

Date of Sale: Tuesday, February 5, 2019
 Between 10:45 and 11:00 A.M., C.S.T.
 (Closed Speer Auction)

Official Statement

Subject to compliance by the District with certain covenants, in the opinion of Chapman and Cutler LLP, Chicago, Illinois (“Bond Counsel”), under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals. Interest on the Bonds is not exempt from present State of Illinois income taxes. See “TAX EXEMPTION” herein for a more complete discussion. The Bonds are “qualified tax-exempt obligation” under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See “QUALIFIED TAX-EXEMPT OBLIGATIONS” herein.

\$4,307,000*

DECATUR PARK DISTRICT
Macon County, Illinois
General Obligation Park Bonds, Series 2019A



Dated Date of Delivery Bank Qualified Book-Entry Due as Detailed Below

The \$4,307,000* General Obligation Park Bonds, Series 2019A (the “Bonds”), are being issued by the Decatur Park District, Macon County, Illinois (the “District”). Interest on the Bonds is payable on December 15, 2019. The Bonds will be issued using a book-entry system (however, the initial purchaser of the Bonds may request registered bonds and physical delivery of the Bonds). Under the book-entry system, The Depository Trust Company (“DTC”), New York, New York, will act as securities depository for the Bonds. The ownership of one fully registered Bond for the maturity will be registered in the name of Cede & Co., as nominee for DTC and no physical delivery of Bonds will be made to purchasers. If the initial purchaser of the Bonds is not a direct participant of DTC and does not have clearing privileges with DTC, then the Bonds will be issued as registered bonds. The Bonds will mature on December 15 in the year described below.

AMOUNT*, MATURITY, INTEREST RATE, PRICE OR YIELD AND CUSIP NUMBER

Principal Amount*	Due Dec. 15	Interest Rate	Price or Yield	CUSIP Number(1)
\$4,307,000.....	2019	_____ %	_____ %	243163

NO OPTIONAL REDEMPTION

The Bonds are **not** subject to redemption prior to maturity.

PURPOSE, LEGALITY AND SECURITY

The Bond proceeds will be used to pay prior obligations, to finance the purchase of land and certain general capital improvements in the District’s parks and facilities, and to pay the costs of issuance of the Bonds. See “THE PROJECT” herein.

The Bonds are payable both as to principal and interest from ad valorem taxes levied against all taxable property in the District without limitation as to rate or amount. See “DESCRIPTION OF THE BONDS” herein.

This Official Statement is dated January 24, 2019, and has been prepared under the authority of the District. An electronic copy of this Official Statement is available from the www.speerfinancial.com web site under “Debt Auction Center Official Statement Sales Calendar”. Additional copies may be obtained from Mr. Rodney Buhr, Chief Financial Officer, Decatur Park District, 620 East Riverside Avenue, Decatur, Illinois 62521, or from the Independent Public Finance Consultants to the District:



*Subject to change.

(1) CUSIP numbers appearing in this Official Statement have been provided by the CUSIP Service Bureau, which is managed on behalf of the American Bankers Association by S&P Capital IQ, a part of McGraw Hill Financial Inc. The District is not responsible for the selection of CUSIP numbers and makes no representation as to their correctness on the Bonds or as set forth on the cover of this Official Statement.

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission, this document, as the same may be supplemented or corrected by the District from time to time (collectively, the “Official Statement”), may be treated as an Official Statement with respect to the Bonds described herein that is deemed near final as of the date hereof (or the date of any such supplement or correction) by the District.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts and interest rates of the Bonds, together with any other information required by law or deemed appropriate by the District, shall constitute a “Final Official Statement” of the District with respect to the Bonds, as that term is defined in Rule 15c2-12. Any such addendum or addenda shall, on and after the date thereof, be fully incorporated herein and made a part hereof by reference. Alternatively, such final terms of the Bonds and other information may be included in a separate document entitled “Final Official Statement” rather than through supplementing the Official Statement by an addendum or addenda.

No dealer, broker, salesman or other person has been authorized by the District to give any information or to make any representations with respect to the Bonds other than as contained in the Official Statement or the Final Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the District. Certain information contained in the Official Statement and the Final Official Statement may have been obtained from sources other than records of the District and, while believed to be reliable, is not guaranteed as to completeness. **THE INFORMATION AND EXPRESSIONS OF OPINION IN THE OFFICIAL STATEMENT AND THE FINAL OFFICIAL STATEMENT ARE SUBJECT TO CHANGE, AND NEITHER THE DELIVERY OF THE OFFICIAL STATEMENT OR THE FINAL OFFICIAL STATEMENT NOR ANY SALE MADE UNDER EITHER SUCH DOCUMENT SHALL CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE DISTRICT SINCE THE RESPECTIVE DATES THEREOF.**

References herein to laws, rules, regulations, ordinances, resolutions, agreements, reports and other documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein. Where full texts have not been included as appendices to the Official Statement or the Final Official Statement they will be furnished on request. This Official Statement does not constitute an offer to sell, or solicitation of an offer to buy, any securities to any person in any jurisdiction where such offer or solicitation of such offer would be unlawful.

TABLE OF CONTENTS

	<u>Page</u>
BOND ISSUE SUMMARY	1
DECATUR PARK DISTRICT	2
DESCRIPTION OF THE BONDS	2
RISK FACTORS	3
Local Economy	3
Finances of the State of Illinois	3
State Actions	3
Effect of a Decline in Equalized Assessed Valuations	4
Bankruptcy	4
Secondary Market for the Bonds	4
Continuing Disclosure	4
Suitability of Investment	4
Future Changes in Laws	5
Factors Relating to Tax Exemption	5
Cybersecurity	5
THE DISTRICT	6
District Organization and Services	6
Partnerships	6
Awards/Recognition	7
Transportation	7
Community Life	8
Education	9
SOCIOECONOMIC INFORMATION	9
Population	9
Employment	9
Unemployment Rates	11
Housing	11
Income	12
THE PROJECT	12
DEBT INFORMATION	13
PROPERTY ASSESSMENT AND TAX INFORMATION	15
REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES	17
Summary of Property Assessment, Tax Levy and Collection Procedures	17
Tax Levy and Collection Procedures	17
Exemptions	18
Property Tax Extension Limitation Law	19
Truth in Taxation Law	20
FINANCIAL INFORMATION	20
Financial Reports	20
No Consent or Updated Information Requested of the Auditor	20
Summary Financial Information and Estimated Fiscal Year 2019 Results	21
EMPLOYEE RETIREMENT AND OTHER POSTEMPLOYMENT BENEFITS OBLIGATIONS	24
REGISTRATION, TRANSFER AND EXCHANGE	24
TAX EXEMPTION	25
QUALIFIED TAX EXEMPT OBLIGATIONS	27
CONTINUING DISCLOSURE	27
LITIGATION	28
OFFICIAL STATEMENT AUTHORIZATION	28
CERTAIN LEGAL MATTERS	28
UNDERWRITING	28
MUNICIPAL ADVISOR	28
CERTIFICATION	29

APPENDIX A - EXCERPTS OF FISCAL YEAR 2018 AUDITED FINANCIAL STATEMENTS

APPENDIX B - DESCRIBING BOOK-ENTRY-ONLY ISSUANCE

APPENDIX C - PROPOSED FORM OF OPINION OF BOND COUNSEL

APPENDIX D - EXCERPTS OF FISCAL YEAR 2018 AUDITED FINANCIAL STATEMENTS RELATING TO THE DISTRICT'S PENSION PLANS

APPENDIX E - FORM OF CONTINUING DISCLOSURE UNDERTAKING

OFFICIAL BID FORM

OFFICIAL NOTICE OF SALE

BOND ISSUE SUMMARY

This Bond Issue Summary is expressly qualified by the entire Official Statement, including the Official Notice of Sale and the Official Bid Form, which are provided for the convenience of potential investors and which should be reviewed in their entirety by potential investors.

Issuer:	Decatur Park District, Macon County, Illinois.
Issue:	\$4,307,000* General Obligation Park Bonds, Series 2019A.
Dated Date:	Date of delivery (expected to be on or about February 21, 2019).
Interest Due:	December 15, 2019.
Principal Due:	December 15, 2019.
No Optional Redemption:	The Bonds are not subject to optional redemption prior to maturity.
Authorization:	The Bonds are authorized under the Local Government Debt Reform Act of the State of Illinois, as amended, and the Park District Code of the State of Illinois, as supplemented and amended and by an ordinance adopted by the Board of Park Commissioners of the District.
Security:	The Bonds are payable both as to principal and interest from ad valorem taxes levied against all taxable property in the District without limitation as to rate or amount.
No Investment Rating:	The District does not intend to apply for an investment rating on the Bonds.
Tax Exemption:	Chapman and Cutler LLP, Chicago, Illinois, will provide an opinion as to the tax exemption of the interest on the Bonds as discussed under “ TAX EXEMPTION ” in this Official Statement. Interest on the Bonds is not exempt from present State of Illinois income taxes.
Bank Qualification:	The Bonds are “qualified tax-exempt obligations” under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See “ QUALIFIED TAX-EXEMPT BONDS ” herein.
Bond Registrar/Paying Agent:	The Commerce Trust Company, Kansas City, Missouri.
Delivery Date:	The Bonds are expected to be delivered on or about February 21, 2019.
Book-Entry Form:	The Bonds will be registered in the name of Cede & Co. as nominee for The Depository Trust Company (“DTC”), New York, New York. DTC will act as securities depository of the Bonds. See APPENDIX B herein. However, the initial purchaser of the Bonds may request registered Bonds.
Denomination:	\$1,000 or integral multiples thereof.
Municipal Advisor:	Speer Financial, Inc., Chicago, Illinois.

*Subject to change.

DECATUR PARK DISTRICT
Macon County, Illinois

Board of Park Commissioners

Chris Harrison
President

Chris Riley
Vice President

Bob Brilley, II
Commissioner

Jack Kenny
Commissioner

Stacey Young
Commissioner

Officials

William L. Clevenger
Executive Director/Treasurer

Rodney Buhr
Chief Financial Officer

Edward Flynn, Esq.
Legal Counsel

DESCRIPTION OF THE BONDS

The \$4,307,000* General Obligation Park Bonds, Series 2019A (the “Bonds”), are being issued pursuant to the Park District Code of the State of Illinois, the Local Government Debt Reform Act of the State of Illinois, and all laws amendatory thereof and supplementary thereto, and a bond ordinance to be adopted by the Board of Park Commissioners (the “Board”) of the District on February 6, 2019 (the “Bond Ordinance”).

The Bonds, in the opinion of Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel (“Bond Counsel”), are valid and legally binding upon the District and are payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors’ rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

The Bond Ordinance provides for the levy of ad valorem taxes, unlimited as to rate or amount, upon all taxable property within the District in amounts sufficient to pay, as and when due, all principal of and interest on the Bonds. The Bond Ordinance will be filed with the County Clerk of Macon County, Illinois (the “County Clerk”), and will serve as authorization to the County Clerk to extend and collect the property taxes as set forth in the Bond Ordinance to pay the Bonds.

The Bonds are **not** subject to optional redemption prior to maturity.

*Subject to change.

RISK FACTORS

The purchase of the Bonds involves certain investment risks. Accordingly, each prospective purchaser of the Bonds should make an independent evaluation of the entirety of the information presented in this Official Statement and its appendices and exhibits in order to make an informed investment decision. Certain of the investment risks are described below. The following statements, however, should not be considered a complete description of all risks to be considered in the decision to purchase the Bonds, nor should the order of the presentation of such risks be construed to reflect the relative importance of the various risks. There can be no assurance that other risk factors are not material or will not become material in the future.

Local Economy

The financial health of the District is in part dependent on the strength of the regional and State of Illinois (the “State”) economy. Many factors affect the economy, including rates of employment and economic growth and the level of residential and commercial development. It is not possible to predict to what extent any changes in economic conditions, demographic characteristics, population or commercial and industrial activity will occur and what impact such changes would have on the finances of the District.

Finances of the State of Illinois

The State of Illinois (the “State”) has experienced adverse fiscal conditions resulting in significant shortfalls between the State’s general fund revenues and spending demands. The State failed to enact a full budget for the State fiscal years ending June 30, 2016, and June 30, 2017, which had a significant, negative impact on the State’s finances, although certain spending occurred through statutory transfers, statutory continuing appropriations, court orders and consent decrees, including spending for elementary and secondary education. In addition, the underfunding of the State’s pension systems and a bill backlog of billions of dollars contributed to the State’s poor financial health. On July 6, 2017, the General Assembly of the State (the “General Assembly”) enacted a budget (the “Fiscal Year 2018 Budget”) for the State fiscal year ending June 30, 2018 (the “State Fiscal Year 2018”), overriding the Governor’s veto. On May 31, 2018, the General Assembly passed a budget (the “Fiscal Year 2019 Budget”) for the State for fiscal year ending June 30, 2019 (the “State Fiscal Year 2019”), and on June 4, 2018, the Governor approved the same. Nonetheless, legislators have not yet addressed a substantial backlog of unpaid bills or significant pension liabilities. There may continue to be delays in payments of bills and the State’s backlog of unpaid bills may continue to grow.

State Actions

Many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by State government. Past and future actions of the State may affect the overall financial condition of the District, the taxable value of property within the District, and the ability of the District to levy property taxes. For example, Illinois legislators have introduced proposals to modify the Property Tax Extension Limitation Law, including freezing property taxes (the “Property Tax Freeze Proposal”). If the Property Tax Freeze Proposal or similar legislation were to become law, such reform may freeze the District’s local property tax revenue. The District cannot predict whether, or in what form, any such change may be enacted into law, nor can the District predict the effect of any such change on the District’s finances.

Effect of a Decline in Equalized Assessed Valuations

The amount of property taxes extended for the District is determined by applying the various operating tax rates and the bond and interest tax rate levied by the District to the District's Equalized Assessed Valuation ("EAV"). The District's EAV could decrease for a number of reasons including, but not limited to, a decline in property values or large taxpayers moving out of the District. Declining EAVs and increasing tax rates (certain of which may reach their rate ceilings) could reduce the amount of taxes the District is able to receive.

Bankruptcy

The rights and remedies of the Bondholders may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against local governments. The various opinions of counsel to be delivered with respect to the Bonds will be similarly qualified.

Secondary Market for the Bonds

No assurance can be given that a secondary market will develop for the purchase and sale of the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. The underwriters of the Bonds are not obligated to engage in secondary market trading or to repurchase any of the Bonds at the request of the owners thereof.

Prices of the Bonds as traded in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and other prevailing circumstances. No guarantee exists as to the future market value of the Bonds. Such market value could be substantially different from the original purchase price.

Continuing Disclosure

A failure by the District to comply with the Undertaking for continuing disclosure (see "**CONTINUING DISCLOSURE**" herein) will not constitute an event of default on the Bonds. Any such failure must be reported in accordance with Rule 15c2-12 (the "Rule") adopted by the Securities and Exchange Commission (the "Commission") under the Securities Exchange Act of 1934, as amended (the "Exchange Act"), and may adversely affect the transferability and liquidity of the Bonds and their market price.

Suitability of Investment

The interest rates borne by the Bonds are intended to compensate the investor for assuming the risk of investing in the Bonds. Furthermore, the tax-exempt feature of the Bonds is currently more valuable to high tax bracket investors than to investors that are in low tax brackets. As such, the value of the interest compensation to any particular investor will vary with individual tax rates and circumstances. Each prospective investor should carefully examine this Official Statement and its own financial condition to make a judgment as to its ability to bear the economic risk of such an investment, and whether or not the Bonds are an appropriate investment for such investor.

Future Changes in Laws

Various State and federal laws, regulations and constitutional provisions apply to the District and to the Bonds. The District can give no assurance that there will not be a change in, interpretation of, or addition to such applicable laws, provisions and regulations which would have a material effect, either directly or indirectly, on the District, or the taxing authority of the District. For example, many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by state government. Future actions of the State may affect the overall financial conditions of the District, the taxable value of property within the District, and the ability of the District to levy property taxes or collect revenues for its ongoing operations.

Factors Relating to Tax Exemption

As discussed under “**TAX EXEMPTION**” herein, interest on the Bonds could become includible in gross income for purposes of federal income taxation, retroactive to the date the Bonds were issued, as a result of future acts or omissions of the District in violation of its covenants in the Bond Ordinance. Should such an event of taxability occur, the Bonds are not subject to any special redemption.

There are or may be pending in the Congress of the United States legislative proposals relating to the federal tax treatment of interest on the Bonds, including some that carry retroactive effective dates, that, if enacted, could affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to Bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation. Finally, reduction or elimination of the tax-exempt status of obligations such as the Bonds could have an adverse effect on the District’s ability to access the capital markets to finance future capital or operational needs by reducing market demand for such obligations or materially increasing borrowing costs of the District.

The tax-exempt bond office of the Internal Revenue Service (the “Service”) is conducting audits of tax-exempt bonds, both compliance checks and full audits, with increasing frequency to determine whether, in the view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for Federal income tax purposes. It cannot be predicted whether the Service will commence any such audit. If an audit is commenced, under current procedures the Service may treat the District as a taxpayer and the bondholders may have no right to participate in such proceeding. The commencement of an audit with respect to any tax-exempt obligations of the District could adversely affect the market value and liquidity of the Bonds, regardless of the ultimate outcome.

Cybersecurity

Computer networks and data transmission and collection are vital to the efficient operation of the District. Despite the implementation of network security measures by the District, its information technology and infrastructure may be vulnerable to deliberate attacks by hackers, malware, ransomware or computer virus, or may otherwise be breached due to employee error, malfeasance or other disruptions. Any such breach could compromise networks and the information stored thereon could be disrupted, accessed, publicly disclosed, lost or stolen. Although the District does not believe that its information technology systems are at a materially greater risk of cybersecurity attacks than other similarly-situated governmental entities, any such disruption, access, disclosure or other loss of information could have an adverse effect on the District’s operations and financial health. Further, as cybersecurity threats continue to evolve, the District may be required to expend significant additional resources to continue to modify and strengthen security measures, investigate and remediate any vulnerabilities, or invest in new technology designed to mitigate security risks.

THE DISTRICT

Located approximately 175 miles southwest of Chicago and 120 miles northeast of St. Louis, Missouri, the District serves a 45-square mile area in Macon County, Illinois. A major portion of the District's tax base is located in the City of Decatur (the "City"), which represents approximately 95% of the 2017 equalized assessed valuation (EAV). The District currently serves approximately 75,000 persons with year-round programs and activities.

District Organization and Services

The District was organized in 1924 as an independent unit of government, authorized by Illinois state statute. Its governing body is a board comprised of 5 park commissioners elected for 6-year terms in a public, non-partisan election.

The District employs 600 people in full-time, part-time, and seasonal positions. More than 1,000 individuals volunteer over 20,000 hours each year in parks, sports & recreation, Scovill Zoo, and special recreation events and activities, saving taxpayers thousands in personnel costs.

With 1,900 acres of land for recreation purposes and 2,000 acres at the Decatur Airport, the District maintains more than 53 properties and facilities, including 32 neighborhood parks, 13 community parks/nature areas, two golf courses, a 36-hole miniature golf course, one aquatics center, nearly 10 miles of trails, 25 tennis courts, a softball complex, a soccer complex, baseball complex, a Floral Display Center, a Sculpture Park, a senior center, an AZA accredited zoo, regional airport and an indoor sports center.

Partnerships

A full range of recreation programs is made possible thanks to partnerships with various groups, businesses, and public agencies, including Millikin University, Decatur Public School District Number 61, Decatur Memorial Hospital, Team Soy Capital, ADM, Tate & Lyle, Ameren, Neuhoff Media, WAND, Decatur Parks Foundation, United Way, Children's Museum of Illinois, Illinois State Board of Education, Ski Klub of Illinois, Decatur Archery Club, Decatur Family YMCA, Izaak Walton League, Decatur Bike Polo Club, Baby Talk, Stand up Paddle Board, Macon Waves, Tandemonium, Commodore Decatur Yacht Club, Shoreline Classic Road Run committee, Decatur-Forsyth Classic committee, Decatur Commodores Baseball, Decatur/Macon County Animal Shelter Foundation, U of I Extension Office, Boys and Girls Club, Decatur Running Club, and Cardinals Care (St. Louis Cardinals Baseball). The District also maintains partnerships with the Beach House Restaurant, the Red Barn Kitchen, Mr. Softee, CN Railroad, Grow Decatur, Gaitros Aviation, and the Air National Guard.

Since February 2010, the Park District and the City have collaborated on the Lakeshore Landing project at Nelson Park. This exciting regional destination place is expected to attract visitors, spur economic development, and improve the quality of life for all in the greater Decatur area. A dog park, disc golf course, 36-hole and zoo-themed miniature golf course, batting cages, high ropes course, outdoor fitness trail, mountain bike trail, new pavilion, new restroom facility, boat docks, waterfront promenade, pavilion restoration, new road and parking lot for amphitheater, and Beach House Restaruant deck/ADA accessibility enhancements are already completed. During the 2018 season, there were over 25,000 rounds of miniature golf played, over 10,000 customers that utilized the high ropes course. And almost 3,000 patrons at the batting cages. Construction began in the fall of 2017 on a new 3,000-seat waterfront amphitheater. In the summer of 2018, construction began on a \$11.1 million aquatic facility.

Awards/Recognition

The District takes seriously its commitment to the community and is proud to have earned the following local, state, and national awards:

- In 2017, the District’s Scovill Zoo earned re-accreditation by the Association of Zoos and Aquariums.
- In 2017, following a loss control review, the District earned Loss Control Accreditation from the Park District Risk Management Agency (PDRMA).
- In 2016 and 2000, the District was a National Recreation & Park Association Gold Medal Finalist.
- At the 2013 Illinois Association of Park Districts/Illinois Park & Recreation Association Soaring to New Heights Conference, Park Board President Chris Riley was honored as Commissioner of the Year. Riley was selected from among 2,100 elected board members at 460 park districts, forest preserves, and conservation districts across the state of Illinois.
- In 2011, Executive Director Bill Clevenger was honored with the Illinois Park & Recreation Association (IPRA) Robert Artz Award for Distinguished Service. This prestigious award is based upon contributions that provide lasting value and create an awareness of the importance of parks & recreation in the community in which the individual serves.
- Beginning in 2010, the District received the following Illinois Association of Park Districts “Best of the Best” Awards:
 - 2010: Illinois Arts Alliance “Arts in the Park” Award
 - 2010: Best Friend of Illinois Parks, Large Business – Tate & Lyle
 - 2012: Best Friend of Illinois Parks, Large Business – Decatur Memorial Hospital
 - 2012: Intergovernmental Cooperation Award, Decatur Park District & DPS #61
 - 2013: Best Friend of Illinois Parks, Mid-Sized Business – Team Soy Capital
 - 2013: Illinois Parks Top Journalist – Allison Petty
 - 2014: Partnership – Decatur Park District & Millikin University
 - 2014: Good Sportsmanship – Mike Landacre, Decatur Park District Staley Striders Coach
 - 2014: IPRA Outstanding Event – Zoo-rific Evening at Scovill Zoo
 - 2018: Best Friend of Illinois Parks, Small Business – DCC Marketing
 - 2018: Illinois Arts Alliance Helen Doria Arts in the Park Award – Second Place
- The District has been recognized as an Illinois Association of Park Districts (IAPD) Distinguished Accredited Agency since 1999, achieving reaccreditation in 2012 and 2018.
- The District’s cultural arts programs have twice earned the NRPA Dottie Mullen Award for Arts & Humanities.

