, 2020  
 (Unaudited)

<b>FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE</b> <b>NET POSITION</b>
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**Statement of Net Position**

The following table reflects the condensed Statement of Net Position:

**Table 1**  
**Statement of Net Position**  
**As of December 31, 2020**  
**With Comparative Totals for the Year Ended December 31, 2019**

	Governmental Activities	
	2020	2019
Current and other assets	\$ 9,069,202	9,234,384
Capital assets	17,534,720	17,760,398
<b>Total assets</b>	<b>26,603,922</b>	<b>26,994,782</b>
Deferred outflows of Resources		
Pension items - IMRF	333,403	504,963
<b>Total assets and deferred outflows of resources</b>	<b>26,937,325</b>	<b>27,499,745</b>
Current and other liabilities	816,820	347,868
Long-term liabilities	5,936,185	8,010,916
<b>Total liabilities</b>	<b>6,753,005</b>	<b>8,358,784</b>
Deferred inflows of resources		
Deferred gain on refunding	26,464	-
Property taxes	3,843,400	3,730,000
Pension items - IMRF	708,313	652,069
<b>Total liabilities and deferred inflows of resources</b>	<b>11,331,182</b>	<b>12,740,853</b>
Net position:		
Net investment in capital assets	11,629,720	10,070,398
Restricted	2,026,482	2,685,450
Unrestricted	1,949,941	2,003,044
<b>Total net position</b>	<b>\$ 15,606,143</b>	<b>14,758,892</b>

For more detailed information see the Statement of Net Position.

**Current Year Impacts-Net Position**

Overall, the District's net position increased by \$847,251 during the year to a total of \$15,606,143. Also, current assets are \$4,408,982 higher than current liabilities and deferred inflows of resources for property taxes.

BELVIDERE PARK DISTRICT, ILLINOIS  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
December 31, 2020  
(Unaudited)

Capital assets net of depreciation decreased by \$225,678. Long-term debt decreased by \$2,074,731 due to a decrease in the net pension liability and payments on the general obligation park bonds and alternate revenue bonds.

The total net position at December 31, 2020 was \$15,606,143. Approximately 75% of this amount is the investment in capital assets, net of the related debt. \$2,026,482 or approximately 13% is restricted for debt service and special revenue funds, which leaves approximately 12% or \$1,949,941 available for any purpose.

**Statement of Changes in Net Position**

The following chart reflects the condensed Statement of Changes in Net Position.

**Table 2**  
**Changes in Net Position**  
**For the Year Ended December 31, 2020**  
**With Comparative Totals for the Year Ended December 31, 2019**

	Governmental Activities	
	2020	2019
<b>REVENUES</b>		
Program revenues:		
Charges for services	\$ 368,621	1,026,996
Capital grants and contributions	9,180	64,681
Operating grants and contributions	13,589	8,766
General revenues:		
Property taxes	3,717,044	4,741,805
Other taxes	98,085	114,053
Interest	6,126	11,261
Other	63,566	25,571
<b>Total revenues</b>	<b>4,276,211</b>	<b>5,993,133</b>
<b>EXPENSES</b>		
Culture & recreation:		
Personnel	1,183,937	2,375,441
Contractual services	573,103	688,925
Material & supplies	529,122	489,507
Loss on disposal of capital assets	9,878	39,682
Depreciation	897,623	876,046
Interest on long-term debt	235,297	203,708
<b>Total expenses</b>	<b>3,428,960</b>	<b>4,673,309</b>
<b>Changes in net position</b>	<b>847,251</b>	<b>1,319,824</b>
<b>Beginning net position</b>	<b>14,758,892</b>	<b>13,439,068</b>
<b>Ending net position</b>	<b>\$ 15,606,143</b>	<b>14,758,892</b>

BELVIDERE PARK DISTRICT, ILLINOIS  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
December 31, 2020  
(Unaudited)

**Current Year Impacts-Changes in Net Position**

**Governmental Activities**

Revenues:

Revenues from governmental activities total \$4,276,211 or a decrease of \$1,716,922. Property tax was the largest source of revenues for the year at \$3,717,044. The next highest source of revenue was \$368,621 from charges and fees. The revenues from these two sources represent approximately 96% of the governmental activity revenues.

Expenses:

The District's total governmental activity expenses were \$3,428,960, a decrease of \$1,244,349 or approximately 27%. Personnel costs including employee benefits were \$1,183,937. Personnel costs were 35% of the total expenses. Contractual services were \$573,103 or 17%, material and supplies were \$529,122 or 15%, and interest was \$235,297 or approximately 7% of the total expenses. Depreciation expense was \$897,623 or 26% of total expenses.

<b>FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS</b>
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At December 31, 2020, the governmental funds reported a combined net fund balance of \$4,363,997, a decrease of \$978,623 in all major and non-major funds from the prior year. This decrease is primarily attributable to a decrease in property tax revenue in the Bond & Interest Fund and a decrease in charges & fees in the recreation and special recreation funds.

**Major Fund Budgetary Highlights**

General Fund	Original & Final Budget	Actual	% of Total
Revenues			
Taxes	\$ 1,330,404	1,325,550	90
Intergovernmental	126,238	98,085	7
Donations	8,000	9,280	1
Interest & other	66,125	44,332	3
<b>Total revenues</b>	<b>1,530,767</b>	<b>1,477,247</b>	<b>100</b>
Expenditures			
Personnel	1,030,072	822,473	61
Contractual services	428,780	361,102	27
Material & supplies	241,021	149,112	11
Capital outlay	27,560	13,354	1
<b>Total expenditures</b>	<b>1,727,433</b>	<b>1,346,041</b>	<b>100</b>
<b>Change in fund balance</b>	<b>(196,666)</b>	<b>131,206</b>	

BELVIDERE PARK DISTRICT, ILLINOIS  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
December 31, 2020  
(Unaudited)

<b>Recreation Fund</b>	Original & Final Budget	Actual	% of Total
Revenues			
Taxes	\$ 885,000	881,720	73
Charges & fees	891,000	322,502	27
Donations	1,000	-	0
Interest & other	11,000	7,901	1
<b>Total revenues</b>	<b>1,788,000</b>	<b>1,212,123</b>	<b>100</b>
Expenditures			
Personnel	1,176,382	914,333	76
Contractual services	434,918	162,004	14
Material & supplies	217,015	120,348	10
Capital outlay	6,500	1,203	0
<b>Total expenditures</b>	<b>1,834,815</b>	<b>1,197,888</b>	<b>100</b>
<b>Change in fund balance</b>	<b>\$ (46,815)</b>	<b>14,235</b>	

<b>Special Recreation Fund</b>	Original & Final Budget	Actual	% of Total
Revenues			
Taxes	\$ 256,554	255,647	83
Charges & fees	198,651	45,104	15
Interest & other	14,200	8,563	3
<b>Total revenues</b>	<b>469,405</b>	<b>309,314</b>	<b>100</b>
Expenditures			
Personnel	352,068	231,072	80
Contractual services	34,175	17,705	6
Material & supplies	98,005	40,317	14
Capital outlay	-	-	0
<b>Total expenditures</b>	<b>484,248</b>	<b>289,094</b>	<b>100</b>
<b>Change in fund balance</b>	<b>\$ (14,843)</b>	<b>20,220</b>	

<b>Bond &amp; Interest Fund</b>	Final Budget	Actual	Total
Revenues			
Taxes	\$ 1,147,365	1,154,503	100
Interest & other	100	244	0
<b>Total revenues</b>	<b>1,147,465</b>	<b>1,154,747</b>	<b>100</b>
Expenditures			
Debt service:			
Principal	1,100,000	1,100,000	98
Interest	19,250	19,250	2
<b>Total expenditures</b>	<b>1,119,250</b>	<b>1,119,250</b>	<b>100</b>
<b>Change in fund balance</b>	<b>\$ 28,215</b>	<b>35,497</b>	

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
December 31, 2020  
(Unaudited)

<b>Alternate Bond &amp; Interest Fund</b>	<b>Original &amp; Final Budget</b>	<b>Actual</b>	<b>% of Total</b>
<b>Revenues</b>			
Interest & other	\$ 400	572	100
<b>Total revenues</b>	<b>400</b>	<b>572</b>	<b>100</b>
<b>Expenditures</b>			
Debt service:			
Principal	1,350,000	1,350,000	83
Interest	167,525	167,525	10
Bond issue costs	-	113,797	7
<b>Total expenditures</b>	<b>1,517,525</b>	<b>1,631,322</b>	<b>100</b>
<b>Excess of Revenue over (under) expenditures</b>	<b>(1,517,125)</b>	<b>(1,630,750)</b>	
<b>Other financing sources (uses)</b>			
GO bond proceeds	505,000	605,000	
Payment to refunded bond escrow agent	-	(4,953,813)	
Premium on bond issuance	-	662,487	
Refunding bond proceeds	-	4,410,000	
<b>Total other financing sources (uses)</b>	<b>505,000</b>	<b>723,674</b>	
<b>Change in fund balance</b>	<b>\$ (1,012,125)</b>	<b>(907,076)</b>	

<b>Capital Projects Fund</b>	<b>Original &amp; Final Budget</b>	<b>Actual</b>	<b>% of Total</b>
<b>Revenues</b>			
Interest & other	\$ 28,300	36,387	100
<b>Total revenues</b>	<b>28,300</b>	<b>36,387</b>	<b>100</b>
<b>Expenditures</b>			
Contractual services	5,000	1,150	0
Capital outlay	970,000	896,029	100
<b>Total expenditures</b>	<b>975,000</b>	<b>897,179</b>	<b>100</b>
<b>Excess of Revenue over (under) expenditures</b>	<b>(946,700)</b>	<b>(860,792)</b>	
<b>Other financing sources (uses)</b>			
GO Bond proceeds	630,000	535,000	
<b>Total other financing sources (uses)</b>	<b>630,000</b>	<b>535,000</b>	
<b>Change in fund balance</b>	<b>\$ (316,700)</b>	<b>(325,792)</b>	

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At December 31, 2020, the District's Governmental Funds had invested \$34,379,255 in a variety of capital assets, as reflected in the following schedule. See Notes to Financial Statements #4 for more detail. The District's roads and bridges are contained within the parks and as such have been recorded as land improvements rather than infrastructure assets.

BELVIDERE PARK DISTRICT, ILLINOIS  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
 December 31, 2020  
 (Unaudited)

**Table 3**  
**Governmental Funds**  
**Change in Net Capital Assets**

	Beginning Balance	Net Additions /Deletions	Total
<b>Non-depreciable assets</b>			
Land	\$ 4,640,649	-	4,640,649
Construction in progress	-	140,862	140,862
	<u>4,640,649</u>	<u>140,862</u>	<u>4,781,511</u>
<b>Depreciable capital assets</b>			
Land improvements	17,147,944	384,477	17,532,421
Building & building improvements	10,585,307	46,270	10,631,577
Equipment, software, & vehicles	1,402,896	30,850	1,433,746
Total capital assets being depreciated	<u>29,136,147</u>	<u>461,597</u>	<u>29,597,744</u>
Accumulated depreciation on capital assets	(16,016,398)	(828,137)	(16,844,535)
<b>Total net capital assets</b>	<b>\$ 17,760,398</b>	<b>(225,678)</b>	<b>17,534,720</b>

**Long-term Debt**

At December 31, 2020, the District owed \$5,936,185 in long-term debt. This debt consisted of \$355,000 in general obligation alternate revenue bonds, \$1,140,000 in general obligation bonds, \$4,410,000 in general obligation refunding alternate revenue bonds, and \$31,185 in compensated absences. During the year ended December 31, 2020, the District issued \$5,625,244 in new debt and retired \$7,699,975 on the outstanding debt. Overall, long-term debt decreased by \$2,074,731. See Notes to Financial Statement #5 for more details.

The aggregate indebtedness of the District is subject to a statutory limitation established by the State of Illinois at 2.875% of its equalized assessed value. At December 31, 2020, the District's aggregate indebtedness was \$12,775,851 less than the statutory limit of \$18,453,463. Also, the State statutes allow the District to issue general obligation bonds without submitting the proposition of the issue in a referendum. This limit is 0.575% of the equalized assessed value. At December 31, 2020, the District's general obligation debt was \$2,778,081 below this limit.

**ECONOMIC FACTORS**

The Belvidere Park District will realize an increase of \$29,521,482 or 4.60% in the Equalized Assessed Value in calendar year 2021 due to increased sale prices of existing homes, fewer foreclosures and new home construction. The Belvidere Park District's Equalized Assessed Value has now experienced its fifth increase since 2009. The District's property tax revenue is limited by tax caps, which limits the growth rate to 5% or the rate of inflation, whichever is less, plus the tax on assessed value of new property. Based on Public Act 94-976, the District will be able to levy and collect additional tax money on all capped funds.

