

MAINE-NILES ASSOCIATION OF  
SPECIAL RECREATION, ILLINOIS

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ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED  
DECEMBER 31, 2021

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

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## **INTRODUCTORY SECTION**

This section includes miscellaneous data regarding the Maine-Niles Association of Special Recreation including:

- Principal Officials
- Organization Chart

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS**

**Principal Officials  
December 31, 2021**

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**BOARD OF DIRECTORS**

Gayle Mountcastle, President  
Park Ridge Park Distric

Karen Hawk,  
Village of Lincolnwood Parks and Recreation

Don Miletic, Vice - President  
Des Plaines Park District

John Jekot, Treasurer  
Golf Maine Park District

Jeff Wait  
Morton Grove Park District

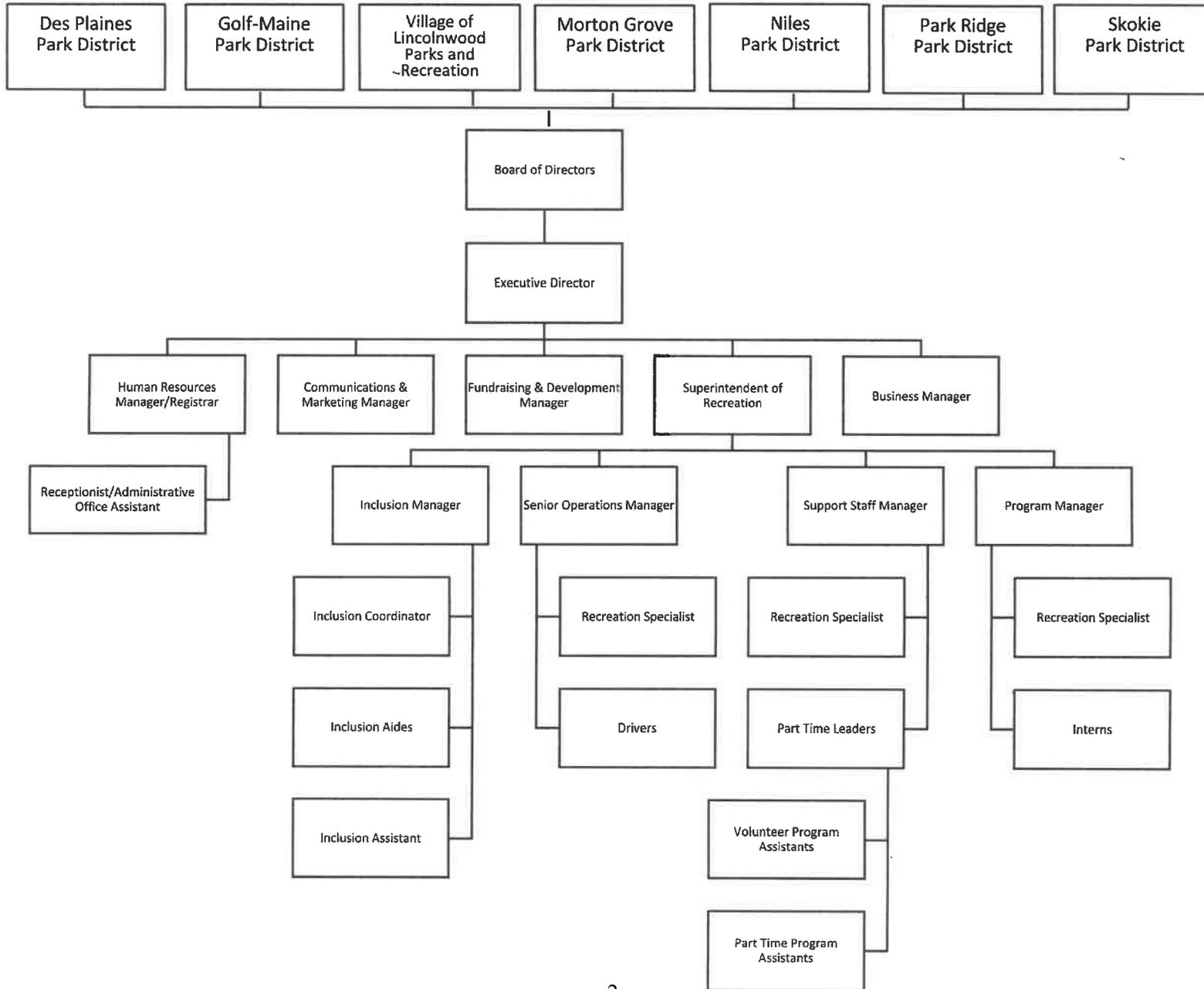
Michelle Tuft  
Skokie Park District

Tom Elenz  
Niles Park District

Trisha Breitlow  
Executive Director



# 2021 Organizational Chart



## **FINANCIAL SECTION**

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information

## **INDEPENDENT AUDITORS' REPORT**

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



## **INDEPENDENT AUDITOR'S REPORT**

June 7, 2022

Members of the Board of Directors  
Maine-Niles Association of Special Recreation  
Morton Grove, Illinois

### **Opinions**

We have audited the accompanying financial statements of the Maine-Niles Association of Special Recreation, (the Association), Illinois, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Association's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Maine-Niles Association of Special Recreation, Illinois, as of December 31, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

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

### **Responsibilities of Management for the Financial Statements**

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

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

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

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

## **Required Supplementary Information**

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

### **Supplementary Information**

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

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Management's Discussion and Analysis December 31, 2021

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Our discussion and analysis of the Maine-Niles Special Recreation Association's ("Association") financial performance provides an overview of the Association's financial activities for the fiscal year ended December 31, 2021.

