

FOX VALLEY SPECIAL RECREATION
ASSOCIATION, ILLINOIS

ANNUAL FINANCIAL REPORT



FOX VALLEY SPECIAL RECREATION ASSOCIATION

FOR THE FISCAL YEAR ENDED
APRIL 30, 2022

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITOR'S REPORT

September 20, 2022

Members of the Board of Directors
Fox Valley Special Recreation Association
Aurora, Illinois

Opinions

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Fox Valley Special Recreation Association, Illinois, as of and for the year ended April 30, 2022, and the related notes to the financial statements, which collectively comprise the Association's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Fox Valley Special Recreation Association, Illinois, as of April 30, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fox Valley Special Recreation Association, Illinois' basic financial statements. The other supplementary information and supplemental schedule are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplementary information and supplemental schedule are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Management's Discussion and Analysis April 30, 2022

Our discussion and analysis of the Fox Valley Special Recreation Association's ("Association") financial performance provides an overview of the Association's financial activities for the fiscal year ended April 30, 2022.

FINANCIAL HIGHLIGHTS

- The Association's net position increased as a result of this year's operations by \$276,719 or 9.5 percent.
- During the year, government-wide revenues totaled \$2,778,393, while expenses totaled \$2,501,674, resulting in the increase to net position of \$276,719.
- The Association's net position totaled \$3,190,969 at April 30, 2022, which included \$2,459,177 unrestricted net position that may be used to meet the ongoing obligations to participants and creditors.
- At the fund level, a surplus was reported this year of \$216,331, resulting in ending fund balance of \$2,393,964, an increase of 9.9 percent.

USING THIS ANNUAL REPORT

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

Government-Wide Financial Statements

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

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Management's Discussion and Analysis April 30, 2022

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Association, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Association is reported as one single governmental fund.

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities. The Association adopts an annual appropriated budget. A budgetary comparison schedule has been provided to demonstrate compliance with this budget.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Management's Discussion and Analysis April 30, 2022

USING THIS ANNUAL REPORT – Continued

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Association's I.M.R.F. employee pension obligations and budgetary comparison schedule for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Association, assets/deferred outflows exceeded liabilities/deferred inflows by \$3,190,969.

	Net Position	
	2022	2021
Current and Other Assets	\$ 2,903,984	2,384,354
Capital Assets	731,792	799,650
Total Assets	<u>3,635,776</u>	<u>3,184,004</u>
Deferred Outflows	220,360	269,038
Total Assets/ Deferred Outflows	<u>3,856,136</u>	<u>3,453,042</u>
Long-Term Debt	54,929	61,037
Other Liabilities	133,625	123,454
Total Liabilities	<u>188,554</u>	<u>184,491</u>
Deferred Inflows	476,613	354,301
Total Liabilities/ Deferred Inflows	<u>665,167</u>	<u>538,792</u>
Net Position		
Investment in Capital Assets	731,792	799,650
Unrestricted	<u>2,459,177</u>	<u>2,114,600</u>
Total Net Position	<u><u>3,190,969</u></u>	<u><u>2,914,250</u></u>

A portion of the Association's net position, \$731,792 or 22.9 percent, reflects its investment in capital assets (for example, buildings, vehicles, and equipment). The Association uses these capital assets to provide services to program participants; consequently, these assets are not available for future spending.

The remaining 77.1 percent, or \$2,459,177, represents unrestricted net position and may be used to meet the Association's ongoing obligations to program participants and creditors.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Management's Discussion and Analysis April 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position	
	2022	2021
Revenues		
Program Revenues		
Charges for Services	\$ 652,979	154,613
Operating Grants/Contrib.	10,652	14,757
General Revenues		
Member Contributions	2,040,000	2,000,000
Other Income	74,762	133,925
Total Revenues	<u>2,778,393</u>	<u>2,303,295</u>
Expenses		
Special Recreation	<u>2,501,674</u>	<u>2,013,015</u>
Change in Net Position	276,719	290,280
Net Position - Beginning	<u>2,914,250</u>	<u>2,623,970</u>
Net Position - Ending	<u><u>3,190,969</u></u>	<u><u>2,914,250</u></u>

Net position of the Association increased by 9.5 percent (\$2,914,250 in 2021 compared to \$3,190,969 in 2022). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$2,459,177 at April 30, 2022.

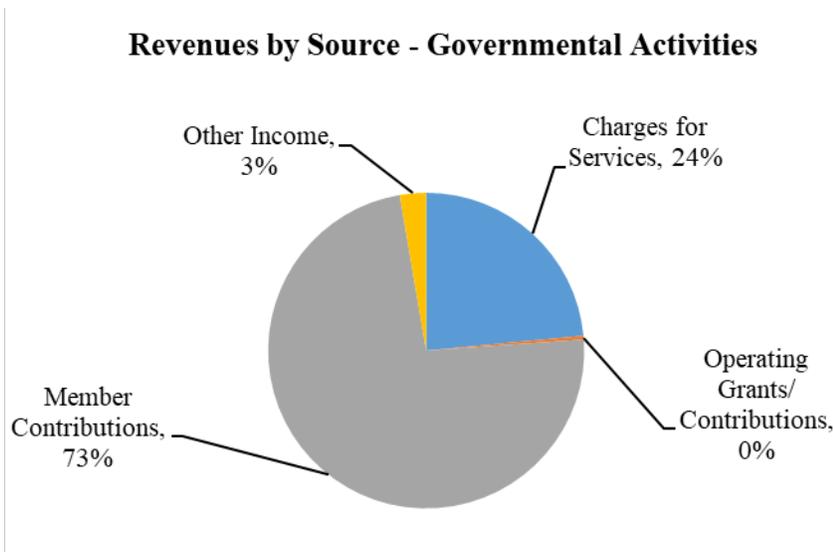
Revenues for 2022 totaled \$2,778,393, while the cost of all programs totaled \$2,501,674. This results in a surplus of \$276,719. In 2021, revenues of \$2,303,295 exceeded expenses of \$2,013,015, resulting in a surplus of \$290,280. The Association reported increases in charges for services for the year of \$498,366. Expenses for the 2022 fiscal year increased \$488,659, due to the Association beginning to restore programming that had been limited in the prior two fiscal years because of COVID-19. Member contributions increased \$40,000 from the prior year to an ending balance of \$2,040,000.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Management's Discussion and Analysis April 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

The following table graphically depicts the major revenue sources of the Association. It depicts very clearly the reliance on member contributions and program fees to fund programs. It also clearly identifies the less significant percentage the Association receives from interest earnings.



