



MUELLER & CO., LLP

*Certified Public Accountants – Business & Financial Advisors*

ASSURANCE

**OAKBROOK TERRACE FIRE PROTECTION  
DISTRICT, ILLINOIS  
ANNUAL FINANCIAL REPORT  
YEAR ENDED MAY 31, 2019**

MUELLER

Elgin/Orland Park/Chicago  
[www.muellercpa.com](http://www.muellercpa.com)  
847.888.8600 Phone  
847.888.0635 Fax

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
ANNUAL FINANCIAL REPORT  
YEAR ENDED MAY 31, 2019**

**CONTENTS**

	<u>Page</u>
<b>FINANCIAL SECTION:</b>	
Independent Auditor's Report	i - iii
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position - Governmental Activities	1
Statement of Activities	2
Fund Financial Statements:	
Balance Sheet - Governmental Funds	3
Reconciliation of Fund Balances (Deficits) - Total Governmental Funds to Net Position of Governmental Activities	4
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) - Governmental Funds	5
Reconciliation of Excess (Deficiency) of Revenues over Expenditures of Governmental Funds to the Change in Net Deficit of Governmental Activities	6
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) - Budget and Actual - General Fund and Major Special Revenue Fund	7 - 8
Statement of Fiduciary Net Position - Firefighters' Pension Trust Fund	9
Statement of Changes in Fiduciary Net Position - Firefighters' Pension Trust Fund	10
Notes to Basic Financial Statements	11 - 34

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
ANNUAL FINANCIAL REPORT  
YEAR ENDED MAY 31, 2019**

**CONTENTS**

	<u>Page</u>
Required Supplementary Information:	
Retirement and Postemployment Benefit Plans:	
Firefighters' Pension Plan	35 - 40
Postretirement Health Plan	41
Combining and Individual Fund and Financial Statements and Schedules:	
Major Governmental Funds:	
General Fund:	
Combining Schedule of General Fund Balance Sheet Accounts	42
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficits)	43
Corporate Fund:	
Balance Sheet	44
Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficit) - Budget and Actual	45 - 46
Insurance Fund:	
Balance Sheet	47
Schedule of Revenues, Expenditures and Changes in Fund Deficits - Budget and Actual	48
Special Revenue Fund:	
Ambulance Fund:	
Balance Sheet	49
Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficit) - Budget and Actual	50

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
ANNUAL FINANCIAL REPORT  
YEAR ENDED MAY 31, 2019**

**CONTENTS**

	<u>Page</u>
Debt Service Fund:	
Balance Sheet	51
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	52
Nonmajor Governmental Fund:	
Special Revenue Fund:	
Audit Fund:	
Balance Sheet	53
Schedule of Revenues, Expenditures and Changes in Fund Deficits - Budget and Actual	54
Fiduciary Fund:	
Firefighters' Pension Trust Fund:	
Statement of Fiduciary Net Position	55
Schedule of Changes in Fiduciary Net Position - Budget and Actual	56
<b>OTHER INFORMATION SECTION:</b>	
Schedule of Assessed Valuations, Rates and Extensions	57 - 58

## **FINANCIAL SECTION**



# MUELLER & CO., LLP

14300 Ravinia Avenue, Suite 200 ■ Orland Park, Illinois ■ 60462

Ph: 708.349.6999 ■ Fax: 708.349.6639 ■ www.muellercpa.com

## INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Oakbrook Terrace Fire Protection District, Illinois, as of and for the year ended May 31, 2019, 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, and the aggregate remaining fund information of Oakbrook Terrace Fire Protection District, Illinois, as of May 31, 2019, 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.

## **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 35 - 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, 2018, 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. 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, 2018 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, 2018 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, 2018 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  
October 24, 2019



## **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES**  
**MAY 31, 2019**

**ASSETS**

Cash	\$	13,809
Receivables:		
Property taxes		1,754,121
Ambulance service fees, net		48,084
Prepaid expenses		12,060
Capital assets, not being depreciated		21,340
Capital assets, net of accumulated depreciation		<u>704,459</u>
 Total assets		 <u>2,553,873</u>

**DEFERRED OUTFLOWS OF RESOURCES**

Deferred outflows of resources related to pensions		1,153,854
Deferred outflows of resources related to other postemployment benefits		95,866
Deferred outflows of resources related to long-term debt		<u>83,959</u>
 Total deferred outflows of resources		 <u>1,333,679</u>

**LIABILITIES**

Accounts payable and other current liabilities		24,678
Accrued interest payable		15,344
Due to other fund		19,151
Unearned grant revenue		4,859
Line of credit		167,000
Noncurrent liabilities:		
Due within one year		285,222
Due in more than one year		<u>6,029,798</u>
 Total liabilities		 <u>6,546,052</u>

**DEFERRED INFLOWS OF RESOURCES**

Deferred inflows of resources related to pensions		195,695
Property taxes levied for future period		<u>1,807,798</u>
 Total deferred inflows of resources		 <u>2,003,493</u>

**NET POSITION (DEFICIT)**

Net investment in capital assets		725,799
Unrestricted deficit		<u>(5,387,792)</u>
 Total net position (deficit)		 <u>\$ (4,661,993)</u>

The accompanying notes are integral part of the financial statements.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED MAY 31, 2019**

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u> <u>Revenue and</u> <u>Change in</u> <u>Net Deficit</u>
		<u>Charges for</u> <u>Service</u>	<u>Capital</u> <u>Grants and</u> <u>Contributions</u>	
Functions/programs:				
Governmental activities:				
Fire and rescue	\$ 1,049,937	\$ -	\$ 6,098	\$ (1,043,839)
Emergency medical service	897,590	149,540	-	(748,050)
General government	203,312	-	-	(203,312)
Interest expense	<u>138,884</u>	<u>-</u>	<u>-</u>	<u>(138,884)</u>
Total governmental activities	<u>\$ 2,289,723</u>	<u>\$ 149,540</u>	<u>\$ 6,098</u>	<u>(2,134,085)</u>
General revenues:				
Taxes:				
Property				1,768,297
Personal property replacement				6,084
Foreign fire insurance				8,394
Other income				<u>25,379</u>
Total general revenues				<u>1,808,154</u>
Change in net deficit				(325,931)
Net deficit at beginning of year				<u>(4,336,062)</u>
Net deficit at end of year				<u>\$ (4,661,993)</u>

The accompanying notes are an integral part of the financial statements.