BELVIDERE PARK DISTRICT, ILLINOIS  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
December 31, 2020  
(Unaudited)

The Bond and Interest Fund's debt service extension base can increase by the consumer price index per Public Act 96-501, so the District will collect an estimated \$1,197,475 in tax revenue for 2021 based on projected collections.

The District is anticipating an increase in the cost of labor as a result of annual pay increases, the level of participation in special recreation, and new recreation program offerings, as well as additional lands and increased standards in park use and management. The Illinois State Legislature passed a bill with a graduated increase of the State Minimum Wage to \$15.00 per hour by 2025. The outcome of this bill will have major financial impact on the District in the future. Covid-19 and its impact to the District are still unknown, but it is clear that it has the potential to have a potent negative effect on service levels as well as District finances.

The Recreation Fund has continued to see an increase in the fund balances largely based on the success of tighter financial restraint as well as very positive enrollment numbers in the Third Base after school program. The District is currently experiencing an overall decrease in program enrollments because of the pandemic.

The Special Recreation Fund is limited under tax caps to a tax levy of .04%. This Fund's tax collection will be increased by \$10,930 in 2021 because of the increase in the Equalized Assessed Value. The participation and service offerings have been far less than anticipated because of the Covid-19 pandemic. Focus will shift to modification of services and more updates to facilities for ADA compliance with available funds.

The William Grady Pool is a large financial uncertainty for the future. It is showing signs of failure, and the District has decided to manage it as best as possible without any major capital expenditures for the next few years. It is expected to have a great impact on our financial futures though we are uncertain what that looks like. The pool opened in 2021 and did not have large attendance numbers.

<b>CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT</b>
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This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Daniel Noble, Board of Commissioners President, Belvidere Park District, 1006 W. Lincoln Ave., Belvidere, IL 61008.

BELVIDERE PARK DISTRICT, ILLINOIS  
**Statement of Net Position**  
December 31, 2020  
With Comparative Totals for December 31, 2019

	Governmental Activities	
	2020	2019
<b>Assets:</b>		
Cash and cash equivalents	\$ 4,464,343	5,488,465
Taxes receivable	3,843,400	3,730,000
Due from other governments	16,738	15,919
Prepaid expenses	11,697	-
Capital assets:		
Non-depreciable	4,781,511	4,640,649
Depreciable, net of accumulated depreciation	12,753,209	13,119,749
Net pension asset - IMRF	733,024	-
<b>Total assets</b>	<u>26,603,922</u>	<u>26,994,782</u>
<b>Deferred Outflows of Resources:</b>		
Pension items - IMRF	333,403	504,963
<b>Total assets and deferred outflows of resources</b>	<u>26,937,325</u>	<u>27,499,745</u>
<b>Liabilities:</b>		
Accounts payable	90,338	83,370
Other payables	8,078	8,004
Accrued wages	21,109	66,586
Unearned revenue	9,256	3,804
Accrued interest payable	25,552	77,823
Unamortized bond premium	662,487	108,281
Noncurrent liabilities:		
Due within one year	1,526,185	2,477,260
Due in more than one year	4,410,000	5,533,656
<b>Total liabilities</b>	<u>6,753,005</u>	<u>8,358,784</u>
<b>Deferred Inflows of Resources:</b>		
Deferred gain on refunding	26,464	-
Property taxes	3,843,400	3,730,000
Pension items - IMRF	708,313	652,069
<b>Total liabilities and deferred inflows of resources</b>	<u>11,331,182</u>	<u>12,740,853</u>
<b>Net Position:</b>		
Net investment in capital assets	11,629,720	10,070,398
Restricted for:		
Debt service	227,388	1,098,967
Special revenue funds	1,799,094	1,586,483
Unrestricted	1,949,941	2,003,044
<b>Total net position</b>	<u>\$ 15,606,143</u>	<u>14,758,892</u>

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



BELVIDERE PARK DISTRICT, ILLINOIS  
**Statement of Activities**  
For the Year Ended December 31, 2020  
With Comparative Totals for Year Ended December 31, 2019

	Governmental Activities	
	2020	2019
<b>Program expenses:</b>		
Culture & recreation:		
Personnel	\$ 1,183,937	2,375,441
Contractual services	573,103	688,925
Material & supplies	529,122	489,507
Loss on disposal of capital assets	9,878	39,682
Depreciation	897,623	876,046
Total culture & recreation	3,193,663	4,469,601
Interest on long-term debt	235,297	203,708
Total program expenses	3,428,960	4,673,309
<b>Program revenues:</b>		
Charges for services	368,621	1,026,996
Capital grants and contributions	9,180	64,681
Operating grants and contributions	13,589	8,766
Total program revenues	391,390	1,100,443
Net program expense	3,037,570	3,572,866
<b>General revenues:</b>		
Property taxes	3,717,044	4,741,805
Corporate replacement taxes	98,085	114,053
Interest	6,126	11,261
Other	63,566	25,571
Total general revenues	3,884,821	4,892,690
<b>Change in net position</b>	847,251	1,319,824
<b>Net position:</b>		
Beginning	14,758,892	13,439,068
Ending	\$ 15,606,143	14,758,892

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

BELVIDERE PARK DISTRICT, ILLINOIS  
Balance Sheet  
Governmental Funds  
December 31, 2020

	Debt Service Funds							
	General Fund	Recreation Fund	Special Recreation Fund	Bond & Interest Fund	Alternate Bond & Interest Fund	Capital Projects Fund	Nonmajor Governmental Museum Fund	Total Governmental Funds
<b>Assets:</b>								
Cash & cash equivalents	\$ 1,414,368	736,555	232,559	215,911	11,477	1,435,840	417,633	4,464,343
Receivables								
Property taxes	1,450,000	828,400	267,500	1,197,500	-	-	100,000	3,843,400
Prepaid expenses	11,697	-	-	-	-	-	-	11,697
Due from other governments	16,738	-	-	-	-	-	-	16,738
<b>Total assets</b>	<b>2,892,803</b>	<b>1,564,955</b>	<b>500,059</b>	<b>1,413,411</b>	<b>11,477</b>	<b>1,435,840</b>	<b>517,633</b>	<b>8,336,178</b>
<b>Liabilities:</b>								
Accounts payable	62,190	18,911	517	-	-	7,273	1,447	90,338
Other payables	8,078	-	-	-	-	-	-	8,078
Accrued wages	6,257	13,065	1,787	-	-	-	-	21,109
Unearned revenue	5,327	3,929	-	-	-	-	-	9,256
<b>Total liabilities</b>	<b>81,852</b>	<b>35,905</b>	<b>2,304</b>	<b>-</b>	<b>-</b>	<b>7,273</b>	<b>1,447</b>	<b>128,781</b>
<b>Deferred Inflows of Resources:</b>								
Property taxes	1,450,000	828,400	267,500	1,197,500	-	-	100,000	3,843,400
<b>Total liabilities and deferred inflows of resources</b>	<b>1,531,852</b>	<b>864,305</b>	<b>269,804</b>	<b>1,197,500</b>	<b>-</b>	<b>7,273</b>	<b>101,447</b>	<b>3,972,181</b>
<b>Fund balances:</b>								
Nonspendable:								
Prepaid items	11,697	-	-	-	-	-	-	11,697
Restricted								
Recreation purposes	-	700,650	-	-	-	-	-	700,650
Special recreation	-	-	230,255	-	-	-	-	230,255
Museum purposes	-	-	-	-	-	-	416,186	416,186
IMRF	66,095	-	-	-	-	-	-	66,095
Social Security	155,492	-	-	-	-	-	-	155,492
Liability Insurance	174,842	-	-	-	-	-	-	174,842
Audit purposes	6,856	-	-	-	-	-	-	6,856
Working cash	48,718	-	-	-	-	-	-	48,718
Debt service	-	-	-	215,911	11,477	-	-	227,388
Committed								
Capital Projects	-	-	-	-	-	1,428,567	-	1,428,567
Unassigned	897,251	-	-	-	-	-	-	897,251
<b>Total fund balances</b>	<b>1,360,951</b>	<b>700,650</b>	<b>230,255</b>	<b>215,911</b>	<b>11,477</b>	<b>1,428,567</b>	<b>416,186</b>	<b>4,363,997</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 2,892,803</b>	<b>1,564,955</b>	<b>500,059</b>	<b>1,413,411</b>	<b>11,477</b>	<b>1,435,840</b>	<b>517,633</b>	<b>8,336,178</b>

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

BELVIDERE PARK DISTRICT, ILLINOIS  
**Reconciliation of Fund Balances of Governmental Funds to the  
Governmental Activities in the Statement of Net Position**  
December 31, 2020

**Fund balances of Governmental Funds** **\$ 4,363,997**

Amounts reported for governmental activities in the statement of  
net position are different because:

Capital assets used in governmental activities are not financial  
resources and therefore are not reported in the funds.

Capital assets	\$ 34,379,255	
Accumulated depreciation	(16,844,535)	17,534,720

Net pension assets are not financial resources and therefore, are not reported in the funds.		733,024
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Long-term liabilities, including bonds payable, are not due and  
payable in the current period and therefore are not reported in  
the funds.

GO Bonds	(1,140,000)	
GO Refunding Alternate Revenue Bonds	(4,410,000)	
Alternate Revenue Bonds	(355,000)	
Unamortized bond premium	(662,487)	
Compensated absences	(31,185)	
Accrued interest payable	\$ (25,552)	(6,624,224)

Certain deferred outflows and inflows of resources are not due and payable in the current period and therefore are not reported in the funds.		(26,464)
---	--	----------

Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position.		(374,910)
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**Net position of governmental activities** **\$ 15,606,143**

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

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**

For the Year Ended December 31, 2020

		Debt Service Funds					
	General Fund	Recreation Fund	Special Recreation Fund	Bond & Interest Fund	Alternate Bond & Interest Fund	Capital Projects Fund	Nonmajor Governmental Museum Fund
							Total Governmental Funds
<b>Revenues:</b>							
Property taxes	\$ 1,325,550	881,720	255,647	1,154,503	-	-	3,717,044
Corporate replacement taxes	98,085	-	-	-	-	-	98,085
Charges & fees	-	322,502	45,104	-	-	-	368,621
Donations	9,280	-	-	-	-	-	9,280
Interest	1,685	901	275	244	572	1,968	6,126
Other	42,647	7,000	8,288	-	-	34,419	92,354
Total revenues	<u>1,477,247</u>	<u>1,212,123</u>	<u>309,314</u>	<u>1,154,747</u>	<u>572</u>	<u>36,387</u>	<u>4,291,510</u>
<b>Expenditures:</b>							
Current:							
Culture & recreation:							
Personnel	822,473	914,333	231,072	-	-	-	1,978,888
Contractual services	361,102	162,004	17,705	-	-	1,150	567,897
Material & supplies	149,112	120,348	40,317	-	-	-	320,864
Capital outlay	13,354	1,203	-	-	-	896,029	910,586
Debt service:							
Principal	-	-	-	1,100,000	1,350,000	-	2,450,000
Interest	-	-	-	19,250	167,525	-	186,775
Bond issue costs	-	-	-	-	113,797	-	113,797
Total expenditures	<u>1,346,041</u>	<u>1,197,888</u>	<u>289,094</u>	<u>1,119,250</u>	<u>1,631,322</u>	<u>897,179</u>	<u>6,528,807</u>
<b>Excess of revenues over (under) expenditures</b>	<u>131,206</u>	<u>14,235</u>	<u>20,220</u>	<u>35,497</u>	<u>(1,630,750)</u>	<u>(860,792)</u>	<u>(2,237,297)</u>
<b>Other financing sources (uses):</b>							
GO bond proceeds	-	-	-	-	605,000	535,000	1,140,000
Payment to refunded bond escrow agent	-	-	-	-	(4,953,813)	-	(4,953,813)
Premium on bond issuance	-	-	-	-	682,487	-	682,487
Refunding bond proceeds	-	-	-	-	4,410,000	-	4,410,000
Total other financing sources	-	-	-	-	723,674	535,000	1,258,674
<b>Net change in fund balances</b>	<u>131,206</u>	<u>14,235</u>	<u>20,220</u>	<u>35,497</u>	<u>(907,076)</u>	<u>(325,792)</u>	<u>(978,623)</u>
<b>Fund balances:</b>							
Beginning	<u>1,229,745</u>	<u>686,415</u>	<u>210,035</u>	<u>180,414</u>	<u>918,553</u>	<u>1,754,359</u>	<u>5,342,620</u>
Ending	<u>\$ 1,360,951</u>	<u>700,650</u>	<u>230,255</u>	<u>215,911</u>	<u>11,477</u>	<u>1,428,567</u>	<u>4,363,997</u>

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

BELVIDERE PARK DISTRICT, ILLINOIS  
**Reconciliation of the Governmental Funds Statement of Revenues,  
Expenditures and Changes in Fund Balances to the  
Governmental Activities in the Statement of Activities**

December 31, 2020

**Net Change in Fund Balances - total governmental funds** **\$ (978,623)**

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, they are capitalized and depreciated in the statement of activities:

Capital asset purchases capitalized	\$ 697,122	
Depreciation expense	(897,623)	
Proceeds received on sale of capital assets	(15,299)	
Gain or (loss) on disposal of capital assets	<u>(9,878)</u>	(225,678)

The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities.

