



MUELLER & CO., LLP

Certified Public Accountants – Business & Financial Advisors

ASSURANCE

**OAKBROOK TERRACE FIRE PROTECTION
DISTRICT, ILLINOIS**

ANNUAL FINANCIAL REPORT

YEAR ENDED MAY 31, 2018

MUELLER

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**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
ANNUAL FINANCIAL REPORT
YEAR ENDED MAY 31, 2018**

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FINANCIAL SECTION



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Honorable District President and Board of Trustees
Oakbrook Terrace Fire Protection District, Illinois

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the fiduciary fund of Oakbrook Terrace Fire Protection District, Illinois, as of and for the year ended May 31, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and the fiduciary fund of Oakbrook Terrace Fire Protection District, Illinois, as of May 31, 2018, and the respective changes in financial position thereof and the respective budgetary comparison for the General Fund and the Ambulance Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note II.H to the basic financial statements, the District changed its method of accounting and financial reporting for postemployment benefits other than pensions as required by the provisions of GASB Statement No. 75. Our opinion is not modified with respect to that matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the retirement and postemployment benefit plan information on pages 38 - 41 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Oakbrook Terrace Fire Protection District, Illinois. The combining and individual fund financial statements and schedules and other information section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Oakbrook Terrace Fire Protection District, Illinois, for the year ended May 31, 2017, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information as well as the fiduciary fund type. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Oakbrook Terrace Fire Protection District, Illinois as a whole. The individual fund financial statements and schedules for the year ended May 31, 2017 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the May 31, 2017 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the May 31, 2017 individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements from which they have been derived.

Muller & Co., LLP

Orland Park, Illinois
November 26, 2018

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
MAY 31, 2018

ASSETS

Cash	\$ 29,290
Receivables (net of allowance for uncollectibles):	
Property taxes	1,764,066
Ambulance service fees	49,613
Capital assets not being depreciated	21,340
Capital assets, net of accumulated depreciation	<u>761,788</u>
 Total assets	 <u>2,626,097</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows of resources related to pensions	<u>1,314,776</u>
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LIABILITIES

Accounts payable and other current liabilities	52,406
Accrued interest payable	18,871
Due to other fund	19,151
Unearned grant revenue	6,098
Line of credit	75,000
Noncurrent liabilities:	
Due within one year	261,610
Due in more than one year	<u>5,861,275</u>
 Total liabilities	 <u>6,294,411</u>

DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources related to pensions	212,350
Deferred revenue - property taxes	<u>1,770,174</u>
 Total deferred inflows of resources	 <u>1,982,524</u>

NET POSITION (DEFICIT)

Net investment in capital assets	783,128
Unrestricted deficit	<u>(5,119,190)</u>
 Total net position (deficit)	 <u>\$ (4,336,062)</u>

See notes to basic financial statements.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2018

		<u>Program Revenues</u>		<u>Net (Expense)</u>
	<u>Expenses</u>	<u>Charges for</u>	<u>Capital</u>	<u>Revenue and</u>
		<u>Service</u>	<u>Grants and</u>	<u>Change in</u>
			<u>Contributions</u>	<u>Net Position</u>
Functions/programs:				
Governmental activities:				
Fire and rescue	\$ 1,097,384	\$ -	\$ 7,734	\$ (1,089,650)
Emergency medical service	913,356	132,343	-	(781,013)
General government	195,884	-	-	(195,884)
Interest expense	<u>113,581</u>	<u>-</u>	<u>-</u>	<u>(113,581)</u>
Total governmental activities	<u>\$ 2,320,205</u>	<u>\$ 132,343</u>	<u>\$ 7,734</u>	<u>(2,180,128)</u>
General revenues:				
Taxes:				
Property				1,732,429
Personal property replacement				5,623
Foreign fire insurance				11,947
Other income				<u>13,062</u>
Total general revenues				<u>1,763,061</u>
Change in net position (deficit)				(417,067)
Net position (deficit) at beginning of year, as restated				<u>(3,918,995)</u>
Net position (deficit) at end of year				<u>\$ (4,336,062)</u>

See notes to basic financial statements.

FUND FINANCIAL STATEMENTS

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
BALANCE SHEET - GOVERNMENTAL FUNDS
MAY 31, 2018

	<u>General</u>	<u>Ambulance</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash	\$ 29,290	\$ -	\$ -	\$ -	\$ 29,290
Property taxes receivable	782,365	701,512	271,875	8,314	1,764,066
Ambulance service fees receivable	-	49,613	-	-	49,613
Due from other funds	<u>114,967</u>	<u>55,681</u>	<u>6,351</u>	<u>-</u>	<u>176,999</u>
Total assets	<u>\$ 926,622</u>	<u>\$ 806,806</u>	<u>\$ 278,226</u>	<u>\$ 8,314</u>	<u>\$ 2,019,968</u>
LIABILITIES					
Accounts payable	\$ 19,514	\$ 19,514	\$ -	\$ -	\$ 39,028
Accrued expenditures	6,689	6,689	-	-	13,378
Due to other funds	156,252	-	-	39,898	196,150
Unearned grant revenue	6,098	-	-	-	6,098
Line of credit	<u>37,500</u>	<u>37,500</u>	<u>-</u>	<u>-</u>	<u>75,000</u>
Total liabilities	<u>226,053</u>	<u>63,703</u>	<u>-</u>	<u>39,898</u>	<u>329,654</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred revenue - property taxes	<u>785,075</u>	<u>703,940</u>	<u>272,816</u>	<u>8,343</u>	<u>1,770,174</u>
FUND BALANCES (DEFICITS)					
Restricted	-	-	5,410	-	5,410
Assigned	-	39,163	-	-	39,163
Unassigned	<u>(84,506)</u>	<u>-</u>	<u>-</u>	<u>(39,927)</u>	<u>(124,433)</u>
Total fund balances (deficits)	<u>(84,506)</u>	<u>39,163</u>	<u>5,410</u>	<u>(39,927)</u>	<u>(79,860)</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 926,622</u>	<u>\$ 806,806</u>	<u>\$ 278,226</u>	<u>\$ 8,314</u>	<u>\$ 2,019,968</u>

See notes to basic financial statements.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
RECONCILIATION OF FUND BALANCES (DEFICITS) - TOTAL GOVERNMENTAL
FUNDS TO NET POSITION OF GOVERNMENTAL ACTIVITIES
MAY 31, 2018

Fund balances (deficits) - total governmental funds	\$	(79,860)
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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.		783,128
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Long-term liabilities are not due and payable in the current year and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

General obligation bonds	\$	(1,500,000)
Installment contracts payable		(514,908)
Compensated absences payable		(43,411)
Net pension liability		(3,608,671)
Other postemployment benefits liability		<u>(455,895)</u>

Total		(6,122,885)
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Accrued interest payable was recognized for governmental activities, but is not due and payable in the current period and therefore is not reported as a liability in the governmental funds.		(18,871)
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Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds. Deferred outflows and inflows of resources related to pensions at year-end are as follows:

Deferred outflows of resources related to pensions	\$	1,314,776
Deferred inflows of resources related to pensions		<u>(212,350)</u>

Total		<u>1,102,426</u>
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Net position (deficit) of governmental activities	\$	<u><u>(4,336,062)</u></u>
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See notes to basic financial statements.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE (DEFICITS) - GOVERNMENTAL FUNDS
YEAR ENDED MAY 31, 2018

	<u>General</u>	<u>Ambulance</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Fund</u>	<u>Total Governmental Funds</u>
Revenues:					
Property taxes	\$ 761,637	\$ 679,850	\$ 282,663	\$ 8,279	\$ 1,732,429
Personal property replacement taxes	5,623	-	-	-	5,623
Foreign fire insurance	11,947	-	-	-	11,947
Grants	7,734	-	-	-	7,734
Ambulance service fees	-	132,343	-	-	132,343
Other revenue	<u>12,416</u>	<u>646</u>	<u>-</u>	<u>-</u>	<u>13,062</u>
Total revenues	<u>799,357</u>	<u>812,839</u>	<u>282,663</u>	<u>8,279</u>	<u>1,903,138</u>
Expenditures:					
Current:					
Fire and rescue	752,656	87,887	-	-	840,543
Emergency medical service	-	654,396	-	-	654,396
General government	88,360	50,236	-	13,500	152,096
Debt service:					
Principal	100,792	100,792	200,000	-	401,584
Interest	15,841	14,612	80,000	-	110,453
Capital outlay:					
Fire and rescue	8,136	-	-	-	8,136
Emergency medical service	<u>-</u>	<u>10,255</u>	<u>-</u>	<u>-</u>	<u>10,255</u>
Total expenditures	<u>965,785</u>	<u>918,178</u>	<u>280,000</u>	<u>13,500</u>	<u>2,177,463</u>
Excess (deficiency) of revenues over expenditures	(166,428)	(105,339)	2,663	(5,221)	(274,325)
Other financing sources:					
Installment contract	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Net change in fund balance (deficits)	83,572	144,661	2,663	(5,221)	225,675
Fund balance (deficits) at beginning of year	<u>(168,078)</u>	<u>(105,498)</u>	<u>2,747</u>	<u>(34,706)</u>	<u>(305,535)</u>
Fund balances (deficits) at end of year	<u>\$ (84,506)</u>	<u>\$ 39,163</u>	<u>\$ 5,410</u>	<u>\$ (39,927)</u>	<u>\$ (79,860)</u>