Transportation

District residents have easy access to road transportation via Interstate 72 leading to Springfield west of the District and Champaign/Urbana east of the District, with easy access to Chicago, Indianapolis, and St. Louis. Route 51, on the north, provides access to the cities of Bloomington and Normal. Route 121 leads westbound to Interstate 55 and eastbound to Interstate 57.

Decatur Airport is owned and operated by the District. The Airport, located approximately four miles east of downtown Decatur, offers commercial airline service with Cape Air being the current provider of daily flights to St. Louis and Chicago. Among the local companies that use the Decatur Airport for travel through chartered or corporate flights includes: ADM, Case IH, 3M, Caterpillar, County Market, Howard G. Buffett Foundation, Flex-N-Gate, Jimmy Johns, Monsanto, Fuyao Glass, Pioneer Hybrid, Sloan Equipment, and Tate & Lyle, as well as Norfolk & Southern, CN and UP railroads. UPS cargo operations fly weekly into the Decatur Airport from Tuesday through Saturday. Every other year, the Decatur Airport is the host airport of the Farm Progress Show. For the 2017 show, the Airport experienced 895 operations during the three day event. The Decatur Airport won the Airport of the Year award in 1988, 1994, 1996 and 2003 which is awarded by the Illinois Department of Transportation. The Decatur Airport had 9,248 enplanements in 2017. The Decatur Airport is a user fee airport for the U.S. Customs.

Commercial rail transportation is available from three railroads: Norfolk Southern, Illinois Central, and the Chessie System railroads. The Norfolk and Southern Railroad's dispatching center in the City controls approximately 1,200 miles of track in four states with approximately 3,500 rail cars switched daily and over 100,000 rail cars are switched monthly.

Community Life

The City is located along the Sangamon River and Lake Decatur in Central Illinois. In 2014, the population was 74,010. The City is home to a number of cutting edge business and industry leaders, including agribusiness giants Archer Daniels Midland Co. and Tate & Lyle, as well as global mining equipment manufacturer Caterpillar, Inc. Each year the City hosts more than 130 festivals and other entertainment events.

With approximately 470 employees, the City provides police, fire, water, streets, public improvements, planning, zoning and general municipal administrative services to community residents.

Healthcare facilities include Decatur Memorial Hospital (2,100 employees; 300 beds) and St. Mary's Hospital (1,100 employees; 244 beds). Approximately 500 physicians/surgeons and 120 dentists serve the Decatur, Illinois, area.

The District's residents enjoy a variety of cultural activities including plays and performances at Millikin University's 2,000-seat Kirkland Fine Arts Center and at Richland Community College's Shilling Auditorium. The community also enjoys a Blues and BBQ festival each year. The Decatur Conference Center & Hotel hosts an annual Central Illinois Jazz Festival, and each summer, as well as the District's own Shake the Lake concert series in Nelson Park. The Decatur Celebration, held each August in downtown Decatur, is one of Illinois' largest family street festivals held each year.

For golf enthusiasts, the City is the longest-running host of the Decatur-Forsyth Classic, a LPGA Symetra Tour event, and the IHSA Girls High School State Championships.

The City is also biennial host for the Farm Progress Show, featuring more than 500 exhibitors bringing the best in agricultural equipment and technology to show visitors from all over the world.

Outdoor and wildlife opportunities abound for District residents, who enjoy 2,000 acres of park land, a 2,800-acre lake, nearly 10 miles of paved biking/running trails, 2 public golf courses, Spitler Woods State Park, Macon County Conservation Area's Rock Springs Center and Sand Creek Conservation Area. Decatur Park District provides mountain biking areas in Garman Park and Nelson Park.

Education

Decatur Public School District 61 was established in 1865 and is the second largest public school district in downstate Illinois, serving approximately 8,900 students. The School District consists of one pre-kindergarten/early learning center, eleven K-6 elementary schools, four K-8 schools, two middle schools, two high schools, and two alternative education programs. In addition, Roman Catholic parochial schools at both the elementary and secondary level, as well as other religious affiliated schools at both the elementary and secondary level, remain a vibrant part of the primary and secondary educational structure within the City.

The City is the home of Millikin University which was founded in 1903 and is considered one of the finest Liberal Arts Colleges in the Midwest. In 2017, the University completed a \$1.4 million renovation to its athletic complex. Richland Community College District No. 537 which was founded in 1972, offers City residents various programs in baccalaureate, occupational, development and public services areas. Enrollment is approximately 3,300 full-time students. In 2017, the District completed a 45,000 square foot facility (a \$16 million investment) to be used for specific local employer workforce training.

SOCIOECONOMIC INFORMATION

Demographic information is not available for the District. The following statistics principally pertain to the City with additional comparisons made with Macon County (the “County”) and the State of Illinois (the “State”).

Population

	<u>1970</u>	<u>1980</u>	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2017 Estimate</u>
The City.....	90,397	94,081	83,885	81,860	76,122	72,174
Macon County.....	125,264	131,420	117,206	114,706	110,768	105,801

Note: Source: U.S. Bureau of the Census.

Employment

The following employment data shows the trend for employment in the County. This data is **NOT** comparable to similar U.S. Census statistics, which would include government employment, and establishments not covered by the Illinois Unemployment Insurance Program, and could classify employment categories differently.

Macon County Private, Non-Agricultural Employment Covered by the Illinois Unemployment Insurance Act(1)

	(Data as of March for each Year)				
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Farm and Forestry.....	83	88	93	98	98
Mining and Construction.....	2,566	2,940	2,877	2,879	2,854
Manufacturing	10,794	10,082	10,193	10,247	11,056
Transportation, Communications & Utilities	3,752	3,124	3,191	3,182	3,219
Wholesale Trade	1,692	1,773	1,745	1,722	1,718
Retail Trade	5,263	5,346	5,259	5,328	5,168
Finance, Insurance, Real Estate & Information.....	1,854	2,397	1,844	1,850	1,833
Services and Government.....	<u>23,450</u>	<u>22,833</u>	<u>23,546</u>	<u>23,331</u>	<u>23,536</u>
Total	49,454	48,583	48,748	48,637	49,482

Note: (1) Source: Illinois Department of Employment Security.

Following is a list of large employers located in the City.

Major City Employers(I)

Name	Product/Service	Approximate Employment
Archer Daniels Midland Co.	Agricultural Products Corporate Headquarters	4,159
Decatur Memorial Hospital	Hospital	2,100
Caterpillar, Inc.	Wheel Tractors, Motor Graders & Off-Highway Trucks	1,985
School District 61	Primary Education	1,625
HSHS St. Mary's Hospital	Hospital	1,100
Millikin University	University	615
Mueller Co.	Fire Hydrants & Water & Gas Distribution Valves	600
Kelly General Construction Co. Of Decatur	Corporate Headquarters; Non-Residential Construction	600
Tate & Lyle	Corporate Headquarters; Food Ingredients	580
Akorn	Pharmaceutical Preparations	580
Ameren Illinois	Electric & Gas Utility	560
The County	County Government	535
Norfolk Southern Corp., Railway Division	Line-Haul Railroads	500
The City	City Government	470

Note: (1) Source: 2018 Illinois Manufacturers Directory, 2018 Illinois Services Directory, Economic Development Foundation of Decatur and a selective telephone survey. Does not include certain public sector employers located in the City.

The following tables show employment by industry and by occupation for the City, Macon County (the "County") and the State of Illinois (the "State") as reported by the U.S. Census Bureau 2013-2017 American Community Survey 5-year estimated values.

Employment By Industry(I)

Classification	The City		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Agriculture, Forestry, Fishing and Hunting, and Mining	357	1.1%	771	1.6%	65,813	1.1%
Construction	1,232	3.9%	2,536	5.3%	323,578	5.2%
Manufacturing	5,140	16.1%	8,300	17.3%	762,175	12.3%
Wholesale Trade	573	1.8%	1,023	2.1%	190,916	3.1%
Retail Trade	4,309	13.5%	5,825	12.1%	669,300	10.8%
Transportation and Warehousing, and Utilities	2,319	7.3%	3,441	7.2%	378,576	6.1%
Information	636	2.0%	773	1.6%	120,295	1.9%
Finance and Insurance, and Real Estate and Rental and Leasing	1,449	4.5%	2,393	5.0%	451,556	7.3%
Professional, Scientific, and Management, and Administrative and Waste Management Services	2,223	7.0%	3,000	6.2%	722,129	11.7%
Educational Services and Health Care and Social Assistance	7,586	23.8%	11,345	23.6%	1,416,064	22.9%
Arts, Entertainment and Recreation and Accommodation and Food Services	3,315	10.4%	4,299	8.9%	561,894	9.1%
Other Services, Except Public Administration	1,620	5.1%	2,583	5.4%	292,409	4.7%
Public Administration	1,100	3.5%	1,820	3.8%	226,948	3.7%
Total	31,859	100.0%	48,109	100.0%	6,181,653	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2013-2017.

Employment By Occupation(I)

Classification	The City		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Management, Business, Science and Arts	9,509	29.8%	15,410	32.0%	2,321,710	37.6%
Service	7,180	22.5%	9,696	20.2%	1,067,320	17.3%
Sales and Office	7,669	24.1%	11,217	23.3%	1,481,082	24.0%
Natural Resources, Construction, and Maintenance	2,074	6.5%	4,051	8.4%	446,857	7.2%
Production, Transportation, and Material Moving	5,427	17.0%	7,735	16.1%	864,684	14.0%
Total	31,859	100.0%	48,109	100.0%	6,181,653	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2013-2017.

Unemployment Rates

Annual Average Unemployment Rates(1)

Calendar Year	The City	The County	The State
2010.....	12.9%	11.8%	10.3%
2011.....	11.8%	10.6%	9.8%
2012.....	11.9%	10.6%	8.9%
2013.....	13.7%	12.2%	9.2%
2014.....	9.1%	8.2%	6.2%
2015.....	7.9%	7.1%	5.9%
2016.....	7.3%	6.6%	5.9%
2017.....	6.1%	5.5%	4.4%
2018(2).....	6.2%	5.5%	4.1%

Notes: (1) Source: Illinois Department of Employment Security.
 (2) Rates for the month of November 2018.

Housing

The U.S. Census Bureau 5-year estimated values reported that the median value of the City's owner-occupied homes was \$80,600. This compares to \$95,900 for the County and \$179,700 for the State. The following table represents the five year average market value of specified owner-occupied units for the City, the County and the State at the time of the 2013-2017 American Community Survey.

Home Values(1)

Value	The City		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$50,000.....	4,741	24.1%	5,502	17.7%	231,604	7.3%
\$50,000 to \$99,999.....	7,664	39.0%	10,741	34.7%	501,389	15.7%
\$100,000 to \$149,999.....	3,899	19.8%	6,571	21.2%	516,996	16.2%
\$150,000 to \$199,999.....	1,907	9.7%	3,395	11.0%	514,629	16.2%
\$200,000 to \$299,999.....	824	4.2%	3,095	10.0%	653,765	20.5%
\$300,000 to \$499,999.....	395	2.0%	1,225	4.0%	505,831	15.9%
\$500,000 to \$999,999.....	161	0.8%	358	1.2%	209,287	6.6%
\$1,000,000 or more	59	0.3%	111	0.4%	51,641	1.6%
Total.....	19,650	100.0%	30,998	100.0%	3,185,142	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2013-2017.

Mortgage Status(1)

Value	The City		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Housing Units with a Mortgage	10,393	52.9%	16,922	54.6%	2,052,491	64.4%
Housing Units without a Mortgage	9,257	47.1%	14,076	45.4%	1,132,651	35.6%
Total.....	19,650	100.0%	30,998	100.0%	3,185,142	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2013-2017.

Income

The U.S. Census Bureau 5-year estimated values reported that the City had a median family income of \$55,086. This compares to \$64,598 for the County and \$76,533 for the State. The following table represents the distribution of family incomes for the City, the County and the State at the time of the 2013-2017 American Community Survey.

Family Income(I)

Income	The City		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$10,000	1,451	8.4%	1,579	5.8%	126,456	4.0%
\$10,000 to \$14,999	770	4.4%	855	3.2%	75,208	2.4%
\$15,000 to \$24,999	1,790	10.3%	2,181	8.1%	197,736	6.3%
\$25,000 to \$34,999	1,510	8.7%	2,109	7.8%	227,565	7.3%
\$35,000 to \$49,999	2,452	14.1%	3,570	13.2%	354,977	11.4%
\$50,000 to \$74,999	3,390	19.5%	5,389	20.0%	550,434	17.6%
\$75,000 to \$99,999	2,515	14.5%	4,168	15.4%	452,377	14.5%
\$100,000 to \$149,999	2,170	12.5%	4,323	16.0%	584,593	18.7%
\$150,000 to \$199,999	765	4.4%	1,520	5.6%	266,120	8.5%
\$200,000 or more	547	3.2%	1,299	4.8%	287,025	9.2%
Total.....	17,360	100.0%	26,993	100.0%	3,122,491	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2013-2017.

The U.S. Census Bureau 5-year estimated values reported that the City had a median household income of \$41,977. This compares to \$49,052 for the County and \$61,229 for the State. The following table represents the distribution of household incomes for the City, the County and the State at the time of the 2013-2017 American Community Survey.

Household Income(I)

Income	The City		The County		The State	
	Number	Percent	Number	Percent	Number	Percent
Under \$10,000	3,418	11.0%	3,801	8.6%	331,315	6.9%
\$10,000 to \$14,999	2,196	7.1%	2,595	5.9%	204,278	4.2%
\$15,000 to \$24,999	4,113	13.3%	5,193	11.7%	446,453	9.3%
\$25,000 to \$34,999	3,330	10.7%	4,497	10.1%	425,803	8.8%
\$35,000 to \$49,999	4,699	15.1%	6,384	14.4%	593,198	12.3%
\$50,000 to \$74,999	5,597	18.0%	8,249	18.6%	836,760	17.4%
\$75,000 to \$99,999	3,456	11.1%	5,399	12.2%	613,614	12.7%
\$100,000 to \$149,999	2,581	8.3%	4,901	11.1%	724,960	15.0%
\$150,000 to \$199,999	1,001	3.2%	1,810	4.1%	311,141	6.5%
\$200,000 or more	637	2.1%	1,481	3.3%	330,930	6.9%
Total.....	31,028	100.0%	44,310	100.0%	4,818,452	100.0%

Note: (1) Source: U.S. Bureau of the Census, American Community Survey 5-year estimates 2013-2017.

THE PROJECT

The proceeds of the Bonds will be used to pay prior obligations, to finance the purchase of land and certain general capital improvements in the District’s parks and facilities, and to pay the costs of issuance of the Bonds. Such general capital improvements to be financed with a portion (approximately \$2,482,678) of the proceeds of the Bonds include park, facility, equipment, zoo, golf and infrastructure improvements. Such prior obligations to be paid with a portion of the proceeds of the Bonds (along with proceeds of the hereinafter defined Series 2019B Bonds) include: General Obligation Park Bonds (Alternate Revenue Source), Series 2011C - \$580,100; General Obligation Park Bonds (Alternate Revenue Source), Series 2013B - \$615,813; and General Obligation Park Bonds (Alternate Revenue Source), Series 2017B - \$854,956; totaling \$2,050,869.

DEBT INFORMATION

The District is issuing its \$265,000* Taxable General Obligation Park Bonds, Series 2019B (the “Series 2019B Bonds”), concurrently with its issuance of the Bonds. After issuance of the Series 2019B Bonds and the Bonds, the District will have outstanding \$22,521,000* in aggregate outstanding principal of general obligation bonded debt. Of this \$22,521,000* in general obligation bonds, \$17,710,000 are alternate revenue bonds of the District. The District does not expect to issue additional general obligation indebtedness in 2019.

General Obligation Debt(1) (Principal Only)

Calendar Year	Series 2011C	Series 2013B	Series 2017B	Series 2018A	Series 2019A	Series 2019B	Total	Cumulative	
	G.O. Alt. Park Bonds	G.O. Alt. Park Bonds	G.O. Alt. Park Bonds	G.O. Airport Bonds	G.O. Park Bonds(2)	Taxable G.O. Park Bonds(2)	G.O. Bonded Debt(2)	Principal Retired(2)	Percent
2019	\$ 525,000	\$ 490,000	\$ 490,000	\$239,000	\$4,307,000	\$265,000	\$ 6,316,000	\$ 6,316,000	28.04%
2020	545,000	430,000	685,000	0	0	0	1,660,000	7,976,000	35.42%
2021	570,000	410,000	460,000	0	0	0	1,440,000	9,416,000	41.81%
2022	0	155,000	475,000	0	0	0	630,000	10,046,000	44.61%
2023	0	710,000	495,000	0	0	0	1,205,000	11,251,000	49.96%
2024	0	885,000	510,000	0	0	0	1,395,000	12,646,000	56.15%
2025	0	870,000	525,000	0	0	0	1,395,000	14,041,000	62.35%
2026	0	700,000	540,000	0	0	0	1,240,000	15,281,000	67.85%
2027	0	500,000	560,000	0	0	0	1,060,000	16,341,000	72.56%
2028	0	220,000	575,000	0	0	0	795,000	17,136,000	76.09%
2029	0	0	595,000	0	0	0	595,000	17,731,000	78.73%
2030	0	0	615,000	0	0	0	615,000	18,346,000	81.46%
2031	0	0	635,000	0	0	0	635,000	18,981,000	84.28%
2032	0	0	655,000	0	0	0	655,000	19,636,000	87.19%
2033	0	0	680,000	0	0	0	680,000	20,316,000	90.21%
2034	0	0	705,000	0	0	0	705,000	21,021,000	93.34%
2035	0	0	735,000	0	0	0	735,000	21,756,000	96.60%
2036	0	0	765,000	0	0	0	765,000	22,521,000	100.00%
Total	\$1,640,000	\$5,370,000	\$10,700,000	\$239,000	\$4,307,000	\$265,000	\$22,521,000		

Notes: (1) Source: the District.
 (2) Subject to change.

*Subject to change.

Detailed Overlapping Bonded Debt(1)

	Outstanding Debt(2)	Applicable to District	
		Percent(3)	Amount
Schools:			
School District Number 2	\$ 15,495,000	13.14%	\$ 2,036,804
School District Number 3	28,010,000	9.88%	2,766,864
School District Number 11	10,215,000	44.37%	4,532,560
School District Number 15	14,265,000	14.61%	2,083,618
School District Number 61	82,404,000	95.04%	78,315,194
Community College District Number 537	16,485,000	34.97%	5,764,894
Total Schools.....			\$ 95,499,934
Others:			
Macon County	\$ 0	51.01%	\$ 0
City of Decatur	141,835,000	95.18%	135,003,390
Total Others			\$135,003,390
Total Schools and Others Overlapping Bonded Debt			\$230,503,324

- Notes: (1) Macon County Clerk.
 (2) As of October 2, 2018.
 (3) Overlapping debt percentages based on 2017 EAVs, the latest available.

Statement of Bonded Indebtedness(1)

	Amount Applicable	Ratio To		Per Capita (2010 Census 76,122)
		Equalized Assessed	Estimated Actual	
District EAV of Taxable Property, 2017	\$ 819,480,863	100.00%	33.33%	\$10,765.36
Estimated Actual Value, 2017	\$2,458,442,589	300.00%	100.00%	\$32,296.09
Direct Bonded Debt(2)	\$ 22,521,000	2.75%	0.92%	\$ 295.85
Less: Self-supporting Alternate Bonds	(17,710,000)	(2.16%)	(0.72%)	(232.65)
Total Direct Bonded Debt(2)	\$ 4,811,000	0.59%	0.20%	\$ 63.20
Overlapping Bonded Debt(3):				
Schools.....	\$ 95,499,934	11.65%	3.88%	\$ 1,254.56
Other	135,003,390	16.47%	5.49%	1,773.51
Total Overlapping Bonded Debt	\$ 230,503,324	28.13%	9.38%	\$ 3,028.08
Total Direct and Overlapping Bonded Debt(2)	\$ 235,314,324	28.72%	9.57%	\$ 3,091.28

- Notes: (1) Source: Macon County Clerk.
 (2) Subject to change.
 (3) As of October 2, 2018 for overlapping bonded debt.

The remainder of this page was left blank intentionally.

Legal Debt Margin(1)

		Non-Referendum Debt Limit <u>0.575% of EAV</u>	Statutory Debt Limit <u>2.875% of EAV</u>	Non-Referendum Airport Debt Limit <u>0.50% of EAV</u>	Statutory Airport Debt Limit <u>1.25% of EAV</u>
2017 District Equalized Assessed Valuation.....	\$819,480,863				
Non-Referendum Authority (0.575% of EAV).....		\$4,712,015			
Statutory Debt Limitation (2.875% of EAV).....			\$23,560,075		
Non-Referendum Airport Authority (0.50% of EAV).....				\$4,097,404	
Statutory Debt Limitation for Airport Bonds (1.25% of EAV).....					\$10,243,511
General Obligation Debt:					
Series 2011C Alternate Bonds(2).....	\$ 1,640,000	\$ 0	\$ 0	\$ 0	\$ 0
Series 2013B Alternate Bonds(2).....	5,370,000	0	0	0	0
Series 2017B Alternate Bonds(2).....	10,700,000	0	0	0	0
Series 2018A Airport Bonds.....	239,000	0	0	239,000	239,000
Series 2019A Park Bonds(3).....	4,307,000	4,307,000	4,307,000	0	0
Series 2019B Taxable Park Bonds(3).....	265,000	265,000	265,000	0	0
Total General Obligation Debt(3).....	\$ 22,521,000	<u>\$4,572,000</u>	<u>\$ 4,572,000</u>	<u>\$ 239,000</u>	<u>\$ 239,000</u>
Legal Debt Margin(3).....		\$ 140,015	\$18,988,075	\$3,858,404	\$10,004,511

- Notes: (1) Source: the District.
 (2) "Alternate Bonds" under Illinois statutes do not apply to any debt limitation so long as the debt service levies are abated annually.
 (3) Subject to change.

PROPERTY ASSESSMENT AND TAX INFORMATION

For the 2017 levy year, the District's EAV was comprised of approximately 60% residential, 7% industrial, 30% commercial, 2% railroad and less than 1% farm valuations.

Equalized Assessed Valuation(1)

Property Class	Levy Years				
	2013	2014	2015	2016	2017
Residential.....	\$501,704,774	\$491,216,190	\$489,650,916	\$496,518,563	\$491,919,339
Farm.....	2,706,751	2,809,340	3,034,578	3,109,243	3,161,802
Commercial.....	244,720,292	240,556,918	245,305,943	250,871,957	248,624,832
Industrial.....	61,854,227	59,531,909	58,362,133	59,699,999	59,376,690
Railroad.....	17,191,926	16,997,490	17,958,584	17,053,159	16,398,200
Total.....	<u>\$828,177,970</u>	<u>\$811,111,847</u>	<u>\$814,312,154</u>	<u>\$827,252,921</u>	<u>\$819,480,863</u>
Percent Change +(-).....	(3.15%)(2)	(2.06%)	0.39%	1.59%	(0.94%)

- Notes: (1) Source: Macon County Clerk.
 (2) Percentage change based on 2012 EAV of \$855,081,350.