**FUND FINANCIAL STATEMENTS**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**MAY 31, 2019**

	<u>General</u>	<u>Ambulance</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash	\$ 13,809	\$ -	\$ -	\$ -	\$ 13,809
Property taxes receivable	786,469	702,664	254,567	10,421	1,754,121
Ambulance service fees receivable, net	-	48,084	-	-	48,084
Due from other funds	71,085	92,181	16,042	-	179,308
Prepaid items	-	12,060	-	-	12,060
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 871,363</u>	<u>\$ 854,989</u>	<u>\$ 270,609</u>	<u>\$ 10,421</u>	<u>\$ 2,007,382</u>
 <b>LIABILITIES</b>					
Accounts payable	\$ 3,925	\$ 3,925	\$ -	\$ -	\$ 7,850
Accrued expenditures	8,414	8,414	-	-	16,828
Due to other funds	151,399	-	-	47,060	198,459
Unearned grant revenue	4,859	-	-	-	4,859
Line of credit	83,500	83,500	-	-	167,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>252,097</u>	<u>95,839</u>	<u>-</u>	<u>47,060</u>	<u>394,996</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>					
Property taxes levied for future period	<u>808,954</u>	<u>725,314</u>	<u>262,773</u>	<u>10,757</u>	<u>1,807,798</u>
 <b>FUND BALANCES (DEFICITS)</b>					
Nonspendable	-	12,060	-	-	12,060
Restricted	-	-	7,836	-	7,836
Assigned	-	21,776	-	-	21,776
Unassigned	(189,688)	-	-	(47,396)	(237,084)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances (deficits)	<u>(189,688)</u>	<u>33,836</u>	<u>7,836</u>	<u>(47,396)</u>	<u>(195,412)</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 871,363</u>	<u>\$ 854,989</u>	<u>\$ 270,609</u>	<u>\$ 10,421</u>	<u>\$ 2,007,382</u>

The accompanying notes are an integral part of the financial statements.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
RECONCILIATION OF FUND BALANCES (DEFICITS) - TOTAL GOVERNMENTAL  
FUNDS TO NET POSITION OF GOVERNMENTAL ACTIVITIES  
MAY 31, 2019**

Fund balances (deficits) - total governmental funds \$ (195,412)

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. 725,799

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. (15,344)

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	\$	(1,300,000)
Installment contracts payable		(543,903)
Compensated absences payable		(61,619)
Net pension liability		(3,846,746)
Other postemployment benefits liability		<u>(562,752)</u>

Total (6,315,020)

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	\$	1,153,854
Deferred inflows of resources related to pensions		<u>(195,695)</u>

Total 958,159

Deferred outflows of resources related to other postemployment benefits are applicable to future periods and, therefore, are not reported in the funds. 95,866

Deferred outflows of resources related to long-term debt are applicable to future periods and, therefore, are not reported in the funds. 83,959

Net position (deficit) of governmental activities \$ (4,661,993)

The accompanying notes are an integral part of the financial statements.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES (DEFICITS) - GOVERNMENTAL FUNDS  
YEAR ENDED MAY 31, 2019**

	<u>General</u>	<u>Ambulance</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Fund</u>	<u>Total Governmental Funds</u>
Revenues:					
Property taxes	\$ 784,606	\$ 702,934	\$ 272,426	\$ 8,331	\$ 1,768,297
Personal property replacement taxes	6,084	-	-	-	6,084
Foreign fire insurance	8,394	-	-	-	8,394
Grants	6,098	-	-	-	6,098
Ambulance service fees	-	149,540	-	-	149,540
Other revenue	<u>21,246</u>	<u>4,133</u>	<u>-</u>	<u>-</u>	<u>25,379</u>
Total revenues	<u>826,428</u>	<u>856,607</u>	<u>272,426</u>	<u>8,331</u>	<u>1,963,792</u>
Expenditures:					
Current:					
Fire and rescue	762,332	65,490	-	-	827,822
Emergency medical service	-	675,315	-	-	675,315
General government	96,985	48,674	-	15,800	161,459
Debt service:					
Principal	34,478	34,478	200,000	-	268,956
Interest	29,209	29,209	70,000	-	128,418
Capital outlay:					
Fire and rescue	8,606	-	-	-	8,606
Emergency medical service	<u>-</u>	<u>8,768</u>	<u>-</u>	<u>-</u>	<u>8,768</u>
Total expenditures	<u>931,610</u>	<u>861,934</u>	<u>270,000</u>	<u>15,800</u>	<u>2,079,344</u>
Excess (deficiency) of revenues over expenditures	(105,182)	(5,327)	2,426	(7,469)	(115,552)
Fund balances (deficits) at beginning of year	<u>(84,506)</u>	<u>39,163</u>	<u>5,410</u>	<u>(39,927)</u>	<u>(79,860)</u>
Fund balances (deficits) at end of year	<u>\$ (189,688)</u>	<u>\$ 33,836</u>	<u>\$ 7,836</u>	<u>\$ (47,396)</u>	<u>\$ (195,412)</u>

The accompanying notes are an integral part of the financial statements.



**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
RECONCILIATION OF EXCESS (DEFICIENCY) OF REVENUES OVER  
EXPENDITURES OF GOVERNMENTAL FUNDS TO THE CHANGE  
IN NET DEFICIT OF GOVERNMENTAL ACTIVITIES  
YEAR ENDED MAY 31, 2019**

Excess (deficiency) of revenues over expenditures - total governmental funds \$ (115,552)

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 (\$71,028) exceeded capitalized expenditures (\$13,699) in the current period. (57,329)

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:

Amortization of deferred outflows of resources related to long-term debt	\$ (13,993)	
Principal repayments of long-term debt	<u>268,957</u>	
Total		254,964

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. (382,342)

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. (10,991)

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. (18,208)

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 decrease in the accrued interest balance results in a decrease in interest expense reported in the statement of activities. 3,527

Change in net deficit of governmental activities \$ (325,931)

The accompanying notes are an integral part of the financial statements.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES (DEFICITS) - BUDGET AND ACTUAL**  
**GENERAL FUND AND MAJOR SPECIAL REVENUE FUND**  
**YEAR ENDED MAY 31, 2019**

	<b>General Fund</b>			<b>Ambulance Fund</b>		
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>
Revenues:						
Property taxes	\$ 785,073	\$ 784,606	\$ (467)	\$ 703,939	\$ 702,934	\$ (1,005)
Personal property replacement taxes	5,000	6,084	1,084	-	-	-
Foreign fire insurance	6,500	8,394	1,894	-	-	-
Grants	6,000	6,098	98	-	-	-
Ambulance service fees	-	-	-	120,000	149,540	29,540
Other revenue	9,050	21,246	12,196	750	4,133	3,383
	<u>811,623</u>	<u>826,428</u>	<u>14,805</u>	<u>824,689</u>	<u>856,607</u>	<u>31,918</u>
Total revenues						
Expenditures:						
Current:						
Accounting and payroll services	2,000	1,650	350	2,000	1,650	350
Building and grounds maintenance	4,500	363	4,137	4,500	363	4,137
Compensation and payroll taxes	524,500	546,983	(22,483)	524,500	546,985	(22,485)
Equipment maintenance	24,000	52,589	(28,589)	24,500	52,800	(28,300)
Foreign fire	6,500	7,711	(1,211)	-	-	-
Fuel	5,500	5,118	382	5,500	5,118	382
Health insurance	-	-	-	149,620	126,636	22,984
Insurance	94,500	96,422	(1,922)	-	-	-
Other	12,000	10,129	1,871	1,000	-	1,000
Pension contribution	80,302	79,094	1,208	-	-	-
Professional fees	6,000	4,718	1,282	6,000	4,718	1,282
Supplies	6,000	5,659	341	6,000	5,927	73
Telephone and DuComm	28,000	29,887	(1,887)	28,000	30,556	(2,556)
Testing and examinations	4,000	3,300	700	4,000	3,550	450
Training	5,500	5,488	12	5,500	5,488	12
Uniforms	8,000	4,524	3,476	-	-	-
Utilities	7,500	5,682	1,818	7,000	5,688	1,312
Debt service:						
Principal	72,816	34,478	38,338	72,816	34,478	38,338
Interest	20,000	29,209	(9,209)	20,000	29,209	(9,209)
Capital outlay	13,000	8,606	4,394	13,000	8,768	4,232
	<u>924,618</u>	<u>931,610</u>	<u>(6,992)</u>	<u>873,936</u>	<u>861,934</u>	<u>12,002</u>
Total expenditures						
Deficiency of revenues over expenditures	(112,995)	(105,182)	7,813	(49,247)	(5,327)	43,920
Fund balances (deficits) at beginning of year	(84,506)	(84,506)	-	39,163	39,163	-
Fund balance (deficits) at end of year	<u>\$ (197,501)</u>	<u>\$ (189,688)</u>	<u>\$ 7,813</u>	<u>\$ (10,084)</u>	<u>\$ 33,836</u>	<u>\$ 43,920</u>