GO bonds	2,100,000	
Alternate revenue bonds	<u>5,235,000</u>	7,335,000

The issuance of long-term debt is reported as an other financing source in the governmental funds but as an increase in outstanding principal in the statement of activities. Also, governmental funds report the effect of issuance premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Bond issue proceeds	(5,550,000)	
Bond issuance premium	<u>(662,487)</u>	(6,212,487)

The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities. 1,026,680

The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities. (227,804)

Some expenses in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Change in compensated absences payable	(3,925)	
Change in accrued interest expense	52,271	
Change in deferred charge on refunding	26,464	
Amortization of bond premium	<u>55,353</u>	<u>130,163</u>

**Change in net position of governmental activities** **\$ 847,251**

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

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS**  
December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Belvidere Park District, Illinois (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

- A. The District was organized in 1919. The District operates under the Submerged Lands Statute of 1895 to acquire, develop and manage park and recreation lands and facilities. The District is a separate, autonomous, special purpose-taxing district governed by a five member elected Board of Commissioners. The District is a primary unit of government as defined by GASB-14. The District is not financially accountable for any component units or other entities.

B. Financial Reporting Entity

Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

C. Fund Accounting

The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain District functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: government and fiduciary. Each category, in turn, is divided into separate fund types.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of capital assets, the servicing of long-term debt and the management of funds held in trust that can be used for governmental services (permanent fund). The general fund is used to account for all activities of the general government not accounted for in some other fund.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. The effect of material inter-fund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degrees to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items properly not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Fiduciary funds are presented for certain activities when the District's role is that of trust or agent. While fiduciary funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government.

Major individual governmental funds are reported as separate columns in the fund financial statements. The District reports the following major governmental funds:

The General Fund accounts for all financial resources except those required to be accounted for in another fund. Generally, this fund is used to record the revenues and expenditures in connection with the general administration and maintenance activities.

The Recreation Fund accounts for the proceeds of specific revenue sources that are legally restricted or intended for specified purposes.

The Special Recreation Fund accounts for the proceeds of specific revenue sources that are legally restricted or intended for specified purposes.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Government-Wide and Fund Financial Statements (Continued)

The Bond & Interest Fund accounts for the accumulation of legally restricted resources for, and payment of, long-term debt principal, interest and related costs.

The Alternate Bond and Interest Fund accounts for the accumulation of legally restricted resources for, and payment of, long-term debt principal, interest and related costs.

The Capital Projects Fund accounts for major capital expenditures.

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants, contributions and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "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, generally 60 days. The District recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on long-term debt are recorded as expenditures when due.

Those revenues susceptible to accrual are property taxes and interest revenue. Charges and fees revenues are not susceptible to accrual because generally they are not measurable until received in cash. In applying the susceptible-to-accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidelines.

Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible-to-accrual criteria are met.



BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The District reports deferred inflows of resources on its financial statements for property taxes, levied in the current year to finance the subsequent year's budget, since they do not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenue may arise when resources are received by the District before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures, and therefore do not meet the "earned" criteria for revenue recognition in the current period. In subsequent periods, when the revenue recognition criteria is met, or when the government has a legal claim to the resources, the deferred inflows of resources or the liability for unearned revenue is removed from the financial statements and revenue is recognized.

F. Cash and Cash Equivalents

The District considers all cash on hand, demand deposits and short-term investments with a maturity of three months or less when purchased to be cash and cash equivalents.

G. Investments

Investments with a maturity of one year or less and all non-negotiable certificates of deposits are recorded at cost or amortized cost. All other investments are recorded at fair value. Fair value is determined based primarily on the basis of quoted market prices.

H. Prepaid Expenses

If there are certain payments to vendors that reflect costs applicable to future accounting periods, they are recorded as prepaid items in both government-wide and fund financial statements.

I. Property Taxes

The District annually establishes a legal right to revenue from property tax assessments upon enactment of a tax levy ordinance by the District Board. Property taxes are recognized as a receivable at the time they are levied. Revenue from property taxes is recognized as the taxes are collected in the year intended to finance or when they become available to be used to pay liabilities of the current period, generally considered to be within sixty days after year end. Revenue from those taxes which are not considered available is reported as a deferred inflow of resources.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Property Taxes (Continued)

The property tax calendar for the 2019 tax levy was as follows:

Lien Date	January 1, 2019
Levy Date	December 10, 2019
First Installment due	June 1, 2020
Second Installment due	September 1, 2020

Tax bills were mailed at least 30 days prior to the first installment due date. Property taxes are billed and collected by the County Treasurer of Boone County, Illinois.

The 2020 tax levy, which attached as an enforceable lien on property as of January 1, 2020, has been recorded as a receivable and as a deferred inflow of resources as of December 31, 2020 as the tax had been levied by the District but would not be extended or collected until calendar year 2021.

The District's 2019 tax rates per \$100 of assessed valuation together with the related maximum tax rates are as follows:

Type of Levy	Rate Per \$100 of Assessed Valuation	
	Rate	Legal Maximum
District		
General	0.15269	0.35000
Bond & Interest	0.18055	none
IMRF	0.01636	none
Audit	0.00234	0.00500
Liability Insurance	0.01403	none
Social Security	0.02188	none
Museum	0.01558	0.07000
Recreation	0.13789	0.37000
Joint Handicap Recreation	0.03998	0.04000
Total District	<u>0.58130</u>	

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets

Capital assets, which include property, plant, equipment and vehicles, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	10-15
Building & Improvements	10-39
Equipment, Software, & Vehicles	5-10

K. Compensated Absences

Employees earn vacation based upon their length of service. Such pay is expensed when paid by the District. In the event of termination, an employee is paid for accumulated vacation days. The total liability for these compensated absences will be payable from future resources and is accounted for in the government-wide financial statements.

L. Fund Equity/Net Position

Fund balances for the governmental funds are reported in classifications that comprise a hierarchy based on the extent to which the government honors constraints on the specific purposes for which amounts in those funds can be spent.

The non-spendable classification contains amounts not in spendable form or legally or contractually required to be maintained intact.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Fund Equity/Net Position (Continued)

Restricted amounts contain restraints on their use externally imposed by creditors, grantors, contributors, or law or regulation of other governments; or imposed by law through constitutional provisions or enabling legislation. The District reports restricted fund balance amounts for the debt service fund and special revenue funds imposed by tax levies.

Committed amounts can only be used for specific purposes imposed by formal action of the government's highest level of decision-making authority. The highest level of decision-making authority is the District's Board of Commissioners, and it takes an ordinance, resolution, or formal vote of approval to establish, modify, or rescind a fund balance commitment. Capital projects fund balances are reported as committed based on the Budget & Appropriation Ordinance.

Amounts intended to be used for specific purposes are assigned. Assignments should not cause deficits in the unassigned fund balance. The District did not have any assigned fund balances at the end of the year.

Unassigned fund balance is the residual classification for the general fund and is used for any deficit fund balances.

When both restricted and unrestricted resources are available for use, the District uses restricted resources first, and then unrestricted resources as they are needed. When committed, assigned, and unassigned resources are available for use, the District uses committed resources first, then assigned resources, and then unassigned resources as they are needed.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets. All other net position that does not meet the definition of "restricted" or "net investment in capital assets" is classified as unrestricted net position.

BELVIDERE PARK DISTRICT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)  
December 31, 2020

2. DEPOSITS AND INVESTMENTS

Deposits

**Custodial credit risk** for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District's policy requires deposits to be secured by collateral at least equal to 102% of the deposit principal and any accrued interest less the amount of the Federal Deposit Insurance Corporation's insurance.

Deposits of the District are insured or collateralized with securities held by the Federal Reserve Bank, by another custodial bank, or by an escrow agent of the pledging institution. At December 31, 2020, the District's cash was held by a local bank in demand deposit accounts with a combined book balance of \$4,464,343 and bank balance of \$4,541,709. The primary difference between book and bank balances was due to outstanding checks. Of the total bank balance, \$4,291,709 exceeded FDIC insurance limits and were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ -
Uninsured and collateralized by securities held by the pledging financial institution	4,291,709
	<u>\$ 4,291,709</u>

Investment Policies

**Credit risk** is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Investing is performed in accordance with the investment policies adopted by the Board of Commissioners. District funds may be invested in 1) direct obligations of the United States government, its agencies to the payment of which the full faith and credit of the government of the United States is pledged; 2) obligations of the Government National Mortgage Association, Federal National Mortgage Association, Federal Home Loans Mortgage Corporation, or any Federal farm credit bank, Federal land bank, or Federal home loan bank notes or bonds; 3) collateralized or insured certificates of deposit and other evidences of deposits at banks, savings banks, savings and loan associations, and credit unions in the State of Illinois; or 4) money market mutual funds.

**Interest rate risk** is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's policy does not specifically address this risk.

**Concentration of credit risk** is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not specifically address the risks attributable to the concentration of credit risk.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

3. POOLED CASH

The District maintains a pooled checking account to maximize interest earnings. The following is a listing of each funds' share of the pooled accounts:

	Cash
General	\$ 1,414,368
Special Revenues Funds	
Recreation	736,555
Museum	417,633
Special Recreation	232,559
Total Special Revenue Funds	1,386,747
Debt Service Funds	
Alternate Bond & Interest	11,477
Bond and Interest	215,911
Total Debt Service Funds	227,388
Capital Projects Fund	1,435,840
Total Pooled Cash	\$ 4,464,343

4. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 4,640,649	-	-	4,640,649
Construction in progress	-	140,862	-	140,862
	4,640,649	140,862	-	4,781,511
Capital assets being depreciated:				
Land improvements	17,147,944	384,477	-	17,532,421
Building & building improvements	10,585,307	59,941	(13,671)	10,631,577
Equipment & software	841,891	90,699	(38,894)	893,696
Vehicles	561,005	21,143	(42,098)	540,050
Total capital assets being depreciated	29,136,147	556,260	(94,663)	29,597,744
Less accumulated depreciation for:				
Land improvements	10,567,980	522,231	-	11,090,211
Building & building improvements	4,523,959	262,329	(2,734)	4,783,554
Equipment & software	596,765	70,659	(34,598)	632,826
Vehicles	327,694	42,404	(32,154)	337,944
Total accumulated depreciation	16,016,398	897,623	(69,486)	16,844,535
Total capital assets being depreciated, net	13,119,749	(341,363)	(25,177)	12,753,209
Governmental activities capital assets, net	\$ 17,760,398	(200,501)	(25,177)	17,534,720

All depreciation expense of governmental activities capital assets was for culture and recreation purposes.