See notes to basic financial statements.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
RECONCILIATION OF THE NET CHANGE IN FUND BALANCE (DEFICITS) OF
GOVERNMENTAL FUNDS TO THE CHANGE IN NET POSITION
OF GOVERNMENTAL ACTIVITIES
YEAR ENDED MAY 31, 2018**

Net change in fund balance (deficits) - total governmental funds \$ 225,675

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. This is the amount by which depreciation expense (\$70,450) exceeded capitalized expenditures (\$0) in the current period. (70,450)

The issuance of long-term debt (e.g., bonds, installment contracts) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt uses current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of long-term debt and related items is summarized as follows:

Issuance of installment contract	\$ (500,000)	
Principal repayments of long-term debt	<u>401,584</u>	
 Total		 (98,416)

The changes in the District's net pension liability and deferred outflows/inflows of resources related to pensions are only reported in the statement of activities. (437,888)

The changes in the District's other postemployment benefits liability and deferred outflows/inflows of resources related to other postemployment benefits are only reported in the statement of activities. (32,287)

Long-term liabilities such as compensated absences do not require the use of current financial resources. Therefore, the changes in these liabilities are not reported in the governmental funds. (573)

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. The increase in the accrued interest balance results in an increase in interest expense reported in the statement of activities. (3,128)

Change in net position (deficit) of governmental activities \$ (417,067)

See notes to basic financial statements.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND DEFICITS - BUDGET AND ACTUAL
GENERAL FUND AND MAJOR SPECIAL REVENUE FUND
YEAR ENDED MAY 31, 2018

	General Fund		
	Original and Final Budget	Actual	Variance with Final Budget
Revenues:			
Property taxes	\$ 762,369	\$ 761,637	\$ (732)
Personal property replacement taxes	5,000	5,623	623
Foreign fire insurance	6,500	11,947	5,447
Grants	210,000	7,734	(202,266)
Ambulance service fees	-	-	-
Other revenue	9,050	12,416	3,366
Total revenues	992,919	799,357	(193,562)
Expenditures:			
Current:			
Accounting and payroll services	2,000	1,579	421
Building and grounds maintenance	4,500	9,804	(5,304)
Compensation and payroll taxes	529,500	529,981	(481)
Equipment maintenance	26,000	46,517	(20,517)
Foreign fire	6,500	11,651	(5,151)
Fuel	6,200	4,888	1,312
Health insurance	-	-	-
Insurance	100,100	89,168	10,932
Other	12,000	8,956	3,044
Pension contribution	80,302	80,486	(184)
Professional fees	6,000	7,719	(1,719)
Supplies	6,000	3,707	2,293
Telephone and DuComm	28,000	25,586	2,414
Testing and examinations	4,000	1,783	2,217
Training	5,500	8,316	(2,816)
Uniforms	9,000	5,740	3,260
Utilities	7,500	5,135	2,365
Debt service:			
Principal	73,200	100,792	(27,592)
Interest	9,900	15,841	(5,941)
Capital outlay	11,000	8,136	2,864
Total expenditures	927,202	965,785	(38,583)

See notes to basic financial statements.

Ambulance Fund		
Original and Final Budget	Actual	Variance with Final Budget
\$ 680,490	\$ 679,850	\$ (640)
-	-	-
-	-	-
-	-	-
115,000	132,343	17,343
<u>750</u>	<u>646</u>	<u>(104)</u>
<u>796,240</u>	<u>812,839</u>	<u>16,599</u>
2,000	1,579	421
4,500	9,804	(5,304)
529,500	527,725	1,775
26,000	46,518	(20,518)
-	-	-
6,200	4,888	1,312
146,350	149,477	(3,127)
-	-	-
1,000	-	1,000
-	-	-
6,000	7,719	(1,719)
6,000	3,996	2,004
28,000	25,589	2,411
4,000	1,783	2,217
5,500	8,316	(2,816)
-	-	-
7,500	5,125	2,375
73,200	100,792	(27,592)
9,900	14,612	(4,712)
<u>16,368</u>	<u>10,255</u>	<u>6,113</u>
<u>872,018</u>	<u>918,178</u>	<u>(46,160)</u>
		(continued)

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND DEFICITS - BUDGET AND ACTUAL
GENERAL FUND AND MAJOR SPECIAL REVENUE FUND
YEAR ENDED MAY 31, 2018

	General Fund		
	Original and Final Budget	Actual	Variance with Final Budget
Excess (deficiency) of revenues over expenditures	65,717	(166,428)	(232,145)
Other financing sources:			
Installment contract	<u>-</u>	<u>250,000</u>	<u>250,000</u>
Net change in fund deficits	65,717	83,572	17,855
Fund deficits at beginning of year	<u>(168,078)</u>	<u>(168,078)</u>	<u>-</u>
Fund balance (deficits) at end of year	<u><u>\$ (102,361)</u></u>	<u><u>\$ (84,506)</u></u>	<u><u>\$ 17,855</u></u>

See notes to basic financial statements.

Ambulance Fund		
Original and Final Budget	Actual	Variance with Final Budget
(75,778)	(105,339)	(29,561)
-	250,000	250,000
(75,778)	144,661	220,439
(105,498)	(105,498)	-
<u>\$ (181,276)</u>	<u>\$ 39,163</u>	<u>\$ 220,439</u>
		(concluded)

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION -
FIREFIGHTERS' PENSION TRUST FUND
MAY 31, 2018

ASSETS

Cash	\$ 31,868
Accrued interest receivable	15,065
Due from other funds	19,151
Prepaid items	574
Investments:	
Debt issues:	
Corporate	200,050
Municipal	230,196
Mutual funds	186,311
U.S. government agency notes	1,055,033
U.S. Treasury notes	<u>108,500</u>
Total assets	1,846,748

LIABILITIES

Accrued expenses	<u>1,377</u>
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NET POSITION

Net position restricted for pension benefits	<u><u>\$ 1,845,371</u></u>
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See notes to basic financial statements.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
FIREFIGHTERS' PENSION TRUST FUND
YEAR ENDED MAY 31, 2018

Additions:

Contributions:

Employer	\$ 80,486
Plan members	<u>38,227</u>

Total contributions		\$ 118,713
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Investment income:

Investment earnings	18,662
Investment fees	<u>(5,703)</u>

Net investment income		<u>12,959</u>
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Total additions		131,672
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Deductions:

Benefit payments	139,280
Refund of contributions	69,544
Administrative expenses	<u>13,490</u>

Total deductions		<u>222,314</u>
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Net decrease in net position		(90,642)
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Net position at beginning of year		<u>1,936,013</u>
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Net position at end of year		<u><u>\$ 1,845,371</u></u>
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See notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of Oakbrook Terrace Fire Protection District, Illinois (the "District"). All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. The District does not engage in any business-type activities.

B. Reporting Entity

The District provides fire, rescue, emergency medical and general administrative services. The accompanying financial statements present the District and its component units, entities for which the government is considered to be financially accountable. Fiduciary-type component units are, in substance, part of the District's operations, even though they are legally separate entities. Thus, the fiduciary-type component unit is appropriately presented as a fund of the District.

Fiduciary-type component unit. The District's fiduciary-type component unit consists of the Oakbrook Terrace Firefighters' Pension Trust Fund ("FPTF"). The District's sworn firefighters participate in the FPTF. FPTF functions for the benefit of these employees and is governed by a pension board. The District and the FPTF participants are obligated to fund all FPTF costs based upon actuarial valuations. The state of Illinois is authorized to establish benefit levels and the District is authorized to approve the actuarial assumptions used in the determination of the contribution levels. Although it is legally separate from the District, the FPTF is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the District's sworn firefighters. The FPTF is reported as a fiduciary fund and does not issue separate financial statements.

C. Basis of Presentation - Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities incorporate data from the governmental funds. Separate financial statements are provided for governmental funds and the fiduciary fund, even though the latter is excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

D. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the District's funds, including its fiduciary-type component unit. Separate statements for each fund category - governmental and fiduciary - are presented. The emphasis of fund financial statements is on major governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The remaining governmental fund is reported as a nonmajor fund.

The District reports the following major governmental funds:

The General Fund is comprised of two subfunds - the Corporate Fund and the Insurance Fund. These funds account for all financial resources of the general government, except those required to be accounted for in another fund. The Corporate Fund is the primary operating fund of the District. It is used to account for the direct costs of fire suppression and certain administration costs. The Insurance Fund accounts for tort, casualty and liability insurance costs and other costs relating to risk management.