### FINANCIAL HIGHLIGHTS

- The Association's net position increased as a result of this year's operations by \$400,610 or 223.4 percent.
- During the year, government-wide revenues totaled \$1,810,056, while expenses totaled \$1,409,446, resulting in the increase to net position of \$400,610.
- The Association's net position totaled \$579,932 at December 31, 2021, which included \$431,442 unrestricted net position that may be used to meet the ongoing obligations to participants and creditors.
- At the fund level, a surplus was reported this year of \$126,904, resulting in ending fund balance of \$809,705, an increase of 18.6 percent.

### USING THIS ANNUAL REPORT

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

#### Government-Wide Financial Statements

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

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

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Management's Discussion and Analysis December 31, 2021

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### USING THIS ANNUAL REPORT – Continued

#### Government-Wide Financial Statements – Continued

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

#### Fund Financial Statements

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

#### Governmental Funds

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

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

#### Notes to the Financial Statements

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

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Management's Discussion and Analysis December 31, 2021

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### USING THIS ANNUAL REPORT – Continued

#### Other Information

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

#### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Association, assets/deferred outflows exceeded liabilities/deferred inflows by \$579,932.

	Net Position	
	2021	2020
Current Assets/Other Assets	\$ 1,302,062	751,594
Capital Assets	148,490	175,456
Total Assets	1,450,552	927,050
Deferred Outflows	-	73,838
Total Assets/ Deferred Outflows	1,450,552	1,000,888
Long-Term Debt	182,147	356,166
Other Liabilities	89,535	75,026
Total Liabilities	271,682	431,192
Deferred Inflows	598,938	390,374
Total Liabilities/ Deferred Inflows	870,620	821,566
Net Position		
Investment in Capital Assets	148,490	175,456
Unrestricted	431,442	3,866
Total Net Position	579,932	179,322

A portion of the Association's net position, \$148,490, reflects its investment in capital assets (for example, equipment and vehicles). The Association uses these capital assets to provide services to program participants; consequently, these assets are not available for future spending.

The remaining \$431,442, represents unrestricted net position and may be used to meet the Association's ongoing obligations to program participants and creditors.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Management's Discussion and Analysis December 31, 2021

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Position	
	2021	2020
Revenues		
Program Revenues		
Charges for Services	\$ 1,726,518	1,499,114
Operating Grants/Contrib.	83,167	168,029
General Revenues		
Interest Income	371	1,765
Total Revenues	<u>1,810,056</u>	<u>1,668,908</u>
Expenses		
Special Recreation	<u>1,409,446</u>	<u>1,723,176</u>
Change in Net Position	400,610	(54,268)
Net Position - Beginning	<u>179,322</u>	<u>233,590</u>
Net Position - Ending	<u><u>579,932</u></u>	<u><u>179,322</u></u>

Net position of the Association increased by 223.4 percent (\$179,322 in 2020 compared to \$579,932 in 2021). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$431,442 at December 31, 2021.

Revenues for 2021 totaled \$1,810,056, while the cost of all programs totaled \$1,406,446. This results in a surplus of \$400,610. In 2020, expenses of \$1,723,176 exceeded revenues of \$1,668,908, resulting in a deficit of \$54,268. The Association reported increases in charges for services for the year. Expenses for the 2021 fiscal year decreased \$313,730, due to the changes in the IMRF net pension asset and the total OPEB liability which occurred during the fiscal year.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

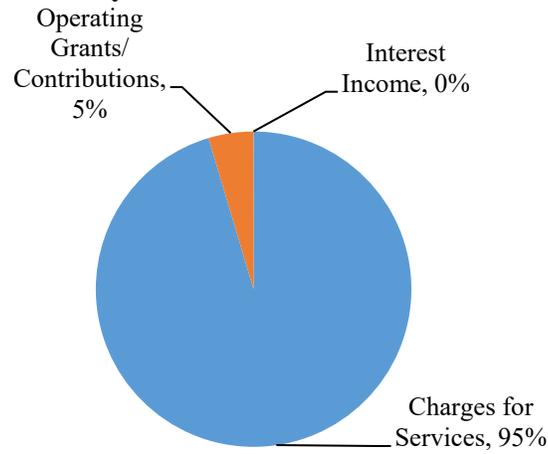
## Management's Discussion and Analysis December 31, 2021

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

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

**Revenues by Source - Governmental Activities**



### FINANCIAL ANALYSIS OF THE ASSOCIATION'S OPERATING FUND

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

The Association's operating fund reported ending fund balance of \$809,705, which is \$126,904, or 18.6 percent, higher than last year's total of \$682,801. Of the \$809,705 total, \$785,689, or approximately 97.0 percent, of the fund balance constitutes unassigned fund balance.

The Association reported a positive change in fund balance for the year due to an increase in member district contributions and increases in program revenue compared to 2020 and less total expenses than budgeted.

### BUDGETARY HIGHLIGHTS

The Association made no budget amendments during the year. Actual revenues for the year totaled \$1,810,056, compared to budgeted revenues of \$2,125,174. Member district reimbursements and recreation program revenue came in under budgeted amounts of \$236,896 and \$86,215, respectively.

Actual expenditures for the year were \$569,980 lower than budgeted (\$1,683,152 actual compared to \$2,253,132 budgeted) due primarily to reduced costs related to all functions, except for capital outlay which was slightly higher than budgeted by \$207.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Management's Discussion and Analysis December 31, 2021

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### CAPITAL ASSETS

The Association's investment in capital assets as of December 31, 2021 was \$148,490 (net of accumulated depreciation). This investment in capital assets includes equipment and vehicles.

	Capital Assets - Net of Depreciation	
	2021	2020
Equipment	\$ 72,575	69,562
Vehicles	75,915	105,894
Total	148,490	175,456

The Association had the following capital asset additions for the year:

Equipment	<u>\$ 29,162</u>
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Additional information on the Association's capital assets can be found in Note 3 of this report.

### ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Association's Board of Directors consider many factors when setting the 2022 budget. The budget reflects some of the trends and economic indicators of the membership districts and Special Recreation Associations in general.