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

**5. LONG-TERM DEBT**

The outstanding debt as of December 31, 2020 consists of the following individual amounts:

	<u>Balances 12/31/2020</u>	<u>Current Portion</u>
G.O. Refunding Park Bonds Alternate Revenue Source, series 2020; Principal due Feb. 1, 2022 through 2032; Interest due Feb. 1 and Aug. 1; interest rate of 4.0%	\$ 4,410,000	-
G.O. Park Bonds, series 2020 issued for Debt Service and capital projects; Principal and interest due Dec. 1, 2021; interest rate of 0.5%	1,140,000	1,140,000
General Obligation Park Bonds (Alt. Rev. source), series 2012A issued to fund capital projects; Original issue \$7,945,000; principal due Feb. 1, 2021; Interest rates vary from 2.0% to 3.0%, due Feb. 1 and Aug. 1	355,000	355,000
Compensated absences	<u>31,185</u>	<u>31,185</u>
<b>Total outstanding debt</b>	<b>\$ <u>5,936,185</u></b>	<b><u>1,526,185</u></b>

The annual requirements to amortize each outstanding long-term debt at year-end consist of the following:

Year Ending December 31,	Park Bond Series 2020		GO Refunding Park Bonds (Alt. Rev.) Series 2020		GO Park Bonds (Alt. Rev.) Series 2012A		Total	Total
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021	1,140,000	5,700	-	123,480	355,000	5,325	1,495,000	134,505
2022	-	-	305,000	170,300	-	-	305,000	170,300
2023	-	-	325,000	157,700	-	-	325,000	157,700
2024	-	-	340,000	144,400	-	-	340,000	144,400
2025	-	-	365,000	130,300	-	-	365,000	130,300
2026-2030	-	-	2,100,000	412,200	-	-	2,100,000	412,200
2031-2032	-	-	975,000	39,500	-	-	975,000	39,500
Total	<u>\$ 1,140,000</u>	<u>5,700</u>	<u>4,410,000</u>	<u>1,177,880</u>	<u>355,000</u>	<u>5,325</u>	<u>5,905,000</u>	<u>1,188,905</u>
					Compensated absences		<u>31,185</u>	
							<b>\$ <u>5,936,185</u></b>	

During the year ended December 31, 2020, the District issued \$4,410,000 of G.O. Park Bonds (Alt. Rev. source) for an advance refunding of \$4,885,000 of the 2012A G.O. Bonds (Alt. Rev. source). The February 1, 2021 principal and interest payment on the 2012A G.O. Bonds will be paid from District resources. As a result, \$4,885,000 of the 2012A refunded bonds are considered to be defeased as of December 31, 2020. Through the refunding, the District reduced its total debt service by \$270,236 and obtained an economic gain of \$252,637.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

5. LONG-TERM DEBT (Continued)

The December 31, 2020 compensated absences of \$31,185 are expected to be used/paid during 2021. Compensated absences are paid by the General, Recreation, or Special Recreation Funds.

The G.O. Bonds (Alt. Rev. source) Series 2012A and G.O. Refunding Bonds (Alt. Rev. source) Series 2020 will be paid from the Alternate Bond and Interest Fund (Debt Service). The G.O. Bonds Series 2020 will be paid from the Bond and Interest Fund (Debt Service).

Long-term liability activity for the year ended December 31, 2020, was as follows:

	Beginning Balance	New Issues	Retired	Ending Balance
G.O. Bond, Series 2019	\$ 1,100,000	-	1,100,000	-
G.O. Bond, Series 2020	-	1,140,000	-	1,140,000
G.O. Refunding Bond, Series 2020	-	4,410,000	-	4,410,000
G.O. Bond, Series 2015-A	1,000,000	-	1,000,000	-
Alternate Revenue Bonds 2012A	5,590,000	-	5,235,000	355,000
Net pension liability - IMRF	293,656	-	293,656	-
Compensated absences	27,260	75,244	71,319	31,185
	<u>\$ 8,010,916</u>	<u>5,625,244</u>	<u>7,699,975</u>	<u>5,936,185</u>

Legal Debt Margin

The District's aggregate indebtedness is subject to a statutory limitation by the State of Illinois of 2.875% of its equalized assessed value of \$641,859,589. At December 31, 2020, the statutory limit for the District was \$18,453,463. The District's outstanding debt, net of assets available for bond retirements, was \$5,677,612 leaving a legal debt margin of \$12,775,851.

Non-Referendum General Obligation Bond Limit

The District may issue general obligation bonds without submitting the proposition of the issue in a referendum as long as the aggregate outstanding unpaid balance of bonds and notes does not exceed 0.575% of total assessed value of the District. At December 31, 2020, the statutory limit on non-referendum general obligation bonds was \$3,690,693. The District's outstanding debt for general obligation bonds, net of assets available for bond retirements, was \$912,612 leaving a legal debt margin of \$2,778,081.



BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

6. EMPLOYEE RETIREMENT SYSTEM

IMRF Plan Description

The District'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 District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

Benefits Provided

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

Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

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

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

6. EMPLOYEE RETIREMENT SYSTEM (Continued)

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	18
Inactive Plan Members entitled to but not yet receiving benefits	63
Active Plan Members	<u>26</u>
Total	<u>107</u>

Contributions

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2020 was 10.23%. For the fiscal year ended December 31, 2020, the District contributed \$123,601 to the plan. The District 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The District's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2020:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.25%.
- **Salary Increases** were expected to be 2.85% to 13.75%.
- The **Investment Rate of Return** was assumed to be 7.25%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020, was used.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

6. EMPLOYEE RETIREMENT SYSTEM (Continued)

Actuarial Assumptions (Continued)

- **For Disabled Retirees**, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020, was used.
- **For Active Members**, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020, was used.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Return 12/31/2020	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Equities	37.00%	22.07%	6.35%	5.00%
International Equities	18.00%	13.52%	7.65%	6.00%
Fixed Income	28.00%	7.87%	1.40%	1.30%
Real Estate	9.00%	4.20%	7.10%	6.20%
Alternatives	7.00%			
Private Equity		N/A	10.35%	6.95%
Hedge Funds		N/A	N/A	N/A
Commodities		N/A	3.90%	2.85%
Cash Equivalents	1.00%	2.56%	0.70%	0.70%

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

6. EMPLOYEE RETIREMENT SYSTEM (Continued)

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate 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. The 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 met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.00%, and the resulting single discount rate is 7.25%.

Changes in Net Pension Liability

Changes in the District's net pension liability for the year ended December 31, 2020 were as follows:

	(A) Total Pension Liability	(B) Plan Fiduciary Net Position	(A) - (B) Net Pension Liability (Asset)
Balance, December 31, 2019	\$ 5,398,956	\$ 5,105,300	\$ 293,656
Changes for the year:			
Service Cost	116,470	-	116,470
Interest	387,278	-	387,278
Difference between expected and actual experience	59,994	-	59,994
Changes of assumptions	(50,265)	-	(50,265)
Contributions - employees	-	54,370	(54,370)
Contributions - employer	-	123,601	(123,601)
Net investment income	-	720,222	(720,222)
Benefit payments including refunds of Employee Contributions	(230,854)	(230,854)	-
Other (Net Transfer)	-	641,964	(641,964)
Net Changes	282,623	1,309,303	(1,026,680)
Balance, December 31, 2020	<u>\$ 5,681,579</u>	<u>\$ 6,414,603</u>	<u>\$ (733,024)</u>

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

6. EMPLOYEE RETIREMENT SYSTEM (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
Total Pension Liability	\$ 6,373,263	\$ 5,681,579	\$ 5,144,906
Plan Fiduciary Net Position	6,414,603	6,414,603	6,414,603
Net Pension Liability/(Asset)	<u>\$ (41,340)</u>	<u>\$ (733,024)</u>	<u>\$ (1,269,697)</u>

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources

For the year ended December 31, 2020, the District realized negative pension expense of (\$675,275). At December 31, 2020, the District realized deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 71,396	\$ 57,875	\$ 13,521
Changes of assumptions	41,326	41,615	(289)
Net difference between projected and actual earnings on plan investments	220,681	608,823	(388,142)
Total	<u>\$ 333,403</u>	<u>\$ 708,313</u>	<u>\$ (374,910)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending December 31	Net Deferred Outflows of Resources
2021	\$ (97,124)
2022	(52,191)
2023	(159,849)
2024	(65,746)
2025	-
Thereafter	-
Total	<u>\$ (374,910)</u>

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

7. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

The District has evaluated its potential other postemployment benefits liability. The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium.

Due to minimal utilization, the implicit subsidy to calculate in accordance with GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* (which became effective for fiscal years beginning after June 15, 2017 and replaced GASB Statement No. 45) is estimated to be immaterial to the financial statements. Additionally, the District had no former employees for which the District was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any postemployment benefit liability as of December 31, 2020.

8. CHANGES IN RESTRICTED FUND EQUITY

The District levies taxes for the following funds, which it records in the General Fund. During the fiscal year ended December 31, 2020, the following table shows a summary of the activity associated with these tax levies:

	IMRF	Social Security	Liability Insurance	Audit	Working Cash
Beginning equity	\$ 76,500	116,739	154,582	6,895	48,718
Revenues	112,612	149,910	98,667	14,961	-
Expenditures	(123,017)	(111,157)	(78,407)	(15,000)	-
Excess covered by General Fund	-	-	-	-	-
Ending equity	\$ 66,095	155,492	174,842	6,856	48,718

9. RISK MANAGEMENT COOPERATIVE

The District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since August 21, 2015, 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, 2020 through December 31, 2020:

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

**9. RISK MANAGEMENT COOPERATIVE (Continued)**

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<b><u>1. Property</u></b>					
All losses per occurrence	\$1,000	\$1,000,000	\$1,000,000,000/all members Declaration 11	PDRMA	P070119
Flood/except Zones A & V	\$1,000	\$1,000,000	\$250,000,000/occurrence/annual aggregate	Reinsurers: Various	
Flood, Zones A & V	\$1,000	\$1,000,000	\$200,000,000/occurrence/annual aggregate	Reinsurers through the Public Entity	
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/occurrence/annual aggregate	Property Reinsurance Program (PEPIP)	
Auto Physical Damage Comprehensive and Collision	\$1,000	\$1,000,000	Included		
Course of Construction	\$1,000	Included	\$25,000,000		
Tax Revenue Interruption	\$1,000	\$1,000,000	\$3,000,000/reported values		
Business Interruption, Rental Income	\$1,000		\$1,000,000/non-reported values \$100,000,000/reported values \$500,000/\$2,500,000/non-reported values		
Service Interruption	24 hours	N/A	\$25,000,000 <b>Other sub-limits apply - refer to coverage document</b>		
Boiler and Machinery			\$100,000,000 Equip. Breakdown		
Property damage	\$1,000	\$9,000	Property damage - included	Travelers	
Business Income	48 hours	N/A	Included <b>Other sub-limits apply - refer to coverage document</b>	Indemnity Co. of Illinois	BME10525L478
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/occurrence	National Union	
Seasonal employees	\$1,000	\$9,000	\$1,000,000/occurrence	Fire Insurance Co.	03-980-98-23
Blanket bond	\$1,000	\$24,000	\$2,000,000/occurrence		
<b><u>2. Workers Compensation</u></b>					
Employers' Liability	N/A	\$500,000 \$500,000	Statutory \$3,500,000 Employers Liability	PDRMA Government Entities Mutual (GEM) Safety National	WC010120 GEM-0003-A20001 SP4062006
<b><u>3. Liability</u></b>					
General	None	\$500,000	\$21,500,000/occurrence	PDRMA	L010120
Auto Liability	None	\$500,000	\$21,500,000/occurrence	Reinsurers:	
Employment Practices	None	\$500,000	\$21,500,000/occurrence	GEM	GEM-0003-
Public Officials' Liability	None	\$500,000	\$21,500,000/occurrence	Great American	A20001
Law Enforcement Liability	None	\$500,000	\$21,500,000/occurrence	Genesis	1114616
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/occurrence		C501
<b><u>4. Pollution Liability</u></b>					
Liability - Third party	None	\$25,000	\$5,000,000/occurrence	XL Environmental Insurance	
Property - First party	\$1,000	\$24,000	\$30,000,000 3 yr. aggregate		PEC 2535806
<b><u>5. Outbreak Expense</u></b>	24 hours	N/A	\$15,000 per day \$1 million aggregate policy limit	Great American	OB010120

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

9. RISK MANAGEMENT COOPERATIVE (Continued)

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<b><u>6. Information Security and Privacy Insurance with Electronic Media Liability Coverage</u></b>					
Breach Response	\$1,000	\$100,000	\$2,000,000/occurrence/annual aggregate	Beazley Lloyds Syndicate	PH1833938
Business Interruption	8 hours	\$100,000	\$2,000,000/occurrence/annual aggregate	AFB 2623/623 through the PEPiP program	
Business Interruption due to System Failure	8 hours	\$100,000	\$250,000/occurrence/annual aggregate		
Dependent Business Loss	8 hours	\$100,000	\$2,000,000/occurrence/annual aggregate		
Liability	\$1,000	\$100,000	\$2,000,000/occurrence/annual aggregate		
eCrime	\$1,000	\$100,000	\$50,000/occurrence/annual aggregate		
Criminal Reward	\$1,000	\$100,000	\$50,000 hourly sublimit/\$50,000 forensic expense/\$150,000 dependent business interruption		
<b><u>7. Deadly Weapon Response</u></b>					
Liability	\$1,000	\$9,000	\$500,000 per occ/\$2,500,000 annual agg. for all members	Underwritten at Lloyds of London	PJ1900050
First Party Property	\$1,000	\$9,000	\$250,000 per occ. as part of overall limit		
Crisis Mgmt. Services	\$1,000	\$9,000	\$250,000 per occ. as part of overall limit		
Counseling/Funeral Expenses	\$1,000	\$9,000	\$250,000 per occ. as part of overall limit		
Medical Expenses	\$1,000	\$9,000	\$25,000 per person/\$500,000 annual agg. as part of overall limit		
AD&D	\$1,000	\$9,000	\$50,000 per person/\$500,000 annual agg. as part of overall limit		
<b><u>8. Volunteer Medical Accident</u></b>	None	\$5,000	\$5,000 medical expense of any other collectible insurance	Self-insured	
<b><u>8. Underground Storage Tank Liability</u></b>	None	N/A	\$10,000 follows Illinois Leaking Underground Tank Fund	Self-insured	
<b><u>9. Unemployment Compensation</u></b>	N/A	N/A	Statutory	Member funded	

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the Belvidere Park District. Settlements have not exceeded insurance claims in each of the past three years.

