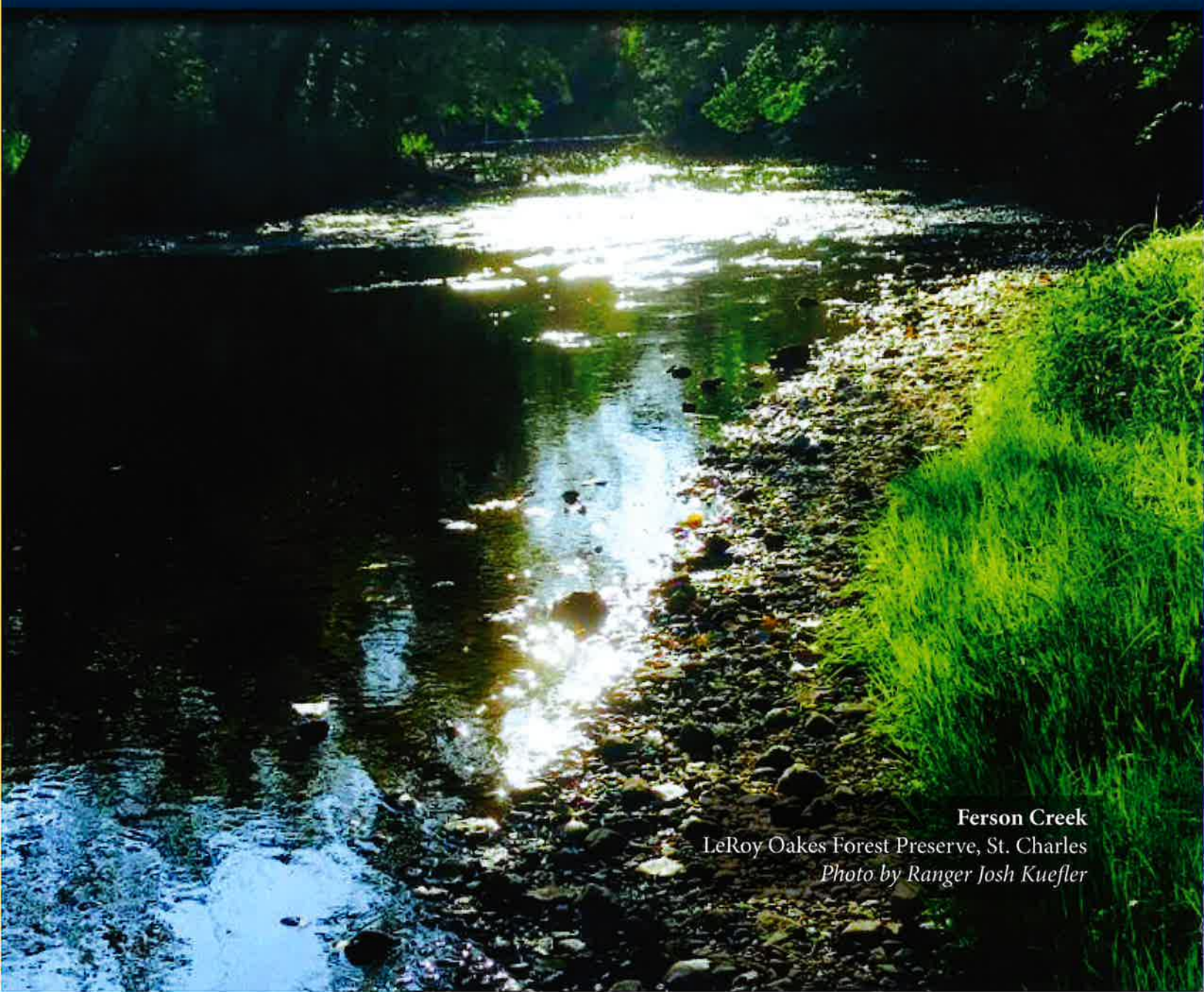
FOREST PRESERVE DISTRICT
KANE COUNTY

Comprehensive Annual Financial Report

Forest Preserve District of Kane County

For the Fiscal Year ended June 30, 2017



Ferson Creek
LeRoy Oakes Forest Preserve, St. Charles
Photo by Ranger Josh Kuefler

FOREST PRESERVE DISTRICT
OF KANE COUNTY, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2017

Prepared by:
Ken Stanish, Finance Director
David Petschke, Accounting Manager

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

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INTRODUCTORY SECTION

This section includes the District's:

- List of Principal Officials
- Organization Chart
- Transmittal Letter
- Certificate of Achievement for Excellence in Financial Reporting

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

List of Principal Officials
June 30, 2017

PRESIDENT
Michael Kenyon, District 16

PRESIDENT PRO TEM AND TREASURER
Mark Davoust, District 14

SECRETARY
Philip Lewis, District 13

FOREST PRESERVE COMMISSION

Chris Lauzen, County Board Chair
Myrna Molina, District 1
Theresa Barreiro, District 2
Don Ishmael, District 3
Angela C. Thomas, District 4
Bill Lenert, District 5
Brian Dahl, District 6
Monica Silva, District 7
Barbara Hernandez, District 8
Thomas (T.R.) Smith, District 9
Susan Starrett, District 10
John Martin, District 11
John J. Hoscheit, District 12
Barbara Wojnicki, District 15
Deborah Allan, District 17
Drew Frasz, District 18
Kurt Kojzarek, District 19
Penny Wegman, District 20
Rebecca Gillam, District 21
Douglas Scheflow, District 22
Maggie Auger, District 23
Jarett Sanchez, District 24

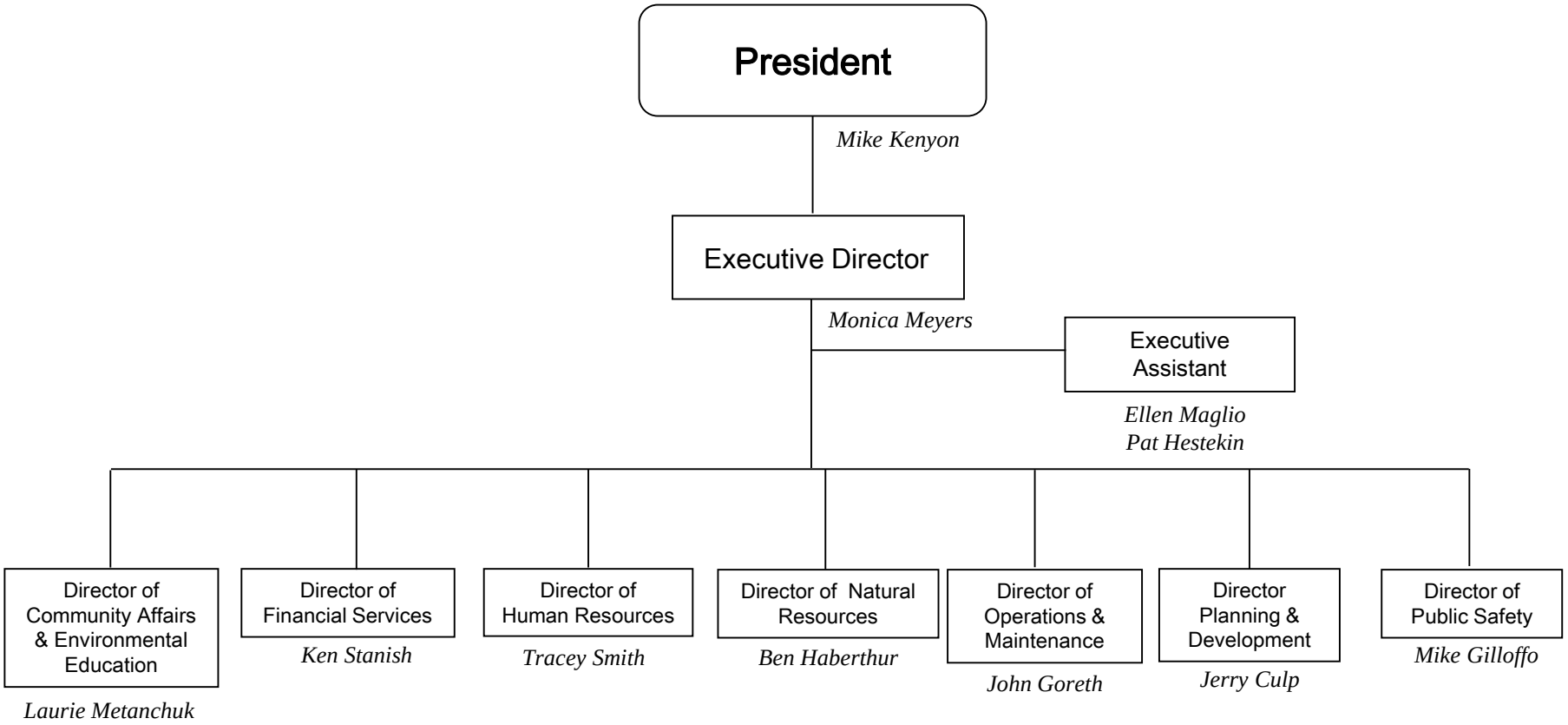
EXECUTIVE DIRECTOR
Monica A. Meyers

FINANCE DIRECTOR
Ken Stanish

Forest Preserve District of Kane County

Management Team

May 2016



1996 S. Kirk Road, Suite 320, Geneva, Illinois 60134

October 13, 2017

To: President Kenyon
Commissioners
Citizens of the Forest Preserve District of Kane County

The Comprehensive Annual Financial Report (CAFR) of the Forest Preserve District of Kane County for the fiscal year ended June 30, 2017, is hereby submitted as mandated by state statutes. This report provides a broad view of the District's financial activities for the 2017 fiscal year and its financial position as of June 30, 2017. Although addressed to the elected officials and residents of the District, this report also has a number of other audiences including: bondholders of the District, financial institutions, credit rating agencies, and other governmental entities.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls established for this purpose. Since the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. We believe that the information is presented in a manner designed to fairly set forth the financial position of the District and the changes in financial position, and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs are included.

The Management's Discussion and Analysis complement this letter and should be read in conjunction with it.

PROFILE OF THE FOREST PRESERVE DISTRICT

The Forest Preserve District of Kane County was formed in 1925 by public referendum with the mission to acquire, hold and maintain lands within Kane County that contribute to the preservation of natural or historic resources and habitats, flora or fauna; and to restore, restock, protect and preserve such lands for the education, recreation, and pleasure of all its citizens. Kane County is located within northeastern Illinois, approximately 40 miles west of Chicago and is considered one of the "collar counties."

The District's existing forest preserves, facilities and natural areas have taken many years to acquire and develop, and are a large part of Kane County's culture. The forest preserve system continues to contribute to the overall livability and quality of life valued by Kane County's residents, workers and visitors. Open space protects land from development,

improves wildlife habitat, cleans our air and water, and provides healthy recreational opportunities.

The residents of Kane County have long been supporters of the Forest Preserve District's mission and have supported open space land acquisition and preserve improvement referenda in 1999, 2005, 2007, 2011 and 2017. With the public's support, the District's goals have been to:

- Add acreage to existing forest preserve natural areas;
- Acquire land for new forest preserves;
- Increase flood control and water protection;
- Preserve and restore woodlands, wetlands and prairies;
- Provide locations for residents to escape urban stresses and balance development;
- Improve the District's renowned trail system;
- And, expand recreation and environmental education.

Currently, the District manages 20,846 acres of public open space and includes 99 properties. District holdings are spread throughout Kane County and consist of a diverse portfolio of properties including woodlands, prairies and wetlands; property along the Fox River, which runs the length of the County; greenbelts along creeks and waterways; and, environmentally significant properties in critical growth areas. Additionally, the District owns a variety of unique facilities; Northwestern Medicine Field, home of the Kane County Cougars; the Fox Valley Ice Arena, home of the Chicago Steel; Strikers Indoor Soccer Facility; three golf courses; Barbara Belding Lodge at Brewster Creek; Big Rock campground and Paul Wolff campground; Camp Tomo Chi Chi Knolls youth-specific campground and the Creek Bend Nature Center.

The District is governed by the Forest Preserve Commission. Those elected to the Kane County Board also serve as members of the Forest Preserve Commission. Kane County is comprised of 24 Board districts. One commissioner is elected from each district for a four-year term. Half of the Board is elected every two years.

The president of the Forest Preserve Commission is elected by fellow Commission members, every two years. With the Forest Preserve Commission's approval, the president appoints commissioners to serve on the following committees: Executive, Finance & Administration, Land Acquisition, and Planning & Utilization. The Commission and the Executive Committee handle the District business of preparing policies and acquiring open space for the citizens of Kane County.

The Forest Preserve District employs 73 full-time, 27 year-round, part-time and 63 summer seasonal/intern staff.

This report includes all of the funds of the District. The District does not have any component units but is considered a component unit of Kane County.

The District participates in the Illinois Municipal Retirement Fund (IMRF) and the Park District Risk Management Agency (PDRMA). These organizations are separate governmental units because: (1) they are legally separate, organized entities, (2) are fiscally

independent of the Forest Preserve District of Kane County, and (3) are governed by their own boards. Audited financial statements for these organizations are not included in this report. However, such statements are available upon request from their respective business offices.

Local Economy

Kane County is part of the Chicago metropolitan area and lies on the western edge of the northeastern Illinois region and is the fifth largest county in Illinois. The county is approximately 522 square miles in area. The County's estimated population of 531,715 represents an increase of 3.0% since the 2010 Census of 516,269.

The equalized assessed value of the county steadily declined since the Great Recession of 2007-2009. In 2008, the EAV reached a peak of $15.9 billion and then declined to a low of $11.6 billion in tax year 2014. In tax year 2016, the EAV rose to $13.1 billion. During tax years 2012-2015 the Commission decided to freeze the operating levies. Even with these challenges, the District has maintained a strong financial position by remaining fiscally conservative. The District is extremely proud of maintaining its AA+ rating from Standard & Poor's Rating Committee.

Several economic indicators contribute to the financial strength of Kane County. The leading 10 taxpayers account for a very diverse 0.65% of equalized assessed value (EAV). The fair market value of the tax base is an estimated $39.3 billion, or what is considered to be a very strong $73,887 per capita. According to the Illinois Department of Employment Security, Kane County's June 2017 unemployment rate was 4.8%, similar to the state's 4.7% rate. Incomes for County residents are considered strong, as represented by the County's median household income of 118% of the state level and 126% of the national level. This is due in part to County residents having access to a wide variety of jobs both locally and throughout the western suburbs.

While the District is below its tax rate limit for the both the General Fund (the District's major operating fund) and the Construction & Development Fund, the 1991 imposition of the Property Tax Limitation Act (Tax Cap) legislation in Illinois continues to limit levy growth. Under current legislation, the growth in total property tax extension for non-home rule governments in the five collar counties (Kane, Lake, McHenry, DuPage and Will Counties) and other affected counties will be limited to the lesser of 5% or the Consumer Price Index published by the U.S. Bureau of Labor Statistics of the preceding calendar year.

Major Initiatives

The Forest Preserve District enjoyed a busy and successful year in 2017, with many significant projects taking shape and being completed. Among the projects of which the District is proudest are the following:

- **Debt Refinancing**
  The District saved $10.1 million on a net present value basis in interest expense by conducting one bond refinancing during the course of the fiscal year. The District

was able to accomplish this due to a low interest rate environment and a strong credit rating.

- **Land Acquisitions**
  The District acquired two parcels that totaled 100.3 acres during the fiscal year:
  - Mill Creek Greenway – 96.42 acres
  - Freeman Kame Property – 3.88 acres

- **Grant Awards**
  The District was awarded 2 grants, totaling $790.000. Grant revenue earned in the fiscal year was $884,899.40, with the majority of this coming from an LWCF Acquisition Grant for the Mill Creek Greenway addition.

Future Initiatives

With a focus on continued growth across the county, the Forest Preserve District of Kane County is poised to accomplish the following significant projects within the near year:

- **Natural Resource Facility**
  The District is in the process of starting construction on a new Natural Resource facility. This will provide the Natural Resource staff with a modernized facility that will have room for future growth.

- **Settler's Hill Golf Course Improvements**
  A new driving range and practice green will be added to the layout.

- **Fabyan Causeway Removal Project**
  The existing causeway that is on the north end of the Fabyan Island, that is no longer functional, is scheduled to be removed. This will improve the water quality on the western side of the island due to increasing the flow of water. Funding for this project will come from the Illinois Department of Natural Resources. (The project is currently on hold due to the State's budget challenges.)

- **Carpentersville Dam Removal Project**
  Removal of this dam will improve the river corridor by providing better habitat for the plants and animals that live in and around the dam. The District has signed a contract with the Illinois Department of Natural Resources to fund the removal. (The project is currently on hold due to the State's budget challenges.)

- **Raymond Street Bike Trail**
  The bridge that allowed pedestrians to go beneath the existing railroad tracks was damaged repeatedly due to flooding and permanently removed. Staff is currently finalizing plans to construct a tunnel underneath the railroad tracks that will provide safe passage while removing the threat of future flooding. The District has received a CMAQ-ITEP grant for $1,774,896 (80% of the cost of the project).