During 2022, the Board will continue to review these indicators and make any adjustments to the budget that is indicated by a significant change in such factors. The extent of the impact of COVID-19 on the Association's operations and financial position cannot be determined.

### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Association's finances for all those with an interest in the Association's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Executive Director, Maine-Niles Association of Special Recreation, 6820 W. Dempster, Morton Grove, Illinois 60053.

## **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 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.

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Statement of Net Position**

**December 31, 2021**

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**See Following Page**

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

Statement of Net Position  
December 31, 2021

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	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and Investments	\$ 848,171
Accounts Receivable - Net of Allowances	21,835
Prepays	24,016
Total Current Assets	<u>894,022</u>
Noncurrent Assets	
Capital Assets	
Depreciable	551,871
Accumulated Depreciation	<u>(403,381)</u>
Total Capital Assets	148,490
Other Assets	
Net Pension Asset - IMRF	<u>408,040</u>
Total Noncurrent Assets	<u>556,530</u>
Total Assets	<u>1,450,552</u>

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

	<u>Governmental Activities</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	\$ 17,988
Accrued Payroll	51,158
Other Payables	15,171
Compensated Absences Payable	5,218
Total Current Liabilities	<u>89,535</u>
Noncurrent Liabilities	
Compensated Absences Payable	20,870
Total OPEB Liability - RBP	<u>161,277</u>
Total Noncurrent Liabilities	<u>182,147</u>
Total Liabilities	271,682
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Items - IMRF	<u>598,938</u>
Total Liabilities/Deferred Inflows of Resources	<u>870,620</u>
<b>NET POSITION</b>	
Investment of Capital Assets	148,490
Unrestricted	<u>431,442</u>
Total Net Position	<u><u>579,932</u></u>

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

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

Statement of Activities  
 Year Ended December 31, 2021

	Program Revenues		Net (Expenses)/ Revenues
	Charges for Services	Operating Grants/ Contributions	
Expenses			
Governmental Activities			
Program Services	\$ 1,409,446	1,726,518	83,167
		General Revenues	
		Interest Income	371
		Change in Net Position	400,610
		Net Position - Beginning	179,322
		Net Position - Ending	579,932

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Balance Sheet - Governmental Fund  
December 31, 2021**

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	<u>General</u>
<b>ASSETS</b>	
Cash and Investments	\$ 848,171
Accounts Receivable - Net of Allowances	21,835
Prepays	<u>24,016</u>
Total Assets	<u><u>894,022</u></u>
<b>LIABILITIES AND FUND BALANCES</b>	
Liabilities	
Accounts Payable	17,988
Accrued Payroll	51,158
Other Payables	<u>15,171</u>
Total Liabilities	<u><u>84,317</u></u>
Fund Balances	
Nonspendable	24,016
Unassigned	<u>785,689</u>
Total Fund Balances	<u><u>809,705</u></u>
Total Liabilities and Fund Balance	<u><u>894,022</u></u>

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities  
December 31, 2021**

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<b>Total Governmental Fund Balances</b>	\$ 809,705
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.	148,490
Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	(598,938)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences Payable Net Pension (Asset) - IMRF Total OPEB Liability - RBP	(26,088) 408,040 <u>(161,277)</u>
<b>Net Position of Governmental Activities</b>	<u><u>579,932</u></u>

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Statement of Revenues, Expenditures and Change in Fund Balance - Governmental Fund  
Year Ended December 31, 2021**

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	<u>General</u>
Revenues	
Member District Contributions	\$ 1,359,806
Member District Reimbursements	230,136
Recreation Program Revenue	110,921
Grants and Donations	83,167
Interest Income	371
Miscellaneous	25,655
Total Revenues	<u>1,810,056</u>
Expenditures	
Program Services	
Salaries and Wages	1,031,570
Insurance	146,633
Contractual Services	308,629
Utilities	10,530
Materials and Supplies	17,889
Maintenance and Repairs	51,959
Recreation Programs	72,719
Other	15,209
Capital Outlay	28,014
Total Expenditures	<u>1,683,152</u>
Net Change in Fund Balance	126,904
Fund Balance - Beginning	<u>682,801</u>
Fund Balance - Ending	<u><u>809,705</u></u>

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

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

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

Year Ended December 31, 2021

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**Net Change in Fund Balances - Total Governmental Funds** \$ 126,904

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	29,162
Depreciation Expense	(52,347)
Disposals - Cost	(25,219)
Disposals - Accumulated Depreciation	21,438

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

Change in Deferred Items - IMRF	(282,402)
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Some expenses reported 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.

Changes in Compensated Absences Payable	5,075
Changes in Net Pension Liability/(Asset) - IMRF	553,736
Changes in Total OPEB Liability - RBP	24,263

**Changes in Net Position of Governmental Activities** 400,610

# **MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

## **Notes to the Financial Statements December 31, 2021**

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### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Maine-Niles Association of Special Recreation (the Association), an intergovernmental organization consisting of six area park districts and one village, was organized to provide special recreation programs to individuals with disabilities within their Associations and to share the expenses of such programs on a cooperative basis. The Association is governed by a Board of Directors consisting of one representative from each member agency. The Board of Directors is responsible for establishing all major policies and changes therein and for approving all budgets, capital outlays, programming, and master plans. The Board of Directors performs these duties following the guidelines set forth in the municipal and Park District code for joint agreements. The seven current member districts are Des Plaines Park District, Golf-Maine Park District, Village of Lincolnwood Parks and Recreation, Morton Grove Park District, Niles Park District, Park Ridge Recreation and Park District, and Skokie Park District.

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

#### **REPORTING ENTITY**

In determining the financial reporting entity, the Association complies with the provisions of GASB Statement No. 61, “the Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34,” and includes all component units that have a significant operational or financial relationship with the Association. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

#### **BASIS OF PRESENTATION**

##### **Government-Wide Statements**

The Association’s basic financial statements include both government-wide (reporting the Association as a whole) and fund financial statements (reporting the Association’s major fund). Both the government-wide and fund financial statements categorize primary activities as governmental activities.