As a member of PDRMA's Property/Casualty Program, the Belvidere Park 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 Belvidere Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Belvidere Park District's governing body.



BELVIDERE PARK DISTRICT, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)  
December 31, 2020

9. RISK MANAGEMENT COOPERATIVE (Continued)

The Belvidere 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 necessary 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, 2019 and the statement of revenues and expenses for the period ending December 31, 2019. The Belvidere Park District's portion of the overall equity pool is 0.100% or \$49,211.

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

Since 89.34% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Net Position is impacted annually as more recent loss information becomes available.

10. FINANCIAL IMPACT OF COVID-19

On March 11, 2020, the World Health Organization (WHO) declared the coronavirus (COVID-19) a global pandemic due to the spread of the virus in over 100 countries, and the pandemic resulted in significant economic disruption during the year ended December 31, 2020. As a result of the virus, the District chose to not open the William Grady Pool for the 2020 season, the Rivers Edge Recreation Center was closed throughout the year, and some programs were discontinued. The District is unable to determine the extent of the financial impact that the pandemic has had on its operations, but the District experienced an approximate 64% decline in charges for services in 2020 from 2019.

BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO FINANCIAL STATEMENTS (Continued)**  
December 31, 2020

11. SUBSEQUENT EVENTS

The District has evaluated subsequent events through August 23, 2021, which was the date that these financial statements were available for issuance and determined that there were no significant unrecognized subsequent events through that date.

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**Illinois Municipal Retirement Fund**  
**Multiyear Schedule of Changes in Net Pension Liability and Related Ratios**  
Last 10 Calendar Years  
(schedule to be built prospectively from 2014)

	2020	2019	2018	2017	2016	2015	2014
Calendar year ending December 31,							
<b>Total Pension Liability</b>	\$ 116,470	\$ 118,608	\$ 114,669	\$ 115,795	\$ 112,763	\$ 107,406	\$ 121,215
Service Cost	387,278	378,351	355,012	327,696	309,271	283,321	261,922
Interest on the Total Pension Liability	-	-	-	-	-	-	-
Benefit Changes	59,994	(144,023)	66,233	196,166	(69,952)	42,667	(106,115)
Difference between Expected and Actual Experience	(50,265)	-	146,665	(126,138)	(5,435)	5,382	93,553
Assumption Changes	(230,854)	(226,634)	(172,165)	(125,336)	(90,643)	(89,275)	(67,405)
Benefit Payments and Refunds	282,623	126,302	510,414	388,183	256,004	349,501	303,170
Net Change in Total Pension Liability	5,398,956	5,272,654	4,762,240	4,374,057	4,118,053	3,768,552	3,465,382
Total Pension Liability - Beginning	\$ 5,681,579	\$ 5,398,956	\$ 5,272,654	\$ 4,762,240	\$ 4,374,057	\$ 4,118,053	\$ 3,768,552
Total Pension Liability - Ending (a)							
<b>Plan Fiduciary Net Position</b>	\$ 123,601	\$ 102,715	\$ 116,621	\$ 112,287	\$ 110,879	\$ 114,211	\$ 101,298
Employer Contributions	54,370	53,274	58,751	54,450	52,912	52,247	47,553
Employee Contributions	720,222	785,716	(210,731)	609,709	249,909	17,960	201,524
Pension Plan Net Investment Income	(230,854)	(226,634)	(172,165)	(125,336)	(90,643)	(89,275)	(67,405)
Benefit Payments and Refunds	641,964	14,487	77,114	(36,529)	4,375	(84,461)	7,538
Other (Net Transfer)	1,309,303	729,558	(130,410)	614,581	327,432	10,682	290,508
Net Change in Plan Fiduciary Net Position	5,105,300	4,375,742	4,506,152	3,891,571	3,564,139	3,553,457	3,262,949
Plan Fiduciary Net Position - Beginning	\$ 6,414,603	\$ 5,105,300	\$ 4,375,742	\$ 4,506,152	\$ 3,891,571	\$ 3,564,139	\$ 3,553,457
Plan Fiduciary Net Position - Ending (b)							
<b>Net Pension Liability/(Asset) - Ending (a)-(b)</b>	\$ (733,024)	\$ 293,656	\$ 896,912	\$ 256,088	\$ 482,486	\$ 553,914	\$ 215,095
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	112.90%	94.56%	82.99%	94.62%	88.97%	86.55%	94.29%
<b>Covered Valuation Payroll</b>	\$ 1,208,226	\$ 1,183,590	\$ 1,284,901	\$ 1,209,989	\$ 1,175,816	\$ 1,118,130	\$ 1,040,847
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	-60.67%	24.81%	69.80%	21.16%	41.03%	49.54%	20.67%

BELVIDERE PARK DISTRICT, ILLINOIS  
 REQUIRED SUPPLEMENTARY INFORMATION  
**Illinois Municipal Retirement Fund**  
 Multiyear Schedule of Contributions  
 Last 10 Calendar Years  
 (schedule to be built prospectively from 2014)

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2020	\$ 123,602	\$ 123,601	\$ 1	\$ 1,208,226	10.23%
2019	102,262	102,715	(453)	1,188,715	8.64%
2018	116,621	116,621	-	1,307,411	8.92%
2017	112,287	112,287	-	1,209,989	9.28%
2016	110,879	110,879	-	1,175,816	9.43%
2015	109,800	114,211	(4,411)	1,118,130	10.21%
2014	100,546	101,298	(752)	1,040,847	9.73%

**BELVIDERE PARK DISTRICT, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
NOTES TO SCHEDULE OF CONTRIBUTIONS  
December 31, 2020**

**Illinois Municipal Retirement Fund  
Summary of Actuarial Methods and Assumptions  
Used in the Calculation of the 2020 Contribution Rate\***

**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.

**Methods and Assumptions Used to Determine 2020 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): 23-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 18 years for most employers (three employers were financed over 27 years and four others were financed over 28 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25% including inflation
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 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**Other Information:**

Notes

There were no benefit changes during the year.

*\*Based on Valuation Assumptions used in the December 31, 2018 actuarial valuation.*

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**Required Supplementary Information**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2020**  
**With Comparative Totals for the Year Ended December 31, 2019**

	2020			2019
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Taxes:				
Property taxes	\$ 1,330,404	1,325,550	(4,854)	1,283,825
Corporate replacement taxes	126,238	98,085	(28,153)	114,053
Donations	8,000	9,280	1,280	14,264
Interest	2,800	1,685	(1,115)	2,854
Other	63,325	42,647	(20,678)	23,121
Total revenues	<u>1,530,767</u>	<u>1,477,247</u>	<u>(53,520)</u>	<u>1,438,117</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	1,030,072	822,473	207,599	780,458
Contractual services	428,780	361,102	67,678	385,820
Material & supplies	241,021	149,112	91,909	149,632
Capital outlay	<u>27,560</u>	<u>13,354</u>	<u>14,206</u>	<u>26,492</u>
Total expenditures	<u>1,727,433</u>	<u>1,346,041</u>	<u>381,392</u>	<u>1,342,402</u>
<b>Net change in fund balance</b>	<u>\$ (196,666)</u>	131,206	<u>327,872</u>	95,715
<b>Fund balance:</b>				
Beginning		<u>1,229,745</u>		<u>1,134,030</u>
Ending		<u>\$ 1,360,951</u>		<u>1,229,745</u>

BELVIDERE PARK DISTRICT, ILLINOIS  
Required Supplementary Information  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
**Recreation Fund**

For the Year Ended December 31, 2020  
With Comparative Totals for the Year Ended December 31, 2019

	2020			2019
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 885,000	881,720	(3,280)	888,624
Charges & fees	891,000	322,502	(568,498)	831,562
Donations	1,000	-	(1,000)	-
Interest	1,000	901	(99)	1,653
Other	10,000	7,000	(3,000)	2,820
Total revenues	<u>1,788,000</u>	<u>1,212,123</u>	<u>(575,877)</u>	<u>1,724,659</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	1,176,382	914,333	262,049	1,179,821
Contractual services	434,918	162,004	272,914	258,070
Material & supplies	217,015	120,348	96,667	146,266
Capital Outlay	<u>6,500</u>	<u>1,203</u>	<u>5,297</u>	<u>4,191</u>
Total expenditures	<u>1,834,815</u>	<u>1,197,888</u>	<u>636,927</u>	<u>1,588,348</u>
<b>Net change in fund balance</b>	<u>(46,815)</u>	14,235	<u>61,050</u>	136,311
<b>Fund balance:</b>				
Beginning		<u>686,415</u>		<u>550,104</u>
Ending		<u>\$ 700,650</u>		<u>686,415</u>

BELVIDERE PARK DISTRICT, ILLINOIS  
Required Supplementary Information  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
**Special Recreation Fund**  
For the Year Ended December 31, 2020  
With Comparative Totals for the Year Ended December 31, 2019

	2020			2019
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 256,554	255,647	(907)	244,668
Charges & fees	198,651	45,104	(153,547)	192,521
Interest	200	275	75	566
Other	14,000	8,288	(5,712)	5,515
Total revenues	469,405	309,314	(160,091)	443,270
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	352,068	231,072	120,996	372,071
Contractual	34,175	17,705	16,470	26,427
Material & supplies	98,005	40,317	57,688	81,852
Capital outlay	-	-	-	284
Total expenditures	484,248	289,094	195,154	480,634
<b>Net change in fund balance</b>	<b>\$ (14,843)</b>	20,220	<b>35,063</b>	(37,364)
<b>Fund balance:</b>				
Beginning		210,035		247,399
Ending		\$ 230,255		210,035



BELVIDERE PARK DISTRICT, ILLINOIS  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
December 31, 2020

LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (at the fund level) for all the funds on the modified accrual basis with a line items basis by fund. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level.

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

- A. The District Executive Director submits to the District Board a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- B. Public hearings are conducted to obtain taxpayer comments.
- C. Prior to March 31, the budget is legally enacted by District Board action. This is the amount reported as original budget.
- D. The District Board is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total appropriation of any fund must be approved by the District Board as a supplemental appropriation ordinance.
- E. Budgets are adopted and formal budgetary integration is employed as a management control device during the year.
- F. All budgets for these funds are adopted on a basis consistent with generally accepted accounting principles.
- G. Budgetary authority lapses at year-end.
- H. State law requires that "expenditures be made in conformity with appropriations/ budget." As under the budget act, transfers between line items, departments and funds may be made by administrative action. The final budget reflects all amendments made. The level of legal control is at the fund level.