Financial Management Policies

The District's financial policies seek to improve the preserves, programs and services provided within the County as well as enhance the financial capability of the Forest Preserve. In 2015, the District performed a comprehensive review of all policies (including financial management policies).

The District begins its budget process in December. Directors from each department work with their respective staff to submit a departmental budget that is then compiled into one document that accounts for all funds. Numerous meetings are held to determine the priority of items presented and the balanced budget is then presented to the finance committee. Once approved it is then forwarded to the executive committee and to full commission for final approval prior to the start of the fiscal year.

Other Information

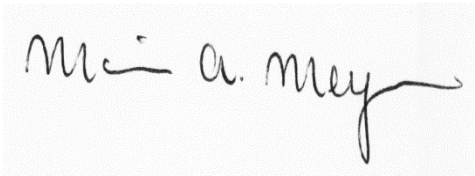
Independent Audit – State statutes require an annual audit by independent, licensed, certified public accountants. The Forest Preserve District has engaged the accounting firm of Lauterbach & Amen, LLP to perform the audit for the fiscal year ending June 30, 2017. Their unmodified opinion on the basic financial statements is included in this report.

Awards – The Government Finance Officers Association (GFOA) of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the Forest Preserve for the year ending June 30, 2016. The award is based on the ability of a governmental unit to present an easily readable and efficiently organized financial report. The contents must conform to the standards specified by the Certificate of Achievement program, as well as, satisfy all legal requirements and generally accepted accounting principles.

The certificate is valid for one year. The District believes the current report conforms to the requirements, and is submitting it to the Government Finance Officers Association to determine eligibility. This is the fifth consecutive year the District has received this award.

Acknowledgements – This financial report was compiled through the efforts of staff from the Finance Department. While the audit is prepared one time during the year, it would not be possible to produce without the consistent attention to the procedures and monitoring of accounts by the entire staff. Additionally, the support of the entire Commission is essential in ensuring a sound financial environment in which to conduct the operations of the District.

Respectfully submitted,



Ken Stanish
Finance Director

Monica Meyers
Executive Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Forest Preserve District of Kane County, Illinois

For its Comprehensive Annual Financial Report for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules
- Supplemental Schedules

INDEPENDENT AUDITORS' REPORT

Lauterbach & Amen, LLP
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

October 13, 2017

The Honorable President
Members of the Board of Commissioners
Forest Preserve District of Kane County, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Forest Preserve District of Kane County, Illinois, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Forest Preserve District of Kane County, Illinois, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Forest Preserve District of Kane County, Illinois' basic financial statements. The introductory section, combining and individual fund financial statements and schedules, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Matters – Continued

Other Information – Continued

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2017, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Lauterbach & Amen LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOREST PRESERVE DISTRICT OF KANE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2017

As the management of the Forest Preserve District of Kane County (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which may be found on pages iii through vii of this report.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

In the past, the primary focus of local government financial statements has been to summarize fund type information on a current financial resource basis. Since 2003, this approach has been modified and the District's financial statements now present two kinds of statements, each with a different snapshot of the District's finances. The focus of the financial statements is on both the District as a whole (government-wide), and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the District's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business. The government-wide financial statements include the Statement of Net Position and the Statement of Activities.

The Statement of Net Position presents information on all of the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources. Net position is being reported as the amount of assets/deferred outflows less liabilities/deferred inflows. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net position changed during the 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 the cash flows. Thus, revenues and expenses are reported in this statement for some items that will result only in cash flows in future fiscal periods (for example, earned but unused vacation leave). The change in net position presents the financial burden that was placed on the District's taxpayers by each of these functions. Providing this information allows the public to consider the cost of each function in comparison to the benefits they believe are provided by that function.

Both government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include general government and capital projects. The business-type activities include the Northwestern Medicine Field.

The government-wide financial statements can be found on pages 4 – 7 of this report.

Fund Financial Statements

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

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

The focus of governmental funds is narrower than that of the government-wide financial statements. Therefore, 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 this comparison between governmental funds and governmental activities as shown respectively on pages 8 – 13.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Debt Service, Construction and Development, and Land Acquisition funds. All of these are considered to be "major" funds. Data from the other three governmental funds are combined into a single, aggregate presentation. Individual fund data for each of the non-major governmental funds is provided in the combining statements on pages 60 – 61 in this report.

The District adopts an annual budget for all governmental funds. Budgetary comparison schedules have been provided to demonstrate compliance with the budget shown on pages 53 – 59, and 62 – 65.

The basic governmental fund financial statements can be found on pages 8 – 9 and 11 – 12 of this report.

Proprietary Funds. The District maintains one type of proprietary fund called an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for the Northwestern Medicine Field.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Proprietary fund financial statements provide separate information for the baseball ballpark, which is considered to be a major fund of the District.

The basic proprietary fund financial statements can be found on pages 14 – 16 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to understanding the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 – 49 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required, supplementary information concerning the District's progress in funding its obligation to provide benefits for its employees and a budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 50 – 53 of this report.

The combining and individual fund statements, referred to earlier in connection with Governmental Funds, are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 54 – 65 of this report.

Financial Analysis of the District as a Whole

Beyond presenting current-year financial information in the government-wide and major individual fund formats, the District also presents comparative information from prior years in the Management's Discussion and Analysis. By doing this, the District strives to provide the best means of analyzing its financial condition and position as of June 30, 2017.

GOVERNMENT-WIDE STATEMENTS

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. The following table presents a condensed summary of net position as of June 30, 2017, along with 2016 data for comparison:

Table 1
Statement of Net Position
As of June 30, 2017, and 2016
(in thousands)

	Governmental Activities		Business-type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Assets:						
Current and other assets	$ 53,565	$ 60,987	$ 3,797	$ 3,712	$ 57,362	$ 64,699
Capital assets	412,457	410,404	12,506	13,231	424,963	423,635
Total assets	466,022	471,391	16,303	16,943	482,325	488,334
Deferred Outflows:	3,890	1,915	269	293	4,159	2,208
Liabilities:						
Current liabilities	21,667	24,393	486	502	22,153	24,895
Non-current liabilities:	112,002	131,060	5,275	5,740	117,277	136,801
Total liabilities	133,669	155,453	5,761	6,242	139,430	161,695
Deferred Inflows:	29,891	37,160	-	-	29,891	37,160
Net Position:						
Net investment in capital assets	285,718	258,667	7,035	7,011	292,753	265,678
Restricted	5,731	7,372	-	-	5,731	7,372
Unrestricted (deficit)	14,903	14,654	3,776	3,983	18,679	18,637
Total Net Position	**$ 306,352**	**$ 280,693**	**$ 10,811**	**$ 10,994**	**$ 317,163**	**$ 291,686**

The District's assets/deferred outflows of resources exceeded its liabilities/deferred inflows of resources by $317 million at June 30, 2017. By far, the largest portion of the District's net position 92.2% or $292.8 million is in its net investment in capital assets (for example, land, buildings, machinery and equipment) less any related outstanding debt used to acquire those capital assets. The District uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional 1.8% or $5.7 million of the District's net position represents resources that are subject to external restrictions that govern their use. The remaining 6.0% or $18.8 million represents unrestricted net position that may be used to meet the District's ongoing obligations to citizens and creditors.

The deferred outflows of $4.2 million shown on the Statement of Net Position are due to $3.1 million loss on refunding of General Obligation Bonds and $1.1 million of deferred items due to the GASB Statement No. 68 which has been implemented in fiscal year 2015 for reporting the Illinois Municipal Retirement Fund. The Statements establish standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to the pension plans. The Statement specifically identifies the methods and assumptions that are to be used in calculating and disclosing these pension-related accounts in the financial statements, see p. 46 in the notes for additional note disclosures.

The increase in Net Position from the prior year, illustrated above, was mainly due to the District's reduction in general obligation bonds within the fiscal year. The non-current liabilities decreased $19.5 million, which was a 14.3% decrease to long-term debt. An additional reason for the increase in net position was due to the Districts revenue's exceeding expenses due to District staff being fiscally conservative.

For more detailed information, see the Statement of Revenues, Expenditures, and Changes in Fund Balance on pages 11 – 12.

Changes in Net Position

The following table presents a condensed summary of changes in net position as of June 30, 2017, along with 2016 data for comparison:

Table 2
Changes in Net Position
For the Fiscal Year Ended June 30, 2017 and 2016
(in thousands)

	Governmental Activities		Business-type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Revenues						
Program Revenues:						
Charges for Services	2,619	2,593	726	793	3,345	3,386
Capital Grants and Contributions	885	233	-	-	885	233
Taxes	35,654	36,055	-	-	35,654	36,055
Investment Income	249	145	14	27	263	172
Miscellaneous	936	745	-	170	936	915
Total Revenue	40,343	39,771	740	990	41,083	40,762
Expenses						
Program Expenses:						
General Government	9,139	8,754	-	-	9,139	8,754
Land Acquisition & Development	1,885	1,359	-	-	1,885	1,359
Interest and Fiscal Charges	3,660	4,780	-	-	3,660	4,780
Cultural & Events Center	-	-	923	1,200	923	1,200
Total Expenses	14,684	14,893	923	1,200	15,607	16,093
Change in Net Position	**$ 25,659**	**$ 24,878**	**$ (183)**	**$ (210)**	**$ 25,476**	**$ 24,669**
Beginning Net Position	**$ 280,693**	**$ 255,815**	**$ 10,994**	**$ 11,204**	**$ 291,687**	**$ 267,019**
Ending Net Position	**$ 306,352**	**$ 280,693**	**$ 10,811**	**$ 10,994**	**$ 317,163**	**$ 291,687**

The overall net position increased by 8.7% in 2017 to $317.2 million, as compared to the previous year's net position of $291.7 million. The increase in net position was primarily due to decreased expenses in the interest and fiscal charges by the District during the fiscal year combined with increased capital grant revenue the District received for the acquisition of the Mill Creek Greenway addition.

Total revenue in 2017 increased 0.8% to $41.1 million, as compared to the previous year's revenue of $40.8 million. The increase was mainly due to grants received in the fiscal year. Further descriptions are detailed below:

Charges for services and user fees decreased 1.2% during the year, due mainly to decreased fees for farm rentals in the General Fund and the timing of Cougars Baseball payments in the Cultural and Events Center Fund.

Property and replacement tax revenue decreased 1.1% in 2017, which is primarily due to the reduction in property taxes required from the tax levy to pay debt service payments during the fiscal year. The operating property tax levy was increased by the consumer price index and new construction during the fiscal year, but the increase in operating was drastically offset by the decrease in property taxes needed to pay referenda and non-referenda debt in the Debt Service Fund. The referenda debt was approved by the citizens of Kane County.

Capital grants and contributions increased by 279.8%. This increase was due to the District's success in obtaining a federally funded acquisition grant to acquire the Mill Creek Greenway property, which will eventually include the new Natural Resources' facility. Due to economic factors, there were not many opportunities for grant supported acquisitions in the prior year, therefore the Districts grant award in the current year has significantly increased grant revenue.

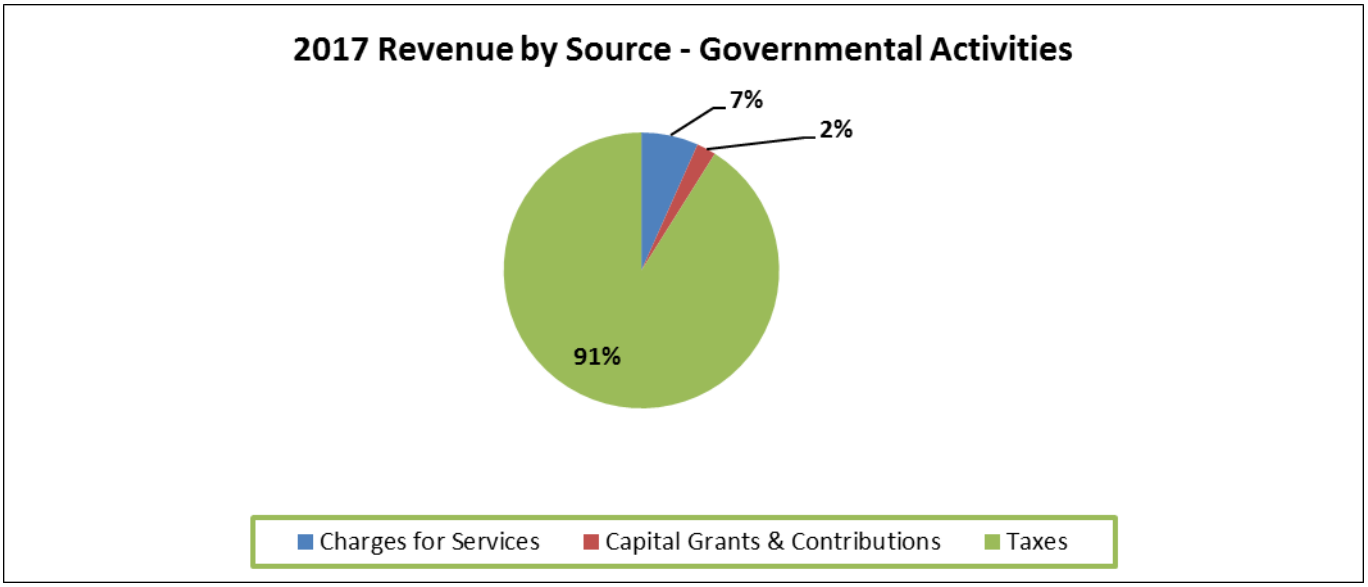
Governmental Activities

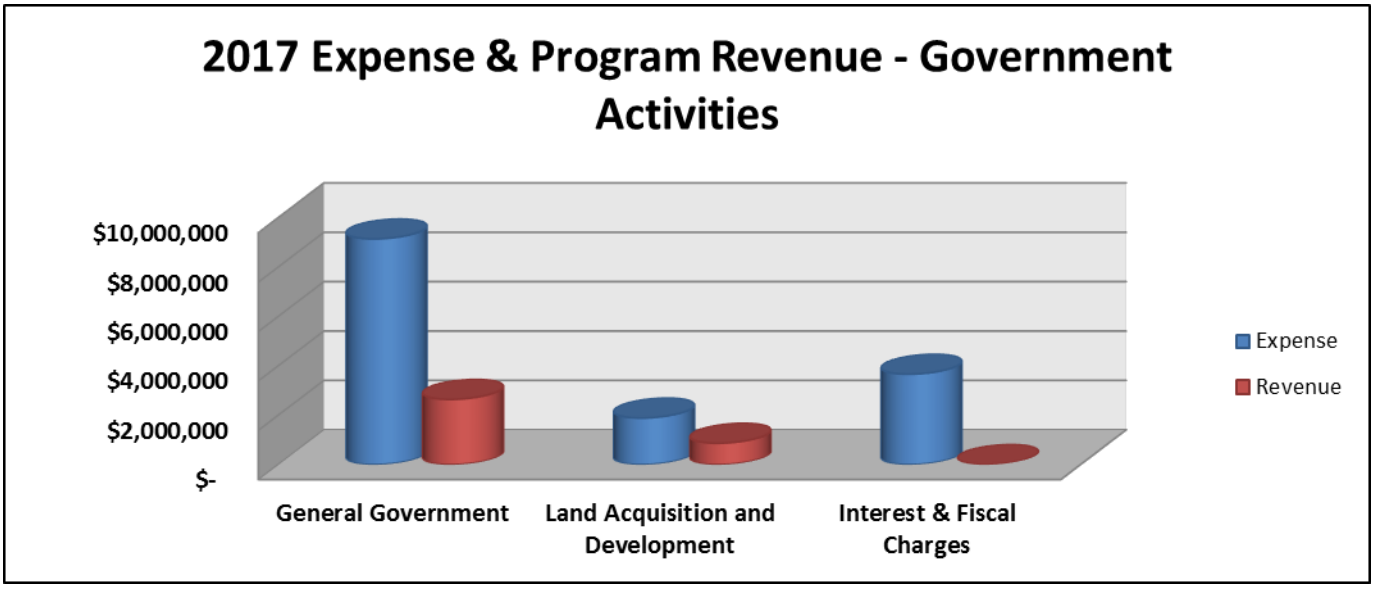
Revenue from Governmental Activities increased 1.2% or from $39.8 million in fiscal year 2016 to $40.3 million for fiscal year 2017. The increase primarily resulted from an increase in capital grants and contribution received during the year. In addition, despite the property tax operating levy being increased by the consumer price index plus new construction in the current fiscal year, the total levy decreased due to debt being paid off. Property tax revenues represent the largest portion of the revenue base, yielding 88.4% of the total revenue. Property taxes fund Governmental Activities including, but not limited to, the District's contribution to the General Fund, Illinois Municipal Retirement Fund (IMRF), Social Security Fund, Insurance Liability Fund, Construction & Development Fund and Debt Service Fund.

Charges for services accounted for 6.5% of total revenues. The District does not receive all of its funding through property tax revenue. Therefore, it also must charge a fee for programs and services, as well as the use of its farm land in order to cover expenditures. These fees are evaluated each year, before the preparation of the following fiscal year's budget.