Representative Tax Rates(I)
 (Per \$100 EAV)

	Levy Years					Maximum Allowable
	2013	2014	2015	2016	2017	
District Rates:						
Corporate	\$0.1500	\$0.1500	\$ 0.1499	\$ 0.1491	\$ 0.1500	\$0.1500
Bond and Interest	0.5190	0.5386	0.5568	0.5739	0.5370	Unlimited
IMRF	0.0593	0.0460	0.0488	0.0363	0.0379	Unlimited
Police Protection	0.0250	0.0250	0.0249	0.0249	0.0250	0.0250
Audit	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050
Liability Insurance	0.0824	0.0865	0.0884	0.0878	0.0898	Unlimited
Recreation	0.0750	0.0750	0.0748	0.0746	0.0750	0.0750
Social Security	0.0549	0.0525	0.0525	0.0498	0.0520	Unlimited
Museum Fund	0.0300	0.0300	0.0299	0.0298	0.0300	0.0300
Paving and Lighting	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050
Handicap - Joint Recreation	0.0400	0.0400	0.0398	0.0398	0.0400	0.0400
Airport Corporate	0.0716	0.0670	0.0746	0.0746	0.0736	0.0750
Airport Bonds and Interest.....	0.0000	0.0000	0.0000	0.0000	0.0303	Unlimited
Total District Rates	\$1.1172	\$1.1205	\$ 1.1504	\$ 1.1505	\$ 1.1505	
Macon County	0.9473	0.9807	1.0813	1.2018	1.0988	
Macon County Conservation District	0.1103	0.1141	0.1172	0.1125	0.1171	
Macon County Health and Mental Health	0.2535	0.2535	0.2528	0.2507	0.2504	
Macon County Mosquito Abatement District.....	0.0354	0.0365	0.0375	0.0360	0.0370	
Decatur Sanitary District	0.3312	0.3484	0.3466	0.3711	0.3473	
Decatur Township	0.3523	0.3601	0.3593	0.3528	0.3446	
City of Decatur	1.4061	1.4353	1.6350	1.6518	1.6652	
School District Number 61	4.3326	4.4202	4.6727	4.8645	4.8816	
Richland Community College 537.....	0.4908	0.4924	0.5406	0.5470	0.5546	
Cooperative Extension Fund	0.0247	0.0247	0.0282	0.0276	0.0275	
Total Rates(2)	\$9.4013	\$9.5862	\$10.2214	\$10.5662	\$10.4746	

- Notes: (1) Source: Macon County Clerk.
 (2) Representative tax rates are for tax code number 04055 which represents the largest portion of the District's 2017 Equalized Assessed Valuation.

District Tax Extensions and Collections(I)

Levy Year	Coll. Year	Taxes Extended(2)	Taxes Collected	
			Amount(3)	Percent
2010.....	2011.....	\$9,415,949	\$9,336,995	99.16%
2011.....	2012.....	9,381,592	8,755,777	93.33%(4)
2012.....	2013.....	9,381,610	9,082,777	96.81%(4)
2013.....	2014.....	9,252,073	9,124,583	98.62%
2014.....	2015.....	9,085,924	8,954,322	98.55%
2015.....	2016.....	9,367,520	9,269,397	98.95%
2016.....	2017.....	9,517,213	9,434,247	99.13%
2017.....	2018.....	9,427,800	9,382,106	99.51%

- Notes: (1) Source: Macon County Treasurer and the District.
 (2) Tax extensions have been adjusted for abatements.
 (3) Total collections include back taxes, taxpayers refunds and interest and taxpayers being granted exemption status after tax levy established.
 (4) Includes a reduction and taxpayers being granted exemption status after tax levy established.

Major District Taxpayers(I)

<u>Taxpayer Name</u>	<u>Business/Service</u>	<u>2017 EAV(2)</u>
Archer Daniels Midland.....	Agricultural Products	\$19,996,831
Norfolk & Western RR	Railroad.....	12,843,712
Wal-Mart Stores.....	Discount Store	7,707,931
Caterpillar Tractor Company	Wheel Tractors, Motor Graders & Off-Highway Trucks.....	7,011,215
Ventas Inc	Real Property.....	4,379,398
Brettwood Village Association	Real Property.....	3,289,128
Illinois Power Company	Utility	3,108,120
Millikin University	Education	2,937,826
Illinois Central Gulf RR.....	Real Property.....	2,796,109
Evergreen Place Decatur	Real Property.....	2,767,150
Total		\$66,837,420
Ten Largest Taxpayers as Percent of District's 2017 EAV (\$819,480,863)		8.16%

- Notes: (1) Source: Macon County Supervisor of Assessments.
 (2) Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2017 EAV is the most current available.

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

Summary of Property Assessment, Tax Levy and Collection Procedures

A separate tax to pay the principal of and certain interest on the Bonds will be levied on all taxable real property within the District. The information under this caption describes the current procedures for real property assessments, tax levies and collections in the County. There can be no assurance that the procedures described herein will not change.

Tax Levy and Collection Procedures

Local assessment officers determine the assessed valuation of taxable real property and railroad property not held or used for railroad operations. The Illinois Department of Revenue (the "Department") assesses certain other types of taxable property, including railroad property held or used for railroad operations. Local assessment officers' valuation determinations are subject to review at the county level and then, in general, to equalization by the Department. Such equalization is achieved by applying to each county's assessments a multiplier determined by the Department. The purpose of equalization is to provide a common basis of assessments among counties by adjusting assessments toward the statutory standard of 33-1/3% of fair cash value. Farmland is assessed according to a statutory formula which takes into account factors such as productivity and crop mix. Taxes are extended against the assessed values after equalization.

Property tax levies of each taxing body are filed in the office of the county clerk of each county in which territory of that taxing body is located. The county clerk computes the rates and amount of taxes applicable to taxable property subject to the tax levies of each taxing body and determines the dollar amount of taxes attributable to each respective parcel of taxable property. The county clerk then supplies to the appropriate collecting officials within the county the information needed to bill the taxes attributable to the various parcels therein. After the taxes have been collected, the collecting officials distribute to the various taxing bodies their respective shares of the taxes collected. Taxes levied in one calendar year are due and payable in two installments during the next calendar year. Taxes that are not paid when due, or that are not paid by mail and postmarked on or before the due date, are subject to a penalty of 1-1/2% per month until paid. Unpaid property taxes, together with penalties, interest and costs constitute a lien against the property subject to the tax.

Exemptions

The Illinois Property Tax Code, as amended (the “Property Tax Code”), exempts certain property from taxation. Certain property is exempt from taxation on the basis of ownership and/or use, including, but not limited to, public parks, not-for-profit schools, public schools, churches, not-for-profit hospitals and public hospitals. In addition, the Property Tax Code provides a variety of homestead exemptions, which are discussed below.

An annual General Homestead Exemption provides that the EAV of certain property owned and used for residential purposes (“Residential Property”) may be reduced by the amount of any increase over the 1977 EAV, up to a maximum reduction of \$6,000 for tax year 2012 and thereafter.

The Homestead Improvement Exemption applies to Residential Property that has been improved and to properties that have been rebuilt in the two years following a catastrophic event, as defined in the Property Tax Code. The exemption is limited to \$75,000 for up to four years, to the extent the assessed value is attributable solely to such improvements or rebuilding.

The Senior Citizens Homestead Exemption annually reduces the EAV on residences owned and occupied by senior citizens. Beginning with tax year 2013, the maximum exemption is \$5,000.

The Senior Citizens Assessment Freeze Homestead Exemption freezes property tax assessments for homeowners who are 65 and older and receive a household income not in excess of the maximum income limitation. The maximum income limitation is \$55,000 for assessment year 2008 through assessment year 2017. Beginning in assessment year 2018, the maximum income limitation is \$65,000. This exemption grants to qualifying senior citizens an exemption equal to the difference between (a) the current EAV of the residence and (b) the EAV of a senior citizen’s residence for the year prior to the year in which he or she first qualifies and applies for the exemption, plus the EAV of improvements since such year.

Beginning January 1, 2015 purchasers of certain single family homes and residences of one to six units located in certain targeted areas (as defined in the applicable section of the Property Tax Code) can apply for the Community Stabilization Assessment Freeze Pilot Program. To be eligible the purchaser must meet certain requirements for rehabilitating the property, including expenditures of at least \$5 per square foot, adjusted by the Consumer Price Index (“CPI”). Upon meeting the requirements, the assessed value of the improvements is reduced by (a) 90% in the first seven years, (b) 65% in the eighth year and (c) 35% in the ninth year. The benefit ceases in the tenth year. The program will be phased out by June 30, 2029.

The Natural Disaster Homestead Exemption (the “Natural Disaster Exemption”) applies to homestead properties containing a residential structure that has been rebuilt following a natural disaster occurring in taxable year 2012 or any taxable year thereafter. A natural disaster is an occurrence of widespread or severe damage or loss of property resulting from any catastrophic cause including but not limited to fire, flood, earthquake, wind, or storm. The Natural Disaster Exemption is equal to the EAV of the residence in the first taxable year for which the taxpayer applies for the exemption minus the base amount. To be eligible for the Natural Disaster Exemption, the residential structure must be rebuilt within two years after the date of the natural disaster, and the square footage of the rebuilt residential structure may not be more than 110% of the square footage of the original residential structure as it existed immediately prior to the natural disaster. The Natural Disaster Exemption remains at a constant amount until the taxable year in which the property is sold or transferred.

Three exemptions are available to veterans of the United States armed forces. The Veterans with Disabilities Exemption for Specially-Adapted Housing exempts up to \$100,000 of the Assessed Valuation of property owned and used exclusively by veterans with a disability, their spouses or unmarried surviving spouses. Qualification for this exemption requires the veteran's disability to be of such a nature that the federal government has authorized payment for purchase of specially adapted housing under the U.S. Code as certified to annually by the Illinois Department of Veterans Affairs or for housing or adaptations donated by a charitable organization to such disabled veteran.

The Standard Homestead Exemption for Veterans with Disabilities provides an annual homestead exemption to veterans with a service-connected disability based on the percentage of such disability. If the veteran has a (a) service-connected disability of 30% or more but less than 50%, the annual exemption is \$2,500, (b) service-connected disability of 50% or more but less than 70%, the annual exemption is \$5,000, and (c) service-connected disability of 70% or more, the property is exempt from taxation.

The Returning Veterans' Homestead Exemption is available for property owned and occupied as the principal residence of a veteran in the assessment year, and the year following the assessment year, in which the veteran returns from an armed conflict while on active duty in the United States armed forces. This provision grants a one-time, two-year homestead exemption of \$5,000.

Finally, the Homestead Exemption for Persons with Disabilities provides an annual homestead exemption in the amount of \$2,000 for property that is owned and occupied by certain disabled persons who meet State-mandated guidelines.

Property Tax Extension Limitation Law

The Property Tax Extension Limitation Law, as amended (the "Limitation Law"), limits the annual growth in the amount of property taxes to be extended for certain Illinois non-home-rule units. In general, the annual growth permitted under the Limitation Law is the lesser of 5% or the percentage increase in the CPI during the calendar year preceding the levy year. Taxes can also be increased due to new construction, referendum approval of tax rate increases, mergers and consolidations.

The effect of the Limitation Law is to limit the amount of property taxes that can be extended for a taxing body. In addition, general obligation bonds, notes and installment contracts payable from ad valorem taxes unlimited as to rate and amount cannot be issued by the affected taxing bodies unless they are approved by referendum, are alternate bonds or are for certain refunding purposes.

Public Act 89-510 permits the county boards of all counties not currently subject to the Limitation Law to initiate binding referenda to extend the provisions of the Limitation Law to all non-home rule taxing bodies in the county.

Under the legislation, the county board of any such county can initiate a binding tax cap referendum at any regularly scheduled election other than the consolidated primary, which is the February election in odd-numbered years. If the referendum is successful, then the Limitation Law will become applicable to those non-home rule taxing bodies having all of their equalized assessed valuation in the county beginning January 1 of the year following the date of the referendum. With respect to multi-county taxing bodies, the Limitation Law becomes applicable only after (i) each county in which the taxing body is located has held a referendum and (ii) the proposition is passed in a county or counties containing a majority of the equalized assessed valuation of the taxing body.

As of the date of the referendum causing tax caps to be applicable to a taxing body, referendum approval would be required in order for the taxing body to issue unlimited tax general obligation bonds. Macon County has yet to initiate the tax cap referendum. As such, the Limitation Law does not currently apply to the District. No guarantee exists, however, that such referendum in Macon County will not be held in the future.

If the Limitation Law were to apply in the future to the District, the limitations set forth therein will not apply to the taxes levied by the District to pay the principal of and interest on the Bonds.

Illinois legislators have introduced several proposals to modify the Limitation Law, including freezing property taxes and extending tax caps to all taxing bodies in the State. The District cannot predict whether, or in what form, any change to the Limitation Law may be enacted into law, nor can the District predict the effect of any such change on the District's finances.

Truth in Taxation Law

Legislation known as the Truth in Taxation Law (the "Truth in Taxation Law") limits the aggregate amount of certain taxes which can be levied by, and extended for, a taxing district to 105% of the amount of taxes extended in the preceding year unless specified notice, hearing and certification requirements are met by the taxing body. The express purpose of the Truth in Taxation Law is to require published disclosure of, and hearing upon, an intention to adopt a levy in excess of the specified levels. The provisions of the Truth in Taxation Law do not apply to levies made to pay principal of and certain interest on the Bonds.

FINANCIAL INFORMATION

Financial Reports

The District's financial statements are audited annually by certified public accountants. The District's financial statements are completed on a modified accrual basis of accounting consistent with generally accepted accounting principles applicable to governmental entities. See **APPENDIX A** for more detail.

No Consent or Updated Information Requested of the Auditor

The tables and excerpts (collectively, the "Excerpted Financial Information") contained in this "**FINANCIAL INFORMATION**" section and in **APPENDIX A** are from the audited financial statements of the District, including the audited financial statements for the fiscal year ended April 30, 2018 (the "2018 Audit"). The 2018 Audit was prepared by May, Cocagne & King, P.C., Decatur, Illinois (the "Auditor") and has been approved by formal action of the Board of Park Commissioners. The District has not requested the Auditor to update information contained in the Excerpted Financial Information; nor has the District requested that the Auditor consent to the use of the Excerpted Financial Information in this Official Statement. Other than as expressly set forth in this Official Statement, the financial information contained in the Excerpted Financial Information has not been updated since the date of the 2018 Audit. The inclusion of the Excerpted Financial Information in this Official Statement in and of itself is not intended to demonstrate the fiscal condition of the District since the date of the 2018 Audit. Questions or inquiries relating to financial information of the District since the date of the 2018 Audit should be directed to the District.

Summary Financial Information and Estimated Fiscal Year 2019 Results

The following tables are summaries and do not purport to be the complete audits, copies of which are available upon request. See **APPENDIX A** for the District's 2018 Audit.

The District's fiscal year 2019 revenues and expenditures, in general, are in line with budgeted expectations. The exception being the District's Golf Fund. In October 2018, the District's Board voted to close one of the District's three golf courses. The most recent golf season was the first operated with only two courses. Although the District expects that there will ultimately be a positive impact on the health of the Golf Fund through this closure, the District believes that it will take multiple seasons to achieve these results.

When budgeting for fiscal year 2019, all District funds with the exception of three were budgeted at or slightly above balanced. Two trust fund accounts were intentionally budgeted to draw down available funds to help with construction projects the District was undertaking. The third fund, the Airport Fund, was also drawing on fund balance intentionally to support capital projects.

Statement of Net Position Government Activities

	Audited as of April 30				
	2014	2015	2016	2017	2018
ASSETS:					
Current Assets:					
Cash	\$ 3,113,311	\$ 11,297,266	\$10,625,984	\$ 21,020,708	\$ 19,227,160
Investments	10,805,172	5,381,605	4,502,246	3,828,848	4,678,229
Accounts Receivable	551,820	484,973	354,153	432,638	1,081,094
Inventory	257,225	228,580	241,491	233,574	174,647
Prepaid Items	18,085	20,864	29,735	47,100	51,047
Other	14,675	10,249	8,024	5,191	23,831
Due from Foundation	1,000	34,469	0	32,354	304,428
Notes Receivable	0	475,000	375,000	339,481	259,799
Beneficial Interest in Trust	1,183,560	686,456	582,992	309,000	0
Milikin Construction Fee Receivable	2,541,370	2,417,432	2,288,141	2,153,666	0
Long Term Contract Receivable	0	0	0	0	2,012,565
Net Pension Asset	0	0	0	0	1,494,721
Prepaid Net Pension Obligation	692,575	779,883	0	0	0
Capital Assets:					
Land	13,699,002	13,926,157	13,934,614	13,934,614	13,934,614
Construction in Process	5,285,741	1,465,841	675,491	1,935,655	5,303,932
Other Capital Assets, Net of Depreciation	<u>59,092,751</u>	<u>62,866,359</u>	<u>64,537,031</u>	<u>62,809,713</u>	<u>63,297,400</u>
Total Assets	<u>\$97,256,287</u>	<u>\$100,075,134</u>	<u>\$98,154,902</u>	<u>\$107,082,542</u>	<u>\$111,843,467</u>
DEFERRED OUTFLOWS OF RESOURCES:					
Deferred Future Pension Costs	\$ 0	\$ 0	\$ 1,736,275	\$ 1,467,663	\$ 1,024,657
LIABILITIES:					
Accounts Payable	\$ 1,757,680	\$ 1,648,505	\$ 1,587,526	\$ 756,232	\$ 1,405,239
Accrued Expenses	327,387	367,356	433,560	438,716	466,517
Deferred Revenue	2,948,140	2,890,199	2,809,981	2,648,738	2,529,946
Unamortized Bond Premiums	135,112	291,288	173,005	223,748	147,249
Amounts Due Within One Year	4,985,000	6,265,400	6,390,400	6,186,400	6,033,750
Amounts Due In More Than One Year	<u>10,798,912</u>	<u>11,167,225</u>	<u>11,365,818</u>	<u>20,191,931</u>	<u>17,308,467</u>
Total Liabilities	<u>\$20,952,231</u>	<u>\$ 22,629,973</u>	<u>\$22,760,290</u>	<u>\$ 30,445,765</u>	<u>\$ 27,891,168</u>
DEFERRED INFLOWS OF RESOURCES:					
Amounts Related to Pensions	\$ 0	\$ 0	\$ 59,112	\$ 135,387	\$ 3,325,453
NET POSITION:					
Invested in Capital Assets - Net of Related Debt	\$69,302,631	\$ 68,989,554	\$70,256,995	\$ 70,922,329	\$ 74,075,885
Restricted	3,341,195	4,154,271	3,871,280	3,845,780	4,150,055
Unrestricted	<u>3,660,230</u>	<u>4,301,336</u>	<u>2,943,500</u>	<u>3,200,944</u>	<u>3,425,563</u>
Total Net Position	<u>\$76,304,056</u>	<u>\$ 77,445,161</u>	<u>\$77,071,775</u>	<u>\$ 77,969,053</u>	<u>\$ 81,651,503</u>

**Statement of Activities
 Government Activities**

	Year Ended April 30				
	2014	2015	2016	2017	2018
Governmental Activities:					
Culture and Recreation	\$ (5,402,439)	\$ (5,389,251)	\$ (5,977,027)	\$ (4,773,731)	\$ (1,827,339)
General Government.....	(2,281,767)	(2,254,568)	(2,712,379)	(2,313,895)	(2,473,083)
Public Works/Transportation	(645,990)	(2,100,041)	(1,678,876)	(1,813,382)	(2,000,241)
Public Safety	(310,690)	(305,578)	(350,883)	(273,816)	(276,237)
Interest on Long Term Debt	(397,003)	(422,219)	(381,243)	(680,035)	(666,089)
Total Governmental Activities	<u>\$ (9,037,889)</u>	<u>\$ (10,471,657)</u>	<u>\$ (11,100,408)</u>	<u>\$ (9,854,859)</u>	<u>\$ (7,242,989)</u>
General Revenues:					
Property Taxes	\$ 9,082,778	\$ 9,124,583	\$ 8,948,548	\$ 9,269,398	\$ 9,434,248
Rental Income	1,215,134	1,156,203	1,219,376	0	0
Sponsorships	175,124	156,269	207,900	0	0
Replacement Taxes	603,085	631,239	581,132	645,541	540,156
Investment Income	58,222	(45,391)	19,911	79,087	270,944
Farm Operations	393,973	354,251	339,386	316,707	306,078
Gain (Loss) on Sale of Assets.....	(30,801)	(249,460)	(62,502)	(3,225)	0
Miscellaneous	408,541	485,068	489,954	443,629	661,392
Total General Revenues	<u>\$11,906,056</u>	<u>\$11,612,762</u>	<u>\$11,743,705</u>	<u>\$10,751,137</u>	<u>\$11,212,818</u>
Change in Net Position	<u>\$ 2,868,167</u>	<u>\$ 1,141,105</u>	<u>\$ 643,297</u>	<u>\$ 896,278</u>	<u>\$ 3,969,829</u>
Net Position, Beginning, as Restated.....	<u>\$73,435,889</u>	<u>\$76,304,056</u>	<u>\$76,428,478</u>	<u>\$77,071,775</u>	<u>\$77,681,674</u>
Net Position, Ending(1)	<u>\$76,304,056</u>	<u>\$77,445,161</u>	<u>\$77,071,775</u>	<u>\$77,968,053</u>	<u>\$81,651,503</u>

**General Fund
 Balance Sheet**

	Audited as of April 30				
	2014	2015	2016	2017	2018
ASSETS:					
Cash	\$ 57,549	\$ 432,459	\$ 351,853	\$ 498,471	\$1,428,483
Investments	1,235,922	1,423,935	1,305,810	1,250,869	1,862,848
Prepaid Expenditures	2,640	1,933	1,140	6,000	6,000
Other	4,443	4,511	3,926	3,421	8,377
Inventory	0	983	1,132	1,166	1,964
Accounts Receivable.....	75,311	111,953	92,261	91,061	97,075
Due from Foundation	0	100	0	772	0
Due from Other Funds	891,115	920,040	997,675	792,454	0
Total Assets	<u>\$2,266,980</u>	<u>\$2,895,914</u>	<u>\$2,753,797</u>	<u>\$2,644,214</u>	<u>\$3,404,747</u>
LIABILITIES:					
Accounts Payable	\$ 60,476	\$ 32,817	\$ 71,002	\$ 33,436	\$ 69,196
Accrued Expenses	80,810	84,500	112,999	102,212	123,027
Deferred Revenue.....	63,974	84,911	105,633	98,042	122,529
Due to Other Funds.....	22,513	0	0	6,302	483,638
Cash Drawn in Excess of Funds Available	431,623	755,871	356,026	0	0
Total Liabilities	<u>\$ 659,396</u>	<u>\$ 958,099</u>	<u>\$ 645,660</u>	<u>\$ 239,992</u>	<u>\$ 798,390</u>
FUND BALANCES:					
Nonspendable	\$ 600,264	\$ 687,235	\$ 636,847	\$ 712,333	\$ 7,964
Unrestricted Unassigned.....	1,007,320	1,220,580	0	0	0
Restricted	0	30,000	30,000	30,000	30,000
Unassigned	0	0	1,441,290	1,661,889	2,568,393
Total Fund Balances	<u>\$1,607,584</u>	<u>\$1,937,815</u>	<u>\$2,108,137</u>	<u>\$2,404,222</u>	<u>\$2,606,357</u>
Total Liabilities and Fund Balances	<u>\$2,266,980</u>	<u>\$2,895,914</u>	<u>\$2,753,797</u>	<u>\$2,644,214</u>	<u>\$3,404,747</u>