The Ambulance Fund (a special revenue fund) accounts for the direct costs of emergency medical services and certain administration costs.

The Debt Service Fund accounts for the repayment of the District's bonded debt.

The District reports the following nonmajor governmental fund:

The Audit Fund (a special revenue fund) accounts for the costs of audit services.

Additionally, the District reports the following fiduciary fund:

The Firefighters' Pension Trust Fund accounts for the activities of the District's pension plan, which accumulates resources for pension benefit payments to qualified District personnel.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized in accordance with the District's appropriation ordinance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Additionally, property taxes are recognized on the current year's levy in conjunction with the amount budgeted by the Board of Trustees for the current year with the unrecognized amount being recorded as deferred revenue.

Property taxes, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

The pension trust fund is reported using the *economic resources measurement focus* and the *accrual basis of accounting*.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

F. Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental and fiduciary funds.

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

1. The Human Resources / Finance Director submits to the District Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them for the general, special revenue, debt service and pension trust funds.
2. Public hearings are conducted by the District to obtain taxpayer comments.
3. The budget is legally enacted through passage of an ordinance. The budget for the year ended May 31, 2018 was adopted through the passage of ordinance number 17-18-07 on August 9, 2017.
4. The Human Resources / Finance Director is authorized to transfer appropriated amounts between line items within funds with proper Board approval.
5. Formal appropriation integration is employed as a management control device during the year. These appropriations are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
6. Appropriation authority lapses at year-end.
7. State law requires that "expenditures be made in conformity with appropriation/budget." The level of legal control is generally considered the entire appropriation.
8. Budgeted amounts are as originally adopted by the District Board.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

G. Excess of Expenditures over Appropriations

The following funds had an excess of actual expenditures/expenses over the budgeted amount for the year ended May 31, 2018:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Major governmental funds:			
General subfund:			
Corporate Fund	\$ 827,102	\$ 876,617	\$ 49,515
Ambulance Fund	872,018	918,178	46,160
Nonmajor governmental fund:			
Audit Fund	13,000	13,500	500
Fiduciary fund:			
Firefighters' Pension Trust Fund	-	222,314	222,314

The overexpenditure in the Corporate Fund was funded by proceeds from an installment contract. The overexpenditure in the Ambulance Fund was funded by greater than anticipated revenues and proceeds from an installment contract. The overexpenditure in the Audit Fund was funded by an interfund loan. The overexpenditure in the Firefighters' Pension Trust Fund was funded by greater than anticipated revenues and available net position.

H. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Investments

Statutes authorize the District to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services and the Illinois Funds. Pension funds may also invest in certain non-U.S. obligations, mortgages, veteran's loans and life insurance company contracts.

Investments are reported at fair value.

2. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expense/expenditure when consumed rather than when purchased.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

3. *Capital Assets*

Capital assets, which include land, buildings, apparatus and vehicles, and equipment, reported in the government-wide financial statements are defined by the District as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Land is not depreciated. Buildings and improvements, apparatus and vehicles, and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings and improvements	20 - 50
Apparatus and vehicles	10 - 20
Equipment	10 - 15

4. *Deferred Outflows/Inflows of Resources*

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has one item that qualifies for reporting in this category in the statement of net position. It is the deferred outflows of resources related to pensions (see Note III.A.1 for further discussion of deferred outflows of resources related to pensions).

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and so will *not* be recognized as an inflow of resources (revenues) until that time. The District has two items that qualify for reporting in this category in the government-wide financial statements. One item is related to property taxes that are levied for future periods. The other item is deferred inflows of resources related to pensions (see Note III.A.1 for further discussion of deferred inflows of resources related to pensions). In the governmental fund balance sheets, deferred revenues are reported as deferred inflows of resources.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

5. *Long-term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts, as well as gains (losses) on refundings, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Gains (losses) on refundings are reported as deferred inflows (outflows) of resources. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

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

6. *Net Position Flow Assumption*

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

7. *Fund Balance Flow Assumptions*

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

8. *Fund Balance Policies*

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the District that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board of Trustees may by resolution authorize an individual or body to assign fund balance. The Board of Trustees has not adopted such a resolution. The Board of Trustees may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

9. *Deficit Fund Equity*

The following funds had fund balance deficits as of May 31, 2018:

Major governmental funds:	
General subfund:	
Insurance Fund	\$ 156,593
Nonmajor governmental fund:	
Audit Fund	39,927

The District plans to eliminate these deficits in the future through revenue increases and expenditure reductions.

I. *Revenues and Expenses/Expenditures*

1. *Program Revenues*

Amounts reported as *program revenues* include 1) charges to citizens or entities that 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. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

2. *Property Taxes*

Property taxes are levied as of January 1 on property values assessed on the same date. Tax bills are prepared by the County and issued on or about May 1 and are payable in two installments, on or about June 1 and September 1. The District receives significant collections of property taxes in the month following each due date. The billings are considered past due after the due dates at which time the applicable property is subject to lien and penalties and interest are assessed.

3. *Compensated Absences*

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

J. *Estimates*

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets, liabilities, and deferred outflows/inflows of resources; the disclosure of contingent assets and liabilities; and the reported revenues and expenditures/expenses. Significant estimates used in preparing the government-wide financial statements include the assumptions used to determine the net pension liability and the deferred outflows/inflows of resources related to pensions and the assumptions used to determine the other postemployment benefits liability and the related deferred outflows/inflows of resources. It is at least reasonably possible that the significant estimates used will change within the next year.

K. *Comparative Data*

Comparative data for the prior year have been presented in the combining and individual fund financial statements and schedules in order to provide an understanding of the changes in the financial position and operations of the various funds of the District.

II. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. *Deposits and Investments*

Deposits

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the District's deposits might not be recovered. The District does not have a deposit policy for custodial credit risk. All bank balances as of May 31, 2018 were entirely covered by federal depository insurance.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Investments

As of May 31, 2018, the Firefighters' Pension Trust Fund had the following investments:

<u>Type of Investment</u>	<u>Fair Value</u>	<u>Average Credit Quality Ratings (1)</u>	<u>Weighted Average Years to Maturity (2)</u>
Debt issues:			
Corporate	\$ 200,050	AAA - A- / Aaa - A3	3.72
Municipal (3)	230,196	AA+ / Aaa - Aa2	4.75
Mutual funds:			
Equities	186,311	N/A	N/A
U.S. government agency notes (3)	1,055,033	AA+ / Aaa	6.21
U.S. Treasury notes	<u>108,500</u>	AA+ / Aaa	4.16
Total	<u>\$ 1,780,090</u>		

(1) Ratings are provided where applicable to indicate associated *Credit Risk*. N/A indicates not applicable.

(2) *Interest Rate Risk* is estimated using weighted average years to maturity. N/A indicates not applicable.

(3) Some investments are not rated.

Investment Policies

The District's investments are subject to the following risks:

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

The District does not have a specific policy to address the above risks.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

B. Fair Value Measurements

The Firefighters' Pension Trust Fund categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Firefighters' Pension Trust Fund had the following recurring fair value measurements as of May 31, 2018:

Debt issues, U.S. government agency obligations, and U.S. Treasury notes - Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yield currently available on comparable securities of issuers with similar credit ratings.

Mutual funds - Valued at the daily closing price as reported by the fund. Mutual funds held by the Firefighters' Pension Trust Fund are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Firefighters' Pension Trust Fund are deemed to be actively traded.

The following table summarizes the investments of the Firefighters' Pension Trust Fund for which fair values are determined on a recurring basis as of May 31, 2018:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value
Debt issues:				
Corporate	\$ -	\$ 200,050	\$ -	\$ 200,050
Municipal	-	230,196	-	230,196
Mutual funds:				
Equities	186,311	-	-	186,311
U.S. government agency obligations	-	1,055,033	-	1,055,033
U.S. Treasury notes	-	108,500	-	108,500
Total investments at fair value	<u>\$ 186,311</u>	<u>\$ 1,593,779</u>	<u>\$ -</u>	<u>\$ 1,780,090</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

C. Receivables

Ambulance service fees receivable are shown net of an allowance for uncollectibles. The allowance for uncollectible ambulance service fees receivable of \$49,612 is based on previous collection experience.