FINANCIAL ANALYSIS OF THE ASSOCIATION'S OPERATING FUND

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

The Association's operating fund reported ending fund balance of \$2,393,964, which is \$216,331, or 9.9 percent, higher than last year's total of \$2,177,633. Of the \$2,393,964 total, \$1,421,806, or approximately 59.4 percent, of the fund balance constitutes unassigned fund balance.

The Association reported a positive change in fund balance for the year due to revenues coming in higher than expenditures in the current year. All expenditures came in below budget, except for capital outlay due to increases in facility rental fees, storage fees, and technology purchases throughout the year. The Association was able to control other costs during the year due to a slower restoration of programming than anticipated. These numbers are further outlined on Schedule of Revenues, Expenditures and Changes in Fund Balance.

BUDGETARY HIGHLIGHTS

The Association made no budget amendments during the year. Actual revenues for the year totaled \$2,778,393, compared to budgeted revenues of \$2,881,566. Charges for services and Miscellaneous both came in lower than budget of \$102,787 and \$3,303, respectively.

Actual expenditures for the year were \$319,504 lower than budgeted (\$2,562,062 actual compared to \$2,881,566 budgeted) due primarily to salaries, insurance, and general and administrative, costs being lower than anticipated.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Management’s Discussion and Analysis
April 30, 2022**

CAPITAL ASSETS

The Association’s investment in capital assets as of April 30, 2022 was \$731,792 (net of accumulated depreciation). This investment in capital assets includes building, vehicles, and equipment.

	<u>Capital Assets - Net of Depreciation</u>	
	<u>2022</u>	<u>2021</u>
Building	\$ 508,377	525,781
Vehicles	111,053	141,317
Equipment	112,362	132,552
Total	<u>731,792</u>	<u>799,650</u>

The Association had no capital asset additions for the year.

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

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET AND RATES

At the time these financial statements were prepared and audited, the Association was anticipating an increase in future expenditures due to continued restoration of programming as well as planned purchases of new vehicles and furniture for the FVSRA office space.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Association’s finances for all those with an interest in the Association’s finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Fox Valley Special Recreation Association at 2121 W. Indian Trail, Aurora, Illinois 60506.

BASIC FINANCIAL STATEMENTS

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Statement of Net Position

April 30, 2022

See Following Page

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Statement of Net Position
April 30, 2022**

	Governmental Activities	Component Unit Fox Valley Special Recreation Foundation
ASSETS		
Current Assets		
Cash and Investments	\$ 2,475,287	275,542
Receivables - Net of Allowances	28,042	11,512
Deposits	1,750	3,970
Due from Other Governments	8,778	8,778
Total Current Assets	2,513,857	299,802
Noncurrent Assets		
Capital Assets		
Depreciable Capital Assets	1,456,297	-
Accumulated Depreciation	(724,505)	-
Total Capital Assets	731,792	-
Other Asset		
Net Pension Asset - IMRF	390,127	-
Total Noncurrent Assets	1,121,919	-
Total Assets	3,635,776	299,802
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Items - IMRF	220,360	-
Total Assets and Deferred Outflows of Resources	3,856,136	299,802

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

	Governmental Activities	Component Unit Fox Valley Special Recreation Foundation
LIABILITIES		
Current Liabilities		
Accounts Payable	\$ 57,466	(21,069)
Accrued Payroll	55,878	-
Other Payables	6,549	-
Compensated Absences	13,732	-
Total Current Liabilities	133,625	(21,069)
Noncurrent Liabilities		
Compensated Absences	54,929	-
Total Liabilities	188,554	(21,069)
DEFERRED INFLOWS OF RESOURCES		
Deferred Items - IMRF	476,613	-
Total Liabilities and Deferred Inflows of Resources	665,167	(21,069)
NET POSITION		
Investment in Capital Assets	731,792	-
Restricted - With Donor	-	93,539
Unrestricted	2,459,177	227,332
Total Net Position	3,190,969	320,871

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2022

	Program Revenues		
	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Expenses			
Governmental Activities			
Special Recreation	\$ 2,501,674	652,979	10,652
Component Unit			
Fox Valley Special Recreation Foundation	93,478	-	159,494

General Revenues
 Member Contributions
 Interest Income
 Miscellaneous

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

Net (Expenses)/ Revenues	Component Unit Fox Valley Special Recreation Foundation
(1,838,043)	-
-	66,016
2,040,000	-
1,065	137
73,697	-
<u>2,114,762</u>	<u>137</u>
276,719	66,153
<u>2,914,250</u>	<u>254,718</u>
<u><u>3,190,969</u></u>	<u><u>320,871</u></u>

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Balance Sheet - Governmental Fund
April 30, 2022**