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance - Budget and Actual**  
**Bond and Interest Fund**  
**For the Year Ended December 31, 2020**  
**With Comparative Totals for the Year Ended December 31, 2019**

	2020			2019
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 1,147,365	1,154,503	7,138	2,239,791
Interest	100	244	144	222
Total revenues	1,147,465	1,154,747	7,282	2,240,013
<b>Expenditures:</b>				
Debt service:				
Principal	1,100,000	1,100,000	-	1,090,000
Interest	19,250	19,250	-	28,885
Total expenditures	1,119,250	1,119,250	-	1,118,885
<b>Net change in fund balance</b>	<b>\$ 28,215</b>	<b>35,497</b>	<b>7,282</b>	<b>1,121,128</b>
<b>Fund balance:</b>				
Beginning		180,414		(940,714)
Ending		\$ 215,911		180,414

BELVIDERE PARK DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
**Alternate Bond and Interest Fund**  
For the Year Ended December 31, 2020  
With Comparative Totals for the Year Ended December 31, 2019

	2020			2019
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Interest	\$ 400	572	172	2,139
Total revenues	400	572	172	2,139
<b>Expenditures:</b>				
Debt Service:				
Principal payments	1,350,000	1,350,000	-	438,887
Interest payments	167,525	167,525	-	196,819
Bond issue costs	-	113,797	(113,797)	-
Total expenditures	1,517,525	1,631,322	(113,797)	635,706
<b>Excess of revenues over (under) expenditures</b>	<u>(1,517,125)</u>	<u>(1,630,750)</u>	<u>(113,625)</u>	<u>(633,567)</u>
<b>Other financing sources (uses):</b>				
GO bond proceeds	505,000	605,000	100,000	640,000
Payment to refunded bond escrow agent	-	(4,953,813)	(4,953,813)	-
Premium on bond issuance	-	662,487	662,487	-
Refunding bond proceeds	-	4,410,000	4,410,000	-
Total other financing sources	505,000	723,674	218,674	640,000
<b>Net change in fund balance</b>	<u>\$ (1,012,125)</u>	<u>(907,076)</u>	<u>105,049</u>	<u>6,433</u>
<b>Fund balance:</b>				
Beginning		918,553		912,120
Ending		<u>\$ 11,477</u>		<u>918,553</u>

BELVIDERE PARK DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
**Capital Projects Fund**  
For the Year Ended December 31, 2020  
With Comparative Totals for the Year Ended December 31, 2019

	2020			2019
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Donations	-	-	-	50,697
Interest	300	1,968	1,668	3,037
Other	28,000	34,419	6,419	2,601
Total revenues	28,300	36,387	8,087	56,335
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Contractual services	5,000	1,150	3,850	1,150
Capital outlay	970,000	896,029	73,971	545,577
Total expenditures	975,000	897,179	77,821	546,727
<b>Excess of revenues over (under) expenditures</b>	(946,700)	(860,792)	85,908	(490,392)
<b>Other financing sources (uses):</b>				
GO bond proceeds	630,000	535,000	(95,000)	460,000
Total other financing sources	630,000	535,000	(95,000)	460,000
<b>Net change in fund balance</b>	\$ (316,700)	(325,792)	(9,092)	(30,392)
<b>Fund balance:</b>				
Beginning		1,754,359		1,784,751
Ending		\$ 1,428,567		1,754,359

BELVIDERE PARK DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
**Museum Fund**  
For the Year Ended December 31, 2020  
With Comparative Totals for the Year Ended December 31, 2019

	2020			2019
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 100,000	99,624	(376)	84,897
Charges & fees	3,500	1,015	(2,485)	2,913
Interest	100	481	381	790
Total revenues	103,600	101,120	(2,480)	88,600
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	24,000	11,010	12,990	166
Contractual services	190,265	25,936	164,329	15,449
Material & supplies	33,765	11,087	22,678	15,251
Total expenditures	248,030	48,033	199,997	30,866
<b>Net change in fund balance</b>	<b>\$ (144,430)</b>	53,087	197,517	57,734
<b>Fund balance:</b>				
Beginning		363,099		305,365
Ending		<b>\$ 416,186</b>		<b>363,099</b>

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**Assessed Valuations and Property Tax Rates**  
**Extensions and Collections**

	Tax Years		
	2019	2018	2017
Rate Setting Assessed Valuation	\$ 641,859,589	612,647,631	592,148,762
<b>Tax rates:</b>			
General	0.15269	0.15181	0.15199
Recreation	0.13789	0.14528	0.14372
Museum	0.01558	0.01388	0.01267
Social Security	0.02188	0.02624	0.02519
IMRF	0.01636	0.01714	0.01757
Liability	0.01403	0.01225	0.01689
Audit	0.00234	0.00245	0.00254
Joint Handicap Rec.	0.03998	0.04000	0.04000
Bond & Interest	0.18055	0.36618	-
	<u>0.58130</u>	<u>0.77523</u>	<u>0.41057</u>
<b>Tax extensions:</b>			
General Fund	980,055	930,060	900,007
Recreation Fund	885,060	890,054	851,036
Museum Fund	100,002	85,035	75,025
Social Security	140,439	160,759	149,162
IMRF	105,008	105,008	104,041
Liability Fund	90,053	75,049	100,014
Audit Fund	15,020	15,010	15,041
Joint Handicap Rec.	256,615	245,059	236,860
Bond & Interest	1,158,877	2,243,393	-
	<u>3,731,130</u>	<u>4,749,428</u>	<u>2,431,185</u>
<b>Tax Collections:</b>			
General Fund	976,352	928,569	899,124
Recreation Fund	881,720	888,624	850,205
Museum Fund	99,624	84,897	74,953
Social Security	139,910	160,501	149,017
IMRF	104,612	104,841	103,939
Liability Fund	89,715	74,930	99,916
Audit Fund	14,961	14,984	15,027
Joint Handicap Rec.	255,647	244,668	236,629
Bond & Interest	1,154,503	2,239,791	-
	<u>\$ 3,717,044</u>	<u>4,741,805</u>	<u>2,428,810</u>
Percent Collected	<u>99.6%</u>	<u>99.8%</u>	<u>99.9%</u>

**BELVIDERE PARK DISTRICT, ILLINOIS**  
**Schedule of Legal Debt Margin**  
December 31, 2020

	2020 <u>for tax year 2019</u>	2019 <u>for tax year 2018</u>
Assessed Valuations	\$ <u>641,859,589</u>	<u>612,647,631</u>
Statutory Debt Limitation (2.875% of Assessed Valuation)	<u>18,453,463</u>	<u>17,613,619</u>
Amount of debt applicable to debt limit:		
General obligation bonds	1,140,000	2,100,000
General obligation alternate revenue bonds	<u>4,765,000</u>	<u>5,590,000</u>
Total debt applicable to limit	5,905,000	7,690,000
Less: assets in debt service funds available for payment on debt	<u>227,388</u>	<u>1,098,967</u>
Net debt applicable to limit	<u>5,677,612</u>	<u>6,591,033</u>
Legal debt margin	\$ <u><u>12,775,851</u></u>	<u><u>11,022,586</u></u>

BELVIDERE PARK DISTRICT, ILLINOIS  
**Schedule of Non-Referendum Bond Debt Margin**

December 31, 2020

	2020 <u>for tax year 2019</u>	2019 <u>for tax year 2018</u>
Assessed Valuations	\$ <u>641,859,589</u>	<u>612,647,631</u>
Statutory Debt Limitation (0.575 % of Assessed Valuation)	<u>3,690,693</u>	<u>3,522,724</u>
Amount of debt applicable to debt limit: General obligation bonds	<u>1,140,000</u>	<u>2,100,000</u>
Total debt applicable to limit	1,140,000	2,100,000
Less: assets in debt service funds available for payment on debt	<u>227,388</u>	<u>1,098,967</u>
Net debt applicable to limit	<u>912,612</u>	<u>1,001,033</u>
Legal debt margin	\$ <u><u>2,778,081</u></u>	<u><u>2,521,691</u></u>





To the Board of Commissioners and Management  
Belvidere Park District  
Belvidere, Illinois

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Belvidere Park District as of and for the year ended December 31, 2020, in accordance with auditing standards generally accepted in the United States of America, we considered Belvidere Park District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Belvidere Park District's internal control. Accordingly, we do not express an opinion on the effectiveness of Belvidere Park District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiencies in internal control to be significant deficiencies:

#### **Segregation of Duties**

As communicated in the prior year and as is common to an entity of your size, a lack of segregation of duties exists as several critical accounting responsibilities are combined and assigned to one individual. This lack of segregation of duties may result in an inadequate control over cash and the subsequent recording of these transactions in the accounting records. For example, the same individual who processes checks also has access to edit the vendor master file, signs checks, and reconciles the bank account. The lack of segregation of duties is a significant deficiency in internal control that potentially reduces the effectiveness of other general controls that may exist.

The primary purpose of segregation of duties is to enhance the likelihood of preventing a material error or irregularity. The secondary purpose of segregation of duties is to detect a material error or irregularity, if one should occur. Adequate segregation of duties is attained by involving different individuals in the authorization of a transaction, the execution of the transaction, the recording of the transaction, the review and reconciliation of the transaction, and the physical custody of any resulting asset.

We recognize that the District may not be large enough to make the employment of additional persons for the purpose of segregation of duties practicable from a financial standpoint. However, we are required under professional responsibilities to bring this situation to your attention.

In addition, we have the following matters involving internal control and its operation for your consideration:

#### **Cash Discrepancies**

During testing of cash, we noted that large year-end adjustments without justified supporting documentation had been made in order to reconcile the bank accounts to the general ledger. We also noted refunds issued to customers via check payment were being double posted in the accounting system, which caused discrepancies in revenue and cash. We suggest refunds posted through daily RecTrac entries into the accounting system be reconciled with checks issued through accounts payable in order to identify and correct refunds that are double posted in the accounting system.

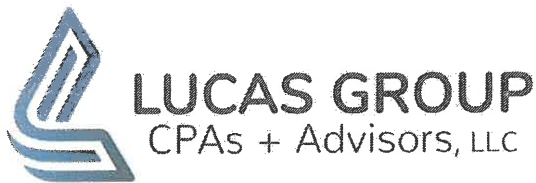
#### **Declining Fund Balance**

The Alternate Bond & Interest Fund balance significantly decreased during the year ended December 31, 2020. We recommend monitoring of the fund balance to ensure that bond proceeds allocated to the fund are sufficient to cover the current year's principal and interest payments in order to avoid a negative fund balance.

This communication is intended solely for the information and use of management, the Board of Commissioners, and others within Belvidere Park District, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Lucas Group CPAs + Advisors, LLC*

Freeport, Illinois  
August 23, 2021



August 23, 2021

To the Board of Commissioners  
Belvidere Park District  
Belvidere, Illinois

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Belvidere Park District for the year ended December 31, 2020. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated February 8, 2021. Professional standards also require that we communicate to you the following information related to our audit.

#### Significant Audit Matters

##### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Belvidere Park District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2020. We noted no transactions entered into by Belvidere Park District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no significant accounting estimates of financial data which would be particularly sensitive and require substantial judgments by management.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The financial statement disclosures are neutral, consistent, and clear.

##### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

##### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. We proposed 12 adjustments to the District's accounting records. The adjustments primarily consisted of correcting and recording accrued payables, wages, and unearned revenue; adjusting tax receivables; allocating interest income between funds; reclassifying restricted fund balances within the General Fund; recording prepaid expenses; recording and correcting refunding bond transactions; correcting year-end adjustments and double posting of customer refunds; and certain other reclassifications.

##### *Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated August 23, 2021.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Belvidere Park District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Belvidere Park District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

### Internal Control

Our management letter, dated August 23, 2021, communicates a significant deficiency due to the lack of segregation of duties within the accounting function, as well as other internal control matters for your consideration.

### Other Matters

We applied certain limited procedures to the Illinois Municipal Retirement Fund schedules and budgetary comparison information, as listed in the table of contents of the financial statements on pages 40 through 46, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the supplementary financial information, as listed in the table of contents of the financial statements on pages 47 through 50, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the assessed valuations and property tax rates schedule and the legal debt margin schedules, as listed in the table of contents of the financial statements on pages 51 through 53, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

### Restriction on Use

This information is intended solely for the information and use of the Board of Commissioners and management of Belvidere Park District and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

*Lucas Group CPAs + Advisors, LLC*

Lucas Group CPAs + Advisors, LLC



**SUSANA A. MENDOZA**  
ILLINOIS STATE COMPTROLLER

**Belvidere Park District (004/010/12) - FY 2020**

Welcome, Belvidere Park District (004/010/12) to Comptroller Connect Internet Filing. You can view the help file by clicking on [Help] in the menu bar above.

If you have just logged into your FY 2020 for the first time - Click on the REGISTRATION menu item above to get started. Otherwise, use the REGISTRATION or FINANCIAL DATA menu items above to navigate to the section you would like to work on.

2020 Audit completed and submitted

Thank you for submitting your 2020 Annual Audit on 08/27/2021. It is waiting approval. You can **REQUEST TO REPLACE YOUR AUDIT DOCUMENT.** (/AFR2020/UploadDocument/RequestResubmit.cfm? DocumentType=AuthResubmitAudit) Upon receiving this request, the Local Government Division will authorize you to replace your Audit Document.

2020 AFR completed and submitted

Thank you for submitting your 2020 Annual Financial Report on 08/27/2021. You can **REQUEST TO RESUBMIT YOUR AFR DOCUMENT.** (/AFR2020/UploadDocument/RequestResubmit.cfm? DocumentType=RequesttoResubmitAnnualReport) Upon receiving this request, the Local Government Division will authorize you to resubmit your AFR.

**Need Help? (/AFR2020/Screens/SubmitProblem/SubmitProblem.cfm)** call our Toll-Free Local Government Assistance Hotline (877) 304-3899 or Email us at **LocGov@IllinoisComptroller.Gov** (**Mailto:locgov@IllinoisComptroller.Gov**)

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STATE OF ILLINOIS  
COMPTROLLER

SUSANA A. MENDOZA

DO NOT SEND THIS PAPER COPY - THIS IS YOUR COPY.  
MAKE SURE YOU HAVE CLICKED THE SUBMIT BUTTON IN  
THE COMPTROLLER CONNECT PROGRAM. THIS WILL  
PROVIDE THE COMPTROLLER'S OFFICE WITH A COPY  
OF YOUR ANNUAL FINANCIAL REPORT.