D. Capital Assets

Capital asset activity for the year ended May 31, 2018 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 21,340	\$ -	\$ -	\$ 21,340
Capital assets, being depreciated:				
Buildings and improvements	890,880	-	-	890,880
Apparatus and vehicles	1,493,294	-	-	1,493,294
Equipment	214,210	-	-	214,210
Total capital assets, being depreciated	<u>2,598,384</u>	<u>-</u>	<u>-</u>	<u>2,598,384</u>
Less accumulated depreciation for:				
Buildings and improvements	517,443	20,917	-	538,360
Apparatus and vehicles	1,138,119	39,958	-	1,178,077
Equipment	110,584	9,575	-	120,159
Total accumulated depreciation	<u>1,766,146</u>	<u>70,450</u>	<u>-</u>	<u>1,836,596</u>
Total capital assets, being depreciated, net	<u>832,238</u>	<u>(70,450)</u>	<u>-</u>	<u>761,788</u>
Governmental activities capital assets, net	<u>\$ 853,578</u>	<u>\$ (70,450)</u>	<u>\$ -</u>	<u>\$ 783,128</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Fire and rescue	\$ 35,225
Emergency medical services	<u>35,225</u>
Total depreciation expense - governmental activities	<u>\$ 70,450</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

E. Interfund Balances

Individual interfund receivable and payable balances at May 31, 2018 were as follows:

	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
Major governmental funds:		
General subfunds:		
Corporate Fund	\$ 114,967	\$ -
Insurance Fund	<u>-</u>	<u>156,252</u>
Total General subfunds	114,967	156,252
Ambulance Fund	55,681	-
Debt Service Fund	6,351	-
Nonmajor governmental fund:		
Audit Fund	<u>-</u>	<u>39,898</u>
Total governmental funds	176,999	196,150
Fiduciary fund:		
Firefighters' Pension Trust Fund	<u>19,151</u>	<u>-</u>
Total all funds	<u><u>\$ 196,150</u></u>	<u><u>\$ 196,150</u></u>

The interfund loans are not expected to be repaid in the subsequent fiscal year.

F. Short-term Debt

The District had a \$200,000 revolving line of credit agreement with a bank that expired in June, 2018, and was renewed through June, 2019. Interest is payable monthly at the rate defined in the line of credit agreement. The effective interest rate at May 31, 2018 was 5.50%. The outstanding balance due at May 31, 2018 was \$75,000.

Short-term debt activity during the year was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Repayments</u>	<u>Ending Balance</u>
Line of credit	\$ 158,000	\$ 200,000	\$ (283,000)	\$ 75,000
Tax anticipation warrants	<u>150,000</u>	<u>-</u>	<u>(150,000)</u>	<u>-</u>
Total	<u><u>\$ 308,000</u></u>	<u><u>\$ 200,000</u></u>	<u><u>\$ (433,000)</u></u>	<u><u>\$ 75,000</u></u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

G. Long-term Liabilities

Long-term liability activity for the year ended May 31, 2018 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 1,700,000	\$ -	\$ (200,000)	\$ 1,500,000	\$ 200,000
Installment contracts payable	216,492	500,000	(201,584)	514,908	50,510
Compensated absences payable	42,838	21,764	(21,191)	43,411	11,100
Net pension liability	3,459,336	518,376	(369,041)	3,608,671	-
Other postemployment benefits liability	<u>423,608</u>	<u>32,287</u>	<u>-</u>	<u>455,895</u>	<u>-</u>
Total	<u>\$ 5,842,274</u>	<u>\$ 1,072,427</u>	<u>\$ (791,816)</u>	<u>\$ 6,122,885</u>	<u>\$ 261,610</u>

At May 31, 2018, \$5,410 was available in the Debt Service Fund to service the general obligation bonds. The debt service of the other long-term liabilities will be paid from the General Fund and the Ambulance Fund.

General Obligation Bonds

General Obligation Fire Protection Bonds, Series 2014
Issue May 23, 2014

<u>Year Ending May 31,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2019	\$ 200,000	\$ 70,000	\$ 270,000
2020	200,000	60,000	260,000
2021	200,000	50,000	250,000
2022	200,000	40,000	240,000
2023	200,000	30,000	230,000
2024	200,000	20,000	220,000
2025	<u>300,000</u>	<u>7,500</u>	<u>307,500</u>
Total	<u>\$ 1,500,000</u>	<u>\$ 277,500</u>	<u>\$ 1,777,500</u>

Denomination	\$100,000
Principal due each year	September 30
Interest due each year	September 30 and March 30
Interest rate	5.00%
Total original issue	\$2,000,000

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Installment Contracts Payable

Note payable to a finance company due in semi-annual installments of \$2,684 including interest, with the final payment due in December, 2020. The note payable is collateralized by specific equipment. The outstanding balance due at May 31, 2018 was \$14,908.

Future maturities of principal and interest are as follows:

<u>Year Ending May 31,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2019	\$ 4,750	\$ 617	\$ 5,367
2020	4,966	401	5,367
2021	<u>5,192</u>	<u>175</u>	<u>5,367</u>
Total	<u>\$ 14,908</u>	<u>\$ 1,193</u>	<u>\$ 16,101</u>

Note payable to a finance company due in monthly installments of \$9,286 including interest at 13.69%, with the final payment due in May, 2025. The note payable is collateralized by specific equipment. The outstanding balance due at May 31, 2018 was \$500,000.

Future maturities of principal and interest are as follows:

<u>Year Ending May 31,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2019	\$ 45,760	\$ 65,669	\$ 111,429
2020	52,435	58,994	111,429
2021	60,084	51,345	111,429
2022	68,848	42,581	111,429
2023	78,891	32,538	111,429
2024	90,399	21,030	111,429
2025	<u>103,583</u>	<u>7,843</u>	<u>111,426</u>
Total	<u>\$ 500,000</u>	<u>\$ 280,000</u>	<u>\$ 780,000</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

The future debt service requirements to amortize the outstanding debt listed above are as follows:

<u>Year Ending May 31,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2019	\$ 250,510	\$ 136,286	\$ 386,796
2020	257,401	119,395	376,796
2021	265,276	101,520	366,796
2022	268,848	82,581	351,429
2023	278,891	62,538	341,429
2024	290,399	41,030	331,429
2025	<u>403,583</u>	<u>15,343</u>	<u>418,926</u>
Total	<u>\$ 2,014,908</u>	<u>\$ 558,693</u>	<u>\$ 2,573,601</u>

Legal Debt Margin

The maximum total indebtedness the District is legally allowed to have outstanding at any one time is established by state statute. The limit is computed as follows:

Assessed valuation - 2017 tax year	<u>\$ 208,574,716</u>
Statutory debt limit (8.625% of assessed value)	\$ 17,989,569
Less debt outstanding:	
General obligation bonds	(1,500,000)
Installment contracts payable	<u>(514,908)</u>
Legal debt margin	<u>\$ 15,974,661</u>

H. Change in Accounting Principle

During the year ended May 31, 2018, the District implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

The implementation of GASB 75 resulted in the restatement of beginning net position in the government-wide financial statements. GASB 75 requires the liability of employers to employees for defined benefit OPEB (net OPEB liability) to be measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position. Prior to the issuance of GASB 75, employers reported an OPEB liability equal to the cumulative difference between the actuarial required contribution, as adjusted, and the actual employer contributions made.

The restatement of beginning net position is summarized as follows:

Net position (deficit) at May 31, 2017, as previously reported	\$ (3,571,074)
Change in reporting of OPEB liability - Postretirement Health Plan	<u>(347,921)</u>
Net position (deficit) at May 31, 2017, as restated	<u><u>\$ (3,918,995)</u></u>

I. Tort Immunity Expenditures

Tort immunity expenditures for the year ended May 31, 2018 are summarized as follows:

Workers' compensation	\$ 60,123
General and umbrella liability	<u>29,045</u>
Total	<u><u>\$ 89,168</u></u>

III. OTHER INFORMATION

A. Pension and Postemployment Benefit Plans

The District maintains the Firefighters' Pension Plan that covers its qualified sworn employees. The District also maintains a postemployment benefit plan (Postretirement Health Plan). The information presented in the following notes is the most current information as of May 31, 2018.

1. Firefighters' Pension Plan

Description of Plan. The Firefighters' Pension Plan is a single-employer defined benefit retirement plan that is administered by the Oakbrook Terrace, Illinois Firefighters' Pension Fund Board of Trustees. The Firefighters' Pension Fund Board of Trustees consists of five members. Two members are appointed by the president of the Board of Trustees and three members are elected by the active sworn members.

The defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature.

The District accounts for the plan as a pension trust fund and a stand-alone report is not issued by the Firefighters' Pension Plan.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Benefits Provided. The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly pension of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the covered employee during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Covered employee's salary for pension purposes is capped at \$119,792, plus the lesser of one-half of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 10 years of service may retire at or after age 50 and receive a reduced benefit (i.e., 1/2% for each month under 55). The monthly benefit of a Tier 2 employee shall be increased annually at age 60 on the January 1st after the employee retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or one-half of the change in the Consumer Price Index for the preceding calendar year.