ASSETS	
Cash and Investments	\$ 2,475,287
Receivables - Net of Allowances	
Accounts	28,042
Deposits	1,750
Due from Other Governments	<u>8,778</u>
 Total Assets	 <u><u>2,513,857</u></u>
 LIABILITIES	
Accounts Payable	57,466
Accrued Payroll	55,878
Other Payables	<u>6,549</u>
Total Liabilities	<u><u>119,893</u></u>
 FUND BALANCES	
Assigned	972,158
Unassigned	<u>1,421,806</u>
Total Fund Balances	<u><u>2,393,964</u></u>
 Total Liabilities and Fund Balances	 <u><u>2,513,857</u></u>

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities
April 30, 2022**

Total Governmental Fund Balances	\$ 2,393,964
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.	731,792
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(256,253)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	(68,661)
Net Pension Asset - IMRF	<u>390,127</u>
Net Position of Governmental Activities	<u><u>3,190,969</u></u>

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Fund
For the Fiscal Year Ended April 30, 2022**

Revenues	
Member Contributions	\$ 2,040,000
Charges for Services	652,979
Grants and Contributions	10,652
Interest Income	1,065
Miscellaneous	73,697
Total Revenues	<u>2,778,393</u>
Expenditures	
Culture and Recreation	
Salaries	1,541,526
Insurance	313,277
General and Administrative	684,855
Capital Outlay	22,404
Total Expenditures	<u>2,562,062</u>
Net Change in Fund Balance	216,331
Fund Balance - Beginning	<u>2,177,633</u>
Fund Balance - Ending	<u><u>2,393,964</u></u>

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of
Governmental Funds to the Statement of Activities**

For the Fiscal Year Ended April 30, 2022

Net Change in Fund Balances - Total Governmental Funds	\$ 216,331
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Depreciation Expense	(67,858)
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Change in Deferred Items - IMRF	(170,990)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Change in Compensated Absences	7,635
Change in Net Pension Asset - IMRF	<u>291,601</u>
Change in Net Position of Governmental Activities	<u>276,719</u>

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Fox Valley Special Recreation Association (the Association) was formed in 1976 to provide a variety of services to individuals with physical and mental impairments in the member districts. The Association is comprised of six park districts and one Village: Batavia Park District, Fox Valley Park District, Geneva Park District, Oswegoland Park District, Village of South Elgin (South Elgin Parks and Recreation), St. Charles Park District, and Sugar Grove Park District. The Association is considered a jointly governed organization of the seven park districts which operates under the commissioner-director form of government.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Association’s accounting policies established in GAAP and used by the Association are described below.

REPORTING ENTITY

In determining the financial reporting entity, the Association complies with the provisions of GASB Statement No. 61, “The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34,” and includes all component units that have a significant operational or financial relationship with the Association.

Discretely Presented Component Unit

Discretely presented component units are separate legal entities that meet the component unit criteria described in GASB Statement No. 61 but do not meet the criteria for blending.

Fox Valley Special Recreation Foundation.

The Fox Valley Special Recreation Foundation (the Foundation) is being reported as a discretely presented component unit of the Association as it is legally separate from the Association. Separate financial statements of the Association are available by contacting the Foundation at 2121 W Indian Trail Road, Aurora, IL 60506.

BASIS OF PRESENTATION

Government-Wide Statements

The Association’s basic financial statements include both government-wide (reporting the Association as a whole) and fund financial statements. Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. All activities of the Association are reported as governmental activities.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

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

The government-wide Statement of Activities reports both the gross and net cost of the Association’s special recreation function, which is supported by general revenues (member contributions, interest income and miscellaneous revenue). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating grants/contributions. Program revenues must be directly associated with the special recreation function. Operating grants/contributions include operating-specific grants. The net cost of the special recreation function is normally covered by the general revenues (member contributions, interest income and miscellaneous revenue).

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

Fund Financial Statements

The financial transactions of the Association are reported in a single governmental fund in the fund financial statements. This fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues and expenditures. The focus of the governmental fund’s measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

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

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. Expenditures (including capital outlay) are recorded when the related liability is incurred. In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are member District contributions and program fees. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

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

Cash and Investments

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent. Investments are generally reported at fair value. Short term investments are reported at cost, which approximates fair value.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Cash and Investments – Continued

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

Receivables

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

Capital Assets

Capital assets purchased or acquired with an original cost equal to or more than \$10,000, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Association as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings	45 Years
Vehicles	7 Years
Equipment	5 - 20 Years

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Deferred Outflows/Inflows of Resources

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

Compensated Absences

The Association accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

It is the Association’s policy to permit employees to accumulate earned but unused vacation for an unlimited number of years. The maximum amount of days that can be accrued is the equivalent of one year’s vacation credit. Upon termination, an employee shall be paid for unused vacation time.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Net Position

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

Investment in Capital Assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation.

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The Association follows these procedures in establishing the budgetary data reflected in the financial statements’

Prior to the May board meeting, the Executive Director submits to the Board of Directors a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.

At the regularly scheduled May board meeting, the budget was passed.

Budgets are adopted on the cash basis, which is not materially different than generally accepted accounting principles.

All budget authority lapses at the end of the year. During the year, no supplementary appropriations were necessary.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON THE ASSOCIATION

DEPOSITS AND INVESTMENTS

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

The Illinois Park District Liquid Asset Fund allows Illinois park districts, forest preserves and joint recreational programs to pool their funds for investment purposes. The Illinois Park District Liquid Asset Fund is composed of finance officials and treasurers all of whom are employees of the Illinois public agencies, which are investors in the Illinois Park District Liquid Asset Fund. The Illinois Park District Liquid Asset Fund is not registered with the SEC as an Investment Company. Investments in the Illinois Park District Liquid Asset Fund are valued at the share price, the price for which the investment could be sold.