In the government-wide Statement of Net Position, the governmental activities column is presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The Association’s net position is reported in two parts: investment in capital assets and unrestricted net position.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### BASIS OF PRESENTATION – Continued

##### Government-Wide Statements – Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the Association's functions (program services). These functions are supported by program revenues (member Association contributions, integration reimbursement and transportation fees and other revenues.) The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. The net costs (by function) are normally covered by general revenue. The Association does not allocate indirect costs. This government-wide focus is more on the sustainability of the Association as an entity and the change in the Association's net position resulting from the current year's activities.

##### Fund Financial Statements

The financial transactions of the Association are reported in a single governmental fund in the fund financial statements. This fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures. The Association's fund is organized into governmental category. The emphasis in fund financial statements is on the major fund.

##### 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 fund of the Association:

*General Fund* is the general operating fund of the Association. It accounts for all revenues and expenditures of the Association. The General Fund is a major fund.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### 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, governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus is utilized.

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

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

##### Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. A sixty-day availability period is used for revenue recognition for all governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are member agency contributions, interest income and program fees. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION

##### Cash and Investments

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

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

##### Receivables

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

##### Prepays

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. Prepays are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

##### Capital Assets

Capital assets purchased or acquired with an original cost of more than \$1,000, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

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

**Capital Assets - Continued**

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

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

Equipment	5 - 20 Years
Vehicles	8 Years

**Deferred Outflows/Inflows of Resources**

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

**Compensated Absences**

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

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

The Association’s regular full-time employees accumulate vacation days based on the employee’s anniversary date.

While employees are not permitted to carryover unused vacation days beyond their anniversary date, any unused vacation days are paid out upon the employee’s termination.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

##### Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. 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.

##### Net Position

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

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

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

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

##### INCOME TAXES

For tax reporting purposes, the Association operates as a nonprofit organization and has received exempt status under section 501 (c)(3) of the Internal Revenue Code.

The Association reports information regarding its financial position and activities according to two classes of net position: with donor restrictions and without donor restrictions.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### INCOME TAXES - Continued

The Association files its tax return with the U.S. federal and various state and local tax jurisdictions. With few exceptions, the Association is no longer subject to examinations by major tax jurisdictions for the tax years 2015 and prior. The association had no income tax expense for the year ended December 31, 2021.

The Association includes accrued interest and penalties related to unrecognized tax benefits in operating expenses. The expense for interest and penalties related to unrecognized tax benefits amounts to \$0 for the year ended December 31, 2021.

### NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### BUDGETARY INFORMATION

The Association's staff and Board of Directors followed these procedures in establishing the budgetary data reflected in the financial statements:

1. During the month of August, the Business Manager provides the staff with year to date general ledger account detail.
2. In mid-September, the staff submits their proposed year-end figures to the Executive Director. They also submit the budget estimates for the following year per their assigned accounts.
3. In October, the Executive Director develops the preliminary budget, the member agency contribution amount, and submits both to the Board for review.
4. In December, the member Associations vote on the proposed member contributions for the coming year.
5. Final budget approval is slated for the December board meeting.
6. Budgets are adopted consistent with GAAP.
7. There were no budget amendments for the year-ended December 31, 2021.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### NOTE 3 – DETAIL NOTES ON ALL FUNDS

#### DEPOSITS AND INVESTMENTS

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

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. The Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

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

At year-end, the carrying amount of the Association’s deposits totaled \$842,710 and the bank balances totaled \$850,795. The Association also had \$5,461 invested in the Illinois Funds at year-end.

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. It is the policy of the Association to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Association and conforming to all state and local statutes governing the investment of public funds using the ‘prudent person’ standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield. The Association’s investment in the Illinois Funds has an average maturity of less than one year.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Association limits its exposure to credit risk by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government. At year-end, the Association’s investments in the Illinois Funds was rated AAAM by Standard & Poor’s.

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS - Continued**

**DEPOSITS AND INVESTMENTS – Continued**

**Interest Rate Risk, Credit Risk, Concentration Risk and Custodial Credit Risk - Continued**

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the Association’s deposits may not be returned to it. The Association’s investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the Association’s name. At December 31, 2021, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Association will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Association’s investment policy does not mitigate custodial credit risk for investments. The Association’s investment in the Illinois Funds is not subject to custodial credit risk.

**CAPITAL ASSETS**

Capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Depreciable Capital Assets				
Equipment	\$ 160,308	29,162	25,219	164,251
Vehicles	387,620	-	-	387,620
	<u>547,928</u>	<u>29,162</u>	<u>25,219</u>	<u>551,871</u>
Less Accumulated Depreciation				
Equipment	90,746	22,368	21,438	91,676
Vehicles	281,726	29,979	-	311,705
	<u>372,472</u>	<u>52,347</u>	<u>21,438</u>	<u>403,381</u>
Total Net Depreciable Capital Assets	<u>175,456</u>	<u>(23,185)</u>	<u>3,781</u>	<u>148,490</u>

Depreciation expense of \$52,347 was charged to the governmental activities.

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LEASE OBLIGATION**

The Association leases its administrative office under the terms of a non-cancellable lease from the Morton Grove Park District expiring in June 30, 2041.