The accompanying notes are an integral part of the financial statements.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**STATEMENT OF FIDUCIARY NET POSITION -**  
**FIREFIGHTERS' PENSION TRUST FUND**  
**MAY 31, 2019**

**ASSETS**

Cash	\$	50,793
Accrued interest receivable		15,427
Due from other funds		19,151
Prepaid items		739
Investments:		
Debt issues:		
Corporate		240,366
Municipal		231,926
Mutual funds		182,668
U.S. government agency notes		1,104,837
U.S. Treasury notes		<u>138,470</u>
Total assets		1,984,377

**LIABILITIES**

Accrued expenses		<u>1,416</u>
------------------	--	--------------

**NET POSITION**

Net position restricted for pension benefits	\$	<u>1,982,961</u>
--	----	------------------

The accompanying notes are an integral part of the financial statements.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -**  
**FIREFIGHTERS' PENSION TRUST FUND**  
**YEAR ENDED MAY 31, 2019**

Additions:		
Contributions:		
Employer	\$ 79,124	
Employees	46,418	
Other	<u>69,543</u>	
Total contributions		\$ 195,085
Investment income:		
Investment earnings	108,730	
Investment fees	<u>(5,584)</u>	
Net investment income		<u>103,146</u>
Total additions		298,231
Deductions:		
Benefit payments	139,280	
Refund of contributions	5,480	
Administrative expenses	<u>15,881</u>	
Total deductions		<u>160,641</u>
Net increase in net position		137,590
Net position at beginning of year		<u>1,845,371</u>
Net position at end of year		<u>\$ 1,982,961</u>

The accompanying notes are an integral part of the financial statements.

**NOTES TO BASIC FINANCIAL STATEMENTS**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

**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.

**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, 2019**

**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 cost 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, 2019**

**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 a deferred inflow of resources.

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 installment contracts 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, 2019**

**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, 2019 was adopted through the passage of ordinance number 18-19-05 on July 11, 2018.
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 of Trustees.

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, 2019**

**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, 2019:

Fund	Budget	Actual	Variance
Major governmental fund:			
General subfunds:			
Corporate Fund	\$ 830,118	\$ 835,188	\$ 5,070
Insurance Fund	94,500	96,422	1,922
Nonmajor governmental fund:			
Audit Fund	13,000	15,800	2,800
Fiduciary fund:			
Firefighters' Pension Trust Fund	-	160,641	160,641

The overexpenditures in the Corporate Fund and the Firefighters' Pension Trust Fund were funded by greater than anticipated revenues. The overexpenditure in the Insurance Fund was funded by current revenues. The overexpenditure in the Audit Fund was funded by an interfund loan.

**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. 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.

**3. Capital Assets**

Capital assets, which include land, buildings and improvements, 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. Donated capital assets are recorded at estimated fair value at the date of donation.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

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 three items that qualify for reporting in this category in the statement of net position. They are deferred outflows of resources related to pensions (see Note III.A.1 for further discussion of deferred outflows of resources related to pensions), deferred outflows of resources related to other postemployment benefits (see Note III.A.2 for further discussion of deferred outflows of resources related to other postemployment benefits), and deferred outflows of resources related to long-term debt.

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 a future period. 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, property taxes that are levied for a future period are reported as deferred inflows of resources.

**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.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

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).

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.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 YEAR ENDED MAY 31, 2019**

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, 2019:

Major governmental funds:		
General subfunds:		
Corporate Fund	\$	35,396
Insurance Fund		154,292
Nonmajor governmental fund:		
Audit Fund		47,396

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.

**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.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED MAY 31, 2019**

**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 expenses/expenditures. 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, 2019 were entirely covered by federal depository insurance.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

***Investments***

As of May 31, 2019, 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	\$ 240,366	AAA - BBB+ / Aaa - A3	5.26
Municipal (3)	231,926	AA+ - AA- / Aaa - Aa3	4.55
Mutual funds:			
Equities	182,668	N/A	N/A
U.S. government agency notes (3)	1,104,837	AA+ / Aaa	6.16
U.S. Treasury notes	<u>138,470</u>	AA+ / Aaa	4.00
Total	<u>\$ 1,898,267</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, 2019**

**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, 2019:

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 District's investments by fair value level as of May 31, 2019:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Debt issues:				
Corporate	\$ 240,366	\$ -	\$ 240,366	\$ -
Municipal	231,926	-	231,926	-
Mutual funds:				
Equities	182,668	182,668	-	-
U.S. government agency obligations	1,104,837	-	1,104,837	-
U.S. Treasury notes	<u>138,470</u>	<u>-</u>	<u>138,470</u>	<u>-</u>
Total	<u>\$ 1,898,267</u>	<u>\$ 182,668</u>	<u>\$ 1,715,599</u>	<u>\$ -</u>

**C. Receivables**

Ambulance service fees receivable are shown net of an allowance for uncollectibles. The allowance for uncollectible ambulance service fees receivable of \$109,994 is based on previous collection experience.