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

At year-end, the carrying amount of the Association's deposits totaled \$636,534 and the bank balances totaled \$648,972. Additionally, at year-end, the Association has \$1,838,753 invested in the Illinois Park District Liquid Asset Fund, which has an average maturity of less than one year.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Association's investment policy states that the investment portfolio shall maintain the necessary liquidity to enable the Association to meet all operating requirements and liabilities that may be reasonably anticipated. The Association invests its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Association and conforming to all state and local statutes governing the investment of public funds using the 'prudent person' standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 3 – DETAIL NOTES ON THE ASSOCIATION – Continued

DEPOSITS AND INVESTMENTS – Continued

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

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Association's deposits may not be returned to it. The Association's investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the Association's name. Total funds exceeding the deposit insurance limits must have collateral provided as 105% of the fair market value of the net amount of the Association's funds on deposit at each financial institution. At April 30, 2022, the entire bank balance of the deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Association will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. To limit its exposure, the Association's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Association's agent separate from where the investment was purchased. In addition, the Association's investment policy requires all security transactions that are exposed to custodial credit risk not to exceed 25% of the capital stock and surplus of such institution. At April 30, 2022, the Association's investment in the Illinois Park District Liquid Asset Fund was not subject to custodial credit risk.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Association limits its exposure to credit risk by primarily investing in obligations guaranteed by the U.S. Government or securities issued by agencies of the U.S. Government that are explicitly or implicitly guaranteed by the U.S. Government. The Association's investment in the Illinois Park District Liquid Asset Fund is rated AAAM by Standard and Poor's.

Concentration Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the Association's investment in a single issuer. The Association's investment policy states the practice is to invest in a diversified manner and not have undue concentrations in any single investment. At year-end, the Association does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 3 – DETAIL NOTES ON THE ASSOCIATION – Continued

CAPITAL ASSETS

The following is a summary of capital assets as of the date of this report:

	Beginning Balances	Increases	Decreases	Ending Balances
Depreciable Capital Assets				
Buildings	\$ 772,224	-	-	772,224
Vehicles	373,050	-	-	373,050
Equipment	311,023	-	-	311,023
	<u>1,456,297</u>	-	-	<u>1,456,297</u>
Less Accumulated Depreciation				
Buildings	246,443	17,404	-	263,847
Vehicles	231,733	30,264	-	261,997
Equipment	178,471	20,190	-	198,661
	<u>656,647</u>	<u>67,858</u>	-	<u>724,505</u>
 Total Net Capital Assets	 <u>799,650</u>	 <u>(67,858)</u>	 -	 <u>731,792</u>

Depreciation expense of \$67,858 was charged to the special recreation function.

LONG-TERM DEBT

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 76,296	7,635	15,270	68,661	13,732

For the governmental activities, the compensated absences are liquidated by the General Fund.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 3 – DETAIL NOTES ON THE ASSOCIATION – Continued

FUND BALANCES/NET POSITION

Fund Balance Classifications

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

Fund Balances	
Assigned	
Capital Replacement	\$ 183,073
Building	14
Scholarship	30,255
Riverboat Grant	8,236
Cash Reserve	<u>750,580</u>
	<u>972,158</u>
Unassigned	<u>1,421,806</u>
Total Fund Balances	<u><u>2,393,964</u></u>

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

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

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

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 3 – DETAIL NOTES ON THE ASSOCIATION – Continued

FUND BALANCES/NET POSITION – Continued

Fund Balance Classifications – Continued

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

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

Minimum Fund Balance Policy. The Association policy manual states that the fund balance should represent a minimum of 25% of budgeted annual expenditures.

Net Position Classifications

Investment in capital assets was comprised of the following as of April 30, 2022:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 731,792</u>

NOTE 4 – OTHER INFORMATION

MEMBER CONTRIBUTIONS

Contributions received from members during the 2022 fiscal year were:

Members	Amounts
Batavia Park District	\$ 172,923
Fox Valley Park District	774,760
Geneva Park District	260,320
Oswegoland Park District	254,884
Village of South Elgin	113,786
St. Charles Park District	384,316
Sugar Grove Park District	<u>79,011</u>
	<u>2,040,000</u>

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT

Park District Risk Management Agency (PDRMA)

The Association 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 June 1, 1992, the Association has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve Associations, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials’, employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period January 1, 2022 through January 1, 2023:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
PROPERTY			
Property/Bldg/Contents			
All Losses Per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/All Members
Flood/Except Zones A & V	\$1,000	\$1,000,000	\$100,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	\$1,000	\$1,000,000	\$500,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Course of Construction	\$1,000	Included	\$25,000,000/projects in excess of \$15,000,000
Tax Revenue Interruption	\$1,000	\$1,000,000	\$3,000,000/Reported Values \$1,000,000/Non-Reported Values
Business Interruption, Rental			
Income	\$1,000		\$100,000,000/Reported Values \$500,000/\$2,500,000/Non-Reported Values
Off Premises Service Interruption	24 Hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
WORKERS COMPENSATION			
Employers Liability	N/A	\$500,000	Statutory
		\$500,000	\$3,500,000 Employers Liability
LIABILITY			
General	None	\$500,000	\$21,500,000/Occurrence
Auto Liability	None	\$500,000	\$21,500,000/Occurrence
Employment Practices	None	\$500,000	\$21,500,000/Occurrence
Public Officials' Liability	None	\$500,000	\$21,500,000/Occurrence
Law Enforcement Liability	None	\$500,000	\$21,500,000/Occurrence
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/Occurrence
Communicable Disease	\$1,000/\$5,000	\$5,000,000	\$250,000/Claim/Aggregate; \$5,000,000 Aggregate All Members
POLLUTION LIABILITY			
Liability - Third Party	None	\$25,000	\$5,000,000/Occurrence
Property - First Party	\$1,000	\$24,000	\$30,000,000 3 Year Aggregate
OUTBREAK EXPENSE			
Outbreak Expense			\$1,000,000 Aggregate Policy Limit
Outbreak Suspension	24 Hours	N/A	\$5,000/\$25,000/Day All Locations \$150,000/\$500,000 Aggregate
Workplace Violence Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
Fungus Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA			
LIABILITY COVERAGE			
Breach Response	\$1,000	\$50,000	\$500,000/Occurrence/Annual Aggregate
Business Interruption due to Security Breach	8 Hours	\$50,000	\$750,000/Occurrence/Annual Aggregate
Business Interruption due to System Failure	8 Hours	\$50,000	\$500,000/Occurrence/Annual Aggregate
Dependent Business Loss	8 Hours	\$50,000	\$750,000/Occurrence/Annual Aggregate
Liability	\$1,000	\$50,000	\$2,000,000/Occurrence/Annual Aggregate
eCrime	\$1,000	\$50,000	\$75,000/Occurrence/Annual Aggregate
Criminal Reward	\$1,000	\$50,000	\$25,000/Occurrence/Annual Aggregate
DEADLY WEAPON RESPONSE			
Liability	\$1,000	\$9,000	\$500,000/Occurrence/\$2,500,000 Annual Aggregate
First Party Property	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Crisis Management Services	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Counseling/Funeral Expenses	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Medical Expenses	\$1,000	\$9,000	\$25,000/person/\$500,000 Annual Aggregate
AD&D	\$1,000	\$9,000	\$25,000/person/\$500,000 Annual Aggregate