The cost of all governmental activities this year was $14.7 million. General government expenses accounted for 62.2% of total expenses or $9.1 million. These expenses included administrative services needed to support all District operations. Also included in total expenses for governmental activities in 2017 is $1.2 million in depreciation expense. Interest and fiscal charges accounted for 24.9% of total

expenses or $3.7 million. These costs were related to the current interest payments of outstanding debt. Land acquisition and development expenses captured 12.9% of the total expenses or $1.9 million; this includes costs associated with adding new properties and opening new facilities. The following graph illustrates the major sources of revenue for governmental activities for fiscal year 2017.





The 'Expense and Program Revenue' chart reveals governmental functions where program expenses greatly exceed revenues. As presented above, the General Government expenses are in part funded by charges for services, however the costs are primarily funded through property tax revenue. Revenue shown in the chart for land acquisition and development includes a reimbursement from Kane County in the amount of $523,412 for land acquired at Brunner Forest Preserve. The land acquisition and development fund also received revenue from a land acquisition grant in the amount of $750,000. This grant assisted with the acquisition of the Mill Creek Greenway addition in the current fiscal year.

Business-type Activities

Total revenues of the District's business-type activities decreased 25.3% or $.99 million to $.74 million in 2017. This decrease was primarily due to a capital contribution from the Kane County Cougars for improvements installed at the Fifth Third Ballpark in fiscal year 2016. This was a one-time contribution for improvements to the ball park.

Charges for services decreased by 8.5% in the fiscal year due to the timing and amount of payments for baseball activities. Charges for services primarily reflect the payments received for baseball activities.

Total expenses decreased 23.1% from $1.2 million to $.9 million in 2017. The decrease in expenses was partially contributed by the costs of issuance of refunding the 2008 general obligation alternate revenue source bonds in 2016.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

The focus on the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, an unrestricted/unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year.

At the end of the 2017 fiscal year, governmental funds reported a combined ending fund balance of $22.5 million, decreasing approximately 4.7% or $1,112,640 from fiscal year 2016. The major funds that caused the overall decrease in governmental fund balance were the Debt Service Fund and the Construction and Development Fund. A further explanation of the activity between funds is detailed below.

The largest fund balance is in the Construction and Development Fund at $9.3 million. The District expects to continually reduce the Construction and Development Fund in order to finance future capital improvements. The fund balance decreased 6.2% or $617,784 due to construction and development related activity. This fund also has three restrictions. The first restricted fund balance of $1.92 million which represents funds dedicated to the City of Aurora for bridge construction and engineering that will form a connection for the bike and pedestrian path. The second restriction of $427,611 represents grant funds dedicated from the IDNR for removal of a causeway at the Fabyan Forest Preserve. The third restriction of $77,789 related to the Fox River Trust.

The fund balance in the Debt Service Fund decreased 42.9% or $1,958,234 from fiscal year 2016. The Debt Service Fund is used to pay the bond principal payments and interest. The fund balance decreased during the year due to a $2.3 million transfer to the Land Acquisition Fund as approved by the board. This transfer consisted of personal property tax and interest earned within the fund.

The Land Acquisition Fund increased 37.8% or $854,005. There was excess expenditures over revenue in the fund of $1.4 million, but due to the transfer from the Debt Service fund referenced above the net affect was an increase in the fund. The District acquired 2 properties totaling 100.3 Acres. The properties acquired were the Mill Creek Greenway property in Campton Township which was 96.42 acres and the Freeman Kame Property in Rutland Township which was 3.88 acres.

The fund balance in the General Fund increased 10.9% or $.6 million from fiscal year 2016. More information on the General fund highlights are found below.

Proprietary Fund

The District's Proprietary Fund provides the same type of information found in the government-wide financial statements. The District reports the operations of the Northwestern Medicine Field within this fund.

The debt service attributable to the expansion of the ballpark in 2008 is fully supported by the rent received. The goal of the operation is to be profitable, as its net position are either restricted for debt service or reinvested into the facilities. For Fiscal Year 2017, the operation generated an operating loss of approximately $45,303, compared to the previous year where the operation reported an operating loss of $148,320. The decline in operating income was a result attributed to the timing of receipts for rental income based on a new baseball agreement combined with the costs of issuance due to refunding the 2008 General Obligation Alternate Revenue Source Bonds. The new baseball agreement is illustrated in the footnote Cultural and Events Center, Note 4, disclosure on page 40.

The fund equity for the operation was reported at approximately $10.8 million in 2017. The fund equity is primarily composed of capital assets, net of related debt, $6.7 million; the operation has approximately $4.0 million in unrestricted fund equity.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no budget amendments made during the year in the General Fund. The fund balance increased in the General Fund by $.6 million due to conservative spending during the fiscal year. The District has been very cautious of project costs and was again successful in having excess revenue over costs in the fiscal year.

Total revenues came in above budget by $150,044 or 1.9% at $8.0 million. Major revenue sources exceeding the budget include personal property replacement tax and camping revenues. The increase in personal property replacement tax was due to the State notifying the District of a calculation error that resulted in overpayment to the District in prior years, would be written off and not needed to be refunded to the State. In fiscal year 2016 the State notified the District that the overpayment would need to be refunded in the amount of $35,552.26, therefore the revenue was reduced in 2016 and a liability to the State was created. Due to the amount of the refund being immaterial, the District has recorded the adjusted revenue through the income statement instead of restating the fund balance from fiscal year 2016. Camping revenues exceeded the budget due to favorable weather and increased usage of the campgrounds.

General government expenditures were down approximately 4.3% or $306,090 compared to the 2016 budget. Items such as salaries, contractual services and commodities were all below the budgeted amounts. This was caused by employee turnover and staff being fiscally conservative in the current fiscal year.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The following schedule reflects the District's capital asset balances as of June 30, 2017, with 2016 data for comparison:

Table 3
Capital Assets
As of June 30, 2017 and 2016

	Governmental Activities		Business-type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Capital Assets:						
Land	$ 385,846,988	$ 383,036,774	$ 1,154,351	$ 1,154,351	$ 387,001,339	$ 384,191,125
Construction-In-Progress	779,692	1,634,236	-	-	779,692	1,634,236
Buildings & Improvements	12,090,328	12,535,380	10,922,672	11,601,753	23,013,000	24,137,133
Land Improvements	-	-	429,113	475,108	429,113	475,108
Machinery & Equipment	394,543	419,235	-	-	394,543	419,235
Infrastructure	13,345,435	12,778,187	-	-	13,345,435	12,778,187
Net Capital Assets	**$ 412,456,986**	**$ 410,403,812**	**$ 12,506,136**	**$ 13,231,212**	**$ 424,963,122**	**$ 423,635,024**

At fiscal year end, the District's investment in capital assets for both governmental and business-type activities grew $1,328,098 to a total of $425 million (net of accumulated depreciation), representing a 0.3% increase over the prior fiscal year. The investment in capital assets includes land, construction-in-progress, buildings and improvements, land improvements, machinery and equipment and infrastructure. A majority of the construction in progress from the current fiscal year was due to the new Natural Resources facility, the Raymond Street tunnel project, Fabyan lighthouse, and Fabyan pedestrian bridge. The major projects that were completed consisted of the Tyler Creek bridge work, Freeman Kame grant project, and the completion of the Brunner Forest Preserve.

Among capital highlights for 2017 are the following projects:

- **Land Acquisitions**
  The District acquired two strategic parcels that totaled 100.3 acres during the fiscal year:
  - Mill Creek Greenway Property in Campton Township- 96.42 acres
  - Freeman Kame Property in Rutland Township- 3.88 acres

For more information on the District's capital assets, see note 3 for the financial statements on pages 28 – 29.

Long-Term Debt

At June 30, 2017, the District's total outstanding bonded debt decreased $28.6 million or 19.0% to $122.2 million, compared to $150.8 million in the previous fiscal year. This decrease reflects the retirement of debt.

The total outstanding debt includes $116.5 million in general obligation bonds, backed by the full faith and credit of the District. The debt service on the general obligation bonds will be repaid with property taxes. Within the fiscal year, the District refunded the remaining balance of the 2007 G.O. Bonds which resulted in saving taxpayers $10.1 million in interest expenses. Additionally, the District has $5.7 million in taxable general obligation bonds (alternate revenue source) outstanding. The annual amount to repay this debt is abated and the revenues generated from the business-type activities are used to repay the debt. These bonds were issued to build the suites and administrative offices at Northwestern Medicine Field.

The table below summarizes the District's bonded and similar indebtedness.

Table 4
Bonded and Similar Indebtedness
As of June 30, 2017 and 2016

	Governmental Activities		Business-type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Long-term Debt						
General Obligation Bonds	$ 116,465,000	$ 144,560,000	$ 5,740,000	$ 6,220,000	$ 122,205,000	$ 150,780,000
Total Long-term Debt	**$ 116,465,000**	**$ 144,560,000**	**$ 5,740,000**	**$ 6,220,000**	**$ 122,205,000**	**$ 150,780,000**

The District's computation of legal debt margin is subject to a statutory debt limitation of 2.3% of equalized assessed valuation. The schedule is shown on page 34. All of the District's outstanding debt issues have been given a credit rating of AA+ by Standard & Poor's. According to Standard & Poor's, the rating reflects the District's:

- History of positive financial operations that have enabled the District to build up very strong reserves;
- Participation in the deep and diverse Chicago metropolitan area economy;
- Strong income level and very strong per capita market value;
- And, moderate overall debt burden.

For more detailed information on the District's bonded and similar indebtedness, see note 3 in the notes to the financial statements on pages 30 – 34.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The District's elected and appointed officials considered many factors when setting the fiscal-year 2018 budget, including tax rates and fees that will be charged for its various activities. One of those factors is the economy. The District is faced with a similar economic environment as many of the other local municipalities are faced with, including inflation and unemployment rates.

CONTACTING THE DISTICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Ken Stanish, Director of Finance, Forest Preserve District of Kane County, 1996 South Kirk Road, Suite 320, Geneva, Illinois 60134.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

    Governmental Funds

    Proprietary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Statement of Net Position
June 30, 2017

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	$ 36,533,863	3,561,738	40,095,601
Receivables - Net of Allowances			
Property Taxes	14,831,678	-	14,831,678
Accounts	978,645	230,229	1,208,874
Interest	10,869	5,277	16,146
Due from Other Governments	1,203,662	-	1,203,662
Prepaids	5,959	-	5,959
Total Current Assets	53,564,676	3,797,244	57,361,920
Noncurrent Assets			
Capital Assets			
Nondepreciable	386,626,680	1,154,351	387,781,031
Depreciable	43,382,605	22,001,523	65,384,128
Accumulated Depreciation	(17,552,299)	(10,649,738)	(28,202,037)
Total Noncurrent Assets	412,456,986	12,506,136	424,963,122
Total Assets	466,021,662	16,303,380	482,325,042
DEFERRED OUTFLOWS OF RESOURCES			
Loss on Refunding	2,785,622	268,530	3,054,152
Deferred Items - IMRF	1,104,388	-	1,104,388
Total Deferred Outflows of Resources	3,890,010	268,530	4,158,540
Total Assets and Deferred Outflows of Resources	469,911,672	16,571,910	486,483,582

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	$ 930,122	-	930,122
Accrued Payroll	193,806	-	193,806
Other Payables	660,832	-	660,832
Retainage Payable	112,200	-	112,200
Deposits Payable	-	15,000	15,000
Accrued Interest Payable	196,783	5,951	202,734
Current Portion of Long-Term Liabilities	19,572,875	465,000	20,037,875
Total Current Liabilities	21,666,618	485,951	22,152,569
Noncurrent Liabilities			
Compensated Absences Payable	221,389	-	221,389
Net Pension Liability - IMRF	2,218,594	-	2,218,594
Net Other Post-Employment Benefits Obligation Payable	275,211	-	275,211
General Obligation Bonds Payable - Net	109,286,875	5,275,000	114,561,875
Total Noncurrent Liabilities	112,002,069	5,275,000	117,277,069
Total Liabilities	133,668,687	5,760,951	139,429,638
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	29,153,961	-	29,153,961
Deferred Items - IMRF	17,358	-	17,358
Unamortized Gain on Refunding	720,092	-	720,092
Total Deferred Inflows of Resources	29,891,411	-	29,891,411
Total Liabilities and Deferred Inflows of Resources	163,560,098	5,760,951	169,321,049
NET POSITION			
Net Investment in Capital Assets	285,718,113	7,034,666	292,752,779
Restricted - Illinois Municipal Retirement	228,082	-	228,082
Restricted - Liability Insurance	455,269	-	455,269
Restricted - Social Security	210,303	-	210,303
Restricted - Debt Service	2,412,309	-	2,412,309
Restricted - Fox River Trust	77,789	-	77,789
Restricted - Fabyan Causeway	427,611	-	427,611
Restricted - Capital Projects	1,918,992	-	1,918,992
Unrestricted	14,903,106	3,776,293	18,679,399
Total Net Position	306,351,574	10,810,959	317,162,533

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Statement of Activities
For the Fiscal Year Ended June 30, 2017

		Program Revenues		
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	$ 9,139,167	2,618,956	-	20,000
Land Acquisition and Development	1,885,143	-	-	864,900
Interest on Long-Term Debt	3,659,510	-	-	-
Total Governmental Activities	14,683,820	2,618,956	-	884,900
Business-Type Activities				
Cultural and Events Center	922,636	725,769	-	-
Total Primary Government	15,606,456	3,344,725	-	884,900

General Revenues
Taxes
Property
Replacement Taxes
Interest
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		
Primary Government		
Governmental Activities	Business-Type Activities	Totals
(6,500,211)	-	(6,500,211)
(1,020,243)	-	(1,020,243)
(3,659,510)	-	(3,659,510)
(11,179,964)	-	(11,179,964)
-	(196,867)	(196,867)
(11,179,964)	(196,867)	(11,376,831)
35,308,210	-	35,308,210
345,809	-	345,809
248,755	13,633	262,388
935,597	-	935,597
36,838,371	13,633	36,852,004
25,658,407	(183,234)	25,475,173
280,693,167	10,994,193	291,687,360
306,351,574	10,810,959	317,162,533

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Balance Sheet - Governmental Funds
June 30, 2017

	General	Debt Service
ASSETS		
Cash and Investments	$ 10,068,682	13,414,021
Receivables - Net of Allowances		
Property Taxes	2,842,757	11,524,465
Accounts	379,267	318,134
Interest	5,277	5,592
Due from Other Governments	-	-
Prepaids	5,959	-
Total Assets	13,301,942	25,262,212
LIABILITIES		
Accounts Payable	603,541	-
Accrued Payroll	193,806	-
Deposits Payable	112,200	-
Other Payables	233,221	-
Total Liabilities	1,142,768	-
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	5,587,879	22,653,120
Total Liabilities and Deferred Inflows of Resources	6,730,647	22,653,120
FUND BALANCES		
Nonspendable	5,959	-
Restricted	-	2,609,092
Assigned	-	-
Unassigned	6,565,336	-
Total Fund Balances	6,571,295	2,609,092
Total Liabilities, Deferred Inflows of Resources and Fund Balances	13,301,942	25,262,212

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

Capital Projects			
Construction and Development	Land Acquisition	Nonmajor	Totals
9,753,421	1,934,979	1,362,760	36,533,863
57,333	-	407,123	14,831,678
184,542	57,698	39,004	978,645
-	-	-	10,869
78,662	1,125,000	-	1,203,662
-	-	-	5,959
10,073,958	3,117,677	1,808,887	53,564,676
207,163	4,450	114,968	930,122
-	-	-	193,806
-	-	-	112,200
427,611	-	-	660,832
634,774	4,450	114,968	1,896,960
112,697	-	800,265	29,153,961
747,471	4,450	915,233	31,050,921
-	-	-	5,959
2,424,392	-	893,654	5,927,138
6,902,095	3,113,227	-	10,015,322
-	-	-	6,565,336
9,326,487	3,113,227	893,654	22,513,755
10,073,958	3,117,677	1,808,887	53,564,676

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Reconciliation of Total Governmental Fund Balance to Net Position - Governmental Activities

June 30, 2017

Total Governmental Fund Balances	$ 22,513,755
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.	412,456,986
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	1,087,030
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(276,736)
Net Pension Liability - IMRF	(2,218,594)
Net Other Post-Employment Benefit Obligation Payable	(275,211)
General Obligation Bonds Payable	(116,465,000)
Unamortized Premium on Bonds Payable	(12,339,403)
Unamortized Gain on Bond Refunding	(720,092)
Unamortized Loss on Bond Refunding	2,785,622
Accrued Interest Payable	(196,783)
Net Position of Governmental Activities	306,351,574

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended June 30, 2017

See Following Page

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended June 30, 2017

	General	Debt Service
Revenues		
Taxes	$ 5,668,929	28,939,514
Licenses, Permits and Fees	10,000	-
Intergovernmental	20,000	-
Charges for Services	2,177,554	-
Fines and Forfeitures	17,648	-
Interest	50,561	105,023
Miscellaneous	142,375	-
Total Revenues	8,087,067	29,044,537
Expenditures		
Current		
General Government	7,056,801	-
Land Acquisition and Development	-	-
Capital Outlay	384,516	-
Debt Service		
Principal Retirement	-	22,455,000
Interest and Fiscal Charges	-	6,428,129
Total Expenditures	7,441,317	28,883,129
Excess (Deficiency) of Revenues Over (Under) Expenditures	645,750	161,408
Other Financing Sources (Uses)		
Debt Issuance	-	56,810,000
Premium on Debt Issuance	-	8,370,096
Payment to Escrow Agent	-	(64,999,738)
Transfers In	-	-
Transfers Out	-	(2,300,000)
	-	(2,119,642)
Net Change in Fund Balances	645,750	(1,958,234)
Fund Balances - Beginning	5,925,545	4,567,326
Fund Balances - Ending	6,571,295	2,609,092