Employees Covered by Benefit Terms. At May 31, 2018, the Firefighters' Pension Plan membership consisted of:

Active employees	8
Inactive employees or beneficiaries currently receiving benefits	2
Inactive employees entitled to but not receiving benefits	<u>1</u>
Total	<u><u>11</u></u>

Contributions. Employees are required by Illinois Compiled Statutes (ILCS) to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The District is required to contribute the remaining amounts necessary to finance the Firefighters' Pension Plan, as actuarially determined by an enrolled actuary. Effective January 1, 2011, the District has until the year 2040 to fund 90% the past service cost for the Firefighters' Pension Plan. For the year ended May 31, 2018, the District's contribution was 16.3% of covered payroll.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Investment Policy. The Firefighters' Pension Plan investment program is derived from the terms and provisions of the Illinois Compiled Statutes (ILCS). ILCS requires the Firefighters' Pension Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board. During the year, no changes to the investment policy were approved by the Board of Trustees.

The following investments are allowed as limited by the provisions of the ILCS:

- Direct obligations of the United States of America
- Obligations that are fully guaranteed or insured by the United States of America
- Obligations of agencies of the United States of America
- Insured savings accounts or certificates of deposit issued by banks or savings and loan associations
- Insured investments in credit unions
- Bonds of the state of Illinois
- Pooled accounts managed by the Illinois Public Treasurer's Investment Pool
- Funds and pooled accounts managed, operated and administered by banks, subsidiaries of banks, or subsidiaries of bank holding companies
- Obligations of any county, township, or municipal corporation of the state of Illinois
- Money market mutual funds
- General and separate accounts of life insurance companies
- Mutual funds
- Common and preferred stocks

Net Pension Liability. The District's net pension liability was measured as of May 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method - Entry-age normal

Inflation - 2.5%

Salary increases - 4.0% - 4.5%

Investment rate of return - 5.0%, net of pension plan investment expense, including inflation

Asset valuation method - Market value

Mortality rates for active employees and pensioners were based on the L&A 2016 Illinois Firefighters Mortality Rates. The L&A 2016 Illinois Firefighters Disability Rates were used for disabled firefighters.

The actuarial assumptions used in the May 31, 2018 valuation were based on the results of an actuarial experience study for the period June 1, 2017 - May 31, 2018.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

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 by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Firefighters' Pension Plan's target asset allocation as of May 31, 2018 (see the discussion of the Firefighters' Pension Plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Portfolio Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Large cap domestic equity	7 %	6.6 %
Small cap domestic equity	2	8.5
Fixed income	90	1.4
International equity	<u>1</u>	6.4
Total	<u>100 %</u>	

Single Discount Rate. A single discount rate of 4.28% was used to measure the total pension liability. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. The single discount rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 5.00%, the municipal bond rate is 3.78%, and the resulting single discount rate is 4.28%.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Changes in the Net Pension Liability. Changes in the District's net pension liability for the year ended May 31, 2018 were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at May 31, 2017	\$ 5,395,349	\$ 1,936,013	\$ 3,459,336
Changes for the year:			
Service cost	212,325	-	212,325
Interest on the total pension liability	226,452	-	226,452
Differences between expected and actual experience	57,745	-	57,745
Changes of assumptions	(229,005)	-	(229,005)
Net investment income	-	12,959	(12,959)
Contributions - employer	-	80,486	(80,486)
Contributions - employees	-	38,227	(38,227)
Benefit payments, including refunds of employee contributions	(208,824)	(208,824)	-
Administrative expense	-	(13,490)	13,490
Net changes	58,693	(90,642)	149,335
Balances at May 31, 2018	\$ 5,454,042	\$ 1,845,371	\$ 3,608,671

The changes of assumptions amount of \$(229,005) was primarily the result of changes in the discount rate and pay scale assumptions.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the District, calculated using the discount rate of 4.28%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1% lower (3.28%) or 1% higher (5.28%) than the current rate:

	1% Lower (3.28%)	Current Discount Rate (4.28%)	1% Higher (5.28%)
District's net pension liability	\$ 4,769,919	\$ 3,608,671	\$ 2,720,003

Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in other locations in this report as the Plan is reported as a fiduciary fund of the District.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended May 31, 2018, the District recognized pension expense of \$518,376. At May 31, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 484,552	\$ -
Changes of assumptions	728,450	(212,350)
Net difference between projected and actual earnings on Plan investments	<u>101,774</u>	<u>-</u>
Total	<u>\$ 1,314,776</u>	<u>\$ (212,350)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense in years ending May 31 as follows:

2019	\$ 198,549
2020	198,545
2021	195,209
2022	185,175
2023	168,926
Thereafter	<u>156,022</u>
Total	<u>\$ 1,102,426</u>

2. Postretirement Health Plan

Plan description. The Postretirement Health Plan (PHP) is a single-employer defined benefit healthcare plan administered by the District. Employees who retire under the Oakbrook Terrace Firefighters' Pension Plan and their spouses and dependents are entitled to participate in the health insurance plan provided for active employees. Retired employees are required to pay 100% of the premiums for such coverage. The District does not issue a stand-alone report for PHP. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided. Lifetime medical/prescription, dental, vision and life insurance benefits are provided through the District's group insurance plan, which covers both active and retired employees. Retirees pay the full cost of these benefits with no additional cost to the District. After age 65, coverage under the plan is secondary to Medicare.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Employees covered by benefit terms. At May 31, 2018, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	1
Inactive employees entitled to but not yet receiving benefit payments	0
Active plan members	<u>8</u>
Total	<u>9</u>

Total OPEB Liability. The District's total OPEB liability of \$455,895 was measured as of May 31, 2018, and was determined by an actuarial valuation as of June 1, 2017, and adjusted to the measurement date, based on procedures that conform to generally accepted actuarial principles and practices.

Actuarial assumptions and other inputs. The total OPEB liability at May 31, 2018 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	3.25%
Discount rate	3.78%
Healthcare cost trend rates	7.70% initially, reduced by decrements to an ultimate rate of 5.00% after 10 years.

The discount rate was based on the High Quality 20 Year Tax-Exempt G.O. Bond Rate.

Firefighter mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment. These rates are improved generationally using MP-2016 Improvement Rates.

Spouse mortality follows the Sex Distinct Raw Rates as developed in the RP-2014 Study. These rates are improved generationally using MP-2016 Improvement Rates.

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

Changes in the Total OPEB Liability. Changes in the total OPEB liability for the year ended May 31, 2018 were as follows:

	<u>Total OPEB Liability</u>
Balance at May 31, 2017	\$ 423,608
Changes for the year:	
Service cost	16,274
Interest	16,013
Benefit payments	<u>-</u>
Net changes	<u>32,287</u>
Balance at May 31, 2018	<u>\$ 455,895</u>

The total OPEB liability is an unfunded obligation of the District.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.78%) or 1% higher (4.78%) than the current discount rate:

	<u>1% Lower (2.78%)</u>	<u>Current Discount Rate (3.78%)</u>	<u>1% Higher (4.78%)</u>
Total OPEB liability	\$ 499,725	\$ 455,895	\$ 418,005

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	<u>1% Lower (Varies)</u>	<u>Current Healthcare Cost Trend Rates (Varies)</u>	<u>1% Higher (Varies)</u>
Total OPEB liability	\$ 408,852	\$ 455,895	\$ 511,305

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2018

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB. For the year ended May 31, 2018, the District recognized OPEB expense of \$32,287.

Deferred outflows of resources and deferred inflows of resources related to OPEB result from differences in actual and expected experience or changes in assumptions regarding future events and are recognized in OPEB expense over the expected remaining service life of all employees (active and retired) participating in PHP. Because this is the implementation year of GASB 75, the beginning total OPEB liability is based on the same assumptions and data as the ending total OPEB liability. Therefore, there are no differences between actual and expected experience that are being deferred in the current year.

B. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injury to employees; employee medical coverage; and natural disasters. In order to protect against such losses, the District has purchased insurance from private insurance companies and has also joined the Illinois Public Risk Fund. The fund currently operates as a common risk management and insurance program for local governmental entities in the state of Illinois. The District pays annual premiums to the fund for its general insurance coverage. The agreement for formation of the fund provides that it will be self-sustaining through member premiums and will reinsure through commercial companies for losses in excess of various limits established for each type of coverage. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in the current year or any of the past three years.