Rent expense for the year ended December 31, 2021 was \$72,653. Future minimum lease payments are as follows:

Fiscal Year	Lease Payments
2022	\$ 72,653
2023	72,653
2024	72,653
2025	72,653
2026	72,653
2027	72,653
2028	72,653
2029	72,653
2030	72,653
2031	72,653
2032	72,653
2033	72,653
2034	72,653
2035	72,653
2036	72,653
2037	72,653
2038	72,653
2039	72,653
2040	72,653
2041	<u>36,327</u>
	<u><u>1,416,734</u></u>

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT**

**Long-Term Liability Activity**

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 31,163	5,075	10,150	26,088	5,218
Net Pension Liability/(Asset) - IMRF	145,696	-	553,736	(408,040)	-
Total OPEB Liability - RBP	185,540	-	24,263	161,277	-
	<u>362,399</u>	<u>5,075</u>	<u>588,149</u>	<u>(220,675)</u>	<u>5,218</u>

The General Fund makes payments on the compensated absences, the net pension liability, and the total OPEB liability.

**NET POSITION/FUND BALANCE**

**Net Position Classifications**

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

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 148,490</u>

**Fund Balance Classifications**

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

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

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**Fund Balance Classifications – Continued**

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

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

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

*Minimum Fund Balance Policy.* The Association’s policy manual states that the General Fund should maintain a minimum fund balance equal to 25% of budgeted operating expenditures – less the budgeted inclusion reimbursements and transfers.

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

	<u>General</u>
Fund Balances	
Nonspendable	
Prepays	\$ 24,016
Unassigned	<u>785,689</u>
Total Fund Balances	<u><u>809,705</u></u>

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

**NOTE 4 – OTHER INFORMATION**

**RISK MANAGEMENT**

**Park District Risk Management Agency (PDRMA)**

The Association is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and net income losses. There has been no significant reduction in coverage in any program from coverage in the prior year. For all programs, settlement amounts have not exceeded insurance in the current or three prior years. Since 1985, the Association has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve Associations, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials’, employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period January 1, 2021 through January 1, 2022:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
<b>PROPERTY</b>			
Property/Bldg/Contents			
All Losses Per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/All Members
Flood/Except Zones A & V	\$1,000	\$1,000,000	\$100,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	\$1,000	\$1,000,000	\$50,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Course of Construction/Builders Risk	\$1,000	Included	\$25,000,000
Tax Revenue Interruption	\$1,000	\$1,000,000	\$3,000,000/Reported Values
			\$1,000,000/Non-Reported Values
Business Interruption, Rental Income	\$1,000		\$100,000,000/Reported Values
			\$500,000/\$2,500,000/Non-Reported Values
Off Premises Service Interruption	24 Hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/Occurrence
Seasonal Employees	\$1,000	\$9,000	\$1,000,000/Occurrence
Blanket Bond	\$1,000	\$24,000	\$2,000,000/Occurrence
<b>WORKERS COMPENSATION</b>			
Employers Liability	N/A	\$500,000	Statutory
		\$500,000	\$3,500,000 Employers Liability

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

**NOTE 4 – OTHER INFORMATION – Continued**

**RISK MANAGEMENT – Continued**

**Park District Risk Management Agency (PDRMA) – Continued**

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits
<b>LIABILITY</b>			
General	None	\$500,000	\$21,500,000/Occurrence
Auto Liability	None	\$500,000	\$21,500,000/Occurrence
Employment Practices	None	\$500,000	\$21,500,000/Occurrence
Public Officials' Liability	None	\$500,000	\$21,500,000/Occurrence
Law Enforcement Liability	None	\$500,000	\$21,500,000/Occurrence
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/Occurrence
Communicable Disease	\$1,000/\$5,000	\$5,000,000	\$250,000/Claim/Aggregate; \$5,000,000 Aggregate All Members
<b>POLLUTION LIABILITY</b>			
Liability - Third Party	None	\$25,000	\$5,000,000/Occurrence
Property - First Party	\$1,000	\$24,000	\$30,000,000 3 Year Aggregate
<b>OUTBREAK EXPENSE</b>			
Outbreak Suspension	24 Hours	N/A	\$1,000,000 Aggregate Policy Limit \$5,000/\$25,000/Day All Locations \$150,000/\$500,000 Aggregate
Workplace Violence Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
Fungus Suspension	24 Hours	N/A	\$15,000/Day All Locations 5 Day Maximum
<b>INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA</b>			
<b>LIABILITY COVERAGE</b>			
Breach Response	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Business Interruption due to			
System Failure	8 Hours	\$100,000	\$250,000/Occurrence/Annual Aggregate
Dependent Business Loan	8 Hours	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Liability	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
eCrime	\$1,000	\$100,000	\$50,000/Occurrence/Annual Aggregate
Criminal Reward	\$1,000	\$100,000	\$50,000/Occurrence/Annual Aggregate
<b>DEADLY WEAPON RESPONSE</b>			
Liability	\$1,000	\$9,000	\$500,000/Occurrence/\$2,500,000 Annual Aggregate
First Party Property	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Crisis Management Services	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Counseling/Funeral Expenses	\$1,000	\$9,000	\$250,000/Occurrence as part of overall limit
Medical Expenses	\$1,000	\$9,000	\$25,000/person/\$500,000 Annual Aggregate
AD&D	\$1,000	\$9,000	\$50,000/person/\$500,000 Annual Aggregate
<b>VOLUNTEER MEDICAL ACCIDENT</b>			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense Excess of any other Collectible Insurance
<b>UNDERGROUND STORAGE TANK LIABILITY</b>			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking Underground Tank Fund
<b>UNEMPLOYMENT COMPENSATION</b>			
Unemployment Compensation	N/A	N/A	Statutory

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### NOTE 4 – OTHER INFORMATION – Continued

#### RISK MANAGEMENT – Continued

##### Park District Risk Management Agency (PDRMA) – Continued

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

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

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

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

The following represents a summary of PDRMA’s Property/Casualty Program balance sheet at December 31, 2020 and the statement of revenues and expenses for the period ending December 31, 2020:

Assets	\$76,433,761
Deferred Outflows of Resources – Pension	1,015,561
Liabilities	19,892,387
Deferred Inflows of Resources – Pension	798,816
Total Net Pension	56,758,119
Operating Revenues	19,454,155
Nonoperating Revenues	4,109,196
Expenditures	16,158,333

The Association’s portion of the overall equity in the pool is 0.264% or \$149,796.