**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

**D. Capital Assets**

Capital asset activity for the year ended May 31, 2019 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	<u>214,210</u>	<u>13,699</u>	<u>-</u>	<u>227,909</u>
Total capital assets, being depreciated	<u>2,598,384</u>	<u>13,699</u>	<u>-</u>	<u>2,612,083</u>
Less accumulated depreciation for:				
Buildings and improvements	538,360	20,917	-	559,277
Apparatus and vehicles	1,178,077	39,958	-	1,218,035
Equipment	<u>120,159</u>	<u>10,153</u>	<u>-</u>	<u>130,312</u>
Total accumulated depreciation	<u>1,836,596</u>	<u>71,028</u>	<u>-</u>	<u>1,907,624</u>
Total capital assets, being depreciated, net	<u>761,788</u>	<u>(57,329)</u>	<u>-</u>	<u>704,459</u>
Governmental activities capital assets, net	<u>\$ 783,128</u>	<u>\$ (57,329)</u>	<u>\$ -</u>	<u>\$ 725,799</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Fire and rescue	\$ 35,514
Emergency medical services	<u>35,514</u>
Total depreciation expense - governmental activities	<u>\$ 71,028</u>

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

**E. Interfund Balances**

Individual interfund receivable and payable balances at May 31, 2019 were as follows:

	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
Major governmental funds:		
General subfunds:		
Corporate Fund	\$ 71,085	\$ -
Insurance Fund	<u>-</u>	<u>151,399</u>
Total General subfunds	71,085	151,399
Ambulance Fund	92,181	-
Debt Service Fund	16,042	-
Nonmajor governmental fund:		
Audit Fund	<u>-</u>	<u>47,060</u>
Total governmental funds	179,308	198,459
Fiduciary fund:		
Firefighters' Pension Trust Fund	<u>19,151</u>	<u>-</u>
Total all funds	<u>\$ 198,459</u>	<u>\$ 198,459</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, 2019. Interest was payable monthly at the rate defined in the line of credit agreement. The effective interest rate at May 31, 2019 was 6.25%. The outstanding balance due at May 31, 2019 was \$167,000.

The outstanding balance of \$167,000 was repaid subsequent to May 31, 2019. The District is currently in negotiations with other banks for a line of credit. The District believes that it is probable that it will be able to obtain a line of credit with terms comparable to those listed above.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

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	\$ 75,000	\$ 177,000	\$ (85,000)	\$ 167,000

**G. Long-term Liabilities**

Long-term liability activity for the year ended May 31, 2019 was as follows:

	<u>Beginning Balance</u>	<u>Additions/ Adjustments</u>	<u>Reductions/ Adjustments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 1,500,000	\$ -	\$ (200,000)	\$ 1,300,000	\$ 200,000
Installment contracts payable	514,908	97,952	(68,957)	543,903	77,722
Compensated absences payable	43,411	39,608	(21,400)	61,619	7,500
Net pension liability	3,608,671	461,465	(223,390)	3,846,746	-
Other postemployment benefits liability	<u>455,895</u>	<u>134,651</u>	<u>(27,794)</u>	<u>562,752</u>	<u>-</u>
Total	<u>\$ 6,122,885</u>	<u>\$ 733,676</u>	<u>\$ (541,541)</u>	<u>\$ 6,315,020</u>	<u>\$ 285,222</u>

At May 31, 2019, \$7,836 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>
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>\$ 1,300,000</u>	<u>\$ 207,500</u>	<u>\$ 1,507,500</u>

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

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

***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, 2019 was \$10,158.

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>
2020	\$ 4,966	\$ 401	\$ 5,367
2021	<u>5,192</u>	<u>175</u>	<u>5,367</u>
Total	<u>\$ 10,158</u>	<u>\$ 576</u>	<u>\$ 10,734</u>

Note payable to a bank due in monthly installments of \$9,286 including interest at 7.72%, with the final payment due in May, 2025. The note payable is collateralized by specific equipment. The outstanding balance due at May 31, 2019 was \$533,746.

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>
2020	\$ 72,756	\$ 38,672	\$ 111,428
2021	78,577	32,851	111,428
2022	84,864	26,564	111,428
2023	91,653	19,775	111,428
2024	98,985	12,443	111,428
2025	<u>106,911</u>	<u>4,518</u>	<u>111,429</u>
Total	<u>\$ 533,746</u>	<u>\$ 134,823</u>	<u>\$ 668,569</u>

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

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>
2020	\$ 277,722	\$ 99,073	\$ 376,795
2021	283,769	83,026	366,795
2022	284,864	66,564	351,428
2023	291,653	49,775	341,428
2024	298,985	32,443	331,428
2025	<u>406,911</u>	<u>12,018</u>	<u>418,929</u>
Total	<u>\$ 1,843,904</u>	<u>\$ 342,899</u>	<u>\$ 2,186,803</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 - 2018 tax year	<u>\$ 219,526,103</u>
Statutory debt limit (8.625% of assessed value)	\$ 18,934,126
Less debt outstanding:	
General obligation bonds	(1,300,000)
Installment contracts payable	<u>(543,903)</u>
Legal debt margin	<u>\$ 17,090,223</u>

**H. Tort Immunity Expenditures**

Tort immunity expenditures for the year ended May 31, 2019 are summarized as follows:

Workers' compensation	\$ 66,922
General and umbrella liability	<u>29,500</u>
Total	<u>\$ 96,422</u>

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED MAY 31, 2019**

**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).

**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.

*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 \$106,800, 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.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

*Employees Covered by Benefit Terms.* At May 31, 2019, 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>11</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, 2019, the District's contribution was 15.54% of covered payroll.

*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

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

*Net Pension Liability.* The District's net pension liability was measured as of May 31, 2019. 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 RP-2014 Rate Adjusted for Plan Status, Collar, and Illinois Public Pension Data, as appropriate. The L&A 2016 Illinois Firefighters Disability Rates were used for disabled firefighters.

The actuarial assumptions used in the May 31, 2019 valuation were based on the results of an actuarial experience study for the period June 1, 2017 - 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, 2019 (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	8.4
Fixed income	90	1.6
International equity	<u>1</u>	6.4
Total	<u>100 %</u>	



**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

*Single Discount Rate.* A single discount rate of 4.22% 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 3.51%, and the resulting single discount rate is 4.22%.

*Changes in the Net Pension Liability.* Changes in the District's net pension liability for the year ended May 31, 2019 were as follows:

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a) - (b)</u>
Balances at May 31, 2018	\$ 5,454,042	\$ 1,845,371	\$ 3,608,671
Changes for the year:			
Service cost	221,413	-	221,413
Interest on the total pension liability	230,333	-	230,333
Differences between expected and actual experience	4,659	-	4,659
Changes of assumptions	64,020	-	64,020
Net investment income	-	103,146	(103,146)
Contributions - employer	-	79,124	(79,124)
Contributions - employees	-	46,418	(46,418)
Benefit payments, including refunds of employee contributions	(144,760)	(144,760)	-
Administrative expense	-	(15,881)	15,881
Other income	-	69,543	(69,543)
Net changes	<u>375,665</u>	<u>137,590</u>	<u>238,075</u>
Balances at May 31, 2019	<u>\$ 5,829,707</u>	<u>\$ 1,982,961</u>	<u>\$ 3,846,746</u>

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

The changes of assumptions amount of \$64,020 was primarily the result of changes in the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds.

*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 4.22%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1% lower (3.22%) or 1% higher (5.22%) than the current rate:

	<u>1% Lower (3.22%)</u>	<u>Current Discount Rate (4.22%)</u>	<u>1% Higher (5.22%)</u>
District's net pension liability	\$ 5,081,362	\$ 3,846,746	\$ 2,899,770

*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.

*Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.* For the year ended May 31, 2019, the District recognized pension expense of \$461,465. At May 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 413,489	\$ -
Changes of assumptions	677,616	195,695
Net difference between projected and actual earnings on Plan investments	<u>62,749</u>	<u>-</u>
Total	<u>\$ 1,153,854</u>	<u>\$ 195,695</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:

2020	\$ 201,189
2021	197,853
2022	187,819
2023	171,572
2024	173,921
Thereafter	<u>25,805</u>
Total	<u>\$ 958,159</u>

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 YEAR ENDED MAY 31, 2019**

**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.

*Employees Covered by Benefit Terms.* At May 31, 2019, the following employees were covered by the benefit terms:

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

*Total OPEB Liability.* The District's total OPEB liability of \$562,752 was measured as of May 31, 2019, 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, 2019 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	3.51%
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, 2019**

*Changes in the Total OPEB Liability.* Changes in the total OPEB liability for the year ended May 31, 2019 were as follows:

	<u>Total OPEB Liability</u>
Balance at May 31, 2018	\$ <u>455,895</u>
Changes for the year:	
Service cost	16,889
Interest	17,233
Changes of assumptions or other inputs	100,529
Benefit payments	<u>(27,794)</u>
Net changes	<u>106,857</u>
Balance at May 31, 2019	<u>\$ <u>562,752</u></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 (2.51%) or 1% higher (4.51%) than the current discount rate:

	<u>1% Lower (2.51%)</u>	<u>Current Discount Rate (3.51%)</u>	<u>1% Higher (4.51%)</u>
Total OPEB liability	\$ <u>619,813</u>	\$ <u>562,752</u>	\$ <u>513,622</u>

*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	\$ <u>506,985</u>	\$ <u>562,752</u>	\$ <u>628,921</u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.* For the year ended May 31, 2019, the District recognized OPEB expense of \$38,785.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**YEAR ENDED MAY 31, 2019**

Deferred outflows of resources and deferred inflows of resources related to OPEB result from differences in actual and expected experience or changes of 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. At May 31, 2019, the District reported deferred outflows of resources related to OPEB from the following source:

<u>Deferred Amount Related to OPEB</u>	<u>Deferred Outflows of Resources</u>
Changes of assumptions	<u>\$ 95,866</u>

The amount reported as deferred outflows of resources will be recognized in pension expense in years ending May 31 as follows:

2020	\$ 4,663
2021	4,663
2022	4,663
2023	4,663
2024	4,663
Thereafter	<u>72,551</u>
Total	<u>\$ 95,866</u>

**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 October 24, 2019, which is the date the financial statements were available to be issued.

Subsequent to May 31, 2019, the District was awarded a \$127,810 grant from FEMA for the purchase of personal protective equipment.

**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>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total pension liability:					
Service cost	\$ 221,413	\$ 212,325	\$ 141,860	\$ 95,969	\$ 112,579
Interest on the total pension liability	230,333	226,452	187,128	153,734	181,364
Differences between expected and actual experience	4,659	57,745	3,048	641,174	(305,323)
Changes of assumptions	64,020	(229,005)	535,215	465,013	807,612
Benefit payments, including refunds of employee contributions	<u>(144,760)</u>	<u>(208,824)</u>	<u>(139,280)</u>	<u>(75,653)</u>	<u>-</u>
Net change in total pension liability	375,665	58,693	727,971	1,280,237	796,232
Total pension liability at beginning of year	<u>5,454,042</u>	<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>\$ 5,829,707</u>	<u>\$ 5,454,042</u>	<u>\$ 5,395,349</u>	<u>\$ 4,667,378</u>	<u>\$ 3,387,141</u>
Plan fiduciary net position:					
Contributions - employer	\$ 79,124	\$ 80,486	\$ 81,713	\$ 67,765	\$ 103,104
Contributions - employees	46,418	38,227	26,070	25,530	31,812
Net investment income	103,146	12,959	45,714	76,565	52,082
Benefit payments, including refunds of employee contributions	(144,760)	(208,824)	(139,280)	(75,653)	-
Administrative expense	(15,881)	(13,490)	(22,972)	(11,303)	(7,361)
Other income	<u>69,543</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	137,590	(90,642)	(8,755)	82,904	179,637
Plan fiduciary net position at beginning of year	<u>1,845,371</u>	<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>\$ 1,982,961</u>	<u>\$ 1,845,371</u>	<u>\$ 1,936,013</u>	<u>\$ 1,944,768</u>	<u>\$ 1,861,864</u>
District's net pension liability at end of year	<u>\$ 3,846,746</u>	<u>\$ 3,608,671</u>	<u>\$ 3,459,336</u>	<u>\$ 2,722,610</u>	<u>\$ 1,525,277</u>
Plan fiduciary net position as a percentage of total pension liability	<u>34.01 %</u>	<u>33.83 %</u>	<u>35.88 %</u>	<u>41.67 %</u>	<u>54.97 %</u>
Covered payroll	<u>\$ 509,246</u>	<u>\$ 493,216</u>	<u>\$ 270,213</u>	<u>\$ 416,186</u>	<u>\$ 345,229</u>
District's net pension liability as a percentage of covered payroll	<u>755.38 %</u>	<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 amounts were the result of changes in the discount rate, pay scale assumptions, mortality assumptions, and demographic assumptions, as applicable.

See independent auditor's report.



**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>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 197,257	\$ 151,635	\$ 165,579	\$ 103,104	\$ 103,104
Contributions in relation to the actuarially determined contribution	<u>79,124</u>	<u>80,486</u>	<u>81,713</u>	<u>67,765</u>	<u>103,104</u>
Contribution deficiency	<u>\$ 118,133</u>	<u>\$ 71,149</u>	<u>\$ 83,866</u>	<u>\$ 35,339</u>	<u>\$ -</u>
Covered payroll	<u>\$ 509,246</u>	<u>\$ 493,216</u>	<u>\$ 270,213</u>	<u>\$ 416,186</u>	<u>\$ 345,229</u>
Contributions as a percentage of covered payroll	<u>15.54 %</u>	<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, 2019.

*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

See independent auditor's report.

**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>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	<u>5.61 %</u>	<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  
 LAST TEN FISCAL YEARS  
 (SCHEDULE TO BE BUILT PROSPECTIVELY)**

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

Fiscal year ended May 31	<u>2019</u>	<u>2018</u>
Total OPEB liability:		
Service cost	\$ 16,889	\$ 16,274
Interest	17,233	16,013
Changes of assumptions or other inputs	100,529	-
Benefit payments	<u>(27,794)</u>	<u>-</u>
Net change in total OPEB liability	106,857	32,287
Total OPEB liability at beginning of year	<u>455,895</u>	<u>423,608</u>
Total OPEB liability at end of year	<u>\$ 562,752</u>	<u>\$ 455,895</u>
Employer's covered payroll	<u>\$ 509,246</u>	<u>\$ 493,216</u>
Total OPEB liability as a percentage of covered payroll	<u>110.51 %</u>	<u>92.43 %</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 changes of assumptions or other inputs amount was related to a change in the discount rate.

See independent auditor's report.