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

Capital Projects			
Construction and Development	Land Acquisition	Nonmajor	Totals
112,275	-	933,301	35,654,019
-	-	-	10,000
113,575	751,325	-	884,900
413,754	-	-	2,591,308
-	-	-	17,648
70,732	12,726	9,713	248,755
52,898	737,324	3,000	935,597
763,234	1,501,375	946,014	40,342,227
631,720	48,683	982,391	8,719,595
601,646	-	-	601,646
147,652	2,898,687	-	3,430,855
-	-	-	22,455,000
-	-	-	6,428,129
1,381,018	2,947,370	982,391	41,635,225
(617,784)	(1,445,995)	(36,377)	(1,292,998)
-	-	-	56,810,000
-	-	-	8,370,096
-	-	-	(64,999,738)
-	2,300,000	-	2,300,000
-	-	-	(2,300,000)
-	2,300,000	-	180,358
(617,784)	854,005	(36,377)	(1,112,640)
9,944,271	2,259,222	930,031	23,626,395
9,326,487	3,113,227	893,654	22,513,755

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Activities

For the Fiscal Year Ended June 30, 2017

Net Change in Fund Balances - Total Governmental Funds	$	(1,112,640)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital Outlays		3,343,494
Depreciation Expense		(1,227,586)
Disposals - Costs		(62,734)
The net effect of deferred outflows (inflows) of resources related to the pensions not reported in the funds.		
Change in Deferred Items - IMRF		(243,117)
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.		
Increase to Compensated Absences Payable		(3,912)
Increase to Net Pension Liability - IMRF		(46,319)
Increase to Net Other Post-Employment Benefit Obligations		(32,040)
Retirement of General Obligation Bonds Payable		87,257,527
Issuance of Loss on Bond Refunding		2,549,738
Issuance of Unamortized Premium on Bond Refunding		(8,370,096)
Amotization of Gain on Bond Refunding		720,091
Amotization of Loss on Bond Refunding		(348,940)
Issuance of Debt		(56,810,000)
Changes to accrued interest on long-term debt in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		44,941
Changes in Net Position of Governmental Activities		25,658,407

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Statement of Net Position - Proprietary Funds
June 30, 2017

	Business-Type Activities Cultural and Events Center
ASSETS	
Current Assets	
Cash and Investments	$ 3,561,738
Receivables - Net of Allowances	
Accounts	230,229
Interest	5,277
Total Current Assets	3,797,244
Noncurrent Assets	
Capital Assets	
Nondepreciable	1,154,351
Depreciable	22,001,523
Accumulated Depreciation	(10,649,738)
Total Noncurrent Assets	12,506,136
Total Assets	16,303,380
DEFERRED OUTFLOWS OF RESOURCES	
Loss on Refunding	268,530
Total Assets and Deferred Outflows of Resources	16,571,910
LIABILITIES	
Current Liabilities	
Deposits Payable	15,000
Accrued Interest Payable	5,951
General Obligation Bonds Payable	465,000
Total Current Liabilities	485,951
Noncurrent Liabilities	
General Obligation Bonds Payable - Net	5,275,000
Total Liabilities	5,760,951
NET POSITION	
Net Investment in Capital Assets	7,034,666
Unrestricted	3,776,293
Total Net Position	10,810,959

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds
For the Fiscal Year Ended June 30, 2017

	Business-Type Activities
	Cultural and Events Center
Operating Revenues	
Charges for Services	$ 725,769
Operating Expenses	
Operations	21,584
Depreciation and Amortization	749,488
Total Operating Expenses	771,072
Operating (Loss)	(45,303)
Nonoperating Revenues (Expenses)	
Interest Income	13,633
Interest Expense	(151,564)
	(137,931)
Change in Net Position	(183,234)
Net Position - Beginning	10,994,193
Net Position - Ending	10,810,959

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

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended June 30, 2017

	Business-Type Activities
	Cultural and Events Center
Cash Flows from Operating Activities	
Receipts from Customers and Users	$ 840,823
Payments to Suppliers	(22,378)
	818,445
Cash Flows from Capital and Related Financing Activities	
Principal Payments	(480,000)
Interest Expense	(151,564)
	(631,564)
Cash Flows from Investing Activities	
Interest Received	13,633
Net Change in Cash and Cash Equivalents	200,514
Cash and Cash Equivalents - Beginning	3,361,224
Cash and Cash Equivalents - Ending	3,561,738
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(45,303)
Adjustments to Reconcile Operating Income Income to Net Cash Provided by (Used in) Operating Activities:	
Depreciation and Amortization	749,488
(Increase) Decrease in Current Assets	115,054
Increase (Decrease) in Current Liabilities	(794)
Net Cash Provided by Operating Activities	818,445

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The government-wide financial statements of the Forest Preserve District of Kane County (the District), Illinois, 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 District's accounting policies established in GAAP and used by the District are described below.

REPORTING ENTITY

The District's financial reporting entity comprises the following:

Primary Government:	Forest Preserve District of Kane County

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity. However, the District is considered to be a component unit of Kane County since the Board of the District is the same as the County.

BASIS OF PRESENTATION

Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District's public improvements, development, culture and recreation, and general administrative services are classified as governmental activities. The District's cultural and events center activities are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations.

The District's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions and business-type activities. The functions are supported by general government revenues (property, personal property taxes, certain intergovernmental revenues, fines, permits and charges for services, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, permits and charges for services, etc.).

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

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
>
> Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

General fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District maintains three nonmajor special revenue funds.

Debt service fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is reported as a major fund.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The District maintains two major capital projects funds, the Construction and Development Fund, and the Land Acquisition Fund. The Construction and Development Fund is used to account for revenues derived primarily from local property taxes and grants. The Land Acquisition Fund is used to account for revenues derived from grants and earnings on investments. Additional funding is provided by bond proceeds.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity is (a) financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The District maintains one major proprietary fund, the Cultural and Events Center Fund which is used to account for the activities of the Cultural and Events Center. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and related debt service.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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

All proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The District recognizes property taxes when they become both measurable and available in accordance with

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

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

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's enterprise funds are charges to customers for sales and services. The District also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, and cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes. Business-type activities report utility charges as their major receivables.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Prepaids

Prepaids are valued at cost, which approximates market. The cost of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements.

Capital Assets

Capital assets purchased or acquired with an original cost of $50,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated acquisition value on the date donated.

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

Buildings and Improvements	25 - 50 Years
Machinery and Equipment	5 - 10 Years
Infrastructure	40 - 50 Years
Land Improvements	25 - 30 Years

Deferred Outflows/Inflows of Resources

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

Compensated Absences

The District accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. 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 and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Long-Term Obligations

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

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

Net Position

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

> Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
>
> Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.
>
> Unrestricted – All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets."

BUDGETARY INFORMATION

Annual appropriated budgets, as required by state statutes, are adopted on a basis consistent with generally accepted accounting principles for the General, Special Revenues, Debt Service, and Capital Projects Funds. All annual appropriations lapse at year end for all funds.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION – Continued

A proposed budget is prepared by management and presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations. The budget is legally enacted through passage of an appropriations ordinance.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The appropriated budget is prepared by fund, function, organizational unit, activity, character, and line-item. No supplemental appropriations were made throughout the year. The amounts reported in the financial statements and required supplementary information are the original appropriation and the final amended appropriation. State law mandates that the legal level of budgetary control be at the fund level.

The following funds had an excess of actual expenditures/expenses, exclusive of depreciation, over budget as of the date of this report:

Fund	Excess
Debt Service	$ 486,954
Illinois Municipal Retirement	2,487
Insurance Liability	6,323
Cultural and Events Center	20,584

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS UNDER THE CUSTODY OF THE COUNTY

The County's investment policies are established by the Kane County. The Treasurer is authorized to invest in obligations of the U.S. Treasury, backed by the full faith and credit of the U.S. Government, certificates of deposit issued by commercial banks and savings and loan associations, and commercial paper rated within the three highest classifications by at least two standard rating services (subject to certain limitations).

The County's Office operates as a non-rated, external investment pool. The fair value of the District's investment in the County's pool is determined by the District's proportionate share of the fair value of the investments held by the County's Office.

The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. As of June 30, 2017, the fair value of all investments held by the County's Office was $224,345,301 and the fair value of the District's proportionate share of the pool was $367,085.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS IN THE CUSTODY OF THE DISTRICT – Continued

Because all cash and investments are pooled by a separate legal governmental agency (County), categorization by risk category is not determinable. Further information about whether investments are insured, collateralized, or uncollateralized is available from the County's financial statements.

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the District's funds. The District's investment policy authorizes the District to invest in all investments allowed by Illinois Compiles Statutes.

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

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

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

Deposits. At year-end, the carrying amount of the District's deposits for governmental and business-type activities totaled $2,557,467 and the bank balances totaled $2,646,129. In addition, the District has $35,268,770 invested in the Illinois Metropolitan Investment Fund at year-end, with an average maturity of one year to three years.

Investments. The Fund has the following investment fair values and maturities:

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Notes	$ 450,134	249,790	200,344	-	-
U.S. Agency Obligations	1,452,145	44,869	1,407,276	-	-
	1,902,279	294,659	1,607,620	-	-

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS IN THE CUSTODY OF THE DISTRICT – Continued

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

The District has the following recurring fair value measurements as of June 30, 2017:

- U.S. Treasury Notes of $450,134 are valued using quoted market prices (Level 1 inputs)
- U.S. Agency Obligations of $1,452,145 are valued using quoted market prices (Level 2 inputs)
- $35,268,770 invested in 2a7-like investment pools that are measured at the net asset value per share determined by the pool.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District limits its exposure to credit risk by primarily investing in external investment pools. At year-end, the Fund's investments in U.S. Government and Agency securities were all rated AA+ to AAA by Standard & Poor's. The Illinois Metropolitan Investment Trust Convenience Fund is not rated and the Illinois Metropolitan Investment Trust 1-3 Year Fund is rated Aaa by Moody's.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The policy requires that all bank deposits in excess of FDIC insurance be collateralized at 105% with collateral held by the District with an independent third party or the Federal Reserve Bank. At year-end, the District's bank balances were fully collateralized or insured.

For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy requires pledging of collateral for all investments in excess of federal depository insurance, at an amount not less than 102% of the fair market value of the funds secured, with the collateral held by an independent third party custodian in the name of the District.

Concentration Risk. This is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy requires diversification of investments to avoid unreasonable risk. With the exception of U.S. Treasury securities, authorized pools and bond proceeds investment trusts, no more than 50% of the District's portfolio may be invested in any single financial institution. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

PROPERTY TAXES

Property taxes for 2016 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments, on or about May 1 and August 1. The County collects such taxes and remits them periodically.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 383,036,774	2,872,948	62,734	385,846,988
Construction in Progress	1,634,236	401,054	1,255,598	779,692
	384,671,010	3,274,002	1,318,332	386,626,680
Depreciable Capital Assets				
Buildings and Improvements	16,582,135	-	-	16,582,135
Machinery and Equipment	1,182,727	69,492	-	1,252,219
Infrastructure	24,292,653	1,255,598	-	25,548,251
	42,057,515	1,325,090	-	43,382,605
Less Accumulated Depreciation				
Buildings and Improvements	4,046,755	445,052	-	4,491,807
Machinery and Equipment	763,492	94,184	-	857,676
Infrastructure	11,514,466	688,350	-	12,202,816
	16,324,713	1,227,586	-	17,552,299
Total Net Depreciable Capital Assets	25,732,802	97,504	-	25,830,306
Total Net Capital Assets	410,403,812	3,371,506	1,318,332	412,456,986

Depreciation expense was charged to governmental activities as follows:

General Government	$ 94,184
Land Acquisition and Development	1,133,402
	1,227,586

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	$ 1,154,351	-	-	1,154,351
Depreciable Capital Assets				
Buildings and Improvements	19,571,990	-	-	19,571,990
Machinery and Equipment	213,198	-	-	213,198
Land Improvements	2,216,335	-	-	2,216,335
	22,001,523	-	-	22,001,523
Less Accumulated Depreciation				
Buildings and Improvements	7,970,237	679,081	-	8,649,318
Machinery and Equipment	213,198	-	-	213,198
Land Improvements	1,741,227	45,995	-	1,787,222
	9,924,662	725,076	-	10,649,738
Total Net Depreciable Capital Assets	12,076,861	(725,076)	-	11,351,785
Total Net Capital Assets	13,231,212	(725,076)	-	12,506,136

Depreciation expense was charged to business-type activities as follows:

Cultural and Events Center	$ 725,076

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Land Acquisition	Debt Service	$ 2,300,000

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

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT

General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds have been issued for governmental and business-type activities. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
$85,000,000 General Obligation Bonds of 2007, due in annual installments of $800,000 to $9,125,000 plus interest at 4.25% to 5.00% through December 15, 2017.	$ 69,150,000	-	62,450,000 * 2,625,000	4,075,000
$8,000,000 Taxable General Obligation (Alternate Revenue Source) Bonds of 2008, due in annual installments of $270,000 to $650,000 plus interest at 4.50% to 5.95% through December 15, 2016.	360,000	-	360,000	-
$30,000,000 General Obligation Bonds of 2011A, due in annual installments of $540,000 to $2,250,000 plus interest at 3.00% to 4.50% through December 15, 2031.	26,035,000	-	1,195,000	24,840,000
$21,235,000 General Obligation Limited Tax Refunding Bonds of 2011B, due in annual installments of $585,000 to $3,215,000 plus interest at 3.00% to 5.00% through December 15, 2019.	9,715,000	-	2,835,000	6,880,000
$65,200,000 General Obligation Refunding Bonds of 2012, due in annual installments of $8,780,000 to $15,800,000 plus interest at 4.00% through December 15, 2017.	24,580,000	-	15,800,000	8,780,000

* Refunded

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
$8,245,000 General Obligation Limited Tax Refunding Bonds of 2015A, due in annual installments of $1,240,000 to $1,830,000 plus interest at 3.00% through December 15, 2025.	$ 8,245,000	-	-	8,245,000
$1,110,000 General Obligation Refunding Bonds of 2015B, due in one installment of $1,110,000 plus interest at 3.00% through December 15, 2019.	1,110,000	-	-	1,110,000
$5,725,000 General Obligation Limited Tax Refunding Bonds of 2016A, due in annual installments of $425,000 to $2,000,000 plus interest at 5.00% through December 15, 2025.	5,725,000	-	-	5,725,000
$5,860,000 Taxable General Obligation (Alternate Revenue Source) Bonds of 2016B, due in annual installments of $120,000 to $590,000 plus interest at 2.00% to 3.15% through December 15, 2027.	5,860,000	-	120,000	5,740,000
$56,810,000 General Obligation Refunding Bonds of 2016C, due in annual installments of $4,080,000 to $8,310,000 plus interest at 3.00% to 5.00% through December 15, 2026.	-	56,810,000	-	56,810,000
	150,780,000	56,810,000	85,385,000	122,205,000

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	$ 272,824	7,824	3,912	276,736	55,347
Net Pension Liability - IMRF	2,172,275	46,319	-	2,218,594	-
Net Other Post-Employment Benefits Obligation	243,171	32,040	-	275,211	-
General Obligation Bonds	144,560,000	56,810,000	84,905,000	116,465,000	17,165,000
Unamortized Item:					
Premium	6,321,834	8,370,096	2,352,527	12,339,403	2,352,528
	153,570,104	65,266,279	87,261,439	131,574,944	19,572,875
Business-Type Activities					
General Obligation Bonds	6,220,000	-	480,000	5,740,000	465,000

For governmental activities, payments on the compensated absences, the net pension liability, and the net other post-employment benefits obligation are made by the General Fund. The Debt Service Fund makes payments on the general obligation bonds.

For the business-type activities, the general obligation bonds are liquidated by the Cultural and Events Center Fund.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

	Governmental Activities		Business-Type Activities	
	General Obligation Bonds		General Obligation Bonds	
Fiscal Year	Principal	Interest	Principal	Interest
2018	$ 17,165,000	4,380,675	465,000	138,183
2019	8,565,000	3,853,200	475,000	128,782
2020	8,835,000	3,479,975	485,000	119,182
2021	8,400,000	3,088,925	495,000	109,382
2022	9,125,000	2,664,700	505,000	99,256
2023	9,905,000	2,220,150	515,000	88,158
2024	10,710,000	1,753,825	530,000	75,610
2025	11,575,000	1,324,650	545,000	60,810
2026	12,305,000	940,475	560,000	44,235
2027	9,685,000	588,600	575,000	27,210
2028	1,845,000	397,650	590,000	9,293
2029	1,935,000	320,841	-	-
2030	2,030,000	237,794	-	-
2031	2,135,000	147,953	-	-
2032	2,250,000	50,625	-	-
Totals	116,465,000	25,450,038	5,740,000	900,101

Defeased Debt

On September 8, 2016, the District issued $56,810,000 par value General Obligation Refunding Bond, Series of 2016C to refund $62,450,000 of the General Obligation Bond Series of 2007. The District defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through this refunding, the District reduced its total debt service by $11,186,088 and obtained an economic gain of $10,144,503.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "…a district with a population of less than 500,000 may not become indebted in any manner or for any purpose to an amount including existing indebtedness in the aggregate exceeding 2.3% of the assessed value of the taxable property therein, as ascertained by the last equalized assessment for State and county purposes."