General Fund Revenues and Expenditures

	Audited Fiscal Year Ending April 30				
	2014	2015	2016	2017	2018
REVENUES:					
Property Taxes	\$1,241,763	\$1,225,154	\$1,197,952	\$1,207,803	\$1,222,682
Replacement Taxes	366,434	383,541	353,096	392,231	328,199
Interest	6,853	9,967	9,059	22,817	39,260
Charges for Services	138,615	92,413	80,229	75,351	84,102
Lease and Rental Income	162,449	111,263	109,963	117,355	109,924
Donations	171,112	301,452	109,710	267,015	329,996
Sponsorships	1,985	0	0	0	0
Farm Operations	3,820	3,820	3,821	0	0
Miscellaneous	257,387	265,694	275,310	266,337	285,928
Grants	16,787	40,825	0	0	0
Total Revenues	<u>\$2,367,205</u>	<u>\$2,434,129</u>	<u>\$2,139,140</u>	<u>\$2,348,909</u>	<u>\$2,400,091</u>
EXPENDITURES:					
General Government	\$ 623,419	\$ 680,886	\$ 613,741	\$ 619,300	\$ 636,575
Culture and Recreation	1,799,140	1,415,951	1,352,117	1,344,718	1,330,429
Capital Outlay	<u>2,406</u>	<u>2,046</u>	<u>3,374</u>	<u>3,213</u>	<u>1,477</u>
Total Expenditures	<u>\$2,424,965</u>	<u>\$2,098,883</u>	<u>\$1,969,232</u>	<u>\$1,967,231</u>	<u>\$1,968,481</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (57,760)	\$ 335,246	\$ 169,908	\$ 381,678	\$ 431,610
OTHER FINANCING SOURCES(USES):					
Sale of General Fixed Assets	\$ 28,901	\$ 47,611	\$ 49,998	\$ 0	\$ 19,463
Operating Transfers In (Out)	<u>89,152</u>	<u>(52,626)</u>	<u>(49,584)</u>	<u>(85,593)</u>	<u>(248,938)</u>
Total Other Financing Sources (Uses)	<u>\$ 118,053</u>	<u>\$ (5,015)</u>	<u>\$ 414</u>	<u>\$ (85,593)</u>	<u>\$ (229,475)</u>
Net Change in Fund Balance	\$ 60,293	\$ 330,231	\$ 170,322	\$ 296,085	\$ 202,135
Beginning Fund Balance, as Restated	<u>\$1,547,291</u>	<u>\$1,607,584</u>	<u>\$1,937,815</u>	<u>\$2,108,137</u>	<u>\$2,404,222</u>
Ending Fund Balance	<u>\$1,607,584</u>	<u>\$1,937,815</u>	<u>\$2,108,137</u>	<u>\$2,404,222</u>	<u>\$2,606,357</u>

Special Revenue Fund Balance Sheet

	Audited as of April 30				
	2014	2015	2016	2017	2018
ASSETS:					
Cash	\$1,446,895	\$2,026,496	\$2,141,422	\$2,417,094	\$2,874,062
Investments	2,191,312	1,673,024	1,666,582	1,664,069	1,678,148
Accounts Receivable	71,848	86,266	99,384	133,289	117,618
Due from Other Funds	5,237	0	0	0	2,321
Inventory	115	115	115	115	0
Due from Foundation	0	0	0	10,000	0
Prepaid Expenses/Expenditures	0	1,260	1,522	0	0
Other	<u>4,423</u>	<u>4,090</u>	<u>3,047</u>	<u>767</u>	<u>2,126</u>
Total Assets	<u>\$3,719,830</u>	<u>\$3,791,251</u>	<u>\$3,912,072</u>	<u>\$4,225,334</u>	<u>\$4,674,275</u>
LIABILITIES:					
Accounts Payable	\$ 129,544	\$ 62,763	\$ 221,688	\$ 227,999	\$ 222,409
Accrued Expenses	54,900	60,060	85,972	68,517	62,421
Deferred Revenue	8,194	12,612	38,746	61,681	114,737
Due to Other Funds	<u>50,506</u>	<u>53,641</u>	<u>146,524</u>	<u>204,226</u>	<u>22,816</u>
Total Liabilities	<u>\$ 243,144</u>	<u>\$ 189,076</u>	<u>\$ 492,930</u>	<u>\$ 562,423</u>	<u>\$ 422,383</u>
FUND BALANCES:					
Non-spendable	\$ 115	\$ 1,375	\$ 1,637	\$ 115	\$ 0
Restricted	3,224,080	3,343,817	3,191,864	3,449,054	4,039,890
Unrestricted:					
Assigned	252,606	257,938	226,771	213,857	212,002
Unassigned	<u>(115)</u>	<u>(955)</u>	<u>(1,130)</u>	<u>(115)</u>	<u>0</u>
Total Fund Balances	<u>\$3,476,686</u>	<u>\$3,602,175</u>	<u>\$3,419,142</u>	<u>\$3,662,911</u>	<u>\$4,251,892</u>
Total Liabilities and Fund Balances	<u>\$3,719,830</u>	<u>\$3,791,251</u>	<u>\$3,912,072</u>	<u>\$4,225,334</u>	<u>\$4,674,275</u>

**Special Revenue Fund
 Revenues and Expenditures**

	Audited Fiscal Year Ending April 30				
	2014	2015	2016	2017	2018
REVENUES:					
Property Taxes	\$2,280,304	\$2,218,416	\$2,075,707	\$2,130,406	\$2,038,130
Replacement Taxes	120,376	125,995	115,994	128,850	107,815
Grants	1,000	1,000	0	1,000	1,000
Interest	13,871	3,827	6,657	15,297	46,287
Charges for Services.....	748,709	991,983	995,738	965,205	1,141,280
Miscellaneous	26,650	23,723	26,877	27,458	18,849
Lease and Rental Income	66,121	51,915	66,126	79,782	79,532
Donations	659,757	45,419	45,373	220,822	594,783
Sponsorships	13,698	7,503	18,129	15,585	15,831
Total Revenues	<u>\$3,930,486</u>	<u>\$3,469,781</u>	<u>\$3,350,601</u>	<u>\$3,584,405</u>	<u>\$4,043,507</u>
EXPENDITURES:					
General Government.....	\$1,744,234	\$1,650,415	\$1,665,897	\$1,615,429	\$1,561,170
Public Safety	310,690	305,578	350,883	273,816	276,237
Public Works/Transportation	17,862	15,863	14,492	260	0
Culture and Recreation	971,932	1,302,758	1,343,230	1,352,478	1,466,111
Capital Outlay	108,917	72,594	76,953	54,259	41,416
Total Expenditures	<u>\$3,153,635</u>	<u>\$3,347,208</u>	<u>\$3,451,455</u>	<u>\$3,296,242</u>	<u>\$3,344,934</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 776,851	\$ 122,573	\$ (100,854)	\$ 288,163	\$ 698,573
Operating Transfers In (Out)	(89,396)	2,916	9,072	(44,394)	(109,592)
Sale of General Fixed Assets.....	2,529	0	0	0	0
Insurance Recoveries	0	0	67,022	0	0
Beginning Fund Balance	<u>2,947,187</u>	<u>3,476,686</u>	<u>3,443,902(1)</u>	<u>3,419,142</u>	<u>3,662,911</u>
Ending Fund Balance	<u>\$3,637,171</u>	<u>\$3,602,175</u>	<u>\$3,419,142</u>	<u>\$3,662,911</u>	<u>\$4,251,892</u>

Note: (1) As restated.

EMPLOYEE RETIREMENT AND OTHER POSTEMPLOYMENT BENEFITS OBLIGATIONS

See **APPENDIX D** herein for a discussion of the District’s employee retirement and other postemployment benefits obligations.

REGISTRATION, TRANSFER AND EXCHANGE

See also **APPENDIX B, BOOK-ENTRY SYSTEM** for information on registration, transfer and exchange of book-entry bonds. The Bonds will be initially issued as book-entry bonds, unless the initial purchaser of the Bonds requests registered Bonds or such initial purchaser is not a direct participant of DTC and does not have clearing privileges with DTC.

The District shall cause books for the registration and for the transfer of the Bonds to be kept at the principal corporate trust office of The Commerce Trust Company, Kansas City, Missouri. (the “Registrar”). The District will authorize to be prepared, and the Registrar shall keep custody of, multiple bond blanks executed by the District for use in the transfer and exchange of Bonds.

Any Bond may be transferred or exchanged, but only in the manner, subject to the limitations, and upon payment of the charges as set forth in the Bond Ordinance. Upon surrender for transfer or exchange of any Bond at the principal corporate trust office of the Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Registrar and duly executed by the registered owner or such owner’s attorney duly authorized in writing, the District shall execute and the Registrar shall authenticate, date and deliver in the name of the registered owner, transferee or transferees (as the case may be) a new fully registered Bond or Bonds of the same maturity and interest rate of authorized denominations, for a like aggregate principal amount.

The execution by the District of any fully registered Bond shall constitute full and due authorization of such Bond, and the Registrar shall thereby be authorized to authenticate, date and deliver such Bond, provided, however, the principal amount of outstanding Bonds of each maturity authenticated by the Registrar shall not exceed the authorized principal amount of Bonds for such maturity less Bonds previously paid.

The Registrar shall not be required to transfer or exchange any Bond during the period beginning at the close of business on the 1st day of the month in which an interest payment date occurs on such Bond and ending at the opening of business on such interest payment date.

The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of or interest on any Bonds shall be made only to or upon the order of the registered owner thereof or such owner's legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Bonds, but the District or the Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Bonds.

TAX EXEMPTION

Federal tax law contains a number of requirements and restrictions which apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of bond proceeds and the facilities financed therewith, and certain other matters. The District has covenanted to comply with all requirements that must be satisfied in order for the interest on the Bonds to be excludable from gross income for federal income tax purposes. Failure to comply with certain of such covenants could cause interest on the Bonds to become includible in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

Subject to the District's compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, interest on the Bonds is excludable from the gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals.

In rendering its opinion, Bond Counsel will rely upon certifications of the District with respect to certain material facts within the District's knowledge. Bond Counsel's opinion represents its legal judgment based upon its review of the law and the facts that it deems relevant to render such opinion and is not a guarantee of a result.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers of the Bonds should consult their tax advisors as to applicability of any such collateral consequences.

The issue price for original issue discount (as further discussed below) and market discount purposes (the "OID Issue Price") for the Bonds is the price at which a substantial amount of the Bonds is first sold to the public (excluding bond houses and brokers and similar persons or organizations acting in the capacity of underwriters, placement agents or wholesalers). The OID Issue Price of a maturity of the Bonds may be different from the price set forth, or the price corresponding to the yield set forth, on the cover page hereof.

If the OID Issue Price of a maturity of the Bonds is less than the principal amount payable at maturity, the difference between the OID Issue Price of each such maturity, if any, of the Bonds (the “OID Bonds”) and the principal amount payable at maturity is original issue discount.

For an investor who purchases an OID Bond in the initial public offering at the OID Issue Price for such maturity and who holds such OID Bond to its stated maturity, subject to the condition that the District complies with the covenants discussed above, (a) the full amount of original issue discount with respect to such OID Bond constitutes interest which is excludable from the gross income of the owner thereof for federal income tax purposes; (b) such owner will not realize taxable capital gain or market discount upon payment of such OID Bond at its stated maturity; (c) such original issue discount is not included as an item of tax preference in computing the alternative minimum tax for individuals under the Internal Revenue Code of 1986, as amended (the “Code”); and (d) the accretion of original issue discount in each year may result in certain collateral federal income tax consequences in each year even though a corresponding cash payment may not be received until a later year. Based upon the stated position of the Illinois Department of Revenue under Illinois income tax law, accreted original issue discount on such OID Bonds is subject to taxation as it accretes, even though there may not be a corresponding cash payment until a later year. Owners of OID Bonds should consult their own tax advisors with respect to the state and local tax consequences of original issue discount on such OID Bonds.

Owners of Bonds who dispose of Bonds prior to the stated maturity (whether by sale, redemption or otherwise), purchase Bonds in the initial public offering, but at a price different from the OID Issue Price or purchase Bonds subsequent to the initial public offering should consult their own tax advisors.

If a Bond is purchased at any time for a price that is less than the Bond’s stated redemption price at maturity or, in the case of an OID Bond, its OID Issue Price plus accreted original issue discount (the “Revised Issue Price”), the purchaser will be treated as having purchased a Bond with market discount subject to the market discount rules of the Code (unless a statutory *de minimis* rule applies). Accrued market discount is treated as taxable ordinary income and is recognized when a Bond is disposed of (to the extent such accrued discount does not exceed gain realized) or, at the purchaser’s election, as it accrues. Such treatment would apply to any purchaser who purchases an OID Bond for a price that is less than its Revised Issue Price. The applicability of the market discount rules may adversely affect the liquidity or secondary market price of such Bond. Purchasers should consult their own tax advisors regarding the potential implications of market discount with respect to the Bonds.

An investor may purchase a Bond at a price in excess of its stated principal amount. Such excess is characterized for federal income tax purposes as “bond premium” and must be amortized by an investor on a constant yield basis over the remaining term of the Bond in a manner that takes into account potential call dates and call prices. An investor cannot deduct amortized bond premium relating to a tax-exempt bond. The amortized bond premium is treated as a reduction in the tax-exempt interest received. As bond premium is amortized, it reduces the investor’s basis in the Bond. Investors who purchase a Bond at a premium should consult their own tax advisors regarding the amortization of bond premium and its effect on the Bond’s basis for purposes of computing gain or loss in connection with the sale, exchange, redemption or early retirement of the Bond.

There are or may be pending in the Congress of the United States legislative proposals, including some that carry retroactive effective dates, that, if enacted, could alter or amend the federal tax matters referred to above or affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

The Service has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service may treat the District as the taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until the audit is concluded, regardless of the ultimate outcome.

Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, including the Bonds, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Bond owner who fails to provide an accurate Form W-9 Request for Taxpayer Identification Number and Certification, or a substantially identical form, or to any Bond owner who is notified by the Service of a failure to report any interest or dividends required to be shown on federal income tax returns. The reporting and backup withholding requirements do not affect the excludability of such interest from gross income for federal tax purposes.

Interest on the Bonds is not exempt from present State of Illinois income taxes. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers. Bond Counsel expresses no opinion regarding any such collateral consequences arising with respect to the Bonds. Prospective purchasers of the Bonds should consult their tax advisors regarding the applicability of any such state and local taxes.

QUALIFIED TAX EXEMPT OBLIGATIONS

Subject to the District's compliance with certain covenants, in the opinion of Bond Counsel, the Bonds are "qualified tax-exempt obligations" under the small issuer exception provided under Section 265(b)(3) of the Code, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

CONTINUING DISCLOSURE

The District will enter into a Continuing Disclosure Undertaking (the "Undertaking") for the benefit of the beneficial owners of the Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board (the "MSRB") pursuant to the Rule. No person, other than the District, has undertaken, or is otherwise expected, to provide continuing disclosure with respect to the Bonds. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and a summary of other terms of the Undertaking, including termination, amendment and remedies, are set forth in **APPENDIX E - FORM OF CONTINUING DISCLOSURE UNDERTAKING**.

A failure by the District to comply with the Undertaking will not constitute a default under the Bond Ordinance and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. The District must report any failure to comply with the Undertaking in accordance with the Rule. Any broker, dealer or municipal securities dealer must consider such report before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

LITIGATION

There is no litigation of any nature now pending or threatened restraining or enjoining the issuance, sale, execution or delivery of the Bonds, or in any way contesting or affecting the validity of the Bonds or any proceedings of the District taken with respect to the issuance or sale thereof.

OFFICIAL STATEMENT AUTHORIZATION

This Official Statement has been authorized for distribution to prospective purchasers of the Bonds. All statements, information, and statistics herein are believed to be correct but are not guaranteed by the consultants or by the District, and all expressions of opinion, whether or not so stated, are intended only as such.

CERTAIN LEGAL MATTERS

Certain legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approving legal opinion of Chapman and Cutler LLP, Chicago, Illinois, as Bond Counsel (the "Bond Counsel") who has been retained by, and acts as, Bond Counsel to the District. Bond Counsel has not been retained or consulted on disclosure matters and has not undertaken to review or verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the Bonds and assumes no responsibility for the statements or information contained in or incorporated by reference in this Official Statement, except that in its capacity as Bond Counsel, Chapman and Cutler LLP, Chicago, Illinois, has, at the request of the District, reviewed only those portions of this Official Statement involving the description of the Bonds, the security for the Bonds (excluding forecasts, projections, estimates or any other financial or economic information in connection therewith), and the description of the federal tax exemption of interest on, and bank qualification of, the Bonds. This review was undertaken solely at the request of and for the benefit of the District and did not include any obligation to establish or confirm factual matters set forth herein.

UNDERWRITING

The Bonds were offered for sale by the District at a public, competitive sale on February 5, 2019. The best bid submitted at the sale was submitted by _____ (the "Underwriter"). The District awarded the contract for sale of the Bonds to the Underwriter at a price of \$_____ on February 6, 2019. The Underwriter has represented to the District that the Bonds have been subsequently re-offered to the public initially at the yield or price set forth in the Final Official Statement.

MUNICIPAL ADVISOR

The District has engaged Speer Financial, Inc. as municipal advisor (the "Municipal Advisor") in connection with the issuance and sale of the Bonds. The Municipal Advisor is a Registered Municipal Advisor in accordance with the rules of the MSRB. The Municipal Advisor will not participate in the underwriting of the Bonds. The financial information included in the Official Statement has been compiled by the Municipal Advisor. Such information does not purport to be a review, audit or certified forecast of future events and may not conform with accounting principles applicable to compilations of financial information. The Municipal Advisor is not a firm of certified public accountants and does not serve in that capacity or provide accounting services in connection with the Bonds. The Municipal Advisor is not obligated to undertake any independent verification of or to assume any responsibility for the accuracy, completeness or fairness of the information contained in this Official Statement, nor is the Municipal Advisor obligated by the District's continuing disclosure undertaking.

CERTIFICATION

We have examined this Official Statement dated January 24, 2019, for the \$4,307,000* General Obligation Park Bonds, Series 2019A, believe it to be true and correct and will provide to the purchasers of the Bonds at the time of delivery certificates confirming to the purchasers that to the best of our knowledge and belief information in the Official Statement was at the time of acceptance of the bid for the Bonds and, including any addenda thereto, was at the time of delivery of the Bonds true and correct in all material respects and does not include any untrue statement of a material fact, nor does it omit the statement of any material fact required to be stated therein, or necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading.

/s/ **WILLIAM L. CLEVINGER**
Executive Director/Treasurer
DECATUR PARK DISTRICT
Macon County, Illinois

/s/ **CHRIS HARRISON**
President, Board of Park Commissioners
DECATUR PARK DISTRICT
Macon County, Illinois

**Subject to change.*

APPENDIX A

**DECATUR PARK DISTRICT
MACON COUNTY, ILLINOIS**

FISCAL YEAR 2018 AUDITED FINANCIAL STATEMENTS

DECATUR PARK DISTRICT

CONTENTS
April 30, 2018

INDEPENDENT AUDITORS' REPORT	1 - 3
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	4 and 5
MANAGEMENT'S DISCUSSION AND ANALYSIS	6 - 15
Government-wide Financial Statements: Statement of Net Position	16
Statement of Activities	17
Fund Financial Statements: Balance Sheet - Governmental Funds	18 and 19
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	20
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	21 and 22
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities	23
Statement of Net Position - Internal Service Fund - Self Insurance Fund	24
Statement of Revenues, Expenses and Changes in Net Position - Internal Service Fund - Self Insurance Fund	25
Statement of Cash Flows - Internal Service Fund - Self Insurance Fund	26
Notes to Financial Statements	27 - 66

DECATUR PARK DISTRICT

ANNUAL FINANCIAL REPORT

For the fiscal year ended April 30, 2018

May, Cocagne & King, P.C.

Certified Public Accountants & Consultants

DECATUR PARK DISTRICT

CONTENTS (Continued)
April 30, 2018

REQUIRED SUPPLEMENTAL INFORMATION

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP) and Actual:

General Fund	67 and 68
Capital Projects Fund	69
Golf Course Fund	70 and 71
Museum Fund	72
Airport Corporate Fund	73 and 74
Recreation Fund	75 and 76
Park Debt Service Fund	77

Schedule of Changes in the Net Pension Liability and Related Ratios

	78
Schedule of Employer Contributions	79

Schedule of Changes in Net Other Post Employment Benefits Liability and Related Ratios

	80
Notes to Required Supplementary Information	81 and 82

SUPPLEMENTAL FINANCIAL INFORMATION

Combining Statements - Nonmajor Governmental Funds:
Combining Balance Sheet

83 and 84

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

85 and 86

Schedule of Passenger Facility Charge Revenues and Expenditures

87 and 88

DECATUR PARK DISTRICT

CONTENTS (Continued)
April 30, 2018

ADDITIONAL INFORMATION

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP) and Actual:

Special Revenue Funds:	
Paving and Lighting Fund	89
Nelson Park Fund	90
Indoor Sports Center Fund	91 and 92
Illinois Municipal Retirement/Social Security Fund	93
Liability Insurance Fund	94
Audit Fund	95
Police Fund	96
Scovill Zoo / Dog Park Trust Fund	97
Special Recreation Association Fund	98
Debt Service Funds:	99

 Airport Debt Service Fund

100

 Capital Projects Funds:

 Park Redevelopment Fund

101

 Internal Service Fund:

 Self Insurance Fund

102

OTHER SCHEDULES

Schedule of Assessed Valuations, Tax Levies, Rates and Extensions

103 - 106

Schedule of Long-Term Debt to Maturity:
All Bond Issues

107 and 108

Schedule of Legal Debt Margin

109



May, Cocagne & King, P.C.

Certified Public Accountants and Consultants

1353 E. MOUND ROAD, SUITE 300 DECATUR, ILLINOIS 62526-9844 217/875-2855 FAX 217/875-1660

ANDREW D. THOMAS
HELGA J. TOWLER
WILLIAM R. MOSS
CATHERINE J. MANSUR
STEVEN R. GROHNE
MARK S. WOOD
CRAIG T. NEGANGARD
DAVID S. BROWN

INDEPENDENT AUDITORS' REPORT

The Board of Commissioners
Decatur Park District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Decatur Park District (District) as of and for the year ended April 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental and internal service funds presented as supplementary information as defined by the Governmental Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended April 30, 2018, 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Decatur Parks Foundation were not audited in accordance with *Government Auditing Standards*. 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.