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park Association Risk Management Agency (PDRMA) – Continued

AD&D	\$1,000	\$9,000	\$25,000/person/\$500,000 Annual Aggregate
Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
VOLUNTEER MEDICAL ACCIDENT			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense Excess of any other Collectible Insurance
UNDERGROUND STORAGE TANK LIABILITY			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking Underground Tank Fund
UNEMPLOYMENT COMPENSATION			
Unemployment Compensation	N/A	N/A	Statutory

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the Association.

As a member of PDRMA’s Property/Casualty Program, the Association is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Association and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Association’s governing body.

The Association is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigations and settlement, and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

PDRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Program Council. PDRMA also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and necessary loss reduction and prevention procedures to be followed by the members.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park Association Risk Management Agency (PDRMA) – Continued

The following represents a summary of PDRMA’s Property/Casualty Program balance sheet at December 31, 2021 and the statement of revenues and expenses for the period ending December 31, 2021:

Assets	\$77,156,496
Deferred Outflows of Resources - Pension	871,829
Liabilities	19,465,811
Deferred Inflows of Resources - Pension	1,466,716
Total Net Position	57,095,798
Operating Revenues	17,390,850
Nonoperating Revenues	2,635,445
Expenditures	19,688,616

The Association’s portion of the overall equity in the pool is 0.125% or \$71,202.

Since 96.36% 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.

Park District Risk Management Agency (PDRMA) Health Program

On February 2, 2007, the Association became a member of the Park District Risk Management Agency (PDRMA) Health Program, a health benefits pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$300,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

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

Members can choose to provide any combination of coverages available to their employees and pay premiums accordingly.

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

The following represents a summary of PDRMA’s Health Program balance sheet at December 31, 2021 and the statement of revenues and expenses for the period ending December 31, 2021:

Assets	\$30,099,639
Deferred Outflows of Resources - Pension	373,641
Liabilities	4,502,442
Deferred Inflows of Resources - Pension	628,592
Total Net Position	25,342,246
Operating Revenues	32,172,095
Nonoperating Revenues	58,241
Expenditures	31,205,267

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

CONTINGENT LIABILITIES

Financial Impact from COVID-19

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

Litigation

The Association is currently not involved in any lawsuits.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Grants

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

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The Association contributes to Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Plan Descriptions

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

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

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

Inactive Plan Members Currently Receiving Benefits	3
Inactive Plan Members Entitled to but not yet Receiving Benefits	31
Active Plan Members	<u>20</u>
Total	<u>54</u>

Contributions. As set by statute, the Association’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. For the year-ended April 30, 2022, the Association’s contribution was 7.58% of covered payroll.

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

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

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued.

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	25.00%	2.00%
Domestic Equities	39.00%	4.50%
International Equities	15.00%	5.75%
Real Estate	10.00%	5.90%
Blended	10.00%	4.30% - 8.10%
Cash and Cash Equivalents	1.00%	1.70%

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	96,858	(390,127)	(742,563)

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2020	\$ 3,072,373	3,170,899	(98,526)
Changes for the Year:			
Service Cost	99,873	-	99,873
Interest on the Total Pension Liability	222,049	-	222,049
Difference Between Expected and Actual Experience of the Total Pension Liability	22,840	-	22,840
Change of Assumptions	-	-	-
Contributions - Employer	-	88,273	(88,273)
Contributions - Employees	-	48,443	(48,443)
Net Investment Income	-	515,766	(515,766)
Benefit Payments, including Refunds of Employee Contributions	(119,136)	(119,136)	-
Other (Net Transfer)	-	(16,119)	16,119
Net Changes	225,626	517,227	(291,601)
Balances at December 31, 2021	3,297,999	3,688,126	(390,127)

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

For the year ended April 30, 2022, the Association recognized pension revenue of \$37,978. At April 30, 2022, the Association reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Notes to the Financial Statements
April 30, 2022**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 170,796	(42,644)	128,152
Change in Assumptions	28,765	(64,962)	(36,197)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(369,007)	(369,007)
Total Pension Expense to be Recognized in Future Periods	199,561	(476,613)	(277,052)
Pension Contributions Made Subsequent to the Measurement Date	20,799	-	20,799
Total Deferred Amounts Related to IMRF	<u>220,360</u>	<u>(476,613)</u>	<u>(256,253)</u>

\$20,799 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2023	\$ (66,103)
2024	(102,894)
2025	(53,821)
2026	(55,732)
2027	1,498
Thereafter	-
Totals	<u>(277,052)</u>

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

The Association has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Association are required to pay 100% of the current premium. However, there is minimal participation. As the Association provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Therefore, the Association has not recorded a liability as of April 30, 2022.