C. Subsequent Events

Management has evaluated subsequent events through November 26, 2018, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

RETIREMENT AND POSTEMPLOYMENT BENEFIT PLANS

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
FIREFIGHTERS' PENSION PLAN
LAST TEN FISCAL YEARS
(SCHEDULES TO BE BUILT PROSPECTIVELY)**

SCHEDULE OF CHANGES IN THE DISTRICT'S NET PENSION LIABILITY

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability:				
Service cost	\$ 212,325	\$ 141,860	\$ 95,969	\$ 112,579
Interest on the total pension liability	226,452	187,128	153,734	181,364
Differences between expected and actual experience	57,745	3,048	641,174	(305,323)
Changes of assumptions	(229,005)	535,215	465,013	807,612
Benefit payments, including refunds of employee contributions	<u>(208,824)</u>	<u>(139,280)</u>	<u>(75,653)</u>	<u>-</u>
Net change in total pension liability	58,693	727,971	1,280,237	796,232
Total pension liability at beginning of year	<u>5,395,349</u>	<u>4,667,378</u>	<u>3,387,141</u>	<u>2,590,909</u>
Total pension liability at end of year	<u><u>\$ 5,454,042</u></u>	<u><u>\$ 5,395,349</u></u>	<u><u>\$ 4,667,378</u></u>	<u><u>\$ 3,387,141</u></u>
Plan fiduciary net position:				
Contributions - employer	\$ 80,486	\$ 81,713	\$ 67,765	\$ 103,104
Contributions - employees	38,227	26,070	25,530	31,812
Net investment income	12,959	45,714	76,565	52,082
Benefit payments, including refunds of employee contributions	(208,824)	(139,280)	(75,653)	-
Administrative expense	<u>(13,490)</u>	<u>(22,972)</u>	<u>(11,303)</u>	<u>(7,361)</u>
Net change in plan fiduciary net position	(90,642)	(8,755)	82,904	179,637
Plan fiduciary net position at beginning of year	<u>1,936,013</u>	<u>1,944,768</u>	<u>1,861,864</u>	<u>1,682,227</u>
Plan fiduciary net position at end of year	<u><u>\$ 1,845,371</u></u>	<u><u>\$ 1,936,013</u></u>	<u><u>\$ 1,944,768</u></u>	<u><u>\$ 1,861,864</u></u>
District's net pension liability at end of year	<u><u>\$ 3,608,671</u></u>	<u><u>\$ 3,459,336</u></u>	<u><u>\$ 2,722,610</u></u>	<u><u>\$ 1,525,277</u></u>
Plan fiduciary net position as a percentage of total pension liability	<u>33.83 %</u>	<u>35.88 %</u>	<u>41.67 %</u>	<u>54.97 %</u>
Covered-employee payroll	<u><u>\$ 493,216</u></u>	<u><u>\$ 270,213</u></u>	<u><u>\$ 416,186</u></u>	<u><u>\$ 345,229</u></u>
District's net pension liability as a percentage of covered-employee payroll	<u>731.66 %</u>	<u>1,280.23 %</u>	<u>654.18 %</u>	<u>441.82 %</u>

Notes to Schedule:

Changes of Assumptions. The changes of assumptions amount of \$(229,005) in 2018 was primarily the result of changes in the discount rate and pay scale assumptions. The changes of assumptions amount of \$535,215 in 2017 was primarily the result of changes in the discount rate and mortality assumptions. The changes of assumptions amount of \$465,013 in 2016 was primarily the result of changes in demographic assumptions based on a study of firefighters and fire pension funds in Illinois.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
FIREFIGHTERS' PENSION PLAN
LAST TEN FISCAL YEARS
(SCHEDULES TO BE BUILT PROSPECTIVELY)**

SCHEDULE OF DISTRICT CONTRIBUTIONS

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 151,635	\$ 165,579	\$ 103,104	\$ 103,104
Contributions in relation to the actuarially determined contribution	<u>80,486</u>	<u>81,713</u>	<u>67,765</u>	<u>103,104</u>
Contribution deficiency	<u>\$ 71,149</u>	<u>\$ 83,866</u>	<u>\$ 35,339</u>	<u>\$ -</u>
Covered-employee payroll	<u>\$ 493,216</u>	<u>\$ 270,213</u>	<u>\$ 416,186</u>	<u>\$ 345,229</u>
Contributions as a percentage of covered-employee payroll	<u>16.32 %</u>	<u>30.24 %</u>	<u>16.28 %</u>	<u>29.87 %</u>

NOTES TO SCHEDULES

Valuation Date. Actuarially determined contribution rates are calculated as of May 31, 2018.

Methods and Assumptions used to Determine Contribution Rates.

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	20 years
Asset valuation method	Market value
Inflation	2.5%
Salary increases	4.0% - 4.5%
Investment rate of return	5.0%, compounded annually, net of pension plan investment expense, including inflation
Retirement age	Based on the assumption study prepared by Lauterbach & Amen, LLP in 2016 capped at age 65
Mortality	Based on the assumption study prepared by Lauterbach & Amen, LLP in 2016. The table combines observed experience of Illinois Firefighters with the RP-2014 mortality table for blue collar workers

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION -
FIREFIGHTERS' PENSION PLAN
LAST TEN FISCAL YEARS
(SCHEDULES TO BE BUILT PROSPECTIVELY)**

SCHEDULE OF INVESTMENT RETURNS

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	<u>0.79 %</u>	<u>2.43 %</u>	<u>5.40 %</u>	<u>N/A</u>

N/A - Not available

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION-
POSTRETIREMENT HEALTH PLAN**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S TOTAL
OPEB LIABILITY AND RELATED RATIOS**

Fiscal year ended May 31	<u>2018</u>
Total OPEB liability:	
Service cost	\$ 16,274
Interest	16,013
Benefit payments	<u>-</u>
Net change in total OPEB liability	32,287
Total OPEB liability at beginning of year	<u>423,608</u>
Total OPEB liability at end of year	<u><u>\$ 455,895</u></u>
Employer's covered-employee payroll	<u><u>\$ 493,216</u></u>
Total OPEB liability as a percentage of covered-employee payroll	<u><u>92.43 %</u></u>

Notes to Schedule:

No assets are accumulated in a trust that meets the criteria in GASB 75, paragraph 4, to pay related OPEB benefits.

The information in the schedule will accumulate until a full 10-year trend is presented as required by GASB Statement No. 75.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
COMBINING SCHEDULE OF GENERAL FUND
BALANCE SHEET ACCOUNTS
MAY 31, 2018
WITH COMPARATIVE TOTALS FOR MAY 31, 2017

	<u>Corporate</u>	<u>Insurance</u>	<u>Totals</u>	
			<u>2018</u>	<u>2017</u>
ASSETS				
Cash	\$ 29,290	\$ -	\$ 29,290	\$ 15,188
Property taxes receivable	683,842	98,523	782,365	762,370
Due from other funds	<u>114,967</u>	<u>-</u>	<u>114,967</u>	<u>231,962</u>
Total assets	<u>\$ 828,099</u>	<u>\$ 98,523</u>	<u>\$ 926,622</u>	<u>\$ 1,009,520</u>
LIABILITIES				
Accounts payable	\$ 19,514	\$ -	\$ 19,514	\$ 6,662
Accrued expenditures	6,689	-	6,689	5,455
Due to other funds	-	156,252	156,252	166,377
Unearned grant revenue	6,098	-	6,098	7,734
Line of credit	37,500	-	37,500	79,000
Tax anticipation warrant	<u>-</u>	<u>-</u>	<u>-</u>	<u>150,000</u>
Total liabilities	69,801	156,252	226,053	415,228
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue - property taxes	686,211	98,864	785,075	762,370
FUND BALANCE (DEFICITS)				
Unassigned	<u>72,087</u>	<u>(156,593)</u>	<u>(84,506)</u>	<u>(168,078)</u>
Total liabilities, deferred inflows of resources, and fund balance (deficits)	<u>\$ 828,099</u>	<u>\$ 98,523</u>	<u>\$ 926,622</u>	<u>\$ 1,009,520</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
COMBINING SCHEDULE OF GENERAL FUND REVENUES,
EXPENDITURES AND CHANGES IN FUND DEFICITS
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MAY 31, 2017

	<u>Corporate</u>	<u>Insurance</u>	<u>Totals</u>	
			<u>2018</u>	<u>2017</u>
Revenues:				
Property taxes	\$ 662,685	\$ 98,952	\$ 761,637	\$ 748,868
Personal property replacement taxes	5,623	-	5,623	6,721
Foreign fire insurance	11,947	-	11,947	9,404
Grants	7,734	-	7,734	5,489
Other revenue	<u>12,416</u>	<u>-</u>	<u>12,416</u>	<u>7,760</u>
Total revenues	<u>700,405</u>	<u>98,952</u>	<u>799,357</u>	<u>778,242</u>
Expenditures:				
Current:				
Accounting and payroll services	1,579	-	1,579	1,588
Building and grounds maintenance	9,804	-	9,804	4,901
Compensation and payroll taxes	529,981	-	529,981	518,756
Equipment maintenance	46,517	-	46,517	35,718
Foreign fire	11,651	-	11,651	10,093
Fuel	4,888	-	4,888	4,697
Insurance	-	89,168	89,168	97,031
Other	8,956	-	8,956	6,374
Pension contribution	80,486	-	80,486	81,713
Professional fees	7,719	-	7,719	5,362
Supplies	3,707	-	3,707	13,556
Telephone and DuComm	25,586	-	25,586	21,971
Testing and examinations	1,783	-	1,783	3,020
Training	8,316	-	8,316	9,832
Uniforms	5,740	-	5,740	6,530
Utilities	5,135	-	5,135	7,188
Debt service:				
Principal	100,792	-	100,792	18,474
Interest	15,841	-	15,841	9,823
Capital outlay	<u>8,136</u>	<u>-</u>	<u>8,136</u>	<u>6,810</u>
Total expenditures	<u>876,617</u>	<u>89,168</u>	<u>965,785</u>	<u>863,437</u>
Excess (deficiency) of revenues over expenditures	<u>(176,212)</u>	<u>9,784</u>	<u>(166,428)</u>	<u>(85,195)</u>
Other financing sources:				
Installment contract	250,000	-	250,000	-
Proceeds from sale of equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,900</u>
Total other financing sources	<u>250,000</u>	<u>-</u>	<u>250,000</u>	<u>1,900</u>
Net change in fund deficits	73,788	9,784	83,572	(83,295)
Fund deficits at beginning of year	<u>(1,701)</u>	<u>(166,377)</u>	<u>(168,078)</u>	<u>(84,783)</u>
Fund balance (deficits) at end of year	<u>\$ 72,087</u>	<u>\$ (156,593)</u>	<u>\$ (84,506)</u>	<u>\$ (168,078)</u>