DECATUR PARK DISTRICT

CONTENTS (Continued)

April 30, 2018

FEDERAL AWARDS - COMPLIANCE SECTION

Schedule of Expenditures of Federal Awards	110
Notes to Schedule of Expenditures of Federal Awards	111 - 112

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

	113 and 114
--	-------------

Schedule of Findings and Questioned Costs

	115 - 118
--	-----------

Summary of Schedule of Prior Audit Findings

	119
--	-----

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Decatur Park District, as of April 30, 2018, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of each nonmajor governmental and internal service fund of the Decatur Park District, as of April 30, 2018, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 6-15), budgetary comparison information of major funds (pages 66-77), schedules of net pension liabilities and employer contributions (pages 78 and 79), OPEB information (page 80) and related notes (pages 81 and 82) 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Decatur Park District's basic financial statements. The other schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The other schedules, as listed in the table of contents, and schedule of expenditures of federal awards 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 other schedules, as listed in the table of contents, and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Report on Other Regulatory Requirements

The accompanying schedule of passenger facility charge revenues and expenditures is presented for purposes of additional analysis as specified in the Passenger Facility Charge Audit Guide for Public Agencies, issued by the Federal Aviation Administration, and is not a required part of 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 schedule of passenger facility charge revenues and expenditures is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2018, on our consideration of the Decatur Park District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Decatur Park District's internal control over financial reporting and compliance.

May. Grogan & King, P.C.

Decatur, Illinois
October 15, 2018



May, Cocagne & King, P.C.

Certified Public Accountants and Consultants

1353 E. MOUND ROAD, SUITE 300 DECATUR, ILLINOIS 62526-9344 217/875-2655 FAX 217/875-1660

ANDREW D. THOMAS
HELGA J. TOWLER
WILLIAM R. MOSS
CATHERINE J. MANSUR
STEVEN R. GROHNE
MARK S. WOOD
CRAIG T. NEGANARD
DAVID S. BROWN

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Board of Commissioners
Decatur Park District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Decatur Park District, as of and for the year ended April 30, 2018, and the related notes to the financial statements, which collectively comprise Decatur Park District's basic financial statements, and have issued our report thereon dated October 15, 2018. The financial statements of the Decatur Parks Foundation were not audited in accordance with *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Decatur Park District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Decatur Park District's internal control. Accordingly, we do not express an opinion on the effectiveness of Decatur Park District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies (2018-001 and 2018-002).

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Decatur Park District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Decatur Park District's Response to Findings

Decatur Park District's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Decatur Park District's response was not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

May, Cocagne & King, P.C.

Decatur, Illinois
October 15, 2018

**DECATUR PARK DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

April 30, 2018

The following discussion and analysis of the Decatur Park District's financial performance provides an overview of the District's financial activities for the fiscal year ended April 30, 2018. We encourage readers to consider the information presented here in conjunction with the District's basic financial statements which follow this section.

Financial Highlights

- The Park District's total net position increased 4.7% over the course of the year's operations.
- For the year, total government-wide revenues for the District's governmental activities exceeded total expenses by \$ 3,969,829. Revenues for governmental activities consist of property taxes, fees and charges and grants. Expenses for governmental activities include all costs associated with day-to-day operations as well as depreciation on capital assets.
- Property tax receipts (\$ 9.43 million) of the Park District increased 1.78% from the prior year tax receipt amount (\$ 9.27 million).
- Personal property replacement taxes totaled \$ 40,156 for the year. This is a decrease of \$ 105,385 from the replacement taxes collected during the 2017 fiscal year. Replacement taxes, collected and distributed by the State of Illinois, provide replacement revenues to all local taxing units that originally levied a tax on personal property.
- Total revenues collected for FY18 for miniature golf play in the Overlook Adventure Park were just over \$ 200,209 with 34,157 rounds played, and high ropes course revenue of \$ 104,404 with admittance of 15,823.
- A new feature added to the Overlook Adventure Park in July 2017 were batting cages. In five months of operation, \$ 13,278 of revenue was generated from the batting cages.
- For the Overlook Adventure Park department within the Nelson Fund, total revenues exceeded expenditures by \$ 152,753.
- The Recreation Fund ended the year with \$ 1,973,391 in operating revenue, which was \$ 90,077 more than had been budgeted for the year. Operating expenditures of \$ 1,963,694 were over budget by \$ 17,306.
- The Recreation Fund's fund balance ended the 2018 fiscal year at \$ 453,686, an increase of \$ 29,707.
- The District's Outdoor Soccer Program participation in fiscal year 2018 was just under 1,800 participants. Revenues generated from fees increased over 14% from \$ 327,640 collected in 2017 to \$ 375,350 in 2018.

Financial Highlights, continued

- Within the last couple of years, Park District staff began offering opportunities for youth to be involved with the sport of Lacrosse. There were approximately 266 participants in the program, both indoor and outdoor, with total revenue of \$ 20,715 for FY18.
- Seovill Zoo daily admissions attendance for the year was 97,250. For the fiscal year, Zoo total revenues including transfers came in over budget by \$ 41,291, while total expenses including transfers came in over budget by \$ 30,114.
- The Decatur Indoor Sports Center experienced an increase in revenues with operating revenues up \$ 48,447 over the prior year's total. Operating expenditures for FY18 were up by \$ 40,198 over the prior year amount.
- The Golf Fund ended the year at 55,671 rounds played. This represented a decrease of 7,873 from the FY17 rounds.
- FY18 operating revenues for the Golf Fund totaled \$ 2,164,221. This was \$ 216,560 less than operating revenues in FY17. Operating expenditures for FY18 totaled \$ 2,287,900. This was \$ 79,532 less than last year's total of \$ 2,367,432.
- The balance of Due to Other Funds in the Golf Fund ended the fiscal year at \$ 682,647. This is a decrease of \$ 22,520 from the Due to Other Funds balance of \$ 705,167 at the end of the FY17.
- Due to the ongoing and significant decline in golf being played in Decatur and central Illinois, Seovill Golf Course was closed following the 2017 golf season. The District continues to operate two 18 hole golf courses (Red Tail Run and Hickory Point).
- In the Airport Fund, operating revenues totaling \$ 1,681,144 were \$ 12,549 greater than last year's revenues. Actual expenditures for FY18 totaled \$ 1,824,036. Of this total, \$ 333,884 was for capital projects and purchases. For the last several years, a significant amount of the Airport's capital outlays have been run through the District's Airport operating fund versus from Airport bond issues.
- At the Decatur Airport, Air Choice One provided the daily air service to St. Louis and Chicago until February 13, 2018. Beginning February 14, 2018, Cape Air took over providing flight service to Chicago and St. Louis. Enplanements increased 41% from 8,246 in calendar year 2016 to 8,280 in 2017.
- Donations of \$ 2,627,754 were received throughout the various funds of the District during the year, including distributions from estates for which the Park District was named as a beneficiary.
- The Decatur Parks Foundation continues to be instrumental in raising funds for Park District programs and facility development. In fiscal year 2018, the Foundation took in \$ 338,994 for the Park District's benefit.
- The Park District annually issues general obligation rollover bonds to make payments on existing debt and provide funding for capital improvements and development projects, acquisitions of equipment and property and resources for making major repairs to the aging infrastructure of the District. In fiscal year 2018, three bonds were sold, one non-taxable general obligation bond issue totaling \$ 3,984,000, one taxable general obligation bond issue totaling \$ 287,350, and one airport bond issue totaling \$ 476,000.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Decatur Park District's basic financial statements. The Decatur Park District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to these basic financial statements.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Decatur Park District's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Decatur Park District's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected grant receipts and earned but unused vacation leave).

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

In addition, the District includes the Decatur Parks Foundation in its report as a component unit. Although legally separate, this component unit is important because the District is financially accountable for it.

The government-wide financial statements can be found on pages 16 through 17 of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS, continued

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Decatur Park District, like other state and local governmental units and agencies, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds - not the District as a whole. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Decatur Park District currently maintains 19 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the seven (7) major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The District adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for each major fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 18 through 23 of this report.

Proprietary funds. Services for which the District charges customers a fee are generally reported in proprietary funds. There are two types of proprietary funds: Enterprise Funds and Internal Service Funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. At this time, the District does not maintain any enterprise funds. *Internal service funds* are used to report activities that provide services to the District's other programs and activities - such as the District's Self Insurance fund.

The basic proprietary fund financial statements can be found on pages 24 through 26 of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS, continued

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27 through 66 of this report.

Required supplemental information. Budgetary comparison schedules are required to be reported for the General Fund and each major Special Revenue fund. Additionally, certain information concerning the District's progress in funding its obligation for retirement is also required to be reported. Required supplemental information can be found on pages 67 through 82 of this report.

Other information. In addition to the basic financial statements and accompanying notes, the combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the Required Supplemental Information to the financial statements. Combining fund statements can be found on pages 83 through 86 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table reflects the condensed Statement of Net Position:

Statement of Net Position as of April 30

	2018	2017
	Governmental Activities	Governmental Activities
Current and other assets	\$ 29,307,521	28,402,560
Capital assets	82,535,946	78,679,982
TOTAL ASSETS	111,843,467	107,082,542
DEFERRED OUTFLOWS OF RESOURCES	1,024,657	1,467,663
TOTAL LIABILITIES	27,891,168	30,445,765
DEFERRED INFLOWS OF RESOURCES	3,325,453	135,387
Net Position:		
Net investment in capital assets	74,075,885	70,922,329
Restricted	4,150,055	3,845,780
Unrestricted	3,425,563	3,200,944
TOTAL NET POSITION	\$ 81,651,503	77,969,053

Changes in net position may serve over time as a useful indicator of a government's financial position.

GOVERNMENT-WIDE FINANCIAL ANALYSIS, continued

The following table summarizes the revenues and expenses of the District's activities:

	2018	2017
	Governmental Activities	Governmental Activities
REVENUES		
Program revenues:		
Charges for services	\$ 6,167,748	6,096,163
Operating grants and contributions	2,571,645	793,628
Capital grants and contributions	1,352,849	491,914
General revenues:		
Property taxes	9,434,248	9,269,398
Rental income		
Sponsorships		
Replacement taxes	540,156	645,541
Investment income	270,944	79,087
Farm operations	306,078	316,707
Gain (loss) on sale of capital assets		(3,225)
Miscellaneous	661,392	443,629
TOTAL REVENUES	21,305,060	18,132,842
EXPENSES		
Governmental activities:		
Culture and recreation	11,197,463	11,436,987
General government	2,586,415	2,423,895
Public works/transportation	2,609,027	2,420,831
Public safety	276,237	273,816
Interest on long-term debt	666,089	680,035
TOTAL EXPENSES	17,335,231	17,235,564
CHANGE IN NET POSITION	3,969,829	897,278
Net position, beginning, as originally reported	77,969,053	77,071,775
Change in accounting principle	(287,379)	
Net position, beginning, as restated	77,681,674	77,071,775
Net position, ending	\$ 81,651,503	77,969,053

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Decatur Park District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources.

At April 30, 2018, the District's governmental funds reported combined ending fund balances of \$ 22,617,383, a decrease of \$ 1,373,655 from the prior year's ending fund balance. After taking into account the non-spendable portion of fund balance, the District has a balance of \$ 1,792,895 in unrestricted, unassigned fund balance. The remainder of the fund balance is categorized to indicate that it is not available for new spending because it has already been restricted, committed or assigned for specific work or projects.

General Fund Budgetary Highlights

No budgetary amendments or transfers were made to the original budget in fiscal year 2018. The General Fund's fund balance was \$ 2,606,357 at April 30, 2018. This represents an increase of \$ 202,135 over the General Fund's fund balance at April 30, 2017. Operating revenues for 2018 were \$ 280,895 more than budgeted, due primarily to unexpected distributions from a trust of which the District is a beneficiary. Expenditures for 2018 were under budget by \$ 112,024. The General Fund ended the year with operating revenues exceeding expenses by \$ 431,610.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

During fiscal year 2018, the Park District had invested in a range of capital assets for park and airport purposes. Capital assets of the District consist of land, buildings and improvements, equipment, infrastructure and construction in progress.

Major Capital Additions

In fiscal year 2018, there were a number of improvements made to neighborhood parks and ball diamonds, as well as a number of paving projects related to park roads, park parking lots, tennis courts and bike trails. Work was completed on a major reroofing project to one of the District's two large pavilions. Within the Overlook Adventure Park, work was completed on new batting cages. At Scovill Zoo, various purchases and projects were completed including significant renovations and improvements to Zoo exhibits, and engineering and design work continued on an extension of the Zoo train that will connect the Zoo to the Children's Museum. The Zoo also purchased a spare train engine through donations. The Scovill Sculpture Park erected a permanent sculpture piece for the community to enjoy. In August 2016, two OSLAD grants had their suspensions lifted by the Governor of Illinois meaning that work could resume on these grant-related projects. Features of one of the grants (2013 OSLAD) include construction of a mountain bike trail, development of a fitness trail, native plantings, and bio-swales through Nelson Park. Further improvements from the other OSLAD grant (2015 OSLAD) planned for the Overlook Adventure Park within Nelson Park include the construction of a regional playground, and a shelter and restrooms near the Nelson Park Dog Park and the amphitheater. Both of these OSLAD projects will be completed in 2018. In fiscal year 2018, construction began on both the new aquatic center and the amphitheater.

CAPITAL ASSETS AND DEBT ADMINISTRATION, continued

At the Airport, a variety of work was performed including completing work on Phase IV of the wildlife fence project, painting T-Hangar roofs, completion of a pavement rehabilitation project around Hangar G and work on runways 6-24 & 12-30.

During fiscal year 2019, work is expected to be completed on the new aquatic facility, amphitheater and track extension on the train ride at Scovill Zoo. During fiscal year 2019, the District is expecting to begin and complete a new pavilion/restroom to be included on the grounds of the District's soccer complex. Equipment replacements, improvements to parks, paving projects, as well as improvements to Scovill Zoo are also included in the capital budget for FY2019. For the Airport, runway/paving projects and improvements to Building 900 (which is used by the U.S. Customs Office) are part of the Airport's capital plans for the 2019 fiscal year.

Receiving funding from state and federal grants, from corporate partners and private donors, and other community organizations as well as from funds raised and contributed by the Decatur Parks Foundation, has in the past and will continue to provide necessary financial assistance in the future for projects and purchases of the Decatur Park District.

LONG-TERM DEBT

At year end, the Park District had \$ 22,457,350 in bonds outstanding. This is a decrease of \$ 1,367,650 from last year's year-end long-term outstanding debt. More detailed information about the District's long-term liabilities is presented in Note 13 to the financial statements.

New debt in fiscal year 2018 resulted from the issuance of \$ 4,271,350 general obligation bonds for park and facility improvements, debt payment, equipment replacement and project development for the Parks. Also, \$ 476,000 general obligation bonds were issued for airport improvements.

In addition to debt issues, the District reports an accrued compensated absences liability which decreased \$ 65,081 from the prior year balance; fluctuation results from normal operational changes in vacation days earned and used by employees.

Limitations on Debt

The State limits the amount of general obligation debt the Park District can issue to 2.875% of the assessed value of all taxable property within the District's boundaries for park purposes. Separate from this limitation, the State limits the Airport's bonding capacity to 1.25% of the assessed value of all taxable property of the District. This limitation does not apply to alternate revenue bonds issued nor to any other non-general obligation bond issues. The District's actual non-exempt outstanding general obligation bond debt levels (\$ 4,271,350 for Parks and \$ 476,000 for Airport) were significantly under the legal limits of the District (\$ 23,560,075 for Parks and \$ 10,243,511 for Airport) as of April 30, 2018.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Per the 2010 census, the population of Decatur is 76,122. This is a 7% decrease from the 2000 population of 81,860, and a 9.5% decrease in population since 1990, and a 20% decrease in population since 1980.

Unemployment for the City of Decatur as of April 2018 was 4.3% compared to 4.9% as of April 2017. This percentage of unemployment is slightly lower than the State of Illinois' unemployment rate (4.4%) and higher than the United States (3.9%) level of unemployment as of April 2018.

2019 General Fund Budget

Revenues in the General Fund budget for the 2019 fiscal year totaled \$ 2,284,219 million which is \$ 4,192 more than the revenue budgeted for fiscal year 2018. Property tax revenues are projected to be \$ 1,216,062 in the General Fund. This is a slight decrease from the amount of property tax revenue budgeted for fiscal year 2018.

Expenses in the General Fund are budgeted to be \$ 2,284,219 million for fiscal year 2019 which is \$ 4,192 more than the expenses budgeted for the 2018 fiscal year. The fiscal year 2019 budget reflects the cost to maintain over 2,000 acres of park land, 48 parks, 40 ball diamonds, over 400 tractors, trucks, vans, buses and other pieces of equipment. Included in the Park District's General Fund budget are also funds to cover the majority of the administrative expenses incurred by the Decatur Parks Foundation. The General Fund of the Park District will continue to be utilized to the extent possible to provide funding for facilities and other operating funds of the Park District that do not generate sufficient revenues to cover operating expenses. Staff, equipment, and other available resources will be shared from department to department throughout the District and partnerships and sharing resources with other governmental bodies will be ongoing pursuits sought by Park District personnel. Staff regularly analyzes and evaluates operating budget line items to determine if expenditures can or need to be reduced or eliminated. In addition to controlling costs, Commissioners and staff will also be looking at projects such as those within the Lakefront and Nelson Park Master Plan to stimulate participation in parks and recreation activities and enhance the potential for economic growth for the Decatur Park District and for the entire City of Decatur.

By the close of the 2019 fiscal year, the fund balance of the District's General Fund is expected to end the year with no change from the beginning fund balance of \$ 2,606,357. The exception would be if it was determined during the course of the fiscal year to make an additional permanent transfer of funds from the General Fund to the Golf Fund to further reduce the Due to Other Funds balance in the Golf Fund. There is not anticipated to be a major change from budget to actual in revenues based on the conservative estimate for revenues for the 2019 fiscal year in the General Fund. Staff will make necessary adjustments to operations if there is an unexpected increase in operating expenditures or an unexpected decrease in operating revenues.

New Debt Proposed

In fiscal year 2019, an estimated \$ 4.2 million of general obligation bonds will be issued for park purposes. A portion of the debt to be issued will be used to make principal and interest payments on existing debt. Funds will be used to complete a number of park, playground, paving and facility improvements during the fiscal year. Purchasing replacement equipment and vehicles as well as making major improvements to the parks and airport infrastructure will also be covered by funds received from new debt to be issued in 2019.

REQUESTS FOR INFORMATION

This financial report is designed to provide our members, citizens, customers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Questions concerning this report or requests for additional financial information should be directed to the Park District's Administration Office, 620 East Riverside, Decatur, Illinois 62521.

**DECATUR PARK DISTRICT
STATEMENT OF NET POSITION
April 30, 2018**

	Primary Government Governmental Activities	Component Unit Decatur Parks Foundation
ASSETS		
Cash	\$ 19,227,160	103,056
Investments	4,678,229	905,184
Accounts receivable	1,081,094	24,371
Inventory	174,647	
Prepaid items	51,047	4,292
Other	23,831	
Due from Foundation	304,428	8,600
Pledges receivable		
Notes receivable	259,799	
Restricted cash and investments		4,828,527
Long term contract receivable	2,012,565	
Net Pension asset	1,494,721	
Capital assets:		
Land	13,934,614	271,000
Construction in process	5,303,932	
Other capital assets, net of depreciation	63,297,400	
Total assets	111,843,467	6,145,030
	1,024,657	
Deferred future pension costs	112,868,124	6,145,030
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
LIABILITIES		
Accounts payable	1,405,239	212
Accrued expenses	466,517	
Unearned revenue	2,529,946	14,500
Due to District		304,428
Unamortized bond premiums	147,249	
Amounts due within one year:		
Alternative revenue bonds	1,505,000	
General obligation bonds	4,508,350	
Contract payable	20,400	
Amounts due in more than one year:		
Accrued salaries and compensated absences	521,670	
Alternative revenue bonds	16,205,000	
General obligation bonds	239,000	
Contract payable	30,000	
Net OPEB liability	312,197	
Total liabilities	27,891,168	319,140
	3,325,453	
Amounts related to pensions		
NET POSITION		
Net investment in capital assets	74,075,885	
Restricted net position	4,150,055	5,643,641
Unrestricted net position	3,425,563	182,749
Total net position	81,651,503	5,825,890
	\$ 112,868,124	6,145,030

See Notes to Financial Statements.

**DECATUR PARK DISTRICT
STATEMENT OF ACTIVITIES
Year ended April 30, 2018**

	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Units
Primary Government:						
Governmental activities:						
Culture and recreation	\$ 11,197,463	5,445,650	2,571,645	1,352,849	(1,827,339)	
General government	2,586,415	113,332			(2,473,083)	
Public works/transportation	2,609,027	608,786			(2,000,241)	
Public safety	276,237				(276,237)	
Interest on long-term debt	666,089				(666,089)	
Total primary government	17,335,231	6,167,748	2,571,645	1,352,849	(7,242,989)	
Component Units:						
Decatur Parks Foundation	\$ 2,267,346		338,994			(1,928,352)
General Revenues:						
Property taxes					9,434,248	
Replacement taxes					540,156	
Investment income					270,944	65,070
Farm operations					306,078	
Other					661,392	
Total general revenues					11,212,818	65,070
Change in net position					3,569,829	(1,863,282)
Net position, beginning as restated					77,681,674	7,689,172
Net position, ending					\$ 81,651,503	5,825,890

See Notes to Financial Statements.

DECATUR PARK DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
April 30, 2018

	General Fund	Capital Projects Fund	Golf Course Fund	Museum Fund	Airport Corporate Fund	Recreation Fund	Park Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS									
Cash	\$ 1,428,483	13,038,064	158,579	70,105	963,320	591,031	4,125	2,929,337	19,183,044
Investments	1,862,848	325,701		39,226	739,105	2,164	30,698	1,678,487	4,678,229
Accounts receivable, net	97,075	908,362	19,653		166,475	28,410		120,918	1,340,893
Inventory	1,964		100,740	71,943					174,647
Prepaid items	6,000				32,257	12,790		2,126	51,047
Other	8,377	11,887	1,000		438	3			23,831
Due from Foundation		304,428							304,428
Due from other funds		1,173,601			186,175			112,861	1,472,637
TOTAL ASSETS	3,404,747	15,762,043	279,972	181,274	1,901,595	820,573	34,823	4,843,729	27,228,756
LIABILITIES									
Accounts payable	69,196	903,269	35,958	31,035	79,648	54,405		231,728	1,405,239
Accrued expenses	123,027	1,686	45,423	37,093	43,890	42,777		62,421	356,317
Unearned revenue	122,529		50,444	17,437	53,069	159,165		114,737	517,381
Due to other funds	483,638		682,647	164,024		110,540	8,972	22,816	1,472,637
Total liabilities	798,390	904,955	814,472	249,589	176,607	366,887	8,972	431,702	3,751,574
DEFERRED INFLOWS OF RESOURCES		859,799							859,799
Unavailable revenue - notes receivable									
FUND BALANCES									
Nonspendable	7,964		100,740	71,943	32,257	12,790	25,851	4,094,204	225,694
Restricted	30,000	13,997,289							18,147,344
Unrestricted:									
Committed									
Assigned	2,568,393		(635,240)	(140,258)	1,692,731	440,896		317,823	2,451,450
Unassigned	2,606,357	13,997,289	(534,500)	(68,315)	1,724,988	453,686	25,851	4,412,027	22,617,383
Total fund balances	\$ 3,404,747	\$ 15,762,043	\$ 279,972	\$ 181,274	\$ 1,901,595	\$ 820,573	\$ 34,823	\$ 4,843,729	\$ 27,228,756

See Notes to Financial Statements.