## FY 2020 Annual Financial Report Special Purpose Long Form

CCIF Copy - 8/24/2021 12:44:00 PM

Unit Name :	Belvidere Park District	County :	Boone	Unit Code :	004/010/12
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I attest that, to the best of my knowledge, this report represents a complete and accurate statement of the financial position, the Contact Information, the TIF status, the FEIN status, the Total Appropriations, and the Legal Debt Limitation of Belvidere Park District as of the end of this fiscal year.

Written signature of government official

**Daniel Noble, President**

Please Sign :

Date :



Unit Name : Belvidere Park District

Unit Code : 004/010/12

Please be sure to fill out this section accurately. The information you provide below is (1) our primary way of contacting your government, (2) the information we supply to external agencies, and (3) is the name and title we will list on our website. This section should NOT contain ANY of your Accounting Professional's information.

**STEP 1: ENTER CONTACT INFORMATION**

Is the following information correct and complete? Yes \_\_\_\_\_ No \_\_\_\_\_

<b>A. Contact Person</b> (elected or appointed official responsible for filling out this form.)		<b>B. Chief Executive Officer</b> (Enter your name here ONLY if you are the elected or appointed official responsible for the EXECUTIVE ADMINISTRATION, i.e. mayor, supervisor, or chairman. Your name will be listed with this responsibility on our website.)		<b>C. Chief Financial Officer</b> (Enter your name here ONLY if you are the elected or appointed official responsible for MAINTAINING THE GOVERNMENT'S FINANCIAL RECORDS. Your name will be listed with this responsibility on our website.)	
Daniel	Noble	Daniel	Noble	Daniel	Noble
President		President		President	
1006 W Lincoln Ave		1006 W Lincoln Ave		1006 W Lincoln Ave	
Belvidere		Belvidere		Belvidere	
IL 61008		IL 61008		IL 61008	
Phone: (815) 547-5711 Ext.		Phone: (815) 547-5711 Ext.		Phone: (815) 547-5711 Ext.	
Fax: (815) 544-4648		Fax: (815) 544-4648		Fax: (815) 544-4648	
E-Mail: dannoble@belviderepark.org		E-Mail: dannoble@belviderepark.org		E-Mail: dannoble@belviderepark.org	
<b>D. Purchasing Agent</b> (Enter the Purchasing Agent or if there is no Purchasing Agent, the name of the person responsible for oversight of all competitively bid contracts should be listed.)		<b>E. FOIA Officer</b> (Enter the FOIA Officer or if there is no FOIA Officer, the name of the person responsible for oversight of all FOIA requests should be listed.)			
Daniel	Noble	Daniel	Noble		
President		President			
1006 W Lincoln Ave		1006 W Lincoln Ave			
Belvidere		Belvidere			
IL 61008		IL 61008			
Phone: (815) 547-5711 Ext.		Phone: (815) 547-5711 Ext.			
Fax: (815) 544-4648		Fax: (815) 544-4648			
E-Mail: dannoble@belviderepark.org		E-Mail: dannoble@belviderepark.org			

☒ If the Chief Executive Officer and the Chief Financial Officer are the same person as the Contact Person, please check this box and skip to Step 2.

1  
Office of the Comptroller, Susana A. Mendoza  
FY 2020 AFR  
Special Purpose Form

Unit Name : Belvidere Park District  
Unit Code : 004/010/12  
**STEP 2: VERIFY FISCAL YEAR END**

FY END DATE: 12/31/2020

If the fiscal year end date listed above is incorrect, follow the steps outlined in the Comptroller Connect application to provide your official documentation that confirms your fiscal year end date. Upon receipt and approval of this documentation, your fiscal year end date can be officially amended.

**STEP 3: GASB 34, ACCOUNTING SYSTEM, DEBT, UTILITY, HOME RULE, TIF, AND PENSION / RETIREMENT BENEFITS**

**P1. Has your government commenced dissolution proceedings?** Yes ☒ No ☐ **Dissolution Filing Date** \_\_\_\_\_

**A. Has your government implemented GASB 34 in FY 2020 reporting or in previous reporting years?** Yes ☒ No ☐

**B. Which type of accounting system does Belvidere Park District use?**  
\_\_\_\_\_ Cash - with no assets (Cash Basis) ☒ Modified Accrual/Accrual  
\_\_\_\_\_ Cash - with assets (Modified Cash Basis) \_\_\_\_\_ Combination (Explain) \_\_\_\_\_

**C. Does the government have bonded debt this reporting fiscal year?** Yes ☒ No ☐  
If "Yes", indicate the type(s) of debt and complete the Statement of Indebtedness and Debt Limitations and Future Debt pages, located on page F5 and F6.  
☒ G.O. Bonds \_\_\_\_\_ Revenue Bonds ☒ Alternative Revenue Bonds

**D. Does the government have debt, other than bonded debt this reporting fiscal year?** Yes ☒ No ☐  
If "Yes", indicate the type(s) of debt and complete the Statement of Indebtedness and Debt Limitations and Future Debt pages, located on page F5 and F6.  
\_\_\_\_\_ Contractual Commitments ☒ Other (Explain) \_\_\_\_\_ Compensated absences, IMRF net pension liability \_\_\_\_\_

**E. Does the government own or operate a public utility company?** Yes ☐ No ☒  
If "Yes", indicate the type(s) of utilities and enter the expenditures in Code 271.  
\_\_\_\_\_ Water/Sewer \_\_\_\_\_ Electric/Gas/Transit \_\_\_\_\_ 911 Telephone/Telecommunications \_\_\_\_\_ Other \_\_\_\_\_

**F. Does the government have a pension funds or other retirement benefits this reporting fiscal year?** Yes ☒ No ☐  
If Yes, indicate the type(s) of pension funds or other retirement benefits and complete the Pension Funds/Retirement Benefits section.  
☒ Illinois Municipal Retirement Fund (IMRF) \_\_\_\_\_ Police Pension \_\_\_\_\_ Fire Pension \_\_\_\_\_ Sheriff's Law Enforcement Personnel Plan (SLEP)  
\_\_\_\_\_ Other Pension \_\_\_\_\_ Other Post Employment Benefits (OPEB) \_\_\_\_\_



Unit Name : Belvidere Park District

Unit Code : 004/010/12

**STEP 4: POPULATION, EAV AND EMPLOYEES**

What is the total <b>population</b> of Belvidere Park District?^	32,342
What is the total <b>EAV</b> of Belvidere Park District?	\$671,381,071
How many <b>full time employees</b> are paid?*	19
How many <b>part time employees</b> are paid?*	115
What is the <b>total salary</b> paid to all employees?	\$1,450,331

^ Or provide estimated population.

\* Do not include contractual employees.

**STEPS 5 AND 6: COMPONENT UNITS AND APPROPRIATIONS**

**Provide the appropriation for the primary government listed in the first row of the table below.**

In the remaining rows, provide the names of all component units along with their appropriations. Indicate if the component units are blended or discretely presented, its fiscal year end date and if the component unit was funded with governmental fund types or enterprise fund types. If the component units are already indicated, that data is based on forms submitted last year. If you have more component units than the rows provided below, please indicate them on an attachment.

If you need assistance with the terms indicated below, refer to the *Chart of Accounts and Definitions* and the *How to Fill Out An AFR* documents.

Name of Unit/Component	Appropriation^	Type of Component Unit (Blended or Discretely Presented)	Fiscal Year End	Enterprise Fund Type or Governmental Fund Type
<b>FUNDS SHOULD NOT BE LISTED HERE*</b>				
Belvidere Park District	\$7,906,301		12/31	
<b>Total Appropriations</b>	\$7,906,301			

\* Do not enter funds such as Joint Bridge, Permanent Road, Town Fund, Equipment, Water & Sewer, General Assistance, etc. These funds should be included in Step 8.

^ If the Primary Government or Component Unit does NOT budget or levy taxes, please enter the unit's TOTAL EXPENDITURES.

Unit Name : Belvidere Park District  
Unit Code : 004/010/12

**STEP 7: OTHER GOVERNMENTS**

**Indicate any payments Belvidere Park District made to other governments for services or programs** (include programs performed on a reimbursement, cost-sharing basis or federal payroll taxes).

Intergovernmental agreements - indicate how much was paid	\$0
Federal government payroll taxes	\$111,157
All other intergovernmental payments	\$36,293

**STEP 8: FUND LISTING & ACCOUNT GROUPS**

**A. List all funds and how much was spent in FY 2020 for each fund. Also, indicate the Fund Type** (Fund Types are at the top of each column beginning on page F1). If any fund names appear below, the data is based on forms submitted last year. Please make all necessary corrections. If you have more fund names than the rows provided below, please indicate them on an attachment.

Fund Name	Expenditure	Fund Type	FY End
Alternate Bond & Interest of 1993	\$1,631,322	Debt Service Fund	12/31
Bond & Interest	\$1,119,250	Debt Service Fund	12/31
Capital Projects	\$897,179	Capital Projects Fund	12/31
General Fund	\$1,346,041	General Fund	12/31
Museum	\$48,033	Special Revenue Fund	12/31
Recreation	\$1,197,888	Special Revenue Fund	12/31
Special Recreation	\$289,094	Special Revenue Fund	12/31
<b>Total Expenditures</b>	<b>\$6,528,807</b>		

**B. Does Belvidere Park District have assets or liabilities that should be recorded as a part of Account Groups?** See Chart of Accounts and Definitions and the How to Fill Out An AFR documents for more information about Account Groups.

\_\_\_ Yes X No

Unit Name : Belvidere Park District  
Unit Code : 004/010/12

**STEP 9: GOVERNMENTAL ENTITIES**

List of governmental entities that are part of or related to the primary government. Exclude component units detailed in Steps 5 & 6. Most small governments do not have governmental entities.

Entity Name	Relationship

**STEP 10: REPORTING**

Check any state or local entity where financial reports are filed.

STATE AGENCIES	
<input type="checkbox"/> - Board of Education	<input type="checkbox"/> - Board of Higher Education
<input type="checkbox"/> - DCEO	<input type="checkbox"/> - Department of Insurance
OTHER STATE OR LOCAL OFFICES	
<input checked="" type="checkbox"/> - Illinois Comptroller	<input type="checkbox"/> - Secretary of State
<input type="checkbox"/> - General Assembly - House	<input type="checkbox"/> - General Assembly - Senate
<input checked="" type="checkbox"/> - County Clerk	<input type="checkbox"/> - Circuit Clerk
<input type="checkbox"/> - Governor's Office	<input type="checkbox"/> - Other - <input type="checkbox"/>

**Assets**

Code	Enter All Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
<b>Current Assets</b>					
101t	Cash and Cash Equivalent	\$4,464,343	\$0	\$0	\$0
102t	Investments	\$0	\$0	\$0	\$0
115t	Receivables	\$3,860,138	\$0	\$0	\$0
109t	Inventories	\$0	\$0	\$0	\$0
112t	Other Assets (Explain)	\$744,721	\$0	\$0	\$0
<b>Non-Current Assets</b>					
116t	Capital Assets/Net of Accumulated Depreciation	\$17,534,720	\$0	\$0	\$0
117t	Other Capital Assets (Explain)	\$0	\$0	\$0	\$0
120t	<b>Total Assets</b>	\$26,603,922	\$0	\$0	\$0
150t	Deferred Outflow of Resources	\$333,403	\$0	\$0	\$0

**Liabilities**

Code	Enter All Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
<b>Current Liabilities</b>					
122t	All Payables	\$145,077	\$0	\$0	\$0
132t	Deferred Revenues	\$9,256	\$0	\$0	\$0
128t	Other Liabilities (Explain)	\$662,487	\$0	\$0	\$0
<b>Non-Current/Long Term Liabilities</b>					
129t	Due Within One Year	\$1,526,185	\$0	\$0	\$0
130t	Due Beyond One Year	\$4,410,000	\$0	\$0	\$0
131t	Other Non-Current/Long Term Liabilities (Explain)	\$0	\$0	\$0	\$0
135t	<b>Total Liabilities</b>	\$6,753,005	\$0	\$0	\$0
155t	Deferred Inflow of Resources	\$4,578,177	\$0	\$0	\$0

**Net Position**

Code	Enter All Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
143t	Investments in Capital Assets/Net of Related Debt	\$11,629,720	\$0	\$0	\$0
148t	Net Position - Restricted	\$2,026,482	\$0	\$0	\$0
149t	Net Position - Unrestricted	\$1,949,941	\$0	\$0	\$0
146t	<b>Total Net Position</b>	\$15,606,143	\$0	\$0	\$0