Assessed Valuation - 2016	$ 13,095,577,848
Legal Debt Limit - 2.30% of Assessed Value	301,198,291
Amount of Debt Applicable to Limit General Obligation Bonds	116,465,000
Legal Debt Margin	184,733,291

FUND BALANCE/NET POSITION

Fund Balance Classifications

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

Assigned Fund Balance. The District reports assigned fund balance in the Construction and Development Fund and in the Land Acquisition Fund, both major funds. The District's Board/Finance Director, under authorization assigned in the District's fund balance policy, has assigned these funds to future District improvement projects and equipment, vehicle, or land purchases based on approved Board/management expenditures as determined through passing an ordinance.

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE/NET POSITION – Continued

Fund Balance Classifications – Continued

Minimum Fund Balance Policy. The District has established a minimum fund balance policy for its General, Social Security, Illinois Municipal Retirement, and Insurance Liability Funds. Under the policy, the target fund balance for the General Fund should represent six months of operating expenditures. For the remaining funds, the target fund balance should represent three to six months of expenditures.

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

			Capital Projects			
	General	Debt Service	Construction and Development	Land Acquisition	Nonmajor	Totals
Fund Balances						
Nonspendable						
Prepaids	$ 5,959	-	-	-	-	5,959
Restricted						
Illinois Municipal Retirement	-	-	-	-	228,082	228,082
Liability Insurance	-	-	-	-	455,269	455,269
Social Security	-	-	-	-	210,303	210,303
Debt Service	-	2,609,092	-	-	-	2,609,092
Fox River Trust	-	-	77,789	-	-	77,789
Fabyan Causeway	-	-	427,611	-	-	427,611
Capital Projects	-	-	1,918,992	-	-	1,918,992
	-	2,609,092	2,424,392	-	893,654	5,927,138
Assigned						
Capital Projects	-	-	6,902,095	3,113,227	-	10,015,322
Unassigned	6,565,336	-	-	-	-	6,565,336
Total Fund Balances	6,571,295	2,609,092	9,326,487	3,113,227	893,654	22,513,755

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE/NET POSITION – Continued

Net Position Classifications

Net investment in capital assets was comprised of the following as of June 30, 2017:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	$ 412,456,986
Plus: Loss on Refunding	2,785,622
Less Capital Related Debt:	
General Obligation Bonds of 2007	(4,075,000)
General Obligation Bonds of 2011A	(24,840,000)
General Obligation Limited Tax Refunding Bonds of 2011B	(6,880,000)
General Obligation Refunding Bonds of 2012	(8,780,000)
General Obligation Limited Tax Refunding Bonds of 2015A	(8,245,000)
General Obligation Refunding Bonds of 2015B	(1,110,000)
General Obligation Limited Tax Refunding Bonds of 2016A	(5,725,000)
General Obligation Refunding Bonds of 2016C	(56,810,000)
Unamortized Premium	(12,339,403)
Unamortized Gain on Refunding	(720,092)
Net Investment in Capital Assets	285,718,113
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	12,506,136
Plus: Loss on Refunding	268,530
Less Capital Related Debt:	
Taxable General Obligation (Alternate Revenue Source) Bonds of 2016B	(5,740,000)
Net Investment in Capital Assets	7,034,666

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

Park District Risk Management Agency (PDRMA)

The District is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and net income losses. Employee health coverage is provided through the County by independent third parties "equivalent to third party indemnity," for which the district provides reimbursement. Since 2007, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period January 1, 2017 through January 1, 2018:

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	$250,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	$1,000	$1,000,000	$200,000,000/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/Builders Risk	$1,000	Included	$25,000,000
Business Interruption, Rental			
Income, Tax Income Combined	$1,000		$100,000,000/Reported Values
			$500,000/$2,500,000/Non-Reported Values
Service Interruption	24 Hours	N/A	$25,000,000
Boiler and Machinery			$100,000,000 Equipment Breakdown
Property Damage	$1,000	$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	$1,000	$24,000	$2,000,000/Occurrence
Seasonal Employees	$1,000	$9,000	$1,000,000/Occurrence
Blanket Bond	$1,000	$24,000	$2,000,000/Occurrence
WORKERS COMPENSATION			
Employers Liability	N/A	$500,000	Statutory
		$500,000	$3,500,000 Employers Liability

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
LIABILITY			
General	None	$500,000	$21,500,000/Occurrence
Auto Liability	None	$500,000	$21,500,000/Occurrence
Employment Practices	None	$500,000	$21,500,000/Occurrence
Public Officials' Liability	None	$500,000	$21,500,000/Occurrence
Law Enforcement Liability	None	$500,000	$21,500,000/Occurrence
Uninsured/Underinsured Motorists	None	$500,000	$1,000,000/Occurrence
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	24 Hours	N/A	$15,000 per Day
			$1,000,000 Aggregate Policy Limit
INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA			
LIABILITY COVERAGE			
Information Security & Privacy			
Liability	None	$100,000	$2,000,000/Occurrence/Annual Aggregate
Privacy Notification, Costs	None	$100,000	$500,000/Occurrence/Annual Aggregate
Regulatory Defense & Penalties	None	$100,000	$2,000,000/Occurrence/Annual Aggregate
Website Media Content Liability	None	$100,000	$2,000,000/Occurrence/Annual Aggregate
Cyber Extortion	None	$100,000	$2,000,000/Occurrence/Annual Aggregate
Data Protection & Business			
Interruption	$1,000	$100,000	$2,000,000/Occurrence/Annual Aggregate
First Party Business Interruption	8 Hours	$100,000	$50,000 Hourly Sublimit/$50,000 Forensic
			Exp./$150,000 Dependent Bus. Interruption
VOLUNTEER MEDICAL ACCIDENT			
Volunteer Medical Accident	None	$5,000	$5,000 Medical Expense and AD&D
			Excess of any other Collectible Insurance
UNDERGROUND STORAGE TANK LIABILITY			
Underground Storage Tank Liability	None	N/A	$10,000, Follows Illinois Leaking
			Underground Tank Fund
UNEMPLOYMENT COMPENSATION			
Unemployment Compensation	N/A	N/A	Statutory

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

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

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

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

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2016 and the statement of revenues and expenses for the period ending December 31, 2016.

Assets	$62,209,572
Deferred Outflows of Resources – Pension	1,117,312
Liabilities	23,580,657
Deferred Inflows of Resources – Pension	34,088
Total Net Position	39,712,139
Revenues	20,508,977
Expenditures	21,505,049

The District's portion of the overall equity in the pool is (0.042%) or ($16,641).

Since 92.44% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

CONTINGENT LIABILITIES

Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

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 District expects such amounts, if any, to be immaterial.

RELATED PARTY TRANSACTIONS

The elected members of the Kane County Board also serve as the governing Board for the District. Related party transactions with the County of Kane (the County) as of and during the year ended June 30, 3014 were as follows: The District purchased various services from the County which include processing, photocopying, personnel, computer services, and 911 dispatching services. The total paid for these services was $126,516 for the year ended June 30, 2017.

CULTURAL AND EVENTS CENTER

The District owns and operates an event stadium (Cultural and Events Center). The Kane County Cougars, a minor league baseball team, (the "Cougars") is the primary licensee at the stadium. In May 2014, the District has entered into a new license agreement with the Cougars for use of the stadium and into an agreement to resolve the dispute with minority owners. Under the lease agreement, the District receives a base quarterly fee of $175,000 for a total annual amount of $700,000. In addition, the percentage license fee shall be 12% of gross revenue received in excess of $8,250,000 to $13,250,000 in any calendar year. The agreement expires September 2033. The District began receiving payments for the minority owners' dispute agreement beginning in December 2014 and will continue until December 2033. The two minority owners will each pay $12,500 a year. This results in total payments form each minority owner of $250,000. These agreements relieved any receivable balances owed to the District from past license agreements. The minimum future payments under this agreement are as follows:

Fiscal Year	Minimum License Fees
2018	$ 725,000
2019	725,000
2020	725,000
2021	725,000
2022	725,000
2023 - 2027	3,625,000
2028 - 2032	3,362,500
2033 - 2034	1,292,500

NOTE 4 – OTHER INFORMATION – Continued

SERVICE CONCESSION ARRANGEMENT FOR GOLF COURSES

Effective April 1, 2002, the District entered into two agreements with management companies for the District's three golf courses, under which the companies will operate and collect user fees through March 31, 2017. The District will receive installment payments over the course of the arrangement; the present value of these installment payments was estimated to be $4,227,814 as of the inception of the agreement. The management companies will pay the District 14.5% of the revenues earned from the operation of the golf courses or $190,000 per agreement, whichever is greater. Any excess revenue beyond the minimum payments is considered revenue when collected. The management companies are required to operate and maintain the golf course in accordance with the agreements. The District reports the golf courses and related assets as a capital asset with a carrying amount of $5,922,196 as of June 30, 2017 and reports a receivable and deferred inflow of resources on the statement of net position for governmental activities in the amount of $0 at June 30, 2017 pursuant to the service concession arrangement.

FOX RIVER TRUST AGREEMENT

The District entered into an agreement with the Elgin Riverboat Resort to act as trustee for the Fox River Trust. As trustee, the District is required to hold, manage, and invest contributions received under the agreement. The contributions and earnings thereon are required to be used for purposes beneficial to the Fox River, its animal and plant life, or properties immediately adjoining the banks of the river.

Under the agreement, the District received twelve annual contributions of $500,000 through the fiscal year ending 2007. The agreement was fulfilled during fiscal year ended 2007, and the balance of unexpended amounts received under the agreement is reported as restricted fund balance/net position.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The District contributes to one defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions, and employer contributions for the plan are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue 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.

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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.

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.

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2016, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	61
Inactive Plan Members Entitled to but not yet Receiving Benefits	73
Active Plan Members	84
Total	218

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2016 was 10.31% of covered payroll.

Net Pension Liability. The District's net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2016, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.50%
Salary Increases	3.75% to 14.50%
Cost of Living Adjustments	2.75%
Inflation	2.75%

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions - Continued. For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality tables was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Discount Rate

The discount rate used to measure the total pension liability was 7.50% and the discount rate used in the prior valuation was 7.49%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net Pension Liability	$ 4,609,424	2,218,594	329,051

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2015	$ 14,284,552	12,112,277	2,172,275
Changes for the year:			
Service Cost	398,240	-	398,240
Interest on the Total Pension Liability	1,065,095	-	1,065,095
Difference Between Expected and Actual Experience of the Total Pension Liability	56,512	-	56,512
Changes of Assumptions	(21,962)	-	(21,962)
Contributions - Employer	-	402,003	(402,003)
Contributions - Employees	-	175,461	(175,461)
Net Investment Income	-	845,846	(845,846)
Benefit Payments, including Refunds of Employee Contributions	(526,894)	(526,894)	-
Other (Net Transfer)	-	28,256	(28,256)
Net Changes	970,991	924,672	46,319
Balances at December 31, 2016	15,255,543	13,036,949	2,218,594

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

For the year ended December 31, 2016, the District recognized pension expense of $700,222. At December 31, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	$ 122,751	-	122,751
Changes of Assumptions	153,287	(17,358)	135,929
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	626,940	-	626,940
Total Pension Expense to be Recognized in Future Periods	902,978	(17,358)	885,620
Pension Contributions Made Subsequent to the Measurement Date	201,410	-	201,410
Total Deferred Amounts Related to Pensions	1,104,388	(17,358)	1,087,030

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 of Resources
2018	$ 351,961
2019	304,157
2020	210,817
2021	18,685
2022	-
Thereafter	-
Total	885,620

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS

Plan Descriptions, Provisions and Funding Policies

In addition to providing the pension benefits described, the District provides post-employment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District's governmental activities.

The District provides post-employment health insurance and dental benefits to retirees and their spouses. To be eligible for benefits, the employee must be at a minimum age of 55 and have at least fifteen years of service at the District.

All health care benefits are provided through the District's purchased employee health insurance plan. The benefit levels for retirees are the same as those afforded to active employees, which creates an implicit subsidy. The retirees pay the blended premium. Benefits include general inpatient and outpatient medical services; dental care; and prescriptions. The benefits are provided until age 65 or whenever Medicare coverage becomes available.

At June 30, 2017, membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them.	1
Active Employees	73
Total	74
Participating Employers	1

The District is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation

The net OPEB obligation (NOPEBO) as of June 30, 2017, was calculated as follows:

Annual Required Contribution	$ 50,939
Interest on the NOPEBO	9,727
Adjustment to the ARC	(8,105)
Annual OPEB Cost	52,561
Actual Contribution	20,521
Change in the NOPEBO	32,040
NOPEBO - Beginning	243,171
NOPEBO - Ending	275,211

Trend Information

The District's annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation are as follows:

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2015	$ 44,561	$ 12,809	28.74%	$ 214,762
2016	50,412	22,003	43.65%	243,171
2017	52,561	20,521	39.04%	275,211

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Actuarial Methods and Assumptions – Continued

In the June 30, 2016 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.00% investment rate or return and an initial healthcare trend rate of 7.80% with an ultimate healthcare inflation rate of 5.00%, a 2.50% price inflation assumption, a 4.00% wage inflation assumption. The actuarial value of assets was not determined as the District has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2017, was 30 years.

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2016, the date of the most recent actuarial valuation, was as follows:

Actuarial Accrued Liability (AAL)	$	492,877
Actuarial Value of Plan Assets	$	-
Unfunded Actuarial Accrued Liability (UAAL)	$	492,877
Funded Ratio (Actuarial Value of Plan Assets/AAL)		0.00%
Covered Payroll (Active Plan Members)	$	3,606,399
UAAL as a Percentage of Covered Payroll		13.67%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

SUBSEQUENT EVENT

On July 26, 2017, the District issued $40,000,000 of General Obligation Bonds, due in annual installments of $510,000 to $3,510,000, plus interest at 3.00% to 5.00% through December 15, 2037. The District also issued $10,000,000 of Taxable General Obligation Bonds, due in annual installments of $100,000 to $2,713,000, plus interest at 2.00% to 2.55% through December 15, 2023.

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 Funding Progress and Employer Contributions
  Other Post-Employment Benefit Plan

- Schedule of Employer Contributions
  Illinois Municipal Retirement Fund

- Schedule of Changes in the Employer's Net Pension Liability
  Illinois Municipal Retirement Fund

- Budgetary Comparison Schedule
  General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Other Post-Employment Benefit Plan

Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
June 30, 2017

Funding Progress

Actuarial Valuation Date Jun. 30,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2012	$ N/A	$ N/A	N/A	$ N/A	$ N/A	N/A
2013	-	342,246	0.00%	342,246	3,467,680	9.87%
2014	N/A	N/A	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A	N/A	N/A
2016	-	492,877	0.00%	492,877	3,606,399	13.67%
2017	N/A	N/A	N/A	N/A	N/A	N/A

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contributions	Percent Contributed
2012	$ 19,669	$ 38,940	50.51%
2013	21,632	40,887	52.91%
2014	12,084	40,887	29.55%
2015	12,809	43,340	29.55%
2016	22,003	48,980	44.92%
2017	20,521	50,939	40.29%

N/A - Not Available

The District is required to have the actuarial valuation performed triennially.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Employer Contributions
June 30, 2017

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	$ 365,169	$ 365,981	$ 812	$ 3,502,607	10.45%
2016	380,797	391,777	10,980	3,654,481	10.72%
2017	402,003	402,003	-	3,899,148	10.31%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	27 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMFR specific mortality table was used with fully generational projection scale MP-2014 (base year 2012).