Since 89.98% of PDRMA’s liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

# MAINE-NILES ASSOCIATION OF SPECIAL RECREATION

## Notes to the Financial Statements December 31, 2021

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### NOTE 4 – OTHER INFORMATION – Continued

#### CONTINGENT LIABILITIES

##### Grants

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

##### Litigation

The Association is currently not involved in any lawsuits.

##### Financial Impact from COVID-19

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

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

The Association contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://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.

##### Illinois Municipal Retirement Fund (IMRF)

##### Plan Descriptions

*Plan Administration.* All employees hired in positions that need 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.

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Plan Descriptions – Continued**

*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.

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

Inactive Plan Members Currently Receiving Benefits	16
Inactive Plan Members Entitled to but not yet Receiving Benefits	43
Active Plan Members	<u>17</u>
Total	<u><u>76</u></u>

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Plan Descriptions – Continued**

*Contributions.* As set by statute, the Association’s Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended December 31, 2021, the Association’s contribution was 13.24% of covered payroll.

*Net Pension Liability.* The Association’s net pension liability was measured as of December 31, 2021. 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, 2021, using the following actuarial methods and assumptions:

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

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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

<u>Asset Class</u>	<u>Target</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	25.00%	2.00%
Domestic Equities	39.00%	5.00%
International Equities	15.00%	5.75%
Real Estate	10.00%	5.90%
Blended	10.00%	4.30% - 8.10%
Cash and Cash Equivalents	1.00%	1.70%

**Discount Rate**

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Discount Rate Sensitivity**

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 91,167	(408,040)	(786,357)

**Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2020	\$ 4,497,293	4,351,597	145,696
Changes for the year:			
Service Cost	68,969	-	68,969
Interest on the Total Pension Liability	321,945	-	321,945
Difference Between Expected and Actual Experience of the Total Pension Liability	(94,574)	-	(94,574)
Changes of Assumptions	-	-	-
Contributions - Employer	-	110,255	(110,255)
Contributions - Employees	-	37,474	(37,474)
Net Investment Income	-	710,194	(710,194)
Benefit Payments, including Refunds of Employee Contributions	(182,327)	(182,327)	-
Other (Net Transfer)	-	(7,847)	7,847
Net Changes	114,013	667,749	(553,736)
Balances at December 31, 2021	4,611,306	5,019,346	(408,040)

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement Fund (IMRF) – Continued**

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

For the year ended December 31, 2021, the Association recognized pension revenue of \$161,079. At December 31, 2021, the Association 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	\$ -	(61,461)	(61,461)
Change in Assumptions	-	(12,349)	(12,349)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(525,128)	(525,128)
Total Deferred Amounts Related to IMRF	-	(598,938)	(598,938)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred (Inflows) of Resources
2022	\$ (189,263)
2023	(198,215)
2024	(132,210)
2025	(79,250)
2026	-
Thereafter	-
Total	(598,938)

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**General Information about the OPEB Plan**

*Plan Description.* The Association’s defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general employees of the Association. RBP is a single-employer defined benefit OPEB plan administered by the Association. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Association Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided.* RBP provides healthcare and dental benefits for retirees and their dependents. Participants are responsible for the full cost of coverage including coverage for any eligible spouse/dependent. Coverage continues until Medicare eligibility. For healthcare and dental the retiree pays the full cost of the coverage.

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

Inactive Plan Members Currently Receiving Benefits	1
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>9</u>
Total	<u><u>10</u></u>

**Total OPEB Liability**

The Association’s total OPEB liability was measured as of December 31, 2021, and was determined by an actuarial valuation as of that date.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Total OPEB Liability – Continued**

*Actuarial Assumptions and Other Inputs – Continued.*

Inflation	2.25%
Salary Increases	2.50%
Discount Rate	2.06%
Healthcare Cost Trend Rates	The initial trend rate is based on known information with the second rate following the 2021 Segal Health Plan Cost Trend Survey.
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The municipal bond rate assumption is based on the Bond Buyer 20-Bond Go Index.

Active Mortality rates were based on the PubG-2010(B) improved generationally using MP-2020 improvement rates weighted per IMRF experience study dated December 14, 2020.

**Change in the Total OPEB Liability**

	<u>Total OPEB Liability</u>
Balance at December 31, 2020	<u>\$ 185,540</u>
Changes for the Year:	
Service Cost	1,941
Interest on the Total Pension Liability	3,811
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	(18,392)
Benefit Payments	<u>(11,623)</u>
Net Changes	<u>(24,263)</u>
Balance at December 31, 2021	<u><u>161,277</u></u>

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability, calculated using a Single Discount Rate of 2.06%, while the prior valuation used 2.12%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (1.06%)	Current Discount Rate (2.06%)	1% Increase (3.06%)
Total OPEB Liability	\$ 174,919	161,277	149,791

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

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

	1.00% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1.00% Increase (Varies)
Total OPEB Liability	\$ 148,214	161,277	176,528

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Notes to the Financial Statements  
December 31, 2021**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

Per GASB Statement No. 75, under the Alternative Measurement Method, changes in Total OPEB Liability are immediately recognized as expense, resulting in no deferred outflows of resources or deferred inflows of resources related to OPEB. For the year ended December 31, 2021, the Association recognized an OPEB revenue of \$12,640.

**MEMBER CONTRIBUTIONS**

Contributions received from members during the 2021 fiscal year were:

Members	Amounts
Des Plaines Park District	\$ 276,993
Golf-Maine Park District	40,250
Lincolnwood Parks and Recreation	98,314
Morton Grove Park District	130,949
Niles Park District	166,576
Park Ridge Park District	257,003
Skokie Park District	389,721
	<u>1,359,806</u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

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

- Schedule of Employer Contributions  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability  
Retiree Benefit Plan
- 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.