CORPORATE FUND

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
CORPORATE FUND
BALANCE SHEET
MAY 31, 2018
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash	\$ 29,290	\$ 15,188
Property taxes receivable	683,842	663,325
Due from other funds	<u>114,967</u>	<u>231,962</u>
Total assets	<u>\$ 828,099</u>	<u>\$ 910,475</u>
LIABILITIES		
Accounts payable	\$ 19,514	\$ 6,662
Accrued expenditures	6,689	5,455
Unearned grant revenue	6,098	7,734
Line of credit	37,500	79,000
Tax anticipation warrant	<u>-</u>	<u>150,000</u>
Total liabilities	69,801	248,851
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	686,211	663,325
FUND BALANCE (DEFICIT)		
Unassigned	<u>72,087</u>	<u>(1,701)</u>
Total liabilities, deferred inflows of resources, and fund balance (deficit)	<u>\$ 828,099</u>	<u>\$ 910,475</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
CORPORATE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE (DEFICITS) - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2017

	2018			2017
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Property taxes	\$ 663,325	\$ 662,685	\$ (640)	\$ 646,388
Personal property replacement taxes	5,000	5,623	623	6,721
Foreign fire insurance	6,500	11,947	5,447	9,404
Grants	210,000	7,734	(202,266)	5,489
Other revenue	9,050	12,416	3,366	7,760
Total revenues	<u>893,875</u>	<u>700,405</u>	<u>(193,470)</u>	<u>675,762</u>
Expenditures:				
Current:				
Accounting and payroll services	2,000	1,579	421	1,588
Building and grounds maintenance	4,500	9,804	(5,304)	4,901
Compensation and payroll taxes	529,500	529,981	(481)	518,756
Equipment maintenance	26,000	46,517	(20,517)	35,718
Foreign fire	6,500	11,651	(5,151)	10,093
Fuel	6,200	4,888	1,312	4,697
Other	12,000	8,956	3,044	6,374
Pension contribution	80,302	80,486	(184)	81,713
Professional fees	6,000	7,719	(1,719)	5,362
Supplies	6,000	3,707	2,293	13,556
Telephone and DuComm	28,000	25,586	2,414	21,971
Testing and examinations	4,000	1,783	2,217	3,020
Training	5,500	8,316	(2,816)	9,832
Uniforms	9,000	5,740	3,260	6,530
Utilities	7,500	5,135	2,365	7,188
Debt service:				
Principal	73,200	100,792	(27,592)	18,474
Interest	9,900	15,841	(5,941)	9,823
Capital outlay	<u>11,000</u>	<u>8,136</u>	<u>2,864</u>	<u>6,810</u>
Total expenditures	<u>827,102</u>	<u>876,617</u>	<u>(49,515)</u>	<u>766,406</u>
Excess (deficiency) of revenues over expenditures	<u>66,773</u>	<u>(176,212)</u>	<u>(242,985)</u>	<u>(90,644)</u>

(continued)

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
CORPORATE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE (DEFICITS) - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2017

	<u>2018</u>			<u>2017</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Other financing sources:				
Installment contract	-	250,000	250,000	-
Proceeds from sale of equipment	-	-	-	1,900
Total other financing sources	-	250,000	250,000	1,900
Net change in fund balance (deficits)	66,773	73,788	7,015	(88,744)
Fund balance (deficits) at beginning of year	(1,701)	(1,701)	-	87,043
Fund balances (deficit) at end of year	<u>\$ 65,072</u>	<u>\$ 72,087</u>	<u>\$ 7,015</u>	<u>\$ (1,701)</u> (concluded)

INSURANCE FUND

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
INSURANCE FUND
BALANCE SHEET
MAY 31, 2018
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Property taxes receivable	<u>\$ 98,523</u>	<u>\$ 99,045</u>
LIABILITIES		
Due to other funds	\$ 156,252	\$ 166,377
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	98,864	99,045
FUND DEFICITS		
Unassigned	<u>(156,593)</u>	<u>(166,377)</u>
Total liabilities, deferred inflows of resources, and fund deficits	<u>\$ 98,523</u>	<u>\$ 99,045</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
INSURANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND DEFICITS - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2017

	<u>2018</u>			<u>2017</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 99,044	\$ 98,952	\$ (92)	\$ 102,480
Expenditures:				
Current:				
Insurance	<u>100,100</u>	<u>89,168</u>	<u>10,932</u>	<u>97,031</u>
Excess (deficiency) of revenues over expenditures	(1,056)	9,784	10,840	5,449
Fund deficits at beginning of year	<u>(166,377)</u>	<u>(166,377)</u>	<u>-</u>	<u>(171,826)</u>
Fund deficits at end of year	<u><u>\$ (167,433)</u></u>	<u><u>\$ (156,593)</u></u>	<u><u>\$ 10,840</u></u>	<u><u>\$ (166,377)</u></u>

SPECIAL REVENUE FUND

AMBULANCE FUND

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
AMBULANCE FUND
BALANCE SHEET
MAY 31, 2018
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Property taxes receivable	\$ 701,512	\$ 680,490
Ambulance service fees receivable, net of allowance	49,613	40,490
Due from other funds	<u>55,681</u>	<u>-</u>
Total assets	<u><u>\$ 806,806</u></u>	<u><u>\$ 720,980</u></u>
LIABILITIES		
Accounts payable	\$ 19,514	\$ 8,756
Accrued expenditures	6,689	5,455
Due to other funds	-	52,777
Line of credit	<u>37,500</u>	<u>79,000</u>
Total liabilities	<u>63,703</u>	<u>145,988</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	<u>703,940</u>	<u>680,490</u>
FUND BALANCE (DEFICIT)		
Assigned	39,163	-
Unassigned	<u>-</u>	<u>(105,498)</u>
Total fund balance (deficit)	<u>39,163</u>	<u>(105,498)</u>
Total liabilities, deferred inflows of resources, and fund balance (deficit)	<u><u>\$ 806,806</u></u>	<u><u>\$ 720,980</u></u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
AMBULANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND DEFICITS - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2017

	2018			2017
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Revenues:				
Property taxes	\$ 680,490	\$ 679,850	\$ (640)	\$ 655,288
Ambulance service fees	115,000	132,343	17,343	125,146
Other revenue	<u>750</u>	<u>646</u>	<u>(104)</u>	<u>16</u>
Total revenues	<u>796,240</u>	<u>812,839</u>	<u>16,599</u>	<u>780,450</u>
Expenditures:				
Current:				
Accounting and payroll services	2,000	1,579	421	1,589
Building and grounds maintenance	4,500	9,804	(5,304)	4,901
Compensation and payroll taxes	529,500	527,725	1,775	518,754
Equipment maintenance	26,000	46,518	(20,518)	38,779
Fuel	6,200	4,888	1,312	4,697
Health insurance	146,350	149,477	(3,127)	146,041
Other	1,000	-	1,000	-
Professional fees	6,000	7,719	(1,719)	5,363
Supplies	6,000	3,996	2,004	13,507
Telephone and DuComm	28,000	25,589	2,411	21,972
Testing and examinations	4,000	1,783	2,217	3,020
Training	5,500	8,316	(2,816)	9,834
Utilities	7,500	5,125	2,375	7,188
Debt service:				
Principal	73,200	100,792	(27,592)	18,474
Interest	9,900	14,612	(4,712)	8,323
Capital outlay	<u>16,368</u>	<u>10,255</u>	<u>6,113</u>	<u>6,810</u>
Total expenditures	<u>872,018</u>	<u>918,178</u>	<u>(46,160)</u>	<u>809,252</u>
Deficiency of revenues over expenditures	(75,778)	(105,339)	(29,561)	(28,802)
Other financing sources:				
Installment contract	<u>-</u>	<u>250,000</u>	<u>250,000</u>	<u>-</u>
Net change in fund deficits	(75,778)	144,661	220,439	(28,802)
Fund deficits at beginning of year	<u>(105,498)</u>	<u>(105,498)</u>	<u>-</u>	<u>(76,696)</u>
Fund balance (deficits) at end of year	<u>\$ (181,276)</u>	<u>\$ 39,163</u>	<u>\$ 220,439</u>	<u>\$ (105,498)</u>