Note:
This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
June 30, 2017

	12/31/2014	12/31/2015	12/31/2016
Total Pension Liability			
Service Cost	$ 407,646	390,283	398,240
Interest	894,416	989,377	1,065,095
Differences Between Expected and Actual Experience	14,986	128,412	56,512
Change of Assumptions	423,607	20,287	(21,962)
Benefit Payments, Including Refunds of Member Contributions	(450,962)	(480,710)	(526,894)
Net Change in Total Pension Liability			
Total Pension Liability - Beginning	1,289,693	1,047,649	970,991
	11,947,210	13,236,903	14,284,552
Total Pension Liability - Ending	13,236,903	14,284,552	15,255,543
Plan Fiduciary Net Position			
Contributions - Employer	$ 365,981	391,777	402,003
Contributions - Members	175,457	164,482	175,461
Net Investment Income	699,427	61,412	845,846
Benefit Payments, Including Refunds of Member Contributions	(450,962)	(480,710)	(526,894)
Other (Net Transfer)	33,843	(269,210)	28,256
Net Change in Plan Fiduciary Net Position	823,746	(132,249)	924,672
Plan Net Position - Beginning	11,420,780	12,244,526	12,112,277
Plan Net Position - Ending	12,244,526	12,112,277	13,036,949
Employer's Net Pension Liability	$ 992,377	2,172,275	2,218,594
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	92.50%	84.79%	85.46%
Covered-Employee Payroll	$ 3,502,607	3,654,481	3,899,148
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	28.33%	59.44%	56.90%

Note: This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			
	Budget			2016
	Original	Final	Actual	Actual
Revenues				
Taxes	$ 5,632,523	5,632,523	5,668,929	5,581,071
Licenses, Permits and Fees	16,000	16,000	10,000	10,000
Intergovernmental	15,000	15,000	20,000	9,540
Charges for Services	2,136,500	2,136,500	2,177,554	2,165,258
Fines and Forfeits	11,000	11,000	17,648	14,121
Interest	34,000	34,000	50,561	48,149
Miscellaneous	92,000	92,000	142,375	168,157
Total Revenues	7,937,023	7,937,023	8,087,067	7,996,296
Expenditures				
General Government	7,576,634	7,576,634	7,056,801	6,885,291
Capital Outlay	360,389	360,389	384,516	249,936
Total Expenditures	7,937,023	7,937,023	7,441,317	7,135,227
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	645,750	861,069
Other Financing (Uses)				
Transfers Out	-	-	-	(2,200,000)
Net Change in Fund Balance	-	-	645,750	(1,338,931)
Fund Balance - Beginning			5,925,545	7,264,476
Fund Balance - Ending			6,571,295	5,925,545

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedule – Enterprise Fund

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund is used to account for property tax revenues that are restricted for the payment of retirement benefits.

Insurance Liability Fund

The Insurance Liability Fund is used to account for property taxes that are restricted for the payment of insurance costs.

Social Security Fund

The Social Security Fund is used to account for property taxes that are restricted for the payment of retirement benefits.

DEBT SERVICE FUND

The Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

CAPITAL PROJECTS FUND

The Capital Projects Funds are used to account for all resources used for the acquisition of capital assets by the Village, except those financed by Proprietary and Trust Funds, including general and infrastructure capital assets.

Construction and Development Fund

The Construction and Development Fund is used to account for revenues derived primarily from local property taxes and grants.

Land Acquisition Fund

The Land Acquisition Fund is used to account for revenues derived from grants and earnings on investments. Additional funding is provided by bond proceeds.

ENTERPRISE FUNDS

The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Cultural and Events Center Fund

The Cultural and Events Center Fund is used to account for the activities of the Cultural and Events Center. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and related debt service.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			2016
	Budget			
	Original	Final	Actual	Actual
Taxes				
Property Taxes	$ 5,347,523	5,347,523	5,331,005	5,343,099
Personal Property Replacement Taxes	285,000	285,000	337,924	237,972
Total Taxes	5,632,523	5,632,523	5,668,929	5,581,071
Licenses, Permits and Fees	16,000	16,000	10,000	10,000
Intergovernmental				
Grants	15,000	15,000	20,000	9,540
Charges for Services				
Rental	1,467,500	1,467,500	1,473,890	1,457,067
Reservations	88,000	88,000	87,729	91,933
Camping Fees	201,000	201,000	257,647	222,594
Golf Course Fees	380,000	380,000	358,288	393,664
Total Charges for Services	2,136,500	2,136,500	2,177,554	2,165,258
Fines and Forfeitures				
Police Fines	11,000	11,000	17,648	14,121
Interest	34,000	34,000	50,561	48,149
Miscellaneous				
Nature Center Programs	17,000	17,000	6,015	13,137
Other	75,000	75,000	136,360	155,020
Total Miscellaneous	92,000	92,000	142,375	168,157
Total Revenues	7,937,023	7,937,023	8,087,067	7,996,296

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			
	Budget			2016
	Original	Final	Actual	Actual
General Government				
Personal Services				
Salaries				
Regular	$ 3,867,500	3,867,500	3,784,194	3,679,455
Part-Time	504,886	504,886	448,145	442,985
Overtime	44,694	44,694	27,288	17,746
Special Detail	3,500	3,500	1,925	2,450
Per Diem	8,500	8,500	8,220	9,780
	4,429,080	4,429,080	4,269,772	4,152,416
Contractual Services				
Conferences and Meetings	42,000	42,000	37,326	23,639
Vehicle Allowance	9,000	9,000	9,000	9,000
Audits and Management Services	27,600	27,600	24,400	26,900
Banking Services	1,500	1,500	2,291	1,490
Organization Support	95,000	95,000	95,750	94,500
Public Relations	78,500	78,500	59,808	78,916
Bench and Tree Program	5,000	5,000	3,401	5,317
Publication of Legal Notices	2,000	2,000	1,569	693
Insurance - Employees	718,600	718,600	702,241	672,040
Insurance - Retirees	3,000	3,000	673	658
Professional Fees	15,000	15,000	14,775	14,387
Telephone	78,600	78,600	72,202	75,900
Utilities	110,500	110,500	103,743	101,649
Consulting Service	6,250	6,250	12,114	4,367
Dispatch Services	30,875	30,875	30,874	29,404
Legal Fees	117,625	117,625	114,604	100,219
Association Dues	13,885	13,885	13,352	13,067
Tuition Reimbursement	2,500	2,500	-	1,175
Safety/Training	38,155	38,155	40,897	25,980
Employee Recruitment	23,850	23,850	26,385	22,338
Employee Recognition	17,618	17,618	17,670	18,239
Wellness and Coaching	5,300	5,300	5,563	3,129
Reforestation Program	60,000	60,000	45,715	71,394
Tree and Brush Thinning	100,000	100,000	87,705	87,710
Weed Management	140,000	140,000	151,906	71,283
Parkland Tree Revitalization Program	20,000	20,000	20,550	14,265
Donated Lands Management	10,000	10,000	-	7,000
	1,772,358	1,772,358	1,694,514	1,574,659

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			2016
	Budget			
	Original	Final	Actual	Actual
General Government - Continued				
Commodities				
Office Supplies	$ 14,800	14,800	12,795	11,769
Mileage	7,100	7,100	3,754	4,365
Supplies	218,062	218,062	158,880	175,942
Salt	22,000	22,000	11,489	27,848
Nature Center Supplies	13,000	13,000	10,230	8,586
Wildlife Studies	40,000	40,000	30,860	35,087
Native Seed	60,000	60,000	67,228	61,250
Repair and Maintenance				
Building and Grounds	251,074	251,074	273,878	301,543
Automobile and Trucks	114,300	114,300	86,130	85,409
Equipment and Machinery	81,100	81,100	83,180	68,460
Rental Equipment	35,500	35,500	3,341	3,990
Sign Shop Materials	23,000	23,000	18,888	14,082
Tools	9,000	9,000	11,006	9,020
Information Technology	47,000	47,000	46,675	43,730
Uniforms	21,250	21,250	17,821	29,950
Fuel - Heating	6,600	6,600	4,117	5,438
Fuel - Vehicles	200,700	200,700	124,141	152,285
	1,164,486	1,164,486	964,413	1,038,754
Other				
County of Kane - Services	50,000	50,000	50,000	50,000
Miscellaneous Fees	-	-	59,666	52,670
Contingencies	160,710	160,710	18,436	16,792
	210,710	210,710	128,102	119,462
Total General Government	7,576,634	7,576,634	7,056,801	6,885,291
Capital Outlay				
Office Equipment	1,000	1,000	455	158
Automotive Equipment	237,800	237,800	281,225	200,876
Machinery and Equipment	121,589	121,589	102,836	48,902
Total Capital Outlay	360,389	360,389	384,516	249,936
Total Expenditures	7,937,023	7,937,023	7,441,317	7,135,227

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			
	Budget			2016
	Original	Final	Actual	Actual
Revenues				
Taxes				
Property Taxes	$ 28,094,925	28,094,925	28,937,584	29,456,290
Personal Property Replacement Taxes	1,600	1,600	1,930	1,536
Interest	21,000	21,000	105,023	50,671
Total Revenues	28,117,525	28,117,525	29,044,537	29,508,497
Expenditures				
Debt Service				
Principal Retirement	22,455,000	22,455,000	22,455,000	22,575,000
Interest and Fiscal Charges	5,941,175	5,941,175	6,428,129	6,712,854
Total Expenditures	28,396,175	28,396,175	28,883,129	29,287,854
Excess (Deficiency) of Revenues Over (Under) Expenditures	(278,650)	(278,650)	161,408	220,643
Other Financing Sources (Uses)				
Debt Issuance	-	-	56,810,000	15,080,000
Premium on Debt Issuance	-	-	8,370,096	1,492,539
Payment to Escrow Agent	-	-	(64,999,738)	(16,398,223)
	-	-	180,358	174,316
Excess (Deficiency) of Revenues Over (Under) Expenditures	(278,650)	(278,650)	341,766	394,959
Other Financing (Uses)				
Transfers Out	-	-	(2,300,000)	-
Net Change in Fund Balance	(278,650)	(278,650)	(1,958,234)	394,959
Fund Balance - Beginning			4,567,326	4,172,367
Fund Balance - Ending			2,609,092	4,567,326

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Construction and Development - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			
	Budget			2016
	Original	Final	Actual	Actual
Revenues				
Taxes				
Property Taxes	$ 112,504	112,504	112,275	94,731
Intergovernmental				
Grants	1,185,000	1,185,000	113,575	223,886
Charges for Services	413,754	413,754	413,754	403,741
Interest	15,000	15,000	70,732	34,048
Miscellaneous	417,500	417,500	52,898	550,000
Total Revenues	2,143,758	2,143,758	763,234	1,306,406
Expenditures				
General Government				
Contractual Services				
Professional Services	817,845	817,845	289,924	147,223
Trail Resurfacing	100,000	100,000	64,000	108,800
Restoration/ Reforestation Program	208,500	208,500	135,351	-
Other	151,150	151,150	142,445	55,983
Land Acquisition and Development				
Fox River Trust Expenditures	1,447,787	1,447,787	119,856	92,161
ADA Projects	112,870	112,870	103,751	25,503
Land Area Development	468,499	468,499	378,039	321,907
Aurora Bridge Project	400,000	400,000	-	81,008
Capital Outlay				
Land Acquisition and Development				
Land Area Development	3,906,976	3,906,976	147,652	762,407
Total Expenditures	7,613,627	7,613,627	1,381,018	1,594,992
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,469,869)	(5,469,869)	(617,784)	(288,586)
Other Financing Sources				
Transfers In	-	-	-	2,200,000
Net Change in Fund Balance	(5,469,869)	(5,469,869)	(617,784)	1,911,414
Fund Balance - Beginning			9,944,271	8,032,857
Fund Balance - Ending			9,326,487	9,944,271

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Land Acquisition - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			
	Budget			2016
	Original	Final	Actual	Actual
Revenues				
Intergovernmental				
Grants	$ 568,500	568,500	751,325	-
Interest	2,500	2,500	12,726	6,985
Miscellaneous	-	-	737,324	25,000
Total Revenues	571,000	571,000	1,501,375	31,985
Expenditures				
General Government				
Contractual Services				
Consulting Services	15,000	15,000	18,035	5,893
Legal/Professional Services	1,000	1,000	-	-
Surveys and Appraisals	15,000	15,000	19,108	16,975
Other				
Miscellaneous Fees	-	-	11,540	11,540
Capital Outlay				
Land Acquisition and Development				
Purchase of Land	4,000,000	4,000,000	2,898,687	811,156
Total Expenditures	4,031,000	4,031,000	2,947,370	845,564
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,460,000)	(3,460,000)	(1,445,995)	(813,579)
Other Financing Sources				
Transfers In	-	-	2,300,000	-
Net Change in Fund Balance	(3,460,000)	(3,460,000)	854,005	(813,579)
Fund Balance - Beginning			2,259,222	3,072,801
Fund Balance - Ending			3,113,227	2,259,222

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet
June 30, 2017

	Illinois Municipal Retirement	Insurance Liability	Social Security	Totals
ASSETS				
Cash and Investments	$ 445,612	558,780	358,368	1,362,760
Receivables - Net of Allowances				
Property Taxes	234,071	10,203	162,849	407,123
Accounts	8,503	21,309	9,192	39,004
Total Assets	688,186	590,292	530,409	1,808,887
LIABILITIES				
Accounts Payable	-	114,968	-	114,968
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	460,104	20,055	320,106	800,265
Total Liabilities and Deferred Inflows of Resources	460,104	135,023	320,106	915,233
FUND BALANCES				
Restricted	228,082	455,269	210,303	893,654
Total Liabilities, Deferred Inflows of Resources and Fund Balances	688,186	590,292	530,409	1,808,887

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2017

	Illinois Municipal Retirement	Insurance Liability	Social Security	Totals
Revenues				
Taxes	$ 462,260	149,580	321,461	933,301
Interest	2,822	4,482	2,409	9,713
Miscellaneous	-	3,000	-	3,000
Total Revenues	465,082	157,062	323,870	946,014
Expenditures				
General Government	412,487	247,323	322,581	982,391
Net Change in Fund Balances	52,595	(90,261)	1,289	(36,377)
Fund Balances - Beginning	175,487	545,530	209,014	930,031
Fund Balances - Ending	228,082	455,269	210,303	893,654

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Illinois Municipal Retirement - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			
	Budget			2016
	Original	Final	Actual	Actual
Revenues				
Taxes				
Property Taxes	$ 460,000	460,000	458,695	457,505
Personal Property Replacement Taxes	3,000	3,000	3,565	2,535
Interest	1,100	1,100	2,822	1,207
Total Revenues	464,100	464,100	465,082	461,247
Expenditures				
General Government				
Personal Services				
Illinois Municipal Retirement Fund	410,000	410,000	410,786	394,349
Other				
Miscellaneous Fees	-	-	1,701	1,701
Total Expenditures	410,000	410,000	412,487	396,050
Net Change in Fund Balance	54,100	54,100	52,595	65,197
Fund Balance - Beginning			175,487	110,290
Fund Balance - Ending			228,082	175,487

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Insurance Liability - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			2016
	Budget			
	Original	Final	Actual	Actual
Revenues				
Taxes				
Property Taxes	$ 150,000	150,000	149,580	149,256
Interest	2,300	2,300	4,482	2,559
Miscellaneous	-	-	3,000	1,500
Total Revenues	152,300	152,300	157,062	153,315
Expenditures				
General Government				
Personal Services				
Unemployment Compensation	20,000	20,000	16,395	10,910
Contractual Services				
Insurance - General	105,000	105,000	111,841	103,625
Workmen's Compensation	116,000	116,000	114,825	111,095
Other				
Miscellaneous Fees	-	-	4,262	4,262
Total Expenditures	241,000	241,000	247,323	229,892
Net Change in Fund Balance	(88,700)	(88,700)	(90,261)	(76,577)
Fund Balance - Beginning			545,530	622,107
Fund Balance - Ending			455,269	545,530

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Social Security - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			
	Budget			2016
	Original	Final	Actual	Actual
Revenues				
Taxes				
Property Taxes	$ 320,000	320,000	319,071	310,311
Personal Property Replacement Taxes	2,000	2,000	2,390	1,706
Interest	1,000	1,000	2,409	1,190
Total Revenues	323,000	323,000	323,870	313,207
Expenditures				
General Government				
Personal Services				
Social Security Tax	345,000	345,000	320,743	300,314
Other				
Miscellaneous Fees	-	-	1,838	1,838
Total Expenditures	345,000	345,000	322,581	302,152
Net Change in Fund Balance	(22,000)	(22,000)	1,289	11,055
Fund Balance - Beginning			209,014	197,959
Fund Balance - Ending			210,303	209,014

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Cultural and Events Center - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended June 30, 2017
with Comparative Actual Amounts for the Fiscal Year Ended June 30, 2016

	2017			2016
	Budget			
	Original	Final	Actual	Actual
Operating Revenues				
Charges for Services				
Rentals	$ 725,000	725,000	725,769	792,900
Operating Expenses				
Operations				
Miscellaneous Fees	1,000	1,000	21,584	130,494
Depreciation and Amortization	745,000	745,000	749,488	810,726
Total Operating Expenses	746,000	746,000	771,072	941,220
Operating (Loss)	(21,000)	(21,000)	(45,303)	(148,320)
Nonoperating Revenues (Expenses)				
Interest Income	18,500	18,500	13,633	27,437
Interest Expense	(632,358)	(632,358)	(151,564)	(259,098)
	(613,858)	(613,858)	(137,931)	(231,661)
Income (Loss) Before Contributions	(634,858)	(634,858)	(183,234)	(379,981)
Capital Contributions	-	-	-	169,558
Change in Net Position	(634,858)	(634,858)	(183,234)	(210,423)
Net Position - Beginning			10,994,193	11,204,616
Net Position - Ending			10,810,959	10,994,193

SUPPLEMENTAL SCHEDULES

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Bonds of 2007
June 30, 2017

Date of Issue	June 26, 2007
Date of Maturity	December 15, 2017
Authorized Issue	$85,000,000
Denomination of Bonds	$5,000
Interest Rates	4.25% - 5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	JP Morgan

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ 4,075,000	101,875	4,176,875