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
December 31, 2021**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 87,241	\$ 86,822	\$ (419)	\$ 699,605	12.41%
2015	96,314	96,314	-	737,484	13.06%
2016	76,064	76,064	-	753,116	10.10%
2017	98,872	98,872	-	874,200	11.31%
2018	87,258	87,258	-	910,839	9.58%
2019	71,870	71,870	-	992,682	7.24%
2020	79,859	79,755	(104)	852,283	9.36%
2021	110,255	110,255	-	832,745	13.24%

Notes to the Required Supplementary Information:

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

Note:

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

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Changes in the Employer's Net Pension Liability  
December 31, 2021**

	2014	2015
Total Pension Liability		
Service Cost	\$ 73,769	70,072
Interest	214,568	223,166
Differences Between Expected and Actual Experience	(152,536)	65,411
Change of Assumptions	66,334	-
Benefit Payments, Including Refunds of Member Contributions	(78,385)	(92,884)
Net Change in Total Pension Liability	123,750	265,765
Total Pension Liability - Beginning	2,863,208	2,986,958
Total Pension Liability - Ending	2,986,958	3,252,723
Plan Fiduciary Net Position		
Contributions - Employer	\$ 86,822	96,314
Contributions - Members	31,331	33,187
Net Investment Income	166,632	14,725
Benefit Payments, Including Refunds of Member Contributions	(78,385)	(92,884)
Other (Net Transfer)	8,490	(101,661)
Net Change in Plan Fiduciary Net Position	214,890	(50,319)
Plan Net Position - Beginning	2,711,789	2,926,679
Plan Net Position - Ending	2,926,679	2,876,360
Employer's Net Pension Liability/(Asset)	\$ 60,279	376,363
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability/(Asset)	97.98%	88.43%
Covered Payroll	\$ 699,605	737,484
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	8.62%	51.03%

Notes:

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

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2014 through 2021. Changes in assumptions related to the demographics were made in 2014 and 2017.

2016	2017	2018	2019	2020	2021
74,736	86,978	80,888	85,776	86,918	68,969
242,954	258,675	268,328	281,228	317,218	321,945
(11,866)	(10,742)	(49,615)	290,942	(88,731)	(94,574)
-	(98,990)	122,585	-	(58,797)	-
(101,400)	(103,282)	(105,038)	(141,641)	(182,554)	(182,327)
204,424	132,639	317,148	516,305	74,054	114,013
3,252,723	3,457,147	3,589,786	3,906,934	4,423,239	4,497,293
3,457,147	3,589,786	3,906,934	4,423,239	4,497,293	4,611,306
76,064	98,872	87,258	71,870	79,755	110,255
33,890	39,339	40,988	44,671	38,294	37,474
199,863	516,425	(143,666)	579,986	548,712	710,194
(101,400)	(103,282)	(105,038)	(141,641)	(182,554)	(182,327)
18,097	(39,879)	(47,938)	28,288	(161,737)	(7,847)
226,514	511,475	(168,396)	583,174	322,470	667,749
2,876,360	3,102,874	3,614,349	3,445,953	4,029,127	4,351,597
3,102,874	3,614,349	3,445,953	4,029,127	4,351,597	5,019,346
354,273	(24,563)	460,981	394,112	145,696	(408,040)
89.75%	100.68%	88.20%	91.09%	96.76%	108.85%
753,116	874,200	910,839	992,682	852,283	832,745
47.04%	(2.81%)	50.61%	39.70%	17.09%	(49.00%)

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**Retiree Benefits Plan**

**Required Supplementary Information**

**Schedule of Changes in the Employer's Total OPEB Liability**

**December 31, 2021**

	2018	2019	2020	2021
Total OPEB Liability				
Service Cost	\$ 2,469	2,423	2,692	1,941
Interest	5,471	6,294	4,572	3,811
Changes in Benefit Terms	-	-	-	-
Differences Between Expected and Actual Experience	-	-	5,606	-
Change of Assumptions or Other Inputs	(7,605)	15,179	11,272	(18,392)
Benefit Payments	(1,243)	(10,215)	(10,940)	(11,623)
Net Change in Total OPEB Liability	(908)	13,681	13,202	(24,263)
Total OPEB Liability - Beginning	159,565	158,657	172,338	185,540
Total OPEB Liability - Ending	158,657	172,338	185,540	161,277
Covered-Employee Payroll	\$ 785,157	690,778	820,189	807,545
Total OPEB Liability as a Percentage of Covered-Employee Payroll	20.21%	24.95%	22.62%	19.97%

Notes:

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

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Changes of Assumptions.* Changes in assumptions related to the discount rate were made in 2018 through 2021.

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Member District Contributions	\$ 1,359,806	1,359,806	1,359,806
Member District Reimbursements	467,032	467,032	230,136
Recreation Program Revenue	197,136	197,136	110,921
Grants and Donations	80,500	80,500	83,167
Interest Income	600	600	371
Miscellaneous	20,100	20,100	25,655
Total Revenues	<u>2,125,174</u>	<u>2,125,174</u>	<u>1,810,056</u>
<b>Expenditures</b>			
Program Services			
Salaries and Wages	1,299,818	1,299,818	1,031,570
Insurance	189,877	189,877	146,633
Contractual Services	368,750	368,750	308,629
Utilities	12,500	12,500	10,530
Materials and Supplies	28,290	28,290	17,889
Maintenance and Repairs	59,989	59,989	51,959
Recreation Programs	239,711	239,711	72,719
Other	26,390	26,390	15,209
Capital Outlay	27,807	27,807	28,014
Total Expenditures	<u>2,253,132</u>	<u>2,253,132</u>	<u>1,683,152</u>
Net Change in Fund Balance	<u>(127,958)</u>	<u>(127,958)</u>	126,904
Fund Balance - Beginning			<u>682,801</u>
Fund Balance - Ending			<u><u>809,705</u></u>