DECATUR PARK DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION April 30, 2018

Total governmental fund balances	\$ 22,617,383
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.	82,535,946
Internal service funds are used to pay for the costs of certain activities, such as insurance. The assets and liabilities of the internal service fund is included in governmental activities in the statement of net position.	44,116
Some revenues will not be collected for several months after year end, are not considered "available" revenues and are deferred in the governmental funds.	600,000
Other long term assets are not financial resources available to pay for current period expenditures and, therefore, are not reported in the governmental funds.	259,799
Notes receivables	1,024,657
Deferred outflows of resources related to pension	(3,325,453)
Deferred inflows of resources related to pensions	
Certain liabilities, reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in the governmental funds.	(110,200)
Interest payable on long term debt	(521,670)
Compensated absences	(147,249)
Unamortized bond premiums	(22,457,350)
Bonds payable	(51,000)
Contract payable	(312,197)
Other post employment benefit liability	1,494,721
Net pension asset (liability)	
Net position of governmental activities	\$ 81,651,503

See Notes to Financial Statements.

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS Year ended April 30, 2018

	General Fund	Capital Projects Fund	Golf Course Fund	Museum Fund
Revenues:				
Property taxes	\$ 1,222,682			244,537
Charges for merchandise and services	84,102		1,623,218	742,409
Lease and rental income	109,924		456,282	18,728
Donations	329,996	1,564,371	13,819	74,619
Capital contributions		10,865		
Sponsorships	285,928	273,785	63,772	15,750
Other	328,199		6,854	5,275
Replacement taxes		5,288		1,500
Grants				
Farm operations	39,260	144,494	276	385
Investment income				
Total revenues	<u>2,400,091</u>	<u>1,998,803</u>	<u>2,164,221</u>	<u>1,103,203</u>
Expenditures:				
Current:				
Culture and recreation	1,330,429		2,286,710	1,258,246
General government	636,575	2,821		
Public works/transportation				
Public safety				
Capital outlay	1,477	6,737,496	1,190	13,168
Debt service:				
Principal		1,490,000		
Interest		616,218		
Bond issuance costs		46,891		
Other				
Total expenditures	<u>1,968,481</u>	<u>8,893,426</u>	<u>2,287,910</u>	<u>1,271,414</u>
Excess (deficiency) of revenues over (under) expenditures	431,610	(6,894,623)	(123,679)	(168,211)
Other financing sources (uses):				
Bond proceeds		4,747,350		
Sale of general fixed assets	19,463		25,266	
Operating transfers in	125,857	77,215	142,767	173,044
Operating transfers out	(374,795)		(44,354)	(4,833)
Total other financing sources (uses)	<u>(229,475)</u>	<u>4,824,565</u>	<u>121,679</u>	<u>168,211</u>
Net change in fund balances	202,135	(2,070,058)	-	-
Fund balances (deficit), beginning of year,	2,404,222	16,067,347	(534,500)	(68,315)
Fund balances (deficit), end of year	<u>\$ 2,606,357</u>	<u>\$ 13,997,289</u>	<u>\$ (534,500)</u>	<u>\$ (68,315)</u>

See Notes to Financial Statements.

DECATUR PARK DISTRICT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 TO THE STATEMENT OF ACTIVITIES
 Year ended April 30, 2018

Net change in fund balances - total governmental funds	\$ (1,373,655)
Amounts reported for governmental activities in the statement of activities are different because:	
Internal service funds are used to pay for the costs of certain activities, such as insurance. The net revenue (expense) of the internal service fund is reported with governmental activities in the statement of activities.	18,498
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 as depreciation expense. In the current period, these amounts are:	
Capital outlay	6,825,637
General capital asset contributions	816,378
Depreciation	(3,786,051)
Some revenues will not be collected for several months after year end; they are not considered "available" revenues and are deferred in the governmental funds. The change in deferred revenue recognized is:	600,000
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Beneficial interest in trust	(309,000)
Notes receivables	(79,682)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt.	
Issuance of bonds	(4,747,350)
Repayment of bond principal	6,115,000
Net change in bond issue premiums/costs	76,499
Payments on contract payable	20,400
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the funds.	
Compensated absences payable change	65,081
Change in accrued interest on debt	(3,937)
Change in other post employment benefit liability	(24,818)
Change in net pension liability	(243,171)
Change in net position of governmental activities	\$ 3,969,829

See Notes to Financial Statements.

Atport Corporate Fund	Recreation Fund	Park Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
611,342	611,342	4,706,215	2,038,130	9,434,248
208,720	935,732	1,141,280	1,141,280	4,735,461
382,016	26,075	104,412	1,097,437	1,097,437
	48,666	596,283	2,627,754	2,627,754
			10,865	10,865
18,050	108,115	221,518	15,831	221,518
12,337	9,394	23,090	616,663	616,663
	104,142	107,815	540,156	540,156
132,000	118,591	1,000	238,179	238,179
300,197	5,881	306,078		306,078
16,482	5,653	16,657	270,800	270,800
1,681,144	1,973,391	4,772,872	4,075,434	20,119,159
	1,957,311		1,466,111	8,298,807
1,490,152			1,583,774	2,223,170
333,884	6,383		1,490,152	1,490,152
			276,237	276,237
			49,000	7,142,598
		4,625,000		6,115,000
		75,542		691,760
		278		46,891
1,824,036	1,963,694	4,700,820	3,375,122	26,234,893
(142,892)	9,697	22,052	700,312	(6,165,734)
				4,747,350
				44,729
	112,688		64,723	696,294
(5,319)	(92,678)		(174,315)	(696,294)
(5,319)	20,010	-	(109,592)	4,192,079
(148,211)	29,707	22,052	590,720	(1,373,655)
1,873,199	423,979	3,799	3,821,307	23,991,038
1,724,988	453,686	95,851	4,412,027	22,617,383

DECATUR PARK DISTRICT

STATEMENT OF NET POSITION
INTERNAL SERVICE FUND - SELF INSURANCE FUND
April 30, 2018

<u>ASSETS</u>	
Cash	\$ 44,116
	<u>44,116</u>
TOTAL ASSETS	
<u>NET POSITION</u>	
Unrestricted	44,116
	<u>\$ 44,116</u>
TOTAL LIABILITIES AND NET POSITION	

See Notes to Financial Statements.

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUND - SELF INSURANCE FUND
Year ended April 30, 2018

Operating revenue:	
Health and dental insurance charges	\$ 113,332
Investment income	144
	<u>113,476</u>
Total operating revenue	
Operating expense:	
Employee insurance claims	94,978
Operating income	18,498
Net position, beginning of year	<u>25,618</u>
Net position, end of year	<u>\$ 44,116</u>

See Notes to Financial Statements.

DECATUR PARK DISTRICT

STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUND - SELF INSURANCE FUND
 Year ended April 30, 2018

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 113,476
Payments to suppliers	(94,978)
Net cash flows from operating activities	18,498
Net increase in cash and cash equivalents	18,498
Cash and cash equivalents, beginning of year	25,618
Cash and cash equivalents, end of year	44,116
RECONCILIATION OF OPERATING INCOME TO NET	
CASH FLOWS FROM OPERATING ACTIVITIES	18,498
Net operating income	\$ 18,498
Net cash flows from operating activities	18,498

See Notes to Financial Statements.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS
 April 30, 2018

Note 1 - Summary of Significant Accounting Policies

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

The Decatur Park District (the District) is governed by an elected Board of Commissioners which, along with other duties, has the exclusive control of the expenditures of all moneys and funds held in the name of the District.

The Financial Reporting Entity: As required by generally accepted accounting principles, these financial statements present the District (the primary government) and its component units. The District's financial statements include all funds, departments, boards and agencies that are not legally separate from the District. The component unit is included in the District's reporting entity because of the significance of their operational or financial relationship with the District.

The criteria for including other organizations within the District's reporting entity consists of a determination of organizations for which the District is financially accountable or for which their nature and relationship are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A primary government is financially accountable if it appoints a voting majority of the other organization's governing body and it is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The financial statements of the District do not meet the criteria for inclusion in the financial statements of any other organization. However, based on these requirements, the Decatur Parks Foundation meets the requirements for inclusion in the District's financial statements. The discretely presented component unit is reported in a separate column in the financial statements to emphasize that it is legally separate from the District.

The Decatur Parks Foundation - The Foundation was organized in 1981 as a not-for-profit organization to aid in the acquisition, development, preservation and operation of parks and recreation and nature preserve areas for the benefit of the general public.

Complete financial statements for the Decatur Parks Foundation can be obtained at 620 East Riverside Drive, Decatur, Illinois 62521.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 1 - Summary of Significant Accounting Policies, continued

Basis of Presentation: The District's basic financial statements consist of government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements: The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government.

The statement of net position presents the financial condition of the governmental activities of the District at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the year, the District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Fund Accounting: The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are two categories of funds: governmental and proprietary.

Governmental Funds: Governmental funds are those through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

General Fund - The General Fund is comprised of the following sub-funds: Park Corporate Fund, Working Cash Fund, Mowing Fund, Lakefront Fund, and the Decatur Park District Employee Fund. The General Fund is the main operating fund of the District. It is used to account for all financial resources, primarily property taxes, except those required to be accounted for in another fund.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 1 - Summary of Significant Accounting Policies, continued

Fund Accounting, continued:

Governmental Funds, continued:

Capital Projects Fund - The Capital Projects Fund is used to account for various sources of revenue, primarily bond proceeds, and expenditures which are specifically related to capital projects.

Golf Course Fund - The Golf Course Fund is used to account for various sources of revenue, primarily user charges for golf fees and cart rentals, and expenditures which are specifically related to golf course operations.

Museum Fund - The Museum Fund is used to account for property taxes and other revenue, primarily zoo admission fees, and expenditures which are specifically related to zoo operations.

Recreation Fund - The Recreation Fund includes the Aquatics Fund and Tennis Fund and is used to account for property taxes and other revenue, primarily athletic and other fees as well as grant income, and expenditures which are specifically related to recreational activities.

Airport Corporate Fund - The Airport Corporate Fund is used to account for property taxes and various sources of revenue including fees, rentals and farming income, and expenditures which are specifically related to airport operations.

Park Debt Service Fund - The Park Debt Service Fund is used to account for property taxes and the accumulation of resources for and the payment of long-term debt principal, interest and related costs.

The other governmental funds of the District account for property tax levies, grants and other resources whose use is restricted for a particular purpose; the accumulation of resources for, and the payment of debt; and the acquisition or construction of capital assets.

Proprietary Funds: Proprietary Funds are used to account for activities that are similar to those often found in the private sector. All assets, liabilities, equities, revenues, expenses, and payments relating to the government's business activities are accounted for through proprietary funds. The measurement focus is on determination of operating income, financial position, changes in net position and cash flows. Operating revenues include charges for services. Operating expenses include costs of services as well as materials, contracts, personnel, and depreciation. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

Internal Service Fund - The Internal Service Fund is established to finance and account for services furnished by one department to other departments within a single governmental unit on a cost reimbursement basis. Amounts expended by the fund are restored thereto, either from operating earnings or by transfers from other funds, so that the original fund capital is left intact.

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

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 1 - Summary of Significant Accounting Policies, continued

Measurement Focus:

Government-wide Financial Statements: The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the statement of net position.

Fund Financial Statements: All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

Basis of Accounting: Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange Transactions: Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recognized in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the District, available means expected to be received within sixty days after year end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, sales taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from sales taxes is recognized in the period in which the sales are made. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 1 - Summary of Significant Accounting Policies, continued

Basis of Accounting, continued: Under the modified accrual basis, the following revenue sources are considered both measurable and available at year end: sales taxes and state-levied locally shared taxes.

Unearned Revenues: Unearned revenues arise when assets are recognized before the revenue recognition criteria have been satisfied.

Expenses/Expenditures: On the accrual basis, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities column in the statement of net position. Bond premiums and discounts are amortized over the life of the bonds.

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

Compensated Absences: All full-time employees of the District are permitted to accumulate vacation days, depending upon length of service, up to a maximum of 120 hours. Hours in excess of 120 are forfeited. Any accrued vacation will be paid to an employee upon termination of employment. Sick leave is not paid upon termination of employment. However, retiring IMRF members may qualify for additional pension service credit for unpaid, unused sick leave.

The entire compensated absences liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. The District does not set aside funds in its current budget to fund liabilities incurred during the period. Rather, the District funds compensated absences on a "pay-as-you-go" basis. The noncurrent portion of the liability is not reported.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 1 - Summary of Significant Accounting Policies, continued

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of net position or balance sheet includes 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(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position or balance sheet includes 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(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Accounts Receivable: The District carries its accounts receivable at cost net of their allowance for uncollectible amounts. Allowance for uncollectible accounts receivable are based upon historical trends and periodic aging of accounts receivable. In most instances, service charges are added to past due accounts.

Inventories and Prepaid Items: Inventories consist of golf pro shop goods, concessions, recreation goods and zoo gift shop merchandise and are stated at the lower of cost, determined under the first-in, first-out method, or market.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Reported inventories and prepaid items in the governmental fund types are equally offset by a non-spendable fund balance which indicates that they do not constitute "available spendable resources" even though they are a component of current assets.

Budgets and Budgetary Accounting: The District follows these procedures in establishing the budgetary data reflected in the accompanying financial statements:

Each director submits a proposed preliminary operating budget for the fiscal year commencing on May 1. These budgets include proposed expenditures and the means of financing them for the upcoming year.

After the Park District Board considers and approves the preliminary budget, it is subject to examination for 30 days with a public hearing after the 30 days has expired in order to obtain taxpayer comments.

The Board makes final approval of the budget at a regular meeting following the public hearing. The budget was passed on June 7, 2017 and was not amended.

Budgets are adopted on the modified accrual basis.

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; injuries to employees; and natural disasters. The District maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this coverage in any of the past three fiscal years.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 1 - Summary of Significant Accounting Policies, continued

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents: For purposes of the statement of cash flows, the District considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Fund Equity: Beginning with fiscal year 2012, the District implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." The following classifications describe the relative nature, extent and strength of the spending constraints placed on the District's fund balances:

- **Nonspendable fund balance** - amounts that are in nonspendable form (such as inventory) or are required to be maintained intact (such as perpetual trusts).
- **Restricted fund balance** - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- **Committed fund balance** - amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., Board of Commissioners). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest level action to remove or change the constraint.
- **Assigned fund balance** - amounts the District intends to use for a specific purpose. Intent can be expressed by the Board of Commissioners or by an official or body to which the Board of Commissioners delegates the authority.
- **Unassigned fund balance** - amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The Board of Commissioners establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Board of Commissioners through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service or for other purposes).

The District would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 1 - Summary of Significant Accounting Policies, continued

Net Position: Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources on the district-wide financial statements. Net position is classified in the following categories:

Net investment in capital assets - This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.

Restricted net position - This amount is restricted by creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted net position - This amount is the net position that does not meet the definition of "net investment in capital assets" or "restricted net position".

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

Capital Assets: General capital assets are capital assets which are associated with and generally arise from governmental activities and result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at their fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

All capital assets are depreciated, except for land and construction in process. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Estimated Lives
Land improvements	20 years
Buildings	45 - 50 years
Machinery and equipment	5 - 15 years
Infrastructure	50 years

Interfund Activity: Interfund activity is reported as either loans, services provided, reimbursements or transfers. On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as "Due from or to other funds." Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers which are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in enterprise funds. Interfund balances within governmental activities are eliminated on the government-wide statement of net position.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 2 - Deposits and Investments

Statutes authorize the District to make deposits/invest in obligations of the United States of America; direct obligations of any bank as defined by the Illinois Banking Act; short-term obligations of United States corporations, subject to certain limitations; money market mutual funds registered under the Investment Company Act of 1940, as amended; repurchase agreements subject to certain requirements; and the Illinois Funds, the Illinois Park District Liquid Asset Fund and the Illinois Metropolitan Investment Fund.

Deposits: Separate bank accounts are not maintained for all District funds; instead uninvested cash balances of certain funds are maintained in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Custodial Credit Risk - Deposits: Custodial credit risk is the risk that in the event of a financial institution failure, the District's deposits may not be returned to it. It is the District's policy to obtain pledged collateral for all deposits in excess of FDIC insurance. As of April 30, 2018, deposits with financial institutions were fully insured or collateralized by securities held in the District's name.

Investments: Investments consist of certificates of deposit and pooled money market funds carried at cost which approximates market.

The District invests in the Illinois Funds Money Market Fund which consists of monies invested by individual participants that are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury. The individual participants maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore, no collateral is identified with each individual participant's account.

The District also invests in the Illinois Park District Liquid Asset Fund (IPDLAF) Plus which consists of monies invested by a pool of park districts, joint recreational programs and forest preserve districts from throughout the State of Illinois. Each individual participant maintains a separate investment account representing a proportionate share of the pool assets and respective collateral. Investments are made in short-term debt instruments issued or guaranteed by the U.S. government or certain agencies of the U.S. government, and in repurchase agreements collateralized by U.S. government obligations.

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

DECATUR PARK DISTRICT
 NOTES TO FINANCIAL STATEMENTS (Continued)
 April 30, 2018

Note 3 - Property Taxes, continued

The following are the taxes levied per \$ 100 of assessed valuation.

	Maximum	2016 Levy
Park Corporate	.1500	.1491
Park Bonds +1%		.5739
Park Illinois Municipal Retirement		.0363
Park Police	.0250	.0249
Park Audit	.0050	.0050
Park Liability Insurance	.0750	.0878
Park Recreation		.0746
Park Social Security		.0498
Airport Corporate	.0750	.0745
Airport Bonds +1%		.0000
Museum Fund	.0300	.0298
Paving and Lighting	.0050	.0050
Handicap - Joint Recreation	.0400	.0398
		<u>1.1505</u>

Note 4 - Receivables

Receivables at April 30, 2018 consisted of accounts (billings for user charged services), sales taxes, accrued interest, grants, entitlements, shared revenues, interfunds, and property taxes. All amounts due from other governments are considered collectible in full.

Receivables are recognized to the extent the amounts are determined material and substantiated, not only by supporting documentation but also by a reasonably systematic method of determining their existence, completeness, valuation, and collectibility.

Year end receivable balances as of year end for the District's individual major funds, nonmajor funds and internal service fund are as follows:

	Taxes	Accounts	Inter-Governmental	Notes and Contributions	Less Allowance	Total Receivable
General	\$ 70,251	26,700	124			97,075
Capital Projects			605,257	303,105		908,362
Golf		20,653			(1,000)	19,653
Museum		250			(250)	
Airport	22,291	167,575			(1,100)	166,475
Recreation	23,078	6,619			(500)	28,410
Nonmajor		99,840			(2,000)	120,918
Total	\$ 115,620	321,637	605,381	303,105	(4,850)	1,340,893

DECATUR PARK DISTRICT
 NOTES TO FINANCIAL STATEMENTS (Continued)
 April 30, 2018

Note 2 - Deposits and Investments, continued

Credit Risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

For purposes of overall credit risk, the Illinois Funds and IPDLAF are rated AAAm by Standard and Poor's, while IMET is not rated.

During 2015, the Illinois Metropolitan Investment Fund (IMET) had been the victim of fraud, and the entities that had invested in IMET have suffered losses due to the fraud. The District has established a reserve of approximately \$ 80,000 as of April 30, 2018 for the amount of loss anticipated, based on the Net Realizable Value of the Liquidating Trust balance of 57.10% of the investment balance per IMET activity statement at April 30, 2018. The assets of the fraudster have been seized and are being auctioned off in order to recover amounts to repay investors. IMET anticipates the estimated net realizable value overall will be returned to investors.

Custodial Credit Risk: The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. As of April 30, 2018, the District's investments in IMET were subject to custodial credit risk, but investments in the Convenience Fund are fully collateralized.

Note 3 - Property Taxes

The District's property tax is levied on January 1 of each year on all taxable real property located in the District. Property tax revenue received in fiscal year 2018 represents collection of the 2016 taxes. Property taxes from the 2017 levy will be collected in and are intended to finance fiscal year 2019 operations.

Property is assessed as of January 1 of each year by the Township Assessors. The values are adjusted by various percentages according to the type of property (residential, commercial, etc.). The assessed values are equalized by the Illinois Department of Revenue to ensure uniformity of property assessments throughout the state. The Macon County Clerk computes the annual tax rate by dividing the requested levy into the equalized value of each taxing unit. The Clerk then computes the tax for each parcel by multiplying the aggregate rates of all the taxing units having jurisdiction over the parcel by the equalized value. The tax amounts by parcel are forwarded to the Macon County Collector.

Taxes levied in one year become due and payable in two installments during the following year. The first installment is due no later than June 1 and the second installment is due no later than September 1. The District receives significant distributions of tax receipts approximately one month after these due dates.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 4 - Receivables, continued

Notes Receivable: During 2016, the District completed renovation of the Beach House building in conjunction with the Lakefront development. The District entered into agreements to share costs related to this project with the City of Decatur (City) and the building's tenant. The intergovernmental agreement with the City totaled \$ 250,000, payable in annual installments over three years with no interest. During fiscal year ending April 30, 2017, full and final payment was received from the City of Decatur. The agreement with the tenant was also for \$ 250,000, of which \$ 25,000 was received as of April 30, 2015 and the remaining \$ 225,000 is supported by a promissory note payable monthly over fifteen years with 5% interest. The balance remaining on the promissory note at April 30, 2018 of \$ 203,799 is due as follows:

Fiscal Year	Notes
2019	\$ 21,351
2020	21,351
2021	21,351
2022	21,351
2023	21,351
2024-2028	106,755
2029-2031	64,054
Less interest	277,564 (73,765)
	<u>\$ 203,799</u>

The total \$ 203,799 note receivable is considered long-term and not available to finance current expenditures. As such, it is reflected as a deferred inflow of resources in the governmental fund statements.