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Bonds of 2011A
June 30, 2017

Date of Issue	June 15, 2011
Date of Maturity	December 15, 2031
Authorized Issue	$30,000,000
Denomination of Bonds	$5,000
Interest Rates	3.00% - 4.50%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ 1,230,000	976,900	2,206,900
2019	1,270,000	939,400	2,209,400
2020	1,315,000	894,050	2,209,050
2021	1,365,000	840,450	2,205,450
2022	1,415,000	784,850	2,199,850
2023	1,475,000	727,050	2,202,050
2024	1,535,000	666,850	2,201,850
2025	1,605,000	604,050	2,209,050
2026	1,680,000	538,350	2,218,350
2027	1,755,000	469,650	2,224,650
2028	1,845,000	397,650	2,242,650
2029	1,935,000	320,841	2,255,841
2030	2,030,000	237,794	2,267,794
2031	2,135,000	147,953	2,282,953
2032	2,250,000	50,625	2,300,625
	24,840,000	8,596,463	33,436,463

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Limited Tax Refunding Bonds of 2011B
June 30, 2017

Date of Issue	October 26, 2011
Date of Maturity	December 15, 2019
Authorized Issue	$21,235,000
Denomination of Bonds	$5,000
Interest Rates	3.00% - 5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ 3,080,000	198,200	3,278,200
2019	3,215,000	87,700	3,302,700
2020	585,000	11,700	596,700
	6,880,000	297,600	7,177,600

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2012
June 30, 2017

Date of Issue	October 2, 2012
Date of Maturity	December 15, 2017
Authorized Issue	$65,200,000
Denomination of Bonds	$5,000
Interest Rate	4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ 8,780,000	175,600	8,955,600

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Limited Tax Refunding Bonds of 2015A
June 30, 2017

Date of Issue	December 22, 2015
Date of Maturity	December 15, 2025
Authorized Issue	$8,245,000
Denomination of Bonds	$5,000
Interest Rate	3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ -	247,350	247,350
2019	-	247,350	247,350
2020	1,240,000	228,750	1,468,750
2021	-	210,150	210,150
2022	-	210,150	210,150
2023	1,675,000	185,025	1,860,025
2024	1,725,000	134,025	1,859,025
2025	1,775,000	81,525	1,856,525
2026	1,830,000	27,450	1,857,450
	8,245,000	1,571,775	9,816,775

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2015B
June 30, 2017

Date of Issue	December 22, 2015
Date of Maturity	December 15, 2019
Authorized Issue	$1,110,000
Denomination of Bonds	$5,000
Interest Rate	3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ -	33,300	33,300
2019	-	33,300	33,300
2020	1,110,000	16,650	1,126,650
	1,110,000	83,250	1,193,250

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Limited Tax Refunding Bonds of 2016A
June 30, 2017

Date of Issue	March 23, 2016
Date of Maturity	December 15, 2025
Authorized Issue	$5,725,000
Denomination of Bonds	$5,000
Interest Rate	5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ -	286,250	286,250
2019	-	286,250	286,250
2020	-	286,250	286,250
2021	1,900,000	238,750	2,138,750
2022	2,000,000	141,250	2,141,250
2023	425,000	80,625	505,625
2024	445,000	58,875	503,875
2025	470,000	36,000	506,000
2026	485,000	12,125	497,125
	5,725,000	1,426,375	7,151,375

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

Taxable General Obligation (Alternate Revenue Source) Bonds of 2016B
June 30, 2017

Date of Issue	March 23, 2016
Date of Maturity	December 15, 2027
Authorized Issue	$5,860,000
Denomination of Bonds	$5,000
Interest Rates	2.00% - 3.15%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ 465,000	138,183	603,183
2019	475,000	128,782	603,782
2020	485,000	119,182	604,182
2021	495,000	109,382	604,382
2022	505,000	99,256	604,256
2023	515,000	88,158	603,158
2024	530,000	75,610	605,610
2025	545,000	60,810	605,810
2026	560,000	44,235	604,235
2027	575,000	27,210	602,210
2028	590,000	9,293	599,293
	5,740,000	900,101	6,640,101

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bonds of 2016C
June 30, 2017

Date of Issue	September 8, 2016
Date of Maturity	December 15, 2026
Authorized Issue	$56,810,000
Denomination of Bonds	$5,000
Interest Rates	3.00% - 5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Bank of New York Mellon Trust Company, NA

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2018	$ -	2,361,200	2,361,200
2019	4,080,000	2,259,200	6,339,200
2020	4,585,000	2,042,575	6,627,575
2021	5,135,000	1,799,575	6,934,575
2022	5,710,000	1,528,450	7,238,450
2023	6,330,000	1,227,450	7,557,450
2024	7,005,000	894,075	7,899,075
2025	7,725,000	603,075	8,328,075
2026	8,310,000	362,550	8,672,550
2027	7,930,000	118,950	8,048,950
	56,810,000	13,197,100	70,007,100

STATISTICAL SECTION
(Unaudited)

This part of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
June 30, 2017 (Unaudited)

	2008	2009	2010	2011
Governmental Activities				
Net Investment in Capital Assets	$ 68,516,816	118,382,953	143,097,036	159,341,526
Restricted	60,049,309	25,118,104	18,717,112	6,177,475
Unrestricted	4,318,766	2,631,051	1,782,664	12,454,602
Total Governmental Activities Net Position	132,884,891	146,132,108	163,596,812	177,973,603
Business-Type Activities				
Net Investment in Capital Assets	9,139,366	11,854,223	11,084,823	10,485,805
Unrestricted	2,195,225	2,064,906	2,627,694	3,333,415
Total Business-Type Activities Net Position	11,334,591	13,919,129	13,712,517	13,819,220
Primary Government				
Net Investment in Capital Assets	77,656,182	130,237,176	154,181,859	169,827,331
Restricted	60,049,309	25,118,104	18,717,112	6,177,475
Unrestricted	6,513,991	4,695,957	4,410,358	15,788,017
Total Primary Government Net Position	144,219,482	160,051,237	177,309,329	191,792,823

* Accrual Basis of Accounting

Data Source: Audited Financial Statements

2012	2013	2014	2015	2016	2017
173,717,878	193,658,072	207,920,495	238,279,636	258,666,619	285,718,113
7,288,583	2,825,700	6,721,307	7,111,243	7,372,270	5,730,355
10,700,112	12,645,143	16,747,031	10,424,655	14,654,278	14,903,106
191,706,573	209,128,915	231,388,833	255,815,534	280,693,167	306,351,574
10,047,518	7,516,367	7,122,407	7,657,380	7,011,212	7,034,666
3,228,136	3,242,742	3,490,535	3,547,236	3,982,981	3,776,293
13,275,654	10,759,109	10,612,942	11,204,616	10,994,193	10,810,959
183,765,396	201,174,439	215,042,902	245,937,016	265,677,831	292,752,779
7,288,583	2,825,700	6,721,307	7,111,243	7,372,270	5,730,355
13,928,248	15,887,885	20,237,566	13,971,891	18,637,259	18,679,399
204,982,227	219,888,024	242,001,775	267,020,150	291,687,360	317,162,533

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years*
June 30, 2017 (Unaudited)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses										
Governmental Activities										
General Government	$ 8,671,420	6,328,430	8,716,781	7,602,837	8,051,182	6,991,152	8,135,345	8,620,472	8,754,040	9,139,167
Land Acquisition and Development	-	3,744,998	1,227,493	2,077,434	2,367,463	1,519,566	2,204,870	2,123,494	1,358,742	1,885,143
Interest and Fiscal Charges	11,448,908	11,159,169	10,812,585	10,010,257	10,361,418	10,838,579	6,429,436	5,700,119	4,780,538	3,659,510
Total Governmental Activities Expenses	20,120,328	21,232,597	20,756,859	19,690,528	20,780,063	19,349,297	16,769,651	16,444,085	14,893,320	14,683,820
Business-Type Activities										
Cultural and Events Center	382,269	1,224,764	1,183,298	1,167,550	1,133,325	1,100,903	1,066,066	1,063,423	1,200,318	922,636
Total Primary Government Expenses	20,502,597	22,457,361	21,940,157	20,858,078	21,913,388	20,450,200	17,835,717	17,507,508	16,093,638	15,606,456
Program Revenues										
Governmental Activities										
Charges for Services	1,238,848	1,286,952	1,368,984	1,329,363	1,732,379	2,170,510	2,352,979	2,566,476	2,593,120	2,618,956
Operating Grants/Contributions	-	-	970,000	-	-	-	-	-	-	-
Capital Grants/Contributions	2,911,197	3,068,492	5,107,806	1,389,481	326,011	652,983	2,351,852	1,094,490	233,426	884,900
Total Governmental Activities Program Revenues	4,150,045	4,355,444	7,446,790	2,718,844	2,058,390	2,823,493	4,704,831	3,660,966	2,826,546	3,503,856
Business-Type Activities										
Charges for Services	772,931	978,812	1,222,656	1,246,714	586,285	745,000	910,000	735,222	792,900	725,769
Capital Grants/Contributions	-	2,750,000	8,719	22,969	-	-	-	-	-	-
Total Business-Type Activities Program Revenues	772,931	3,728,812	1,231,375	1,269,683	586,285	745,000	910,000	735,222	792,900	725,769
Total Primary Government Program Revenues	4,922,976	8,084,256	8,678,165	3,988,527	2,644,675	3,568,493	5,614,831	4,396,188	3,619,446	4,229,625
Net (Expenses) Revenues										
Governmental Activities	(15,970,283)	(16,877,153)	(13,310,069)	(16,971,684)	(18,721,673)	(16,525,804)	(12,064,820)	(12,783,119)	(12,066,774)	(11,179,964)
Business-Type Activities	390,662	2,504,048	48,077	102,133	(547,040)	(355,903)	(156,066)	(328,201)	(407,418)	(196,867)
Total Primary Government Net (Expenses) Revenues	(15,579,621)	(14,373,105)	(13,261,992)	(16,869,551)	(19,268,713)	(16,881,707)	(12,220,886)	(13,111,320)	(12,474,192)	(11,376,831)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property	$ 23,557,702	29,107,369	29,963,125	30,864,637	31,960,723	35,119,989	33,472,270	35,273,065	35,811,192	35,308,210
Replacement	329,951	289,252	240,172	296,277	261,308	276,567	289,850	303,382	243,749	345,809
Investment Income	3,402,845	685,251	234,971	151,132	49,930	136,852	136,520	117,305	144,809	248,755
Miscellaneous	306,924	42,498	76,505	127,379	182,682	92,756	426,101	1,486,441	744,657	935,597
Transfers	-	-	-	-	-	2,176,955	-	-	-	-
Total Governmental Activities	27,597,422	30,124,370	30,514,773	31,439,425	32,454,643	37,803,119	34,324,741	37,180,193	36,944,407	36,838,371
Business-Type Activities										
Interest	69,085	80,490	5,311	4,570	3,474	5,695	9,899	10,090	27,437	13,633
Miscellaneous	-	-	-	-	-	10,618	-	909,785	169,558	-
Transfers	-	-	-	-	-	(2,176,955)	-	-	-	-
Total Business-Type Activities	69,085	80,490	5,311	4,570	3,474	(2,160,642)	9,899	919,875	196,995	13,633
Total Primary Government General Revenues	27,666,507	30,204,860	30,520,084	31,443,995	32,458,117	35,642,477	34,334,640	38,100,068	37,141,402	36,852,004
Changes in Net Position										
Governmental Activities	11,627,139	13,247,217	17,204,704	14,467,741	13,732,970	21,277,315	22,259,921	24,397,074	24,877,633	25,658,407
Business-Type Activities	459,747	2,584,538	53,388	106,703	(543,566)	(2,516,545)	(146,167)	591,674	(210,423)	(183,234)
Total Primary Government	12,086,886	15,831,755	17,258,092	14,574,444	13,189,404	18,760,770	22,113,754	24,988,748	24,667,210	25,475,173

* Accrual Basis of Accounting
Data Source: Audited Financial Statements

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years*
June 30, 2017 (Unaudited)

	2008	2009	2010
General Fund			
Reserved	$ 6,500	6,500	6,500
Unreserved	3,505,811	3,669,887	3,802,373
Nonspendable	-	-	-
Unassigned	-	-	-
Total General Fund	3,512,311	3,676,387	3,808,873
All Other Governmental Funds			
Reserved, Reported in,			
Special Revenue Funds	472,363	594,526	609,668
Debt Service Funds	254,433	1,559,677	2,113,169
Capital Projects Funds	74,057,484	22,963,901	15,994,275
Unreserved, reported in			
Debt Service Funds	-	-	-
Restricted	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
Total All Other Governmental Funds	74,784,280	25,118,104	18,717,112
Total Governmental Funds	78,296,591	28,794,491	22,525,985

* Modified Accrual Basis of Accounting

Data Source: Audited Financial Statements

The District implemented GASB No. 54 for the fiscal year ended June 30, 2011.

2011	2012	2013	2014	2015	2016	2017
-	-	-	-	-	-	-
-	-	-	-	-	-	-
6,500	6,500	6,500	6,500	6,500	5,959	5,959
4,182,868	4,775,952	5,472,063	6,575,721	7,257,976	5,919,586	6,565,336
4,189,368	4,782,452	5,478,563	6,582,221	7,264,476	5,925,545	6,571,295
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
29,431,232	13,912,213	9,217,096	8,705,540	7,392,529	7,613,994	5,927,138
11,140,028	9,529,913	11,448,451	9,049,675	8,815,852	10,086,856	10,015,322
-	-	-	-	-	-	-
40,571,260	23,442,126	20,665,547	17,755,215	16,208,381	17,700,850	15,942,460
44,760,628	28,224,578	26,144,110	24,337,436	23,472,857	23,626,395	22,513,755

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years*
June 30, 2017 (Unaudited)

	2008	2009	2010
Revenues			
Taxes	$ 23,887,653	29,396,621	30,203,295
Charges for Services	1,193,567	1,241,231	1,318,800
Licenses and Permits	26,996	22,896	22,691
Intergovernmental	831,197	2,991,492	2,403,610
Fines and Forfeitures	-	-	-
Investment Income	3,402,845	685,251	234,971
Miscellaneous	325,209	65,323	104,000
Total Revenues	29,667,467	34,402,814	34,287,367
Expenditures			
Current			
General Government	6,601,893	7,077,210	7,029,826
Land Acquisition and Development	-	-	-
Capital Outlay	24,820,382	54,184,489	10,892,040
Debt Service			
Principal Retirement	10,475,000	11,315,000	13,050,000
Interest and Fiscal Charges	11,379,109	11,406,471	10,865,043
Total Expenditures	53,276,384	83,983,170	41,836,909
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,608,917)	(49,580,356)	(7,549,542)
Other Financing Sources (Uses)			
Payment to Refunded Bond Escrow Agent	-	-	-
Transfers In	-	6,250,000	260,000
Transfers Out	-	(6,250,000)	-
Issuance of Bonds	-	-	-
Premium on Bonds	-	-	-
Proceeds from Sale of Capital Assets	-	78,256	1,021,036
	-	78,256	1,281,036
Net Change in Fund Balances	(23,608,917)	(49,502,100)	(6,268,506)
Debt Service as a Percentage of Noncapital Expenditures	77.10%	76.20%	77.30%

* Modified Accrual Basis of Accounting
Data Source: Audited Financial Statements

2011	2012	2013	2014	2015	2016	2017
31,160,915	32,222,032	35,396,556	33,762,120	35,576,447	36,054,941	35,654,019
1,253,552	1,681,377	2,117,081	2,317,254	2,540,375	2,568,999	2,591,308
20,868	19,727	15,243	19,146	14,360	10,000	10,000
1,389,481	350,799	572,098	1,023,152	1,094,490	233,426	884,900
-	-	-	16,579	11,741	14,121	17,648
151,132	49,930	136,852	136,520	117,305	144,809	248,755
169,065	189,168	130,942	426,101	1,486,441	744,657	935,597
34,145,013	34,513,033	38,368,772	37,700,872	40,841,159	39,770,953	40,342,227
6,967,700	7,464,482	7,322,439	8,112,744	8,058,666	8,159,799	8,719,595
-	-	-	571,500	584,868	520,579	601,646
10,450,091	16,847,071	4,557,329	4,752,062	4,688,627	1,823,499	3,430,855
14,410,000	38,050,000	45,940,000	18,115,000	21,110,000	22,575,000	22,455,000
10,232,200	10,981,802	11,182,329	8,016,500	7,263,577	6,712,854	6,428,129
42,059,991	73,343,355	69,002,097	39,567,806	41,705,738	39,791,731	41,635,225
(7,914,978)	(38,830,322)	(30,633,325)	(1,866,934)	(864,579)	(20,778)	(1,292,998)
-	-	(43,860,804)	-	-	(16,398,223)	(64,999,738)
-	-	-	31,000	100,000	2,200,000	2,300,000
-	-	-	(31,000)	(100,000)	(2,200,000)	(2,300,000)
30,000,000	21,235,000	65,200,000	-	-	15,080,000	56,810,000
219,374	1,058,524	6,798,357	-	-	1,492,539	8,370,096
21,197	748	415,304	60,263	-	-	-
30,240,571	22,294,272	28,552,857	60,263	-	174,316	180,358
22,325,593	(16,536,050)	(2,080,468)	(1,806,671)	(864,579)	153,538	(1,112,640)
78.00%	85.10%	88.40%	77.56%	75.59%	77.72%	75.43%

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

Fiscal Year	Tax Levy Year	Residential Property	Farm	Commercial & Industrial Property
2008	2007	$ 11,773,222,789	$ 246,092,690	$ 3,023,823,513
2009	2008	12,329,942,235	260,815,259	3,278,850,930
2010	2009	12,227,366,351	266,671,270	3,287,993,262
2011	2010	11,458,223,572	258,244,853	3,113,576,239
2012	2011	10,500,653,170	253,294,432	3,002,142,531
2013	2012	9,493,140,070	243,744,234	2,922,755,971
2014	2013	8,815,204,324	238,144,836	2,715,464,142
2015	2014	8,683,462,757	237,504,210	2,696,389,795
2016	2015	9,088,292,297	241,272,681	2,828,020,570
2017	2016	9,816,445,191	250,638,832	3,006,556,115

Data Source: Office of the Kane County Clerk

Note: Property is assessed at 33.3% of actual value.