**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, 2019  
 WITH COMPARATIVE TOTALS FOR MAY 31, 2018**

	<u>Corporate</u>	<u>Insurance</u>	<u>Totals</u>	
			<u>2019</u>	<u>2018</u>
<b>ASSETS</b>				
Cash	\$ 13,809	\$ -	\$ 13,809	\$ 29,290
Property taxes receivable	696,722	89,747	786,469	782,365
Due from other funds	<u>71,085</u>	<u>-</u>	<u>71,085</u>	<u>114,967</u>
Total assets	<u>\$ 781,616</u>	<u>\$ 89,747</u>	<u>\$ 871,363</u>	<u>\$ 926,622</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 3,925	\$ -	\$ 3,925	\$ 19,514
Accrued expenditures	8,414	-	8,414	6,689
Due to other funds	-	151,399	151,399	156,252
Unearned grant revenue	4,859	-	4,859	6,098
Line of credit	<u>83,500</u>	<u>-</u>	<u>83,500</u>	<u>37,500</u>
Total liabilities	100,698	151,399	252,097	226,053
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property taxes levied for future period	716,314	92,640	808,954	785,075
<b>FUND DEFICITS</b>				
Unassigned	<u>(35,396)</u>	<u>(154,292)</u>	<u>(189,688)</u>	<u>(84,506)</u>
Total liabilities, deferred inflows of resources, and fund deficits	<u>\$ 781,616</u>	<u>\$ 89,747</u>	<u>\$ 871,363</u>	<u>\$ 926,622</u>

See independent auditor's report.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
 COMBINING SCHEDULE OF GENERAL FUND REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICITS)  
 YEAR ENDED MAY 31, 2019  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED MAY 31, 2018**

	<u>Corporate</u>	<u>Insurance</u>	<u>Totals</u>	
			<u>2019</u>	<u>2018</u>
Revenues:				
Property taxes	\$ 685,883	\$ 98,723	\$ 784,606	\$ 761,637
Personal property replacement taxes	6,084	-	6,084	5,623
Foreign fire insurance	8,394	-	8,394	11,947
Grants	6,098	-	6,098	7,734
Other revenue	<u>21,246</u>	<u>-</u>	<u>21,246</u>	<u>12,416</u>
Total revenues	<u>727,705</u>	<u>98,723</u>	<u>826,428</u>	<u>799,357</u>
Expenditures:				
Current:				
Accounting and payroll services	1,650	-	1,650	1,579
Building and grounds maintenance	363	-	363	9,804
Compensation and payroll taxes	546,983	-	546,983	529,981
Equipment maintenance	52,589	-	52,589	46,517
Foreign fire	7,711	-	7,711	11,651
Fuel	5,118	-	5,118	4,888
Insurance	-	96,422	96,422	89,168
Other	10,129	-	10,129	8,956
Pension contribution	79,094	-	79,094	80,486
Professional fees	4,718	-	4,718	7,719
Supplies	5,659	-	5,659	3,707
Telephone and DuComm	29,887	-	29,887	25,586
Testing and examinations	3,300	-	3,300	1,783
Training	5,488	-	5,488	8,316
Uniforms	4,524	-	4,524	5,740
Utilities	5,682	-	5,682	5,135
Debt service:				
Principal	34,478	-	34,478	100,792
Interest	29,209	-	29,209	15,841
Capital outlay	<u>8,606</u>	<u>-</u>	<u>8,606</u>	<u>8,136</u>
Total expenditures	<u>835,188</u>	<u>96,422</u>	<u>931,610</u>	<u>965,785</u>
Excess (deficiency) of revenues over expenditures	(107,483)	2,301	(105,182)	(166,428)
Other financing sources:				
Installment contract	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,000</u>
Net change in fund balance (deficits)	(107,483)	2,301	(105,182)	83,572
Fund balance (deficits) at beginning of year	<u>72,087</u>	<u>(156,593)</u>	<u>(84,506)</u>	<u>(168,078)</u>
Fund deficits at end of year	<u>\$ (35,396)</u>	<u>\$ (154,292)</u>	<u>\$ (189,688)</u>	<u>\$ (84,506)</u>

See independent auditor's report.



**CORPORATE FUND**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
CORPORATE FUND  
BALANCE SHEET  
MAY 31, 2019  
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2018**

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
Cash	\$ 13,809	\$ 29,290
Property taxes receivable	696,722	683,842
Due from other funds	<u>71,085</u>	<u>114,967</u>
 Total assets	 <u>\$ 781,616</u>	 <u>\$ 828,099</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 3,925	\$ 19,514
Accrued expenditures	8,414	6,689
Unearned grant revenue	4,859	6,098
Line of credit	<u>83,500</u>	<u>37,500</u>
 Total liabilities	 100,698	 69,801
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property taxes levied for future period	716,314	686,211
<b>FUND BALANCE (DEFICIT)</b>		
Unassigned	<u>(35,396)</u>	<u>72,087</u>
 Total liabilities, deferred inflows of resources, and fund balance (deficit)	 <u>\$ 781,616</u>	 <u>\$ 828,099</u>

See independent auditor's report.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
CORPORATE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL  
YEAR ENDED MAY 31, 2019  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2018**

	<u>2019</u>			<u>2018</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
<b>Revenues:</b>				
Property taxes	\$ 686,209	\$ 685,883	\$ (326)	\$ 662,685
Personal property replacement taxes	5,000	6,084	1,084	5,623
Foreign fire insurance	6,500	8,394	1,894	11,947
Grants	6,000	6,098	98	7,734
Other revenue	9,050	21,246	12,196	12,416
	<u>712,759</u>	<u>727,705</u>	<u>14,946</u>	<u>700,405</u>
<b>Total revenues</b>				
<b>Expenditures:</b>				
<b>Current:</b>				
Accounting and payroll services	2,000	1,650	350	1,579
Building and grounds maintenance	4,500	363	4,137	9,804
Compensation and payroll taxes	524,500	546,983	(22,483)	529,981
Equipment maintenance	24,000	52,589	(28,589)	46,517
Foreign fire	6,500	7,711	(1,211)	11,651
Fuel	5,500	5,118	382	4,888
Other	12,000	10,129	1,871	8,956
Pension contribution	80,302	79,094	1,208	80,486
Professional fees	6,000	4,718	1,282	7,719
Supplies	6,000	5,659	341	3,707
Telephone and DuComm	28,000	29,887	(1,887)	25,586
Testing and examinations	4,000	3,300	700	1,783
Training	5,500	5,488	12	8,316
Uniforms	8,000	4,524	3,476	5,740
Utilities	7,500	5,682	1,818	5,135
<b>Debt service:</b>				
Principal	72,816	34,478	38,338	100,792
Interest	20,000	29,209	(9,209)	15,841
Capital outlay	13,000	8,606	4,394	8,136
	<u>830,118</u>	<u>835,188</u>	<u>(5,070)</u>	<u>876,617</u>
<b>Total expenditures</b>				
Deficiency of revenues over expenditures	(117,359)	(107,483)	9,876	(176,212)

See independent auditor's report.