FOX VALLEY SPECIAL RECREATION FOUNDATION

Nature of Organization

The Fox Valley Special Recreation Foundation (the Foundation) is a not-for-profit organization organized under the laws of the State of Illinois to develop philanthropic support for the Fox Valley Special Recreation Association (the Association). The Foundation is considered a component unit of the Association under the accounting standards followed by the Association; however, the Foundation is a separate legal entity. The Foundation's only program relates to the support of the operational and capital needs of the Association that lack adequate funding through the Association's available resources. The Foundation's major sources of revenue and support are contributions from donors and investment income.

The Foundation is reported as a discretely presented component unit of the Fox Valley Special Recreation Association, Aurora, Illinois. This report represents the financial activity of the Foundation for the fiscal year ended April 30, 2022.

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting in which revenue is recognized when earned and expenses are recognized when incurred.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

FOX VALLEY SPECIAL RECREATION FOUNDATION – Continued

Summary of Significant Accounting Policies – Continued

Net Assets

The Foundation's financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. Net assets of Foundation and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Foundation's management and the board of directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statement of Activities.

Cash and Investments

For the purpose of the Statement of Financial Position and Statement of Cash Flows, the Foundation's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of purchase.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Foundation categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Foundation did not hold any investments at April 30, 2022.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

FOX VALLEY SPECIAL RECREATION FOUNDATION – Continued

Summary of Significant Accounting Policies – Continued

Investment Income

The Foundation records investment income earned on net assets with donor restrictions and without donor restrictions as without donor restrictions revenue.

Contributed Services

Contributed services are reported as contribution revenue and as assets or expenses only if the services create or enhance a non-financial asset (for example, property and equipment) or:

- Would typically need to be purchased by the Foundation if the services had not been provided by contribution
- Require specialized skills
- Are provided by individuals with those skills

Income Taxes

The Foundation is exempt from income tax under IRS section 501(c)(3), and similarly, is exempt from State of Illinois taxes under the Illinois Tax Act Section 205(a), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Foundation has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Foundation has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. There was no unrelated business income for the year ended April 30, 2022.

The Foundation's Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally, for three years after they were filed. Annual filings with the State of Illinois are, similarly, subject to examination.

Contributed Revenue

Contributions that are restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are satisfied or expire in the reporting period in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

FOX VALLEY SPECIAL RECREATION FOUNDATION – Continued

Summary of Significant Accounting Policies – Continued

Contributed Revenue – Continued

Contributions due in the next year are reflected as current promises to give and are recorded at their net realized value. Unconditional promises to give due in subsequent years are reflected as long-term promises to give and are recorded at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are received to discount the amounts.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of functional expenses. Functional expenses which are not directly attributable to one function are allocated between program, management and general, and fundraising services based on the number of employees involved, the amount of time spent, the percentage of their salary associated with the time and on estimated made by the Foundation's management.

Cash and Investments

At year-end the carrying amount of the Foundation's cash deposits totaled \$275,542 and the bank balances totaled \$273,203. The entire balance of deposits was fully insured by federal deposit insurance.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

FOX VALLEY SPECIAL RECREATION FOUNDATION – Continued

Availability and Liquidity

The following represents Foundation's financial assets at April 30, 2022:

Financial Assets at Year End:	
Cash and Cash Equivalents	\$ 275,542
Receivables	11,512
Deposits	3,970
Due from Other Governments	<u>8,778</u>
	299,802
Less Amounts not Available to be used within one year:	
Net Assets with Donor Restrictions	<u>93,539</u>
Financial Assets Available to Meet General Expenditures over the Next Twelve Months	<u><u>206,263</u></u>

Net Assets

Without Donor Restrictions

Net Assets without donor restrictions as of April 30, 2022 was comprised of the following:

Undesignated	<u><u>\$ 227,332</u></u>
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With Donor Restrictions

Net Assets with donor restrictions as of April 30, 2022 was comprised of the following:

Donations	<u><u>\$ 93,539</u></u>
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Concentrations

The Foundation receives contributions from various donors. There is no one donor that makes up the significant amount of donations.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Notes to the Financial Statements April 30, 2022

NOTE 4 – OTHER INFORMATION – Continued

FOX VALLEY SPECIAL RECREATION FOUNDATION – Continued

In-Kind Donations

Donated Services - Donated services are recognized as in-kind revenues at their estimated fair value when they create or enhance nonfinancial assets or they require specialized skills which would need to be purchased if they were not donated. Contributed services that do not meet the above criteria are not recognized as revenues and are not reported in the accompanying financial statements. The Foundation received services from the Fox Valley Special Recreation Association employees, which includes grant/scholarship writing, event fund-raising, and development coordination, a portion of which meets the criteria for recognition. Accordingly, contributions have been recorded for the fair value of these services of \$52,661 for the year ending April 30, 2022. These amounts have been included as contribution revenue and program service expenses of the Statements of Activities.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedule
General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a cash basis which does not differ materially from the modified accrual basis which is consistent with generally accepted accounting principles.