DEBT SERVICE FUND

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
DEBT SERVICE FUND
BALANCE SHEET
MAY 31, 2018
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Property taxes receivable	\$ 271,875	\$ 282,929
Due from other funds	<u>6,351</u>	<u>2,747</u>
Total assets	<u><u>\$ 278,226</u></u>	<u><u>\$ 285,676</u></u>
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	\$ 272,816	\$ 282,929
FUND BALANCES		
Restricted	<u>5,410</u>	<u>2,747</u>
Total deferred inflows of resources and fund balances	<u><u>\$ 278,226</u></u>	<u><u>\$ 285,676</u></u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2017

	2018		2017
	Original and Final Budget	Actual	Variance with Final Budget
			Actual
Revenues:			
Property taxes	\$ 282,929	\$ 282,663	\$ (266)
Expenditures:			
Debt service:			
Principal	200,000	200,000	-
Interest	82,929	80,000	2,929
Total expenditures	282,929	280,000	2,929
Excess of revenues over expenditures	-	2,663	2,663
Fund balances at beginning of year	2,747	2,747	-
Fund balances at end of year	\$ 2,747	\$ 5,410	\$ 2,663

NONMAJOR GOVERNMENTAL FUND

SPECIAL REVENUE FUND

AUDIT FUND

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
AUDIT FUND
BALANCE SHEET
MAY 31, 2018
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Property taxes receivable	<u>\$ 8,314</u>	<u>\$ 8,287</u>
LIABILITIES		
Due to other funds	\$ 39,898	\$ 34,706
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - property taxes	8,343	8,287
FUND DEFICITS		
Unassigned	<u>(39,927)</u>	<u>(34,706)</u>
Total liabilities, deferred inflows of resources, and fund deficits	<u>\$ 8,314</u>	<u>\$ 8,287</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
AUDIT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND DEFICITS - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2017

	<u>2018</u>			<u>2017</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 8,287	\$ 8,279	\$ (8)	\$ 8,154
Expenditures:				
Current:				
Professional fees	<u>13,000</u>	<u>13,500</u>	<u>(500)</u>	<u>13,000</u>
Deficiency of revenues over expenditures	(4,713)	(5,221)	(508)	(4,846)
Fund deficits at beginning of year	<u>(34,706)</u>	<u>(34,706)</u>	<u>-</u>	<u>(29,860)</u>
Fund deficits at end of year	<u><u>\$ (39,419)</u></u>	<u><u>\$ (39,927)</u></u>	<u><u>\$ (508)</u></u>	<u><u>\$ (34,706)</u></u>

FIDUCIARY FUND

FIREFIGHTERS' PENSION TRUST FUND

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
FIREFIGHTERS' PENSION TRUST FUND
STATEMENT OF FIDUCIARY NET POSITION
MAY 31, 2018
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash	\$ 31,868	\$ 23,906
Accrued interest receivable	15,065	16,619
Due from other funds	19,151	19,151
Prepaid items	574	575
Investments:		
Debt issues:		
Corporate	200,050	228,846
Municipal	230,196	238,093
Mutual funds	186,311	212,927
U.S. government agency notes	1,055,033	1,094,346
U.S. Treasury notes	<u>108,500</u>	<u>102,500</u>
Total assets	1,846,748	1,936,963
LIABILITIES		
Accrued expenses	<u>1,377</u>	<u>950</u>
NET POSITION		
Net position restricted for pension benefits	<u>\$ 1,845,371</u>	<u>\$ 1,936,013</u>

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
FIREFIGHTERS' PENSION TRUST FUND
SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL
YEAR ENDED MAY 31, 2018
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2017

	2018			2017
	Original and Final Budget	Actual	Variance with Final Budget	Actual
Additions:				
Contributions:				
Employer	\$ 80,302	\$ 80,486	\$ 184	\$ 81,713
Plan members	-	38,227	38,227	26,070
Total contributions	<u>80,302</u>	<u>118,713</u>	<u>38,411</u>	<u>107,783</u>
Investment income:				
Investment earnings	-	18,662	18,662	51,536
Investment fees	-	(5,703)	(5,703)	(5,798)
Net investment income	<u>-</u>	<u>12,959</u>	<u>12,959</u>	<u>45,738</u>
Total additions	<u>80,302</u>	<u>131,672</u>	<u>51,370</u>	<u>153,521</u>
Deductions:				
Benefit payments	-	139,280	(139,280)	139,280
Refund of contributions	-	69,544	(69,544)	-
Administrative expenses	-	13,490	(13,490)	22,996
Total deductions	<u>-</u>	<u>222,314</u>	<u>(222,314)</u>	<u>162,276</u>
Net increase (decrease) in net position	80,302	(90,642)	(170,944)	(8,755)
Net position at beginning of year	<u>1,936,013</u>	<u>1,936,013</u>	<u>-</u>	<u>1,944,768</u>
Net position at end of year	<u>\$ 2,016,315</u>	<u>\$ 1,845,371</u>	<u>\$ (170,944)</u>	<u>\$ 1,936,013</u>

OTHER INFORMATION SECTION

OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS
SCHEDULE OF ASSESSED VALUATIONS, RATES AND EXTENSIONS
LAST TEN YEARS

Tax levy year	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Equalized assessed valuation	<u>\$ 208,574,716</u>	<u>\$ 197,300,705</u>	<u>\$ 187,256,176</u>	<u>\$ 176,528,650</u>
Tax rates (per \$100 of equalized assessed valuation):				
Corporate	0.2909	0.2955	0.3105	0.3488
Insurance	0.0474	0.0502	0.0553	0.0558
Ambulance	0.3375	0.3449	0.3540	0.3500
Bond and interest	0.1308	0.1434	0.1565	0.1618
Audit	0.0040	0.0042	0.0044	0.0048
Pension	<u>0.0381</u>	<u>0.0407</u>	<u>0.0387</u>	<u>0.0384</u>
Total tax rates	<u>0.8487</u>	<u>0.8789</u>	<u>0.9194</u>	<u>0.9596</u>
Percent difference	<u>(0.0302)</u>	<u>(0.0405)</u>	<u>(0.0402)</u>	<u>0.1873</u>
Tax extensions:				
Corporate	\$ 606,744	\$ 583,024	\$ 581,430	\$ 615,732
Insurance	98,864	99,045	103,553	98,503
Ambulance	703,940	680,490	662,887	617,850
Bond and interest	272,816	282,929	293,056	285,623
Audit	8,343	8,287	8,239	8,473
Pension	<u>79,467</u>	<u>80,302</u>	<u>72,468</u>	<u>67,787</u>
Total extensions	<u>\$ 1,770,174</u>	<u>\$ 1,734,077</u>	<u>\$ 1,721,633</u>	<u>\$ 1,693,968</u>

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>\$ 178,827,975</u>	<u>\$ 193,315,972</u>	<u>\$ 211,310,315</u>	<u>\$ 222,838,556</u>	<u>\$ 244,192,041</u>	<u>\$ 257,521,094</u>
0.3362	0.3034	0.2449	0.2312	0.1783	0.1555
0.0550	0.0520	0.0471	0.0442	0.0393	0.0389
0.3374	0.3000	0.3000	0.2834	0.2772	0.2715
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0048	0.0050	0.0050	0.0049	0.0047	0.0049
<u>0.0389</u>	<u>0.0368</u>	<u>0.0333</u>	<u>0.0312</u>	<u>0.0279</u>	<u>0.0275</u>
<u>0.7723</u>	<u>0.6972</u>	<u>0.6303</u>	<u>0.5949</u>	<u>0.5274</u>	<u>0.4983</u>
<u>0.0751</u>	<u>0.0669</u>	<u>0.0354</u>	<u>0.0675</u>	<u>0.0291</u>	<u>0.0087</u>
\$ 601,220	\$ 586,521	\$ 517,499	\$ 515,203	\$ 435,394	\$ 400,445
98,355	100,524	99,527	98,495	95,967	100,176
603,366	579,948	633,931	631,524	676,900	699,170
0	0	0	0	0	0
8,584	9,666	10,566	10,919	11,477	12,619
<u>69,564</u>	<u>71,140</u>	<u>70,366</u>	<u>69,526</u>	<u>68,130</u>	<u>70,818</u>
<u>\$ 1,381,089</u>	<u>\$ 1,347,799</u>	<u>\$ 1,331,889</u>	<u>\$ 1,325,667</u>	<u>\$ 1,287,868</u>	<u>\$ 1,283,228</u>