Railroad Property	Totals	Total Taxable Assessed Value	Total Direct Tax Rate
$ 7,532,945	$ 15,050,671,937	$ 45,152,015,811	0.1975
8,987,156	15,878,595,580	47,635,786,740	0.1932
10,598,471	15,792,629,354	47,377,888,062	0.1997
12,429,644	14,842,474,308	44,527,422,924	0.2201
13,808,973	13,769,899,106	41,309,697,318	0.2609
16,021,810	12,675,662,085	38,026,986,255	0.2710
17,468,815	11,786,282,117	34,942,328,628	0.3039
30,086,113	11,647,442,875	34,942,328,628	0.3126
20,041,159	12,177,626,707	36,532,880,125	0.2942
21,937,710	13,095,577,848	39,286,733,548	0.2253

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Nine Tax Levy Years
June 30, 2017 (Unaudited)

	2008	2009
District Direct Rates		
Corporate	0.0305	0.0312
I.M.R.F.	0.0016	0.0022
Construction & Development	0.0013	0.0011
Liability Insurance	0.0021	0.0013
Social Security	0.0015	0.0019
Bonds & Interest	0.1562	0.1620
Total District Direct Rates (1)	0.1932	0.1997
Overlapping Rates		
County	0.3336	0.3398
Fox River Water Reclamation District	0.0240	0.0249
Elgin Township	0.0692	0.0706
Elgin Twp Road District	0.0514	0.0524
City of Elgin	1.9200	1.9202
Gail Borden Library District	0.3175	0.3380
Elgin Unit School District #46	4.2066	4.5494
Elgin Community College District #509	0.3275	0.3833
Total District Direct and Overlapping Rates (2)	7.4430	7.8783
Share of Total Rates Levied by District	2.6%	2.5%

Data Source: Kane County Clerk

(1) Statutory tax rate limits for the District are as follows: Corporate $0.06 and Construction and Development $0.025

(2) Representative tax rates for other governmental units are from Elgin Township tax code 05, which represents approximately 6.4% of the District's 2016 EAV.

2010	2011	2012	2013	2014	2015	2016
0.0341	0.0374	0.0421	0.0461	0.0466	0.0444	0.0432
0.0024	0.0027	0.0033	0.0036	0.0040	0.0038	0.0036
0.0012	0.0013	0.0014	0.0006	0.0008	0.0009	0.0009
0.0015	0.0019	0.0021	0.0017	0.0013	0.0012	0.0002
0.0022	0.0023	0.0025	0.0027	0.0027	0.0027	0.0025
0.1787	0.2153	0.2196	0.2491	0.2572	0.2412	0.1751
0.2201	0.2609	0.2710	0.3039	0.3126	0.2942	0.2253
0.3730	0.3990	0.4336	0.4623	0.4684	0.4479	0.4201
0.0273	0.0299	0.0344	0.0370	0.0409	0.0339	0.0315
0.0783	0.0890	0.0997	0.1114	0.1160	0.1102	0.1020
0.0581	0.0660	0.0762	0.0858	0.0893	0.0849	0.0785
1.9214	1.9836	1.9344	2.1668	2.3218	2.4110	2.2396
0.3650	0.4084	0.4791	0.5087	0.5796	0.5294	0.4898
5.2661	5.5589	6.3706	5.9395	8.0229	7.1238	6.5487
0.4407	0.4454	0.5215	0.5707	0.6079	0.5609	0.5296
8.7500	9.2411	10.2205	10.1861	12.5594	11.5962	10.6651
2.5%	2.8%	2.8%	3.0%	2.5%	2.5%	2.1%

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago
June 30, 2017 (Unaudited)

	Tax Levy Year 2016			Tax Levy Year 2007		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Simon/Chelsea Chicago Development LLC	$ 57,499,545	1	0.15%	$ 30,986,125	3	0.07%
LPF Geneva Commons LLC	36,198,125	2	0.09%	31,473,247	2	0.07%
Liberty Illinois LP	34,788,817	3	0.09%	22,692,694	5	0.05%
Toyota Motor Sales USA Inc.	30,633,173	4	0.08%	17,199,520	6	0.04%
Chicago Premium Outlets Expansion LLC	17,394,928	5	0.04%			
Q Center LLC	16,845,619	6	0.04%			
John B. Sanfillippo & Son Inc.	16,494,085	7	0.04%	11,825,937	9	0.03%
In Retail Fund Algonquin Commons LLC	16,333,921	8	0.04%	30,140,007	4	0.07%
Amli At St Charles LLC	13,986,705	9	0.04%			
Canterfield Apartment Owner LLC	13,408,927	10	0.03%			
Spring Hill Mall LLC				33,205,342	1	0.07%
Arthur Anderson & Co				17,145,629	7	0.04%
Aurora Industrial Holdings Co. Kraft Foods Global Inc				13,679,281	8	0.03%
KIR Batavia 051 LLC Kimco Realty				11,255,342	10	0.02%
	253,583,845		0.65%	219,603,124		0.49%

Data Source: Kane County Assessor

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2008	2007	$ 29,191,546	$ 14,057,634	48.16%	$ 15,049,735	$ 29,107,369	99.71%
2009	2008	30,103,624	13,902,909	46.18%	16,060,216	29,963,125	99.53%
2010	2009	30,909,239	12,987,245	42.02%	17,877,393	30,864,638	99.86%
2011	2010	32,062,395	15,703,107	48.98%	16,257,616	31,960,723	99.68%
2012	2011	35,255,223	17,469,072	49.55%	16,681,555	34,150,627	96.87%
2013	2012	33,696,456	16,773,750	49.78%	16,793,497	33,567,247	99.62%
2014	2013	35,422,768	17,788,031	50.22%	17,484,822	35,272,853	99.58%
2015	2014	36,009,124	18,132,465	50.36%	17,353,724	35,486,189	98.55%
2016	2015	35,417,740	17,688,270	49.94%	17,729,470	35,417,740	100.00%
2017	2016	29,153,961	14,322,283	49.13%	14,831,678	* 29,153,961	100.00%

*Collections made after year-end.

Data Source: District records

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

Fiscal Year	Governmental Activities: General Obligation Bonds	Business-Type Activities: General Obligation Bonds	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2008	$ 252,978,455	$ 8,000,000	$ 260,978,455	1.65%	$ 514.62
2009	242,151,155	8,000,000	250,151,155	1.37%	493.27
2010	229,611,825	7,730,000	237,341,825	1.25%	460.62
2011	245,736,548	7,450,000	253,186,548	1.33%	491.37
2012	229,481,457	7,114,397	236,595,854	1.21%	452.83
2013	214,737,290	6,817,247	221,554,537	1.07%	423.10
2014	195,786,865	6,505,097	202,291,962	0.78%	383.63
2015	173,870,357	6,177,947	180,048,304	0.79%	339.17
2016	150,881,834	6,220,000	157,101,834	0.69%	295.95
2017	128,804,403	5,740,000	134,544,403	0.56%	253.04

Data Source: Audited Financial Statements

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

Fiscal Year	General Obligation Bonds	Less: Amounts Available for Debt Service	Totals	Percentage of Total Taxable Assessed Value of Property (1)	Per Capita (2)
2008	$ 262,146,496	$ 254,433	$ 261,892,063	0.58%	$ 516.43
2009	250,812,324	1,559,677	249,252,647	0.52%	491.50
2010	237,812,324	2,113,169	235,699,155	0.50%	457.43
2011	253,685,748	2,759,107	250,926,641	0.56%	486.98
2012	229,481,457	2,177,699	227,303,758	0.55%	435.04
2013	214,737,290	1,053,237	213,684,053	0.56%	408.07
2014	202,291,962	3,265,936	199,026,026	0.57%	377.44
2015	180,048,304	3,891,081	176,157,223	0.50%	331.84
2016	157,101,834	4,325,602	152,776,232	0.42%	287.80
2017	134,544,403	2,412,309	132,132,094	0.34%	248.50

Data Source: Audited Financial Statements

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Assessed Value and Actual Value of Taxable Property for property value data.
(2) See the Schedule of Demographic and Economic Statistics for population data.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt
June 30, 2017 (Unaudited)

Governmental Unit	Gross Debt	Percentage of Debt Applicable to District (1)	District's Share of Debt
Forest Preserve District of Kane County	$ 128,804,403	100.00%	$ 128,804,403
Overlapping Debt (2)			
Kane County	48,444,180	100.00%	48,444,180
Townships	41,395,000	100.00%	41,395,000
School Districts and Colleges	2,301,338,867	49.06%	1,129,036,848
Cities & Villages	655,910,000	63.33%	415,387,803
Park Districts	140,800,110	61.53%	86,634,308
Library Districts	34,740,000	61.19%	21,257,406
Special Service Areas & TIF Districts	259,141,702	99.80%	258,623,419
Miscellaneous Districts	21,130,000	100.00%	21,130,000
Total Overlapping Debt	3,502,899,859		2,021,908,963
Total Direct and Overlapping Debt	3,631,704,262		2,150,713,366

Data Source: Kane County Clerk

(1) Debt percentage to County is calculated by applying the ratio of assessed value of the specific district to that portion which is in Kane County. Percentages have been rounded to the nearest hundredth.
(2) Represents general obligation debt, as reported by various governments. Overlapping governments without general obligation debt are not shown. Data presented was obtained from the Kane County Clerk.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Legal Debt Margin - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

See Following Page

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Schedule of Legal Debt Margin - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

	2008	2009	2010	2011
Legal Debt Limit	$ 346,165,455	365,207,698	363,230,475	341,376,909
Total Net Debt Applicable to Limit	242,620,000	231,305,000	218,255,000	233,845,000
Legal Debt Margin	103,545,455	133,902,698	144,975,475	107,531,909
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	70.09%	63.34%	60.09%	68.50%

Data Source: District Records

2012	2013	2014	2015	2016	2017
310,769,890	285,968,854	271,084,489	267,891,186	280,090,014	301,198,291
217,030,000	192,380,000	187,916,637	167,449,452	144,560,000	116,465,000
93,739,890	93,588,854	83,167,852	100,441,734	135,530,014	184,733,291
69.84%	67.27%	69.32%	62.51%	51.61%	38.67%

Legal Debt Margin Calculation for Fiscal Year 2017

Assessed Value	$ 13,095,577,848
Bonded Debt Limit - 2.30% of Assessed Value	301,198,291
Amount of Debt Applicable to Limit	116,465,000
Legal Debt Margin	184,733,291

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2007	505,000	$ 15,348,970,000	$ 30,394	6.40%
2008	507,125	15,790,351,125	31,137	7.50%
2009	507,125	18,322,933,375	36,131	11.20%
2010	515,269	19,014,971,907	36,903	8.60%
2011	515,269	19,014,971,907	36,903	9.80%
2012	522,487	19,485,107,691	37,293	9.00%
2013	523,643	20,745,688,374	39,618	8.30%
2014	527,306	25,875,432,726	49,071	5.50%
2015	530,847	22,756,349,196	42,868	6.00%
2016	531,715	24,010,122,540	45,156	4.80%

Data Source: Office of Kane County Clerk, U.S. Census Bureau, Illinois Department of Employment Security

Note: Per capita income is based on census information

Information for 2017 is not available.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
June 30, 2017 (Unaudited)

	2017			2008		
Employer	Employees	Rank	Percentage of Total District Population	Employees	Rank	Percentage of Total District Population
School District U-46	4,272	1	1.65%	4,820	1	1.85%
Chase	2,500	2	0.97%			
Caterpillar, Inc.	2,300	3	0.89%	3,000	2	1.15%
Advocate Sherman Hospital	2,200	4	0.85%	1,702	4	0.65%
Rush-Copley Medical Center	2,000	5	0.77%	925	10	0.36%
Fermi Research Alliance	1,700	6	0.66%	2,200	3	0.84%
Delnor-Community Hospital	1,650	7	0.64%	1,022	6	0.39%
Waubonsee Community College	1,460	8	0.56%			
Presence Mercy Medical Center	1,300	9	0.50%			
Presence St. Josepth Hospital	1,300	10	0.50%			
Harper-Wyman Co				1,400	5	0.54%
Dreyer Medical Clinic				1,000	7	0.38%
Provena St. Joseph Hospital				950	8	0.36%
Provena Mercy Center				945	9	0.36%
	20,682		7.99%	17,964		6.88%

Data Source: 2016 Illinois Manufacturer's Directory, 2016 Illinois Services Directory, 2007 Illinois Manufacturer's Directory and 2007 Illinois Services Directory.

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Full-Time Equivalent Government Employees by Function - Ten Fiscal Years
June 30, 2017 (Unaudited)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government										
Administration	2	2	2	2	2	2	3	3	3	2
Finance	6	6	6	6	6	6	6	6	6	6
Human Resources	3	3	3	3	3	3	3	3	3	3
Public Safety										
Police Officers	5	6	6	6	6	6	6	6	6	6
Operations										
Administration	1	1	1	1	1	1	1	1	1	2
North Division	16	16	16	16	16	16	16	16	16	16
South Division	17	17	17	17	17	18	18	18	18	18
Trades	4	5	5	5	5	5	5	5	5	5
Planning and Acquisition	2	2	2	2	2	2	2	2	2	2
Natural Resources	5	6	6	6	7	7	7	7	7	7
Community Affairs and Education										
Community Affairs	2	2	2	2	2	2	2	2	2	2
Education	4	4	4	4	4	4	4	4	4	4
Totals	67.0	70.0	70.0	70.0	71.0	72.0	73.0	73.0	73.0	73.0

Data Source: District Human Resources

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

See Following Page

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

	2008	2009	2010
General Government			
Number of Volunteer Hours	7171	6,871	9,352
Education Center			
Staff Led Nature Programs Conducted	205	264	269
Program Attendees	8317	10,160	9,627
Nature Center Attendees	70121	6,956	6,961
Total Attendees (Programs + Nature Center)	15545	17,286	16,789
Maintenance and Development			
Prescribed Burn Acres	795	1,331	1,034
Trees Planted	11275	1,150	12,700
Trades - Work Orders Completed	31	85	92
Public Safety			
Ordinance Violations	439	158	338

Data Source: District Departments

2011	2012	2013	2014	2015	2016	2017
7,773	7,655	9,792	8,723	11,594	11,660	13,248
247	225	192	209	222	223	267
9,544	9,669	7,262	6,914	8,136	7,940	8,937
4,754	5,774	5,887	9,162	9,120	8,447	8,477
4,469	15,648	13,149	16,076	17,256	16,387	17,414
1,559	1,000	1,490	1,079	1,231	1,300	1,463
11,500	1,500	5,732	8,075	1,690	920	2,081
207	86	135	182	129	21	161
383	185	232	325	251	248	263

FOREST PRESERVE DISTRICT OF KANE COUNTY, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
June 30, 2017 (Unaudited)

	2008	2009	2010
Education and Recreation/			
Planning and Development			
Miles of Trails	140	145	155
Acres of Preserves	18,049	18,263	18,628
Number of Preserves	92	92	92
Number of Picnic Shelters	43	44	44
Number of Parking Lots	135	136	147
Number of Restrooms	60	63	69
Operations			
Facilities			
Golf Courses	3	3	3
Baseball Stadium	1	1	1
Indoor Soccer Stadium	1	1	1
Indoor Ice Rink	1	1	1
Campgrounds	1	1	1
Other Facilities	6	6	6
Maintenance Vehicles	45	45	44
Mowers	34	34	30
Public Safety			
Police			
Area Patrols	2	2	2

Data Source: District Departments

2011	2012	2013	2014	2015	2016	2017
155	161	162	166	173	178	178
19,140	19,140	19,940	20,541	20,687	20,709	20,846
92	92	92	96	98	98	99
50	52	56	56	56	57	58
159	166	172	179	152	152	152
72	79	83	84	83	83	83
3	3	3	3	3	3	3
1	1	1	1	1	1	1
1	1	1	1	1	1	1
1	1	1	1	1	1	1
1	1	2	2	2	2	2
6	6	7	6	6	6	6
44	44	44	44	44	44	44
30	30	30	30	30	30	30
2	2	2	2	2	2	2