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Employer Contributions

April 30, 2022

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 87,858	\$ 87,858	\$ -	\$ 959,415	9.16%
2017	88,589	88,589	-	1,003,577	8.83%
2018	81,999	81,999	-	984,209	8.33%
2019	75,319	75,319	-	1,064,099	7.08%
2020	56,389	56,389	-	1,099,635	5.13%
2021	70,650	70,650	-	1,085,999	6.51%
2022	82,633	82,633	-	1,089,526	7.58%

Notes to the Required Supplementary Information:

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

Note:

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

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Illinois Municipal Retirement Fund

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

April 30, 2022

	<u>12/31/15</u>
Total Pension Liability	
Service Cost	\$ 82,782
Interest	136,921
Differences Between Expected and Actual Experience	(2,732)
Change of Assumptions	-
Benefit Payments, Including Refunds of Member Contributions	<u>(38,114)</u>
Net Change in Total Pension Liability	178,857
Total Pension Liability - Beginning	<u>1,803,280</u>
 Total Pension Liability - Ending	 <u><u>1,982,137</u></u>
 Plan Fiduciary Net Position	
Contributions - Employer	\$ 85,963
Contributions - Members	43,174
Net Investment Income	8,654
Benefit Payments, Including Refunds of Member Contributions	<u>(38,114)</u>
Other (Net Transfer)	<u>(54,240)</u>
Net Change in Plan Fiduciary Net Position	45,437
Plan Net Position - Beginning	<u>1,685,275</u>
 Plan Net Position - Ending	 <u><u>1,730,712</u></u>
 Employer's Net Pension Liability/(Asset)	 <u><u>\$ 251,425</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 87.32%
 Covered Payroll	 \$ 959,415
 Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	 26.21%

Note:

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

12/31/16	12/31/17	12/31/18	12/31/19	12/31/20	12/31/21
93,362	99,263	82,231	98,392	100,363	99,873
150,765	166,164	164,813	179,266	209,111	222,049
7,419	(166,635)	(7,079)	226,796	56,654	22,840
-	(61,090)	83,489	-	(73,840)	-
(37,237)	(61,120)	(33,273)	(79,544)	(108,034)	(119,136)
214,309	(23,418)	290,181	424,910	184,254	225,626
1,982,137	2,196,446	2,173,028	2,463,209	2,888,119	3,072,373
2,196,446	2,173,028	2,463,209	2,888,119	3,072,373	3,297,999
92,851	79,147	85,775	52,030	66,603	88,273
45,967	43,010	46,226	51,315	51,765	48,443
121,697	309,678	(78,779)	370,454	386,885	515,766
(37,237)	(61,120)	(33,273)	(79,544)	(108,034)	(119,136)
(6,669)	(34,376)	10,381	61,432	4,003	(16,119)
216,609	336,339	30,330	455,687	401,222	517,227
1,730,712	1,947,321	2,283,660	2,313,990	2,769,677	3,170,899
1,947,321	2,283,660	2,313,990	2,769,677	3,170,899	3,688,126
249,125	(110,632)	149,219	118,442	(98,526)	(390,127)
88.66%	105.09%	93.94%	95.90%	103.21%	111.83%
1,020,579	954,512	1,027,250	1,097,693	1,150,324	1,076,501
24.41%	(11.59%)	14.53%	10.79%	(8.57%)	(36.24%)

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Member Contributions	\$ 2,040,000	2,040,000	2,040,000	-
Charges for Services				
Inclusion Charges	214,511	214,511	256,520	42,009
Program	541,255	541,255	396,459	(144,796)
Grants and Contributions	8,700	8,700	10,652	1,952
Interest Income	100	100	1,065	965
Miscellaneous	77,000	77,000	73,697	(3,303)
Total Revenues	2,881,566	2,881,566	2,778,393	(103,173)
Expenditures				
Culture and Recreation				
Salaries	1,723,064	1,723,064	1,541,526	181,538
Insurance	373,930	373,930	313,277	60,653
General and Administrative	784,572	784,572	684,855	99,717
Capital Outlay	-	-	22,404	(22,404)
Total Expenditures	2,881,566	2,881,566	2,562,062	319,504
Net Change in Fund Balance	-	-	216,331	216,331
Fund Balance - Beginning			2,177,633	
Fund Balance - Ending			2,393,964	

OTHER SUPPLEMENTARY INFORMATION

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Culture and Recreation				
Salaries				
Administrative Salaries	\$ 566,984	566,984	490,035	76,949
Program Specialists	535,750	535,750	560,198	(24,448)
General Program - Part-Time	49,699	49,699	74,636	(24,937)
Summer Camp - Part-Time	65,000	65,000	41,934	23,066
Day Program - Part-Time	161,250	161,250	73,785	87,465
Special Olympics - Part-Time	31,964	31,964	313	31,651
Intern - Part-Time	34,816	34,816	27,173	7,643
Trips - Part-Time	19,782	19,782	10,378	9,404
Inclusion Assistants - Part-Time	257,819	257,819	263,074	(5,255)
Total Salaries	1,723,064	1,723,064	1,541,526	181,538
Insurance				
Medical, Dental, Vision	340,499	340,499	279,846	60,653
Liability	33,431	33,431	33,431	-
Total Insurance	373,930	373,930	313,277	60,653
General and Administrative				
Vehicle Allowance	6,000	6,000	6,000	-
Accounting Services	16,660	16,660	20,560	(3,900)
Bank Charges	14,000	14,000	9,268	4,732
Legal	16,000	16,000	4,235	11,765
Printing	16,821	16,821	22,393	(5,572)
Postage	1,875	1,875	841	1,034
Telephone	12,522	12,522	10,280	2,242