**Revenues and Receipts**

Code	Enter All Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
<b>Local Taxes</b>									
<b>Report in Whole Numbers</b>									
201t	Property Tax	\$1,325,550	\$1,236,991	\$0	\$1,154,503	\$0	\$0	\$0	\$0
203t	Utilities Tax	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
204t	Other Taxes (Explain)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Intergovernmental Receipts &amp; Grants</b>									
212t	State Sales Tax	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
213t	State Motor Fuel Tax	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
214t	State Replacement Tax	\$98,085	\$0	\$0	\$0	\$0	\$0	\$0	\$0
205t	State Gaming Tax(es)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
215t	Other State Sources (Explain)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
225t	Federal Sources	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
226t	Other Intergovernmental Sources (Explain)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Other Local Sources</b>									
231t	Licenses and Permits	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
233t	Fines and Forfeitures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
234t	Charges for Services	\$0	\$368,621	\$0	\$0	\$0	\$0	\$0	\$0
235t	Interest	\$1,685	\$1,657	\$1,968	\$816	\$0	\$0	\$0	\$0
236t	Miscellaneous (Explain)	\$51,927	\$15,288	\$34,419	\$0	\$0	\$0	\$0	\$0
240t	Total Receipts and Revenue	\$1,477,247	\$1,622,557	\$36,387	\$1,155,319	\$0	\$0	\$0	\$0

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Office of the Comptroller, Susana A. Mendoza  
FY 2020 AFR  
Special Purpose Form

**Disbursements, Expenditures and Expenses**

Code	Enter All Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
<b>Report In Whole Numbers</b>									
251t	General Government	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
252t	Public Safety	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
254t	Judiciary and Legal	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
255t	Transportation and Public Works	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
256t	Social Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
257t	Culture and Recreation	\$1,332,687	\$1,533,812	\$1,150	\$0	\$0	\$0	\$0	\$0
258t	Housing	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
275t	Environment	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
259t	Debt	\$0	\$0	\$0	\$2,750,572	\$0	\$0	\$0	\$0
271t	Public Utility Company	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
272t	Depreciation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
280t	Capital Outlay	\$13,354	\$1,203	\$896,029	\$0	\$0	\$0	\$0	\$0
260t	Other Expenditures/Expenses (Explain)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
270t	Total Expenditures/Expense	\$1,346,041	\$1,535,015	\$897,179	\$2,750,572	\$0	\$0	\$0	\$0

F.3

Office of the Comptroller, Susana A. Mendoza  
FY 2020 AFR  
Special Purpose Form

**Fund Balances and Other Financing Sources (Uses)**

Code	Enter All Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Report In Whole Numbers				Fiduciary	Discretely Presented Component Units
						Enterprise	Internal Service				
301t	Excess of receipts/revenues over (under) expenditures/expenses (240t-270t)	\$131,206	\$87,542	(\$860,792)	(\$1,595,253)	\$0	\$0		\$0	\$0	\$0
302t	Operating transfers in	\$0	\$0	\$0	\$0	\$0	\$0		\$0	\$0	\$0
303t	Operating transfers out	\$0	\$0	\$0	\$0	\$0	\$0		\$0	\$0	\$0
304t	Bond proceeds	\$0	\$0	\$535,000	\$5,015,000	\$0	\$0		\$0	\$0	\$0
305t	Other long term debt (Explain)	\$0	\$0	\$0	(\$4,291,326)	\$0	\$0		\$0	\$0	\$0
306t	Net increase (decrease) in fund balance (301t + 302t - 303t + 304t + 305t)	\$131,206	\$87,542	(\$325,792)	(\$871,579)	\$0	\$0		\$0	\$0	\$0
307t	Previous year fund balance	\$1,229,745	\$1,259,549	\$1,754,359	\$1,098,967	\$0	\$0		\$0	\$0	\$0
308t	Other (Explain)	\$0	\$0	\$0	\$0	\$0	\$0		\$0	\$0	\$0
310t	Current Year Ending Fund Balance (306t + 307t + 308t)	\$1,360,951	\$1,347,091	\$1,428,567	\$227,388	\$0	\$0		\$0	\$0	\$0

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**Statement of Indebtedness (Governmental & Proprietary combined)**

Debt Instruments for All Funds	Code	Outstanding Beginning of Year	Code	Issued Current Fiscal Year	Code	Retired Current Fiscal Year	Code	Outstanding End of Year	Original Issue Amount	Final Maturity Date	Interest Rate Ranges-Lowest	Interest Rate Ranges-Highest
<b>Report In Whole Numbers</b>												
General Obligation Bonds	400	\$2,100,000	406	\$1,140,000	412	\$2,100,000	418	\$1,140,000	\$1,140,000	12/01/2021	0.50%	0.50%
Revenue Bonds	401	\$0	407	\$0	413	\$0	419	\$0	\$0		0.00%	0.00%
Alternate Revenue Bonds	402	\$5,590,000	408	\$4,410,000	414	\$5,235,000	420	\$4,765,000	\$12,355,000	02/01/2032	2.00%	4.00%
Contractual Commitments	403	\$0	409	\$0	415	\$0	421	\$0	\$0		0.00%	0.00%
Other (Explain)	404	\$320,916	410	\$75,244	416	\$364,975	422	\$31,185	\$0		0.00%	0.00%
<b>Total Debt</b>	<b>405</b>	<b>\$8,010,916</b>	<b>411</b>	<b>\$5,625,244</b>	<b>417</b>	<b>\$7,699,975</b>	<b>423</b>	<b>\$5,936,185</b>				

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Debt Limitations and Future Debt

\_\_\_\_\_ I certify that Belvidere Park District does not have Legal Debt Limitation

\_\_\_\_\_ Based on Statute

\_\_\_\_\_ Based on Other

Total Legal Debt Limitation: \$18,453,463

Total Debt Applicable to the limit: \$5,677,612

Legal Debt Margin: \$12,775,851

Legal Debt Margin (%): 69.23%

Future Debt Service Requirements for Bonded Debt listed above

Please provide a summary of the authorized debt limitations, including any statutory references.

The District's aggregate indebtedness is subject to a statutory limitation by the State of Illinois of 2.875% of its equalized assessed value as stated in the audit report.

Year Ending	Principal	Interest	Total
2021	\$1,495,000	\$134,505	\$1,629,505
2022	\$305,000	\$170,300	\$475,300
2023	\$325,000	\$157,700	\$482,700
2024	\$340,000	\$144,400	\$484,400
2025	\$365,000	\$130,300	\$495,300
2026-2030	\$2,100,000	\$412,200	\$2,512,200
2031-2035	\$975,000	\$39,500	\$1,014,500
2036-2040	\$0	\$0	\$0
TOTAL	\$ 5,905,000	\$ 1,188,905	\$ 7,093,905

**Pension Funds / Retirement Benefits**

Code	Enter All Amounts in Whole Numbers	IMRF			Police Pension			Fire Pension		
		2018	2019	2020	Year 1	Year 2	Year 3	Year 1	Year 2	Year 3
500	Actuarial Valuation Date (VD)	12/31/2018	12/31/2019	12/31/2020						
500a	Reporting Date (RD)	12/31/2018	12/31/2019	12/31/2020						
500b	Measurement Date (MD)	12/31/2018	12/31/2019	12/31/2020						
501	Total Pension Liability (TPL)	\$5,272,654	\$5,398,956	\$5,681,579	\$0	\$0	\$0	\$0	\$0	\$0
502	Plan Fiduciary Net Position (FNP)	\$4,375,742	\$5,105,300	\$6,414,603	\$0	\$0	\$0	\$0	\$0	\$0
503	Net Pension Liability (NPL)	\$896,912	\$293,656	(\$733,024)	\$0	\$0	\$0	\$0	\$0	\$0
504	Plan Fiduciary Net Position as a Percentage of Total Pension Liability	82.98%	94.56%	112.90%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
505	Net Pension Obligation / Net OPEB Obligation	\$1	\$1	\$1	\$0	\$0	\$0	\$0	\$0	\$0

Enter All Amounts in Whole Numbers

Code		SLEP			Other Pension			OPEB (Net)		
		Year 1	Year 2	Year 3	Year 1	Year 2	Year 3	Year 1	Year 2	Year 3
500	Actuarial Valuation Date (VD)									
500a	Reporting Date (RD)									
500b	Measurement Date (MD)									
501	Total Pension Liability (TPL)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
502	Plan Fiduciary Net Position (FNP)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
503	Net Pension Liability (NPL)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
504	Plan Fiduciary Net Position as a Percentage of Total Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
505	Net Pension Obligation / Net OPEB Obligation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Capital Outlay\*

Code	Function	These are not funds	
		Construction	Land, Structures, and Equipment
601t	General Government	\$0	\$0
602t	Law Enforcement	\$0	\$0
603t	Corrections	\$0	\$0
604t	Fire	\$0	\$0
605t	Sewerage	\$0	\$0
606t	Sanitation and Wastewater	\$0	\$0
607t	Parks and Recreation	\$140,862	\$556,260
608t	Housing and Community Development	\$0	\$0
609t	Highways, Roads and Bridges	\$0	\$0
610t	Parking Facilities	\$0	\$0
611t	Welfare	\$0	\$0
612t	Hospital	\$0	\$0
613t	Water	\$0	\$0
614t	Nursing Homes	\$0	\$0
615t	Conservation and Natural Resources	\$0	\$0
616t	Libraries	\$0	\$0
617t	Other	\$0	\$0

\*This page should only be filled out if you have spent funds for capital projects or development.

\*The Capital Outlay page is requested by the U.S. Census Bureau and is considered optional by the State Comptroller.

\*If you complete this page you WILL NOT have to complete the Survey of Government Finances from the U.S. Census Bureau.

\*If you do NOT complete this page the U.S. Census Bureau will contact you for further information.

Explanation or Comments

Type	Explanation
112t	IMRF net pension asset: \$733,024; prepaid expenses: \$11,697.
128t	Unamortized bond premium: \$662,487.
236t	General Fund: \$9,280 memorials, \$3,825 farm lease, \$8,952 insurance claim reimbursements, \$15,299 proceeds from sale of fixed assets, \$6,700 for memorial bench purchase, and \$7,871 miscellaneous. Special Revenue Funds: \$7,000 donations and \$8,288 Special Rec Fundraiser.
305t	Capital Projects Fund: \$34,419 impact fees income. Debt Service Funds: \$662,487 premium on bond issuance; (\$4,953,813) payment to refunded bond escrow agent.
404t	Beginning balance consists of \$293,656 IMRF net pension liability and \$27,260 compensated absences.
410t	Current year new issues consist of \$75,244 compensated absences.
416t	Current year retired consists of \$293,656 IMRF net pension liability and \$71,319 compensated absences.
AuthDebtLimit	The District's aggregate indebtedness is subject to a statutory limitation by the State of Illinois of 2.875% of its equalized assessed value as stated in the audit report.

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# CPA Information

According to the Governmental Account Audit Act [50 ILCS 310], an Annual Audit submitted to the IL Office of the Comptroller shall be performed by a licensed public accountant, with a valid certificate as a public accountant under the Illinois Public Accounting Act [225 ILCS 450]. Please access the website of the Illinois General Assembly ([www.ilga.gov/legislation/ilcs/ilcs.asp](http://www.ilga.gov/legislation/ilcs/ilcs.asp)) to view these Acts. **If your government is required to submit an Annual Audit, please complete the following:**

Is the Licensed Certified Public Accountant performing your audit working as an individual licensed in Illinois, or are they working in association with a Public Accounting Firm or a Professional Service Corporation licensed in Illinois, or are they licensed in another state? Please use a checkmark to select one choice:

☐ Individual Licensed Certified Public Accountant
 ☒ Public Accounting Firm (IL License)
 ☐ Professional Service Corporation (IL License)

☐ Out-of-State (Individual / Public Accounting Firm / Professional Service Corporation)

**Is the Licensed Certified Public Accountant performing your audit working as an individual licensed in Illinois, or are they working in association with a Public Accounting Firm or a Professional Service Corporation licensed in Illinois, or are they licensed in another state? Please use a checkmark to select one choice:**

Enter the active 9-digit License#:	066004364			License Status:	NOT RENEWED
Business Name:	Lucas Group CPAs & Advisors, LLC				
Address:	1753 S. West Avenue				
City:	Freeport	State:	IL	ZIP:	61032-5057
Phone:	815-235-9610	Ext.		Fax:	815-235-9650
Last Name:	Beggin	First Name:	Lucas	E-Mail:	Beggin@lucasgroupcpas.com
Phone:	815-235-9610	Ext.		Title:	Partner

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**Non-Critical**

Verify Your Auditor Is Properly Licensed
Record Explanation for OTHER amounts