## **OTHER SUPPLEMENTARY INFORMATION**

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**General Fund**

**Schedule of Revenues - Budget and Actual  
Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
<b>Member District Contributions</b>			
Des Plaines	\$ 276,993	276,993	276,993
Golf-Maine	40,250	40,250	40,250
Lincolnwood	98,314	98,314	98,314
Morton Grove	130,949	130,949	130,949
Niles	166,576	166,576	166,576
Park Ridge	257,003	257,003	257,003
Skokie	389,721	389,721	389,721
<b>Total Member District Contributions</b>	<b>1,359,806</b>	<b>1,359,806</b>	<b>1,359,806</b>
<b>Member District Reimbursements</b>			
<b>Inclusion</b>			
Wages	427,000	427,000	208,546
Workers' Compensation	2,733	2,733	1,311
Pension - FICA	37,299	37,299	20,279
<b>Total Member District Reimbursements</b>	<b>467,032</b>	<b>467,032</b>	<b>230,136</b>
<b>Recreation Program Revenue</b>			
Ongoing Youth Programs	17,500	17,500	6,073
Special Events for Youth	5,257	5,257	3,757
Youth Day Camp	63,054	63,054	17,217
Leisure Education	500	500	198
Ongoing Adult Programs	71,168	71,168	64,692
Special Events for Adults	20,005	20,005	6,607
Foundation Sponsored Programs	15,000	15,000	7,622
All Inclusive Events	4,652	4,652	4,755
<b>Total Recreation Program Revenue</b>	<b>197,136</b>	<b>197,136</b>	<b>110,921</b>
<b>Grants and Donations</b>			
Grants	56,500	56,500	66,806
Donations	24,000	24,000	16,361
<b>Total Grants and Donations</b>	<b>80,500</b>	<b>80,500</b>	<b>83,167</b>

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**General Fund**

**Schedule of Revenues - Budget and Actual - Continued  
Year Ended December 31, 2021**

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	Budget		Actual
	Original	Final	
Interest Income	\$ 600	600	371
Miscellaneous			
Fundraising	20,100	20,100	23,884
Miscellaneous	-	-	1,771
Total Miscellaneous	20,100	20,100	25,655
Total Revenues	2,125,174	2,125,174	1,810,056

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**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**General Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Salaries and Wages			
Administrative Staff	\$ 383,068	383,068	376,443
Recreation Staff	479,670	479,670	437,870
Inclusion Salaries	437,080	437,080	217,257
Total Salaries and Wages	1,299,818	1,299,818	1,031,570
Insurance			
Group Employees' Health	147,388	147,388	114,988
Group Employees' Life	4,053	4,053	3,877
Workers' Compensation	7,178	7,178	4,001
Liability	31,258	31,258	23,767
Total Insurance	189,877	189,877	146,633
Contractual Services			
Advertising	1,400	1,400	2,563
Association Dues	7,593	7,593	6,712
Periodicals	380	380	496
Postage	3,988	3,988	1,081
Bulk Mail Postage	1,550	1,550	1,060
Telephone	9,500	9,500	7,244
Printing	13,500	13,500	4,989
Building Rental	71,838	71,838	72,653
Professional Services	20,200	20,200	15,229
Website Maintenance	2,750	2,750	2,036
Pension - IMRF	118,861	118,861	110,255
Pension - FICA	112,190	112,190	82,509
Unemployment Compensation	5,000	5,000	1,802
Total Contractual Services	368,750	368,750	308,629

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued**  
**Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
<b>Utilities</b>			
Electricity	\$ 10,500	10,500	9,115
Natural Gas	2,000	2,000	1,415
<b>Total Utilities</b>	<b>12,500</b>	<b>12,500</b>	<b>10,530</b>
<b>Materials and Supplies</b>			
Printed Supplies	1,370	1,370	1,079
Computer Supplies	2,520	2,520	2,074
Office Supplies	4,000	4,000	3,672
Copy Machine Supplies	800	800	710
Safety and Training	6,000	6,000	4,960
Gas, Oil and Lubricants	13,600	13,600	5,394
<b>Total Materials and Supplies</b>	<b>28,290</b>	<b>28,290</b>	<b>17,889</b>
<b>Maintenance and Repairs</b>			
Office Equipment	36,989	36,989	37,155
Vehicles	23,000	23,000	14,804
<b>Total Maintenance and Repairs</b>	<b>59,989</b>	<b>59,989</b>	<b>51,959</b>
<b>Recreation Programs</b>			
Ongoing Youth Programs	15,353	15,353	3,169
Special Events for Youth	5,590	5,590	2,325
Youth Day Camp	89,032	89,032	19,598
Leisure Education	419	419	2
Ongoing Adult Programs	78,545	78,545	33,765
Special Events for Adults	29,450	29,450	5,590
Foundation Sponsored Programs	15,000	15,000	7,622
All Inclusive Events	6,322	6,322	648
<b>Total Recreation Programs</b>	<b>239,711</b>	<b>239,711</b>	<b>72,719</b>

**MAINE-NILES ASSOCIATION OF SPECIAL RECREATION**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued**  
**Year Ended December 31, 2021**

	Budget		Actual
	Original	Final	
Other			
Travel	\$ 6,040	6,040	3,533
Personnel	3,500	3,500	2,729
Educational Training	6,300	6,300	4,675
Board	300	300	222
Photography	200	200	-
Fundraising	4,800	4,800	2,015
Bank Charges	4,400	4,400	1,598
Inclusion Expenditure	850	850	437
Total Other	26,390	26,390	15,209
Capital Outlay			
Program Equipment	3,600	3,600	4,751
Office Equipment	24,207	24,207	23,263
Total Capital Outlay	27,807	27,807	28,014
Total Expenditures	2,253,132	2,253,132	1,683,152