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Culture and Recreation - Continued				
General and Administrative - Continued				
Advertising	\$ 5,500	5,500	14,601	(9,101)
Public Relations	3,070	3,070	2,130	940
Background Checks	3,015	3,015	4,547	(1,532)
Professional Membership	15,000	15,000	19,803	(4,803)
Staff Development	11,500	11,500	16,392	(4,892)
Fuel	8,217	8,217	6,368	1,849
Registration Software Fees	8,185	8,185	7,844	341
Auto and Van Maintenance	19,800	19,800	19,109	691
Mileage Reimbursement	5,200	5,200	7,555	(2,355)
Miscellaneous Reimbursement	-	-	(987)	987
Utilities	16,995	16,995	13,797	3,198
Transportation/Summer Day Camp	4,800	4,800	2,688	2,112
Facility Rentals	90,818	90,818	58,021	32,797
General Program	69,350	69,350	50,728	18,622
Marketing/Promotions	3,000	3,000	4,598	(1,598)
Brochure Design Services	11,361	11,361	5,375	5,986
Professional Services	30,500	30,500	36,731	(6,231)
Stars Expense	21,300	21,300	12,691	8,609
Leased Equipment	940	940	1,189	(249)
General Program Supplies	48,375	48,375	54,594	(6,219)
Office Supplies	17,500	17,500	14,335	3,165
General Maintenance Supplies	5,000	5,000	3,921	1,079
Service Maintenance Agreements	11,991	11,991	14,820	(2,829)
Equipment Maintenance	58,380	58,380	39,388	18,992
IMRF	86,083	86,083	82,633	3,450
Payroll Taxes	-	-	136	(136)
Medicare	24,984	24,984	11,162	13,822
Social Security	109,830	109,830	103,709	6,121
Unemployment Taxes	10,000	10,000	1,853	8,147
General and Administration Expenditure	-	-	1,810	(1,810)

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2022**

	Budget		Actual	Variance with Final Budget
	Original	Final		
Culture and Recreation - Continued				
General and Administrative - Continued				
Member Scholarships	\$ -	-	238	(238)
Temporary Distributions	-	-	(501)	501
Total General and Administrative	784,572	784,572	684,855	99,717
Total Culture and Recreation	2,881,566	2,881,566	2,539,658	341,908
Capital Outlay				
Office Furniture and Equipment	-	-	22,404	(22,404)
Total Expenditures	2,881,566	2,881,566	2,562,062	319,504

SUPPLEMENTAL SCHEDULE

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Schedule of Property Tax Information - Last Five Tax Levy Years
April 30, 2022**

Batavia Park District					
Levy Year	2016	2017	2018	2019	2020
Assessed Valuation	\$ 983,306,980	1,005,021,155	1,029,664,423	1,059,471,312	1,101,677,259
Extension Rate	0.0393%	0.0398%	0.0393%	0.0408%	0.0400%
Extension	\$ 386,096	399,998	404,658	432,783	440,671
Budget	\$ 174,731	171,322	167,115	171,887	172,923
Distributions	\$ 174,731	171,322	167,115	171,887	172,923

Fox Valley Park District					
Levy Year	2016	2017	2018	2019	2020
Assessed Valuation	\$ 3,987,135,276	4,233,393,945	4,495,206,907	4,746,836,817	4,982,717,879
Extension Rate	0.0271%	0.0259%	0.0298%	0.0318%	0.0171%
Extension	\$ 1,080,000	1,096,449	1,339,572	1,508,547	853,734
Budget	\$ 683,109	694,682	703,933	750,405	774,760
Distributions	\$ 683,109	694,682	703,933	750,405	774,760

Geneva Park District					
Levy Year	2016	2017	2018	2019	2020
Assessed Valuation	\$ 1,471,264,248	1,514,530,597	1,572,188,479	1,594,939,469	1,623,370,011
Extension Rate	0.0285%	0.0376%	0.0285%	0.0357%	0.0262%
Extension	\$ 420,000	569,464	448,074	570,015	426,005
Budget	\$ 255,536	256,339	251,838	262,453	260,320
Distributions	\$ 255,536	256,339	251,838	262,453	260,320

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

**Schedule of Property Tax Information - Last Five Tax Levy Years - Continued
April 30, 2022**

Oswegoland Park District					
Levy Year	2016	2017	2018	2019	2020
Assessed Valuation	\$ 1,309,479,161	1,377,894,565	1,466,811,519	1,561,632,771	1,592,159,337
Extension Rate	0.0413%	0.0400%	0.0400%	0.0400%	0.0394%
Extension	\$ 527,391	551,158	586,725	624,627	626,515
Budget	\$ 228,728	228,151	229,118	244,862	254,884
Distributions	\$ 228,728	228,151	229,118	244,862	254,884
South Elgin Parks and Recreation					
Levy Year	2016	2017	2018	2019	2020
Assessed Valuation	\$ 588,765,314	624,220,307	661,940,537	697,151,872	726,132,145
Extension Rate	0.0349%	0.0330%	0.0398%	0.0359%	0.0359%
Extension	\$ 205,744	205,993	263,452	250,577	260,609
Budget	\$ 100,913	102,581	103,796	110,500	113,786
Distributions	\$ 100,913	102,581	103,796	110,500	113,786
St. Charles Park District					
Levy Year	2016	2017	2018	2019	2020
Assessed Valuation	\$ 2,129,239,703	2,211,900,918	2,292,844,013	2,354,643,167	2,404,874,536
Extension Rate	0.0235%	0.0235%	0.0245%	0.0247%	0.0258%
Extension	\$ 520,000	519,797	561,747	582,082	620,666
Budget	\$ 381,323	370,979	367,797	382,755	384,316
Distributions	\$ 381,323	370,979	367,797	382,755	384,316

FOX VALLEY SPECIAL RECREATION ASSOCIATION, ILLINOIS

Schedule of Property Tax Information - Last Five Tax Levy Years - Continued
April 30, 2022

	Sugar Grove Park District				
Levy Year	2016	2017	2018	2019	2020
Assessed Valuation \$	418,963,557	440,029,847	462,085,182	484,090,720	512,466,695
Extension Rate	0.0215%	0.0204%	0.0195%	0.0227%	0.0234%
Extension \$	90,000	89,766	90,107	110,005	120,004
Budget \$	72,426	72,712	73,169	77,138	79,011
Distributions \$	72,426	72,711	73,169	77,138	79,011