Contributions Receivable: The District installed a new identification sign and electronic message center at the Overlook Adventure Park facility in Nelson Park. A donor agreed to sponsor the sign for \$ 70,000 to be paid over ten years in annual installments of \$ 7,000 each. As of April 30, 2018, \$ 14,000 had been received with the remaining \$ 56,000 included as a long term receivable. As such, it is reflected as a deferred inflow of resources in the governmental fund balance sheet.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan

IMRF Plan Description: The Park District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Park District's plan is an agent multiple-employer plan managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this note. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided: IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

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

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

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

Employees Covered by Benefit Terms: As of December 31, 2017, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	129
Inactive plan members entitled to but not yet receiving benefits	122
Active plan members	136
Total	<u>387</u>

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan, continued

Contributions: As set by statute, the District's Regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2017 was 9.48%. For the fiscal year ended April 30, 2018, the District contributed \$ 442,363 to the plan. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability: The District's net pension liability was measured as of December 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The following are the methods and assumptions used to determine total pension liability at December 31, 2017:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.50%.
- Salary Increases were expected to be 3.39% to 14.25%, including inflation.
- The Investment Rate of Return was assumed to be 7.50%.
- Projected Retirement Age was from the Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.
- For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For Disabled Retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2017 IMRF annual actuarial valuation report.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan, continued

Single Discount Rate: A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member 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 7.50%, the municipal bond rate is 3.1%, and the resulting single discount rate is 7.50%.

Changes in the Net Pension Liability (Asset):

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Primary Government			
Balances at December 31, 2016	\$ 30,908,617	29,013,437	1,895,180
Changes for the year:			
Service Cost	468,419		468,419
Interest on the Total Pension Liability	2,264,520		2,264,520
Changes of Benefit Terms			
Differences Between Expected and Actual Experience of the Total Pension Liability	(16,299)		(16,299)
Changes of Assumptions	(914,190)		(914,190)
Contributions - Employer		447,818	(447,818)
Contributions - Employees		213,214	(213,214)
Net investment income		5,285,287	(5,285,287)
Benefit Payments, including Refunds of Employee Contributions	(1,898,457)	(1,898,457)	753,968
Other (Net Transfer)		(753,968)	
Net Changes	(96,007)	3,293,894	(3,389,901)
Balances at December 31, 2017	\$ 30,812,610	32,307,331	(1,494,721)

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan, continued

Plan fiduciary net position as a percentage of the total pension liability 104.85%
Covered valuation payroll \$ 4,723,813
Net pension liability as a percentage of covered valuation payroll (31.64)%

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower (6.50%)	Current (7.50%)	1% Higher (8.50%)
Net Pension Liability (asset)	\$ 2,092,233	(1,494,721)	(4,467,536)

Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions: At April 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Primary Government Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 8,991	78,682
Changes of assumptions	891,574	699,606
Net difference between projected and actual earnings on pension plan investments	891,574	2,547,165
Total deferred amounts to be recognized in pension expense in future periods	900,565	3,325,453
<i>Pension Contributions Made Subsequent to the Measurement Date</i>	124,092	
Total Deferred Amounts Related to Pensions	\$ 1,024,657	3,325,453

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan, continued

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

Year-Ending December 31	Primary Government Net Deferred Outflows of Resources
2018	\$ (486,828)
2019	(473,966)
2020	(827,302)
2021	(636,792)
Thereafter	-
Total	\$ (2,424,888)

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 6 - Property and Casualty Risk Management

The Decatur Park District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses.

Since March 1, 1991, the Decatur Park District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations, and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. The following table is a summary of the property/causality coverage in effect for the period January 1, 2018 through January 1, 2019:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
1. Property All losses per occurrence	\$ 1,000	\$ 1,000,000	\$ 1,000,000/all members Declaration 11	PDRMA	P070117
Flood/except Zones A & V	\$ 1,000	\$ 1,000,000	\$ 250,000,000/occurrence/annual aggregate	Various Reinsurers through the Public Entity Property Reinsurance Program (PEPIP)	
Flood Zones A & V	\$ 1,000	\$ 1,000,000	\$ 200,000,000/occurrence/annual aggregate		
Earthquake shock	\$ 1,000	\$ 100,000	\$ 100,000,000/occurrence/annual aggregate		
Auto Physical Damage: Comp and collision	\$ 1,000	\$ 1,000,000	Included		
Course of construction	\$ 1,000	Included	\$ 25,000,000		
Business interruption, rental income, tax income combined	\$ 1,000		\$ 100,000,000/reported values		
Service interruption	24 hours	N/A	\$ 500,000/\$ 2,500,000/non-reported values		
			Other sub-limits apply, refer to coverage document		
Boiler and machinery	\$ 1,000	\$ 9,000	\$ 100,000,000 Equipment breakdown	Travelers Indemnity Co. of Illinois	BME10525L478
Property damage	48 hours	N/A	Property damage included		
Business income			Included - other sub-limits apply, refer to coverage document		

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 6 - Property and Casualty Risk Management, continued

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
1. Property, continued Fidelity and crime	\$ 1,000	\$ 24,000	\$ 2,000,000/occurrence	National Union Fire Insurance Co.	03-582-80-45
Seasonal employees	\$ 1,000	\$ 9,000	\$ 1,000,000/occurrence		
Blanket bond	\$ 1,000	\$ 24,000	\$ 2,000,000/occurrence		
2. Workers Compensation Employers liability	N/A	\$ 500,000	Statutory \$ 3,500,000 Employers Liability	PDRMA Government Entities Mutual (GEM)	WCO10118 GEM-0003-A18001
		\$ 500,000		Safety National	SF4058065
3. Liability General	None	\$ 500,000	\$ 21,500,000/occurrence	PDRMA	
Auto liability	None	\$ 500,000	\$ 21,500,000/occurrence	Reinsurers: Government Entities Mutual	L010118 GEM-0003-A18001
Employment practices	None	\$ 500,000	\$ 21,500,000/occurrence	Great American	C 301
Public officials' liability	None	\$ 500,000	\$ 21,500,000/occurrence		
Law enforcement liability	None	\$ 500,000	\$ 21,500,000/occurrence		
Uninsured/underinsured Motorists	None	\$ 500,000	\$ 1,000,000/occurrence		
4. Pollution Liability Liability - third party	None	\$ 25,000	\$ 5,000,000/occurrence	XL Environment- al Insurance	PEC 2535805
Property - first party	\$ 1,000	\$ 24,000	\$ 30,000,000 3 year aggregate		
5. Outbreak Expense	24 hours	N/A	\$ 15,000 per day \$ 1 million aggregate policy limit	Great American	OB010118
6. Information Security and Privacy Insurance with Electronic Media Liability Coverage					
Insurance security and privacy liability	None	\$ 100,000	\$ 2,000,000/occurrence/annual aggregate	Beazley Loyds Syndicate	PH1533998
Privacy notification costs	None	\$ 100,000	\$ 500,000/occurrence/annual aggregate	AFB 2623/623 through the PEPPIP Program	
Regulatory defense and Penalties	None	\$ 100,000	\$ 2,000,000/occurrence/annual aggregate		
Website media content Liability	None	\$ 100,000	\$ 2,000,000/occurrence/annual aggregate		
Cyber extortion	None	\$ 100,000	\$ 2,000,000/occurrence/annual aggregate		

DECATUR PARK DISTRICT
 NOTES TO FINANCIAL STATEMENTS (Continued)
 April 30, 2018

Note 6 - Property and Casualty Risk Management, continued

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2017 and the statement of revenues and expenses for the period ending December 31, 2017. The Decatur Park District's portion of the overall equity of the pool is 2.567% or \$ 1,118,437.

Assets	\$ 65,528,169
Deferred outflows of resources - pension	1,031,198
Liabilities	22,979,446
Deferred inflows of resources - pension	5,600
Total net position	43,574,321
Revenues	23,353,271
Expenditures	17,402,060

Since 88.70% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the net position is impacted annually as more recent loss information becomes available.

Health Reimbursement Account: The District self-funds the group health insurance plan by paying a portion of a higher deductible in order to recognize savings on the insurance premiums. The District reimburses up to \$ 2,250 of expenses paid by each covered employee, with the employee paying \$ 1,250. The plan is administered by a third party administrator which processes all claims. This program is accounted for in the District's Self Insurance Fund. During the year ended April 30, 2018, the District paid \$ 41,049 under this arrangement.

Group Dental: The Decatur Park District offers a partially self-funded group dental insurance plan, which provides dental coverage to its eligible full-time employees and their families and to eligible IMRF retirees. The plan is administered by a third party administrator which processes all claims. This program is accounted for in the District's Self Insurance Fund. During the year ended April 30, 2018, the Decatur Park District paid \$ 53,745 in covered claims.

Liabilities for unpaid claims are based on recommendation by third party administrators. There was no liability for claims incurred but not reported (IBNR) as of April 30, 2018.

Note 7 - Inventories

Inventories at April 30, 2018 consisted of the following:

General Fund:	\$ 1,964
Marina fuel inventory	
Golf Course Fund:	93,804
Pro Shop merchandise	6,936
Concession inventory	
	100,740
Museum Fund:	
Gift Shop merchandise	71,943
Total inventory	\$ 174,647

DECATUR PARK DISTRICT
 NOTES TO FINANCIAL STATEMENTS (Continued)
 April 30, 2018

Note 6 - Property and Casualty Risk Management, continued

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2017 and the statement of revenues and expenses for the period ending December 31, 2017. The Decatur Park District's portion of the overall equity of the pool is 2.567% or \$ 1,118,437.

Assets	\$ 65,528,169
Deferred outflows of resources - pension	1,031,198
Liabilities	22,979,446
Deferred inflows of resources - pension	5,600
Total net position	43,574,321
Revenues	23,353,271
Expenditures	17,402,060

Since 88.70% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the net position is impacted annually as more recent loss information becomes available.

Health Reimbursement Account: The District self-funds the group health insurance plan by paying a portion of a higher deductible in order to recognize savings on the insurance premiums. The District reimburses up to \$ 2,250 of expenses paid by each covered employee, with the employee paying \$ 1,250. The plan is administered by a third party administrator which processes all claims. This program is accounted for in the District's Self Insurance Fund. During the year ended April 30, 2018, the District paid \$ 41,049 under this arrangement.

Group Dental: The Decatur Park District offers a partially self-funded group dental insurance plan, which provides dental coverage to its eligible full-time employees and their families and to eligible IMRF retirees. The plan is administered by a third party administrator which processes all claims. This program is accounted for in the District's Self Insurance Fund. During the year ended April 30, 2018, the Decatur Park District paid \$ 53,745 in covered claims.

Liabilities for unpaid claims are based on recommendation by third party administrators. There was no liability for claims incurred but not reported (IBNR) as of April 30, 2018.

Note 7 - Inventories

Inventories at April 30, 2018 consisted of the following:

General Fund:	\$ 1,964
Marina fuel inventory	
Golf Course Fund:	93,804
Pro Shop merchandise	6,936
Concession inventory	
	100,740
Museum Fund:	
Gift Shop merchandise	71,943
Total inventory	\$ 174,647

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 8 - Capital Assets

Capital asset activities for the year ended April 30, 2018, were as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Nondepreciable assets:				
Land	\$ 13,934,614			13,934,614
Construction in process	1,935,655	4,085,012	716,735	5,303,932
Total	15,870,269	4,085,012	716,735	19,238,546
Depreciable assets:				
Land improvements	44,415,568	327,894		44,743,462
Buildings	47,178,613	1,145,511		48,324,124
Machinery and equipment	18,184,962	1,363,930	20,150	19,528,742
Infrastructure	32,738,898	1,436,403		34,175,301
Total	142,518,041	4,273,738	20,150	146,771,629
Total capital assets	158,388,310	8,358,750	736,885	166,010,175
Less accumulated depreciation for:				
Land improvements	23,037,847	1,698,101		24,735,948
Buildings	24,854,009	747,925		25,601,934
Machinery and equipment	12,050,461	1,014,101	20,150	13,044,412
Infrastructure	19,766,011	325,923		20,091,934
Total accumulated depreciation	79,708,328	3,786,050	20,150	83,474,228
Total governmental activities capital assets, net	\$ 78,679,982	4,572,700	716,735	82,535,947

Depreciation expense was charged to the District's functions as follows:

Governmental activities - culture and recreation	\$ 2,725,338
- public works/transportation	1,060,712
	<u>\$ 3,786,050</u>

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 9 - Interfund Transactions

During the course of normal operations, the District has many transactions between funds including expenses and transfers of resources primarily to provide services. Individual fund interfund receivable and payable balances at April 30, 2018, arising from these transactions follow:

	Interfund Receivables	Interfund Payables
Governmental Funds:		
General Fund	\$ 1,173,601	483,638
Capital Projects Fund		682,647
Golf Course Fund		164,024
Museum Fund	186,175	110,540
Recreation Fund		8,972
Park Debt Service Fund	112,861	22,816
Nonmajor governmental funds		
	<u>\$ 1,472,637</u>	<u>1,472,637</u>

Of the \$ 1,472,637 due between the funds, \$ 1,359,776 is the result of temporary loans made through the shared bank account for operations. The operating checking account balance is split among several funds, and when one fund overdraws its portion of the account, the other funds make up the difference. Of that total, \$ 683,687 due from the Golf Course Fund will not be repaid within a year.

All remaining interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 9 - Interfund Transactions, continued

The following interfund transfers are reflected in the fund financial statements at April 30, 2018:

	Transfer In	Transfer Out
Governmental Funds:		
General Fund	\$ 125,857	374,795
Capital Projects Fund	77,215	
Golf Course Fund	142,767	44,354
Museum Fund	173,044	4,833
Airport Corporate		5,319
Recreation Fund	112,688	92,678
Nonmajor Governmental Funds	64,723	174,315
	\$ 696,294	696,294

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Foremost among these transfers are amounts to move unrestricted revenue collected in one fund, primarily in the form of sponsorships, to finance various programs accounted for in other funds in accordance with budgetary authorizations. Additional transfers are made between funds to support special recreation programs and to reimburse security and police patrol costs.

Note 10 - Related Party Transactions

The Decatur Parks Foundation (Foundation) holds various fundraising events throughout the year in order to provide funds for selected Decatur Park District programs or projects. Additionally, contributions are received from donors specifying District programs to receive the funding. The following payments were made by the Foundation to the District for the noted program areas of the District and are charged to program expenses:

Park and recreation projects	\$ 627,938
Zoo projects	329,374
Amphitheater project	1,197,470
	<u>\$ 2,154,782</u>

As of April 30, 2018, the Foundation owes the District \$ 304,428.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 11 - Fund Equity Balances

The fund equity balances have been classified to reflect the limitations and restrictions placed on the respective funds as follows:

	General Fund	Capital Projects Fund	Golf Course Fund	Museum Fund	Major
Nonspendable for inventory	\$ 1,964		100,740	71,943	
Nonspendable for prepaid expenditures	6,000				
Restricted:					
Culture and recreation	30,000				
General government					
Public works/transportation		13,997,289			
Capital projects					
Debt service					
Assigned					
Unassigned	2,568,393		(635,240)	(140,258)	
	\$ 2,606,357	13,997,289	(534,500)	(68,315)	

Restricted for Zoo Operations: The District was named as a beneficiary of a private charitable trust. The trust requires that proceeds from it are to be used for the benefit of the Scovill Zoo. The Zoo's operations are accounted for in the Museum Fund. The District received \$ 1,455,992 from the trust, which was originally accounted for in the Museum Fund. During 2004, the board established the Scovill Zoo Trust Fund for the gift proceeds. The District governing board decided that \$ 305,992 would be used for capital projects, and \$ 900,000 of the proceeds would be made unavailable to general operations. During 2018, investment income of \$ 9,991 was transferred to the Museum Fund for operations.

Restricted for Zoo and Fido Fields Dog Park: The Decatur Park District Foundation was named as a beneficiary of a private charitable trust. The trust requires that proceeds from it are to be used for the benefit of the operations, maintenance, improvement or expansion of the Park District owned and operated Scovill Zoo and the Fido Fields Dog Park. Funds totaling \$ 813,931 originally received into the Foundation from the trust, have been paid to a Park District trust fund which was set up in 2014 for the benefit of the Zoo and Fido Fields. During 2018, investment income of \$ 7,498 was transferred to the Museum Fund and \$ 1,536 was transferred to the Park Corporate Fund for the operations of Fido Fields.

Restricted for Scholarships: The Jerry Menz Arts Scholarship was established to provide scholarships to talented youth for the Park District's programs in voice, music, theatre and dance. In establishing this scholarship, donors made contributions to the Parks Foundation which are restricted to fund the scholarship, with the District providing a \$ 30,000 matching amount that is bound by the restrictions of the donors. The Park Board designated monies from the Bruce A. Swartz Trust to be applied to the scholarship.

DECATUR PARK DISTRICT
 NOTES TO FINANCIAL STATEMENTS (Continued)
 April 30, 2018

Note 12 - Required Individual Fund Disclosures

Excess of expenditures over appropriations for the year ended April 30, 2018, are as follows:

	Expenditures	Appropriations	Difference
Park Redevelopment	\$ 30,188	29,795	393
Indoor Sports Center	929,995	921,156	8,839
Park Debt Service	4,700,820	4,700,541	279
Recreation	1,963,694	1,946,388	17,306
Museum	1,271,414	1,240,379	31,035
Scovill Zoo/Dog Park Trust Fund	750	500	250

Deficit fund balances of individual funds are as follows:

Golf Course Fund	\$ 534,500
Museum Fund	68,315

The District intends to reduce the Golf Course Fund deficit with transfers over the next seven to ten years from the General Fund and non-tax levy funds. The Museum fund deficit will be recovered from future operations, fundraising activities, and General Fund transfers.

Note 13 - Changes in Long-term Debt

The following is a summary of changes in long-term debt of the District for the year ended April 30, 2018:

	Balance April 30, 2017	Additions	Reductions	Balance April 30, 2018	Amounts Due Within One Year
Governmental activities:					
Bonds and notes payable:					
Alternate revenue bonds	\$ 19,200,000		(1,490,000)	17,710,000	1,505,000
General obligation bonds	4,625,000	4,747,350	(4,625,000)	4,747,350	4,508,350
Other liabilities:					
Compensated absences	586,751	278,573	(343,654)	521,670	
Contract payable	71,400		(20,400)	51,000	20,400
Total long-term debt	\$ 24,483,151	5,025,923	(6,479,054)	23,030,020	

Funds	Corporate Fund	Recreation Fund	Park Debt Service Fund	Nonmajor Governmental Funds	Total
	32,257	12,790			174,647
					51,047
				2,664,185	2,694,185
				1,239,808	1,239,808
				135,897	135,897
				13,997,289	13,997,289
	1,692,731	440,896	25,851	54,314	80,165
				317,823	2,451,450
					1,792,895
	1,724,988	453,686	25,851	4,412,027	22,617,383

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 13 - Changes in Long-term Debt, continued

Alternate Revenue Bonds:

The District issues alternate revenue bonds to provide funds for the payment of prior obligations, to finance certain general capital improvements in the District's parks, airport and other facilities, and to pay bond issuance costs. Alternate revenue bonds currently outstanding are as follows:

\$ 4,000,000 Issue Number 22 Series 2011C Park bonds dated February 28, 2011, due in annual installments beginning March 1, 2014 through March 1, 2021, ranging from \$ 445,000 to \$ 570,000, with interest ranging from 2.50% to 4.00%.

\$ 6,495,000 Issue Number 32 Series 2013B Park bonds dated February 21, 2013, due in annual installments beginning March 1, 2015, through March 1, 2028 ranging from \$ 90,000 to \$ 885,000, with interest ranging from 2.0% to 3.0%.

\$ 10,700,000 Issue Number 46 Series 2017B Park bonds dated March 1, 2017, due in annual installments beginning March 1, 2019 through March 1, 2036, ranging from \$ 460,000 to \$ 765,000, with interest ranging from 3.0% to 4.0%.

Total Alternate Revenue Bonds

General Obligation Bonds:

The District issues general obligation bonds to provide funds for the payment of prior obligations to finance the acquisition, construction and improvement of major capital facilities including parks and the airport. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligations bonds currently outstanding are as follows:

\$ 476,000 Issue Number 49 Series 2018A Airport bonds dated February 22, 2018, due December 15, 2019, with interest ranging from 2.23% to 2.33%.

\$ 3,984,000 Issue Number 48 Series 2018B Park bonds dated February 22, 2018, due December 15, 2018, with interest of 2.41%.

\$ 287,350 Issue Number 20 Series 2018C Park bonds dated February 22, 2018, due December 15, 2018, with interest of 3.05%.

Total General Obligation Bonds

Total Bond Issues

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 13 - Changes in Long-term Debt, continued

The annual requirements to amortize all long-term debt outstanding as of April 30, 2018, are as follows:

Year Ending April 30,	Alternate Revenue Bonds		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2019	\$ 1,505,000	568,619	4,508,350	94,112
2020	1,660,000	523,119	239,000	5,569
2021	1,440,000	472,169		
2022	630,000	422,768		
2023	1,205,000	400,359		
2024	1,395,000	368,824		
2025	1,395,000	331,841		
2026	1,240,000	293,906		
2027	1,060,000	259,156		
2028	795,000	227,356		
2029	595,000	202,069		
2030	615,000	181,988		
2031	635,000	160,462		
2032	655,000	137,444		
2033	680,000	113,700		
2034	705,000	88,200		
2035	735,000	60,000		
2036	765,000	30,600		
	<u>\$ 17,710,000</u>		<u>4,842,580</u>	<u>4,747,350</u>
				<u>99,681</u>

The Illinois Revised Statutes provide that the net general obligation debt of the District, exclusive of certain exempt debt, should not exceed 2.875 percent for Park purposes or 1.25 percent for Airport purposes of the total assessed valuation of the District. The effect of the debt limitations described above is an overall debt margin for Park and Airport purposes of \$ 19,288,725 and \$ 9,767,511, respectively, at April 30, 2018.

Compensated Absences: The District has recorded a liability of \$ 520,670 for accumulated vacation benefits. These benefits are not expected to be paid from current available resources. The liability will be liquidated from the general and special revenue funds of the District.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 13 - Changes in Long-term Debt, continued

Contract Payable: During 2015, the District entered into an agreement for the installation of energy efficient lighting throughout the interior and exterior of the Airport. The agreement includes maintenance of the fixtures for six years. In addition, as part of this non-cancelable, six-year contract, the District will pay \$ 1,700 per month in return for the energy savings realized from the upgrades. The total cost of the project was \$ 228,250, with \$ 105,850 received in grants and \$ 122,400, payable over six years. At April 30, 2018, a total of \$ 71,400 had been paid on the contract leaving a balance due of \$ 51,000, payable as follows:

2019	\$ 20,400
2020	20,400
2021	10,200
Total	\$ 51,000

Note 14 - Commitments and Contingencies

The District participated in a number of federally assisted grant programs, principal of which is the Airport Improvement Program. These programs are subject to compliance audits and close out requirements. These requirements could lead to a request for additional amounts due for project overruns or disallowed expenditures under the terms of the grant. The amount, if any, due to the granting agencies cannot be determined at this time although the District expects such amounts, if any, to be insignificant.

Litigation: From time to time, there are lawsuits pending against the District for various reasons. The outcome and eventual liability of the District, if any, in the cases are not known at this time, and accordingly, no specific provisions for them are included in the financial statements. However, based upon past experience, management believes that the insurance coverage maintained by the District is sufficient to cover any potential claims.