	<b>2019</b>		<b>2018</b>
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>
			<b>Actual</b>
Other financing sources:			
Installment contract	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances (deficit)	(117,359)	(107,483)	9,876
Fund balances (deficit) at beginning of year	<u>72,087</u>	<u>72,087</u>	<u>-</u>
Fund balance (deficits) at end of year	<u>\$ (45,272)</u>	<u>\$ (35,396)</u>	<u>\$ 9,876</u>
			<u>\$ 72,087</u>

**INSURANCE FUND**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
INSURANCE FUND  
BALANCE SHEET  
MAY 31, 2019  
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2018**

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
Property taxes receivable	<u>\$ 89,747</u>	<u>\$ 98,523</u>
<b>LIABILITIES</b>		
Due to other funds	\$ 151,399	\$ 156,252
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property taxes levied for future period	92,640	98,864
<b>FUND DEFICITS</b>		
Unassigned	<u>(154,292)</u>	<u>(156,593)</u>
Total liabilities, deferred inflows of resources, and fund deficits	<u>\$ 89,747</u>	<u>\$ 98,523</u>

See independent auditor's report.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND DEFICITS - BUDGET AND ACTUAL  
YEAR ENDED MAY 31, 2019  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2018**

	<u>2019</u>			<u>2018</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 98,864	\$ 98,723	\$ (141)	\$ 98,952
Expenditures:				
Current:				
Insurance	<u>94,500</u>	<u>96,422</u>	<u>(1,922)</u>	<u>89,168</u>
Excess of revenues over expenditures	4,364	2,301	(2,063)	9,784
Fund deficits at beginning of year	<u>(156,593)</u>	<u>(156,593)</u>	<u>-</u>	<u>(166,377)</u>
Fund deficits at end of year	<u>\$ (152,229)</u>	<u>\$ (154,292)</u>	<u>\$ (2,063)</u>	<u>\$ (156,593)</u>

See independent auditor's report.

**SPECIAL REVENUE FUND**



**AMBULANCE FUND**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
 AMBULANCE FUND  
 BALANCE SHEET  
 MAY 31, 2019  
 WITH COMPARATIVE AMOUNTS FOR MAY 31, 2018**

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
Property taxes receivable	\$ 702,664	\$ 701,512
Ambulance service fees receivable, net	48,084	49,613
Due from other funds	92,181	55,681
Prepaid items	<u>12,060</u>	<u>-</u>
Total assets	<u>\$ 854,989</u>	<u>\$ 806,806</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 3,925	\$ 19,514
Accrued expenditures	8,414	6,689
Line of credit	<u>83,500</u>	<u>37,500</u>
Total liabilities	<u>95,839</u>	<u>63,703</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property taxes levied for future period	<u>725,314</u>	<u>703,940</u>
<b>FUND BALANCES</b>		
Nonspendable	12,060	-
Assigned	<u>21,776</u>	<u>39,163</u>
Total fund balances	<u>33,836</u>	<u>39,163</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 854,989</u>	<u>\$ 806,806</u>

See independent auditor's report.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**AMBULANCE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL**  
**YEAR ENDED MAY 31, 2019**  
**WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2018**

	<u>2019</u>			<u>2018</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 703,939	\$ 702,934	\$ (1,005)	\$ 679,850
Ambulance service fees	120,000	149,540	29,540	132,343
Other revenue	<u>750</u>	<u>4,133</u>	<u>3,383</u>	<u>646</u>
Total revenues	<u>824,689</u>	<u>856,607</u>	<u>31,918</u>	<u>812,839</u>
Expenditures:				
Current:				
Accounting and payroll services	2,000	1,650	350	1,579
Building and grounds maintenance	4,500	363	4,137	9,804
Compensation and payroll taxes	524,500	546,985	(22,485)	527,725
Equipment maintenance	24,500	52,800	(28,300)	46,518
Fuel	5,500	5,118	382	4,888
Health insurance	149,620	126,636	22,984	149,477
Other	1,000	-	1,000	-
Professional fees	6,000	4,718	1,282	7,719
Supplies	6,000	5,927	73	3,996
Telephone and DuComm	28,000	30,556	(2,556)	25,589
Testing and examinations	4,000	3,550	450	1,783
Training	5,500	5,488	12	8,316
Utilities	7,000	5,688	1,312	5,125
Debt service:				
Principal	72,816	34,478	38,338	100,792
Interest	20,000	29,209	(9,209)	14,612
Capital outlay	<u>13,000</u>	<u>8,768</u>	<u>4,232</u>	<u>10,255</u>
Total expenditures	<u>873,936</u>	<u>861,934</u>	<u>12,002</u>	<u>918,178</u>
Deficiency of revenues over expenditures	(49,247)	(5,327)	43,920	(105,339)
Other financing sources:				
Installment contracts	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,000</u>
Net change in fund balances (deficit)	(49,247)	(5,327)	43,920	144,661
Fund balances (deficit) at beginning of year	<u>39,163</u>	<u>39,163</u>	<u>-</u>	<u>(105,498)</u>
Fund balances (deficit) at end of year	<u>\$ (10,084)</u>	<u>\$ 33,836</u>	<u>\$ 43,920</u>	<u>\$ 39,163</u>

See independent auditor's report.

**DEBT SERVICE FUND**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
DEBT SERVICE FUND  
BALANCE SHEET  
MAY 31, 2019  
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2018**

	<u>2019</u>	<u>2018</u>
<b>ASSETS</b>		
Property taxes receivable	\$ 254,567	\$ 271,875
Due from other funds	<u>16,042</u>	<u>6,351</u>
Total assets	<u>\$ 270,609</u>	<u>\$ 278,226</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property taxes levied for future period	\$ 262,773	\$ 272,816
<b>FUND BALANCES</b>		
Restricted	<u>7,836</u>	<u>5,410</u>
Total deferred inflows of resources and fund balances	<u>\$ 270,609</u>	<u>\$ 278,226</u>

See independent auditor's report.

**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, 2019**  
**WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2018**

	<u>2019</u>		<u>2018</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 272,815	\$ 272,426	\$ (389)	\$ 282,663
Expenditures:				
Debt service:				
Principal	200,000	200,000	-	200,000
Interest	70,000	70,000	-	80,000
Total expenditures	<u>270,000</u>	<u>270,000</u>	<u>-</u>	<u>280,000</u>
Excess of revenues over expenditures	2,815	2,426	(389)	2,663
Fund balances at beginning of year	<u>5,410</u>	<u>5,410</u>	<u>-</u>	<u>2,747</u>
Fund balances at end of year	<u>\$ 8,225</u>	<u>\$ 7,836</u>	<u>\$ (389)</u>	<u>\$ 5,410</u>

See independent auditor's report.

**NONMAJOR GOVERNMENTAL FUND**

**SPECIAL REVENUE FUND**



**AUDIT FUND**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**AUDIT FUND**  
**BALANCE SHEET**  
**MAY 31, 2019**  
**WITH COMPARATIVE AMOUNTS FOR MAY 31, 2018**

	<b>2019</b>	<b>2018</b>
<b>ASSETS</b>		
Property taxes receivable	\$ 10,421	\$ 8,314
<b>LIABILITIES</b>		
Due to other funds	\$ 47,060	\$ 39,898
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Property taxes levied for future period	10,757	8,343
<b>FUND DEFICITS</b>		
Unassigned	(47,396)	(39,927)
Total liabilities, deferred inflows of resources, and fund deficits	\$ 10,421	\$ 8,314

See independent auditor's report.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS**  
**AUDIT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND DEFICITS - BUDGET AND ACTUAL**  
**YEAR ENDED MAY 31, 2019**  
**WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2018**

	<u>2019</u>			<u>2018</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 8,342	\$ 8,331	\$ (11)	\$ 8,279
Expenditures:				
Current:				
Professional fees	<u>13,000</u>	<u>15,800</u>	<u>(2,800)</u>	<u>13,500</u>
Deficiency of revenues over expenditures	(4,658)	(7,469)	(2,811)	(5,221)
Fund deficits at beginning of year	<u>(39,927)</u>	<u>(39,927)</u>	<u>-</u>	<u>(34,706)</u>
Fund deficits at end of year	<u>\$ (44,585)</u>	<u>\$ (47,396)</u>	<u>\$ (2,811)</u>	<u>\$ (39,927)</u>

See independent auditor's report.

**FIDUCIARY FUND**

**FIREFIGHTERS' PENSION TRUST FUND**

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
FIREFIGHTERS' PENSION TRUST FUND  
STATEMENT OF FIDUCIARY NET POSITION  
MAY 31, 2019  
WITH COMPARATIVE AMOUNTS FOR MAY 31, 2018**

<b>ASSETS</b>	<u><b>2019</b></u>	<u><b>2018</b></u>
Cash	\$ 50,793	\$ 31,868
Accrued interest receivable	15,427	15,065
Due from other funds	19,151	19,151
Prepaid items	739	574
Investments:		
Debt issues:		
Corporate	240,366	200,050
Municipal	231,926	230,196
Mutual funds	182,668	186,311
U.S. government agency notes	1,104,837	1,055,033
U.S. Treasury notes	<u>138,470</u>	<u>108,500</u>
Total assets	1,984,377	1,846,748
<b>LIABILITIES</b>		
Accrued expenses	<u>1,416</u>	<u>1,377</u>
<b>NET POSITION</b>		
Net position restricted for pension benefits	<u><u>\$ 1,982,961</u></u>	<u><u>\$ 1,845,371</u></u>

See independent auditor's report.

**OAKBROOK TERRACE FIRE PROTECTION DISTRICT, ILLINOIS  
FIREFIGHTERS' PENSION TRUST FUND  
SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL  
YEAR ENDED MAY 31, 2019  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED MAY 31, 2018**

	<b>2019</b>		<b>2018</b>	
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>	<b>Actual</b>
Additions:				
Contributions:				
Employer	\$ 80,302	\$ 79,124	\$ (1,178)	\$ 80,486
Employees	-	46,418	46,418	38,227
Other	-	69,543	69,543	-
Total contributions	<u>80,302</u>	<u>195,085</u>	<u>114,783</u>	<u>118,713</u>
Investment income:				
Investment earnings	-	108,730	108,730	18,662
Investment fees	-	(5,584)	(5,584)	(5,703)
Net investment income	<u>-</u>	<u>103,146</u>	<u>103,146</u>	<u>12,959</u>
Total additions	<u>80,302</u>	<u>298,231</u>	<u>217,929</u>	<u>131,672</u>
Deductions:				
Benefit payments	-	139,280	(139,280)	139,280
Refund of contributions	-	5,480	(5,480)	69,544
Administrative expenses	-	15,881	(15,881)	13,490
Total deductions	<u>-</u>	<u>160,641</u>	<u>(160,641)</u>	<u>222,314</u>
Net increase (decrease) in net position	80,302	137,590	57,288	(90,642)
Net position at beginning of year	<u>1,845,371</u>	<u>1,845,371</u>	<u>-</u>	<u>1,936,013</u>
Net position at end of year	<u>\$ 1,925,673</u>	<u>\$ 1,982,961</u>	<u>\$ 57,288</u>	<u>\$ 1,845,371</u>

See independent auditor's report.

**OTHER INFORMATION SECTION**



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

Tax levy year	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Equalized assessed valuation	<u>\$ 219,526,103</u>	<u>\$ 208,574,716</u>	<u>\$ 197,300,705</u>	<u>\$ 187,256,176</u>	<u>\$ 176,528,650</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>
Tax rates (per \$100 of equalized assessed valuation):										
Corporate	0.2858	0.2909	0.2955	0.3105	0.3488	0.3362	0.3034	0.2449	0.2312	0.1783
Insurance	0.0422	0.0474	0.0502	0.0553	0.0558	0.0550	0.0520	0.0471	0.0442	0.0393
Ambulance	0.3304	0.3375	0.3449	0.3540	0.3500	0.3374	0.3000	0.3000	0.2834	0.2772
Bond and interest	0.1197	0.1308	0.1434	0.1565	0.1618	-	-	-	-	-
Audit	0.0049	0.0040	0.0042	0.0044	0.0048	0.0048	0.0050	0.0050	0.0049	0.0047
Pension	<u>0.0405</u>	<u>0.0381</u>	<u>0.0407</u>	<u>0.0387</u>	<u>0.0384</u>	<u>0.0389</u>	<u>0.0368</u>	<u>0.0333</u>	<u>0.0312</u>	<u>0.0279</u>
Total tax rates	<u>0.8235</u>	<u>0.8487</u>	<u>0.8789</u>	<u>0.9194</u>	<u>0.9596</u>	<u>0.7723</u>	<u>0.6972</u>	<u>0.6303</u>	<u>0.5949</u>	<u>0.5274</u>
Percent difference	<u>(0.0252)</u>	<u>(0.0302)</u>	<u>(0.0405)</u>	<u>(0.0402)</u>	<u>0.1873</u>	<u>0.0751</u>	<u>0.0669</u>	<u>0.0354</u>	<u>0.0675</u>	<u>0.0291</u>
Tax extensions:										
Corporate	\$ 627,406	\$ 606,744	\$ 583,024	\$ 581,430	\$ 615,732	\$ 601,220	\$ 586,521	\$ 517,499	\$ 515,203	\$ 435,394
Insurance	92,640	98,864	99,045	103,553	98,503	98,355	100,524	99,527	98,495	95,967
Ambulance	725,314	703,940	680,490	662,887	617,850	603,366	579,948	633,931	631,524	676,900
Bond and interest	262,773	272,816	282,929	293,056	285,623	-	-	-	-	-
Audit	10,757	8,343	8,287	8,239	8,473	8,584	9,666	10,566	10,919	11,477
Pension	<u>88,908</u>	<u>79,467</u>	<u>80,302</u>	<u>72,468</u>	<u>67,787</u>	<u>69,564</u>	<u>71,140</u>	<u>70,366</u>	<u>69,526</u>	<u>68,130</u>
Total extensions	<u>\$ 1,807,798</u>	<u>\$ 1,770,174</u>	<u>\$ 1,734,077</u>	<u>\$ 1,721,633</u>	<u>\$ 1,693,968</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>

See independent auditor's report.

**THIS PAGE INTENTIONALLY LEFT BLANK**

**SPECIAL REVENUE FUND**