Airport Improvement: The District is eligible for Airport Improvement Program Grants provided by the U.S. Department of Transportation Federal Aviation Administration (FAA) and sponsored by the Illinois Department of Transportation Division of Aeronautics (IDOT). Projects can be funded using the Federal share of allowable project costs up to 95 percent, with the State and the District sharing in the balance. Other projects do not involve Federal participation, but are funded by the State with the remaining portion paid by the District.

At April 30, 2018, the District had outstanding commitments for active Airport improvement projects totaling approximately \$ 3,081,494, of which an estimated \$ 2,945,363 is eligible for funding from the FAA and IDOT. As of April 30, 2018, the District has paid a cumulative total of \$ 23,710 (net of reimbursements received from IDOT) for its portion of the aforementioned projects.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 14 - Commitments and Contingencies, continued

Airport Improvement, continued: These joint construction projects allow for each entity to pay a portion of the total costs incurred. Because the District will be ultimately responsible for maintaining the final asset, the amount paid by the State is included in intergovernmental revenue and capital asset costs in the Government-wide Statement of Net Position. Through 2018, the State contributed \$ 816,578 to these joint projects and reimbursed expenses of \$ 132,031, with the Park District contributing \$ 23,710.

Construction Commitments: The District has active engineering and construction projects as of April 30, 2018. At year end, major project commitments are as follows:

Project	Total Contract	Spent-to-Date	Remaining Construction Commitment	Expected Completion Date
Aquatic Facility - waterslide	\$ 1,362,000	559,147	802,853	2019
Aquatic Facility - design and construction	798,675	647,554	151,121	2019
Amphitheater design and construction fee	363,700	314,510	49,190	2019
Amphitheater construction project	4,203,667	1,197,345	3,006,322	2019
Zoo Train Extension design	333,000	256,917	76,083	2019
Trails and other paving	261,496	-	261,496	2019
Nelson Park natural plantings	137,669	57,524	80,145	2019
Airport Fence project	520,000	456,482	63,518	2019
Airport Apron Reconstruction	560,000	532,916	27,084	2019
Airport Taxiway Rehabilitation	338,000	-	338,000	2019
Airport Runway Rehabilitation	830,568	38,487	792,081	2020

The Amphitheater construction project will be funded primarily by a \$ 3.8 million donation from a major contributor. The City of Decatur has also agreed to share the design costs with the District. Subsequent to year end, additional change orders totaling approximately \$ 500,000 were approved.

The Zoo train extension project is funded by a \$ 2.1 million donation from a major contributor. The project is in the design stage at year end.

Subsequent to year end, the District awarded the following contracts:

Zoo train extension construction	\$ 2,055,802
Soccer pavilion	330,379
Playground sidewalk and utilities	119,125
Aquatics facility pool construction	3,532,303
Aquatics facility construction project	3,814,482

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

April 30, 2018

Note 15 - Lease Agreements

The District, as lessor, has entered into several agreements with tenants to rent District property which span over multiple years and include scheduled rent increases. The details of such agreements follow:

On June 21, 2013, the District, as lessor, entered into a lease agreement to rent the fixed base operation (FBO) located at the Decatur Airport facility to an operator. The lease calls for an initial term of twenty-five years commencing July 1, 2013 to and including June 30, 2038. The tenant shall have five options to renew this lease for an additional five-years each. Annual rent for the first five-year term is \$ 11,550 payable monthly at \$ 962, with annual increases every five years based on the consumer price index.

In February 2018, the District, as lessor, entered into a lease agreement to rent a portion of the airport terminal to a federal government agency. The lease calls for an initial term of ten years commencing March 31, 2018 to and including February 28, 2028. Initial annual rent is \$ 27,980 with scheduled annual increases.

In March 2004, the District, as lessor, entered into a lease agreement to rent a building to a nonprofit organization. The lease calls for an initial term of fifty years commencing April 1, 2004 to and including March 31, 2054. Annual rent for the first ten-year term is \$ 15,000, \$ 16,000 for the next five years and \$ 16,733 annually for the balance of the lease.

On January 18, 1999, the District, as lessor, entered into a lease agreement to rent land to a bank on which the bank constructed a building. The lease calls for an initial term of twenty-five years commencing March 1, 1999 to and including February 29, 2024. The tenant shall have the option first to extend the lease for an additional fifteen years, and then following that extension for an additional ten years. At termination of the lease, the building shall become the property of the District. Annual rent for the first five-year term is \$ 20,000, with annual increases every five years based on the consumer price index.

On October 1, 2007 the District, as a lessor, entered into an agreement with a tenant, to rent the restaurant facility located in Pavilion 3 in Nelson Park. The lease calls for an initial term of two years commencing October 1, 2007 to and including October 1, 2009. The tenant has the right to extend the agreement for nine additional two year terms and has done so since 2009. Base rent was set at \$ 30,000 annually, payable monthly at \$ 2,500. Rent increases with each two-year option exercised. Additional rent of 1.25% of sales is payable when gross sales exceed amounts specified in the agreement. The District collected \$ 41,325 from the tenant for the year ended April 30, 2018.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

April 30, 2018

Note 15 - Lease Agreements, continued

The future minimum rentals on the above leases are as follows:

Year ending April 30,	FBO	Terminal	Land	Building	Pavilion	Total
2019	\$ 11,550	27,980	28,747	16,000	40,140	124,417
2020	11,550	28,340	29,699	16,735	42,150	128,474
2021	11,550	28,710	29,699	16,735	42,552	129,246
2022	11,550	29,080	29,699	16,735	44,682	131,746
2023	11,550	29,460	29,699	16,735	45,108	132,552
Thereafter	173,250	154,270	24,749	518,785	204,510	1,075,564
Total	\$ 231,000	297,840	172,292	601,725	419,142	1,721,999

The District has also entered into several other short term leases with various tenants, primarily for the benefit of the Decatur Airport.

Note 16 - Passenger Facility Charge

The Aviation Safety and Capacity Expansion Act of 1990 authorized the imposition of local Passenger Facility Charges (PFCs) and use of resulting PFC revenue for Federal Aviation Administration (FAA) approved projects meeting at least one of the following criteria: (1) preserve or enhance safety, security or capacity of the national air transportation system; (2) reduce noise or mitigate noise impacts resulting from an airport; or (3) furnish opportunities for enhanced competition between or among carriers.

In April 2006, the FAA approved the Decatur Park District's application to collect PFCs at Decatur Airport for specifically approved airport improvement projects totaling \$ 732,628. Effective June 1, 2006, the Decatur Park District began collection of PFC charges in the amount of \$ 4.50 per passenger. Cumulative collections through April 30, 2018 are \$ 297,320.

The specific airport improvement projects for which the PFC was approved were all completed well in advance of the approval received. The PFC revenues are being collected to reimburse the District's local share of these projects, enabling the Decatur Airport to be more user-supported, self-sufficient and less dependent on outside funding.

The accompanying Schedule of Passenger Facility Charge Revenues and Expenditures (Schedule) presented in the supplemental financial information section presents the revenues collected from PFCs and expenditures incurred on approved projects. Revenues received and expenditures spent on approved projects in the accompanying schedule represent amounts reported to the FAA on the passenger Facility Charge Quarterly Status Reports.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

April 30, 2018

Note 17 - Long-Term Contract Receivable

During 1999, the District entered into an agreement with Millikin University (University) to construct and operate a community indoor sports center (Center) on land owned by the University. The District issued bonds with which to provide for the construction costs; however, the District and the University are each liable to pay one-half of the construction costs.

The District agreed to lease the land on which the Center is located from the University for \$ 1 per year for 60 years.

The agreement states that the University is to pay the District two fees which is made up of a (a) Construction Fee and an (b) Operations Fee. The Construction Fee is calculated at one-half of the construction costs amortized over 30 years at the District's bond rate. The Operations Fee continues for the entire 60 years of the agreement. For the first twelve (12) years, this fee is an annual fee payable based on a predetermined schedule. Thereafter, the agreement states that beginning in year 2013, the operations fee may be increased by a percentage no larger than 5% or no larger than the percentage increase in the General Public Fee, whichever is smaller. The agreement had been amended to include repayment for half of the cost of the Center and expanded parking areas. Maturities of long-term contract receivables are as follows:

	Construction Fee			Operations Fee *		Total
	Principal	Interest	Total	Total	Fee *	
2019	\$ 146,778	86,927	233,705	233,705	233,705	233,705
2020	153,117	80,587	233,704	233,704	233,704	233,704
2021	159,731	73,974	233,705	233,705	233,705	233,705
2022	166,630	67,075	233,705	233,705	233,705	233,705
2023	173,827	59,877	233,704	233,704	233,704	233,704
2024-2028	988,454	180,069	1,168,523	1,168,523	1,168,523	1,168,523
2029	224,028	9,676	233,704	233,704	233,704	233,704
	\$ 2,012,565	558,185	2,570,750	-	-	2,570,750

* As stated above, the Operations Fee increases, if any, will be determined for each year based on current conditions. Therefore, the future maturities of the Operations Fee are subject to change and not presented here. The operations fee for 2018 was \$ 34,510.

In addition, if the operating costs of the Center exceed Center revenue, the deficit is split equally between the District and the University. The deficit funding revenue recognized from the University for their portion of the 2018 deficit was \$ 52,091 with a like amount contributed by the District from general funds. Furthermore, capital improvements made to the Center are also shared equally between the District and the University. The capital funding revenue recognized from the University for their portion of the 2018 capital costs was \$ 21,326.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

April 30, 2018

Note 18 - Contingent Liabilities

Accumulated Sick Leave: Sick leave benefits provide for ordinary sick pay and are cumulative but do not vest with employees and, therefore, are not accrued. Unvested accumulated sick leave of District employees at April 30, 2018, totaled \$ 1,299,788.

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB)

General Information about the OPEB Plan:

Plan description: The District's defined benefit OPEB plan provides OPEB for all permanent full-time employees of the District. The Plan is a single-employer defined benefit OPEB plan administered by the District. The authority to establish and amend the benefit terms and financing requirements rests with the District Board of Trustees. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided: The District's Plan provides healthcare and dental insurance benefits for retirees and their dependents. The benefit terms provide for the continuance of medical, prescription drug and dental insurance benefits for retired employees and their spouses under 65 years of age who were participating in the District's healthcare plan at the time of their retirement by allowing them to remain in the District's healthcare plan after retirement. Once retirees reach 65 years of age, they are eligible for Medicare enrollment and are no longer eligible to participate in the District's health insurance program. Substantially all of the District's employees may become eligible for those benefits if they reach normal retirement age while working for the District. The retirees pay 100% of the required premium, which is equal to the employee and employer costs for each plan year. Amounts paid by retirees are recorded as revenue when received, and the premium paid by the District is recorded as expenditures when paid. The benefits, benefit levels, employee contributions, and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the District's governmental activities.

Employees covered by benefit terms: At May 1, 2017, the following employees were covered by the benefit terms:

Active plan members	92
Inactive employees entitled to but not receiving benefit payments	-
Inactive employees or beneficiaries currently receiving benefit payments	6
Total	98

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB), continued

Funding Policy: The District is not required to, and currently does not, advance fund the cost of benefits that will become due and payable in the future. The required contribution is based on projected pay-as-you-go financing requirements with an additional amount to pre-fund benefits as determined annually. Expenditures for these insurance premiums are prorated between the general fund and other funds where the personnel are located. All retirees contribute 100% of the blended premium to the plan to cover the cost of providing the benefits to the retirees via the insured plan (pay as you go). For the fiscal year ended April 30, 2018, retirees contributed \$ 69,337. Active employees do not contribute to the plan until retirement.

Total OPEB Liability: The District's total OPEB liability of \$ 312,197 was measured as of April 30, 2017, and was determined by an actuarial valuation as of May 1, 2017.

Actuarial assumptions and other inputs. The total OPEB liability in the May 1, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.5 percent
Salary increases	2.0 percent, average, including inflation
Healthcare cost trend rates	7.5 percent for 2017, decreasing 0.15 percent per year to an ultimate rate of 4.5 percent for 2036 and later years
Retirees share of benefit-related costs	100 percent of projected health insurance premiums for retirees

The discount rate of 3.75% was based on the S&P Municipal Bond 20-year High Grade Rate Index.

Mortality rates were based on the RP-2014 Combined Healthy Mortality Table for Males or Females, as appropriate, backed off to 2006 and projected generationally with Scale MP-2016.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB), continued

Changes in the Total OPEB Liability:

Balance at April 30, 2017	Total OPEB Liability
	\$ 287,379
Changes for the year:	
Service cost	10,279
Interest	8,736
Changes of benefit terms	-
Differences between expected and actual experience	39,928
Changes in assumptions or other inputs	(39,928)
Benefit payments	5,803
Changes in assumptions	-
Net changes	24,818
Balance at April 30, 2018	\$ 312,197

Changes of assumptions and other inputs reflect a change in the discount rate from 3.04 percent in 2018 to 3.58 percent in 2019.

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-percentage-point lower or 1-percentage-point higher, than the current discount rate:

	1% Decrease (2.58%)	Discount Rate (3.58%)	1% Increase (4.58%)
Total OPEB liability	\$ 334,784	312,197	291,555

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB), continued

Changes in the Total OPEB Liability, continued:

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-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease (6.5% decreasing to 3.50%)	Healthcare Cost Trend Rates (7.50% decreasing to 4.50%)	1% Increase (8.50% decreasing to 5.50%)
Total OPEB liability	\$ 286,672	312,197	342,344

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB: For the year ended April 30, 2018, the District recognized OPEB expense of \$ 24,818. At April 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions after the measurement date	\$ -	-
Changes of assumptions or other inputs	5,803	-
Total	\$ 5,803	-

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Year ended April 30:
2019	\$ 411
2020	411
2021	411
2022	411
Thereafter	3,337

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 20 - Beneficial Interest in Trust

The District was one of twelve beneficiaries of the Bruce A. Swartz Trust and has an irrevocable right to receive annually the income of the trust's assets as earned. The trust was a separate and distinct legal entity with all trust assets held by a third party that was not controlled by the District or its board of commissioners. During the year, the District received \$ 314,164 of income distributions from the trust constituting the final distribution from the trust.

Note 21 - Intergovernmental Agreement

During 2013, the District entered into a ten-year intergovernmental agreement and from year to year thereafter unless terminated by either party with the City of Decatur to develop the Decatur Lakefront with cultural, educational and recreational facilities and activities. The general terms of the agreement focus on a cooperative effort between the two entities to finance, operate and maintain future projects to enhance the development, with separate and supplemental agreements to provide specific details as each phase is begun.

During 2017, the Park District entered into an agreement with the City of Decatur to split costs related to design and construction fees for the construction of a new amphitheater. The total agreed cost for this phase was \$ 363,700, with both the Park District and City of Decatur agreeing to pay 50% each. Total costs incurred to date as of April 30, 2018 were \$ 314,510, resulting in \$ 157,255 due from the City of Decatur for their share of the costs. As of April 30, 2018, \$ 132,144 has been received from the City, with \$ 25,111 still due.

Note 22 - Tax Abatements

Tax abatements, as defined by Governmental Accounting Standards Board ("GASB") Statement No. 77, *Tax Abatement Disclosures* ("GASB 77"), are agreements between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues.

Enterprise Zone Credits: Enterprise zone credits are available to local businesses under the state Economic Development Opportunity Act of 2016. Under the Act, localities may grant property tax abatements of business' property tax bills for the purpose of attracting or retaining businesses within their jurisdictions and certified by the State of Illinois. The total estimated net reduced property tax resulting from Enterprise Zone abatements for the 2018 assessment year was \$ 456,558, of which the portion abated from District revenues is \$ 21,539.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 23 - Restatement of Net Position

Change in Accounting Principle: In 2018, the District adopted Government Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

The new standard requires the District to recognize a liability in its government-wide financial statements for the postemployment benefits other than pensions (other postemployment benefits or OPEB).

The governmental fund financial statements are not affected by the new standards. OPEB expenditures in the governmental funds continue to be recognized equal to the total of: a) benefit amounts paid by the District, net of inactive employee contributions, and b) the change between the beginning and ending balances of amounts for contributions currently payable. The beginning net position reported in the government-wide financial statements has been restated to reflect the new guidance.

Note 24 - Subsequent Events

The District has evaluated subsequent events through October 15, 2018, the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
GENERAL FUND (Continued)
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 1,233,438	1,222,682	(10,756)
Replacement taxes	356,468	328,199	(28,269)
Charges for merchandise and services	97,074	84,102	(12,972)
Lease and rental income	114,474	109,924	(4,550)
Donations	11,500	329,996	318,496
Other	58,838	52,223	(6,615)
Operation fee	233,704	233,705	1
Investment income	13,700	39,260	25,560
Total revenues	2,119,196	2,400,091	280,895
Expenditures:			
General government:			
Administrative office	656,559	636,575	19,984
Culture and recreation:			
Fairview Park	50,106	45,034	5,072
Nelson Park and Marina	44,058	39,215	4,843
East Side Parks	241,196	225,614	15,582
West Side Parks	283,477	278,620	4,857
All other parks	540,415	485,266	55,149
Mueller Stop	15,316	13,127	2,189
Arts and Recreation Center	247,728	243,553	4,175
Capital outlay	1,650	1,477	173
Total expenditures	2,080,505	1,968,481	112,024
Excess of revenues over expenditures	38,691	431,610	392,919

(Continued)

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
GENERAL FUND (Continued)
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Other financing sources (uses):			
Operating transfers in	123,681	125,857	2,176
Operating transfers out	(199,572)	(374,795)	(175,223)
Proceeds from sale of property	38,000	19,463	(18,537)
Total other financing sources (uses)	(37,891)	(229,475)	(191,584)
Net change in fund balance	\$ 800	202,135	201,335
Budgetary fund balance, beginning of year		2,404,222	
Budgetary fund balance, end of year		\$ 2,606,357	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
CAPITAL PROJECTS FUND
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Revenues:			
Donations	\$ 6,555,550	1,564,371	(4,991,179)
Capital contribution		10,865	10,865
Other	381,814	273,785	(108,029)
Grants	2,496,364	5,288	(2,491,076)
Investment income	115,396	144,494	29,098
Total revenues	9,549,124	1,998,803	(7,550,321)
Expenditures:			
General government - other	8,000	2,821	5,179
Capital outlay	27,147,359	6,737,496	20,409,863
Debt services:			
Principal	1,490,000	1,490,000	
Interest	406,266	616,218	(209,952)
Bond issuance costs	48,000	46,891	1,109
Total expenditures	29,099,625	8,893,426	20,206,199
Excess (deficiency) of revenues over (under) expenditures	(19,550,501)	(6,894,623)	12,655,878
Other financing sources (uses):			
Bond proceeds	4,910,000	4,747,350	(162,650)
Operating transfers in	61,000	77,215	16,215
Total other financing sources (uses)	4,971,000	4,824,565	(146,435)
Net change in fund balance	\$(14,579,501)	(2,070,058)	12,509,443
Budgetary fund balance, beginning of year		16,067,347	
Budgetary fund balance, end of year		\$ 13,997,289	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
GOLF COURSE FUND
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Revenues:			
Golf car rental	\$ 535,000	456,282	(78,718)
Charges for merchandise and services:			
Scovill golf fees	262,976	259,697	(3,279)
Hickory Point golf fees	454,338	394,190	(60,148)
Red Tail golf fees	483,674	409,394	(74,280)
Scovill banquet facility income	94,800	93,091	(1,709)
Scovill pro shop income	20,000	31,487	11,487
Hickory Point banquet facility income	273,925	215,372	(58,553)
Hickory Point pro shop income	62,500	54,840	(7,660)
Red Tail pro shop income	100,000	108,187	8,187
Catering income	26,775	49,623	22,848
Junior golf income	6,800	7,337	537
Donations	14,950	13,819	(1,131)
Sponsorships	70,631	63,772	(6,859)
Other	3,900	6,854	2,954
Investment income	600	276	(324)
Total revenues	2,410,869	2,164,221	(246,648)

DECATUR PARK DISTRICT
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
 MUSEUM FUND
 Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 246,688	244,537	(2,151)
Charges for merchandise and services:			
Zoo admissions and fees	558,301	512,207	(46,094)
Gift shop income	98,250	93,041	(5,209)
Concessions	79,400	72,333	(7,067)
Membership fees	40,850	42,453	1,603
Education program	25,300	22,375	(2,925)
Lease and rental income	18,025	18,728	703
Grant income	1,500	1,500	
Donations	73,470	74,619	1,149
Sponsorships	17,000	15,750	(1,250)
Investment income	100	385	285
Other	3,552	5,275	1,723
Total revenues	1,162,436	1,103,203	(59,233)

Expenditures:			
Culture and recreation:			
Payroll	746,796	772,253	(25,457)
Maintenance	42,843	50,581	(7,738)
Gift shop and concessions	59,300	53,745	5,555
Utilities	96,967	100,742	(3,775)
Education programs	3,800	4,501	(701)
Contractual services	1,970	3,763	(1,793)
Other	48,121	49,716	(1,595)
Health insurance	131,710	124,400	7,310
Supplies	69,095	79,562	(10,467)
Marketing and special events	27,500	18,983	8,517
Capital outlay	12,277	13,168	(891)
Total expenditures	1,240,379	1,271,414	(31,035)

Excess (deficiency) of revenues over (under) expenditures	(77,943)	(168,211)	(90,268)
Other financing sources (uses):			
Operating transfers in	72,520	173,044	100,524
Operating transfers out	(5,754)	(4,833)	921
Total other financing sources (uses)	66,766	168,211	101,445
Net change in fund balance	\$ (11,177)	-	11,177
Budgetary fund balance (deficit), beginning of year		(68,315)	
Budgetary fund balance (deficit), end of year		\$ (68,315)	

DECATUR PARK DISTRICT
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
 GOLF COURSE FUND (Continued)
 Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Expenditures:			
Culture and recreation:			
Scovill Golf Course	346,347	358,204	(11,857)
Hickory Point Golf Course	671,742	633,247	38,495
Red Tail Run Golf Course	744,989	726,354	18,635
Scovill Banquet Facility	136,549	121,053	15,496
Hickory Point Banquet Facility	263,062	236,469	26,593
Other	64,091	63,975	116
Golf cars	61,063	62,706	(1,643)
Junior Golf	10,873	10,193	680
Catering service	29,351	43,988	(14,637)
Attorney fees	12,000	11,280	720
Marketing	25,190	19,241	5,949
Capital outlay	1,000	1,190	(190)
Total expenditures	2,366,257	2,287,900	78,357

Excess (deficiency) of revenues over (under) expenditures	44,612	(123,679)	(168,291)
Other financing sources (uses):			
Operating transfer in	142,767	142,767	
Operating transfers out	(44,354)	258	(44,612)
Proceeds from sale of property	25,266	25,266	
Total other financing sources (uses)	(44,612)	123,679	168,291
Net change in fund balance	\$ -	-	-
Budgetary fund balance (deficit), beginning of year		(534,500)	
Budgetary fund balance (deficit), end of year		\$ (534,500)	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
AIRPORT CORPORATE FUND
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 616,719	611,342	(5,377)
Charges for merchandise and services:			
Customs	149,900	124,166	(25,734)
Passenger facility charges	37,000	31,702	(5,298)
Security fee	5,700	5,700	
Fuel flowage fee	16,000	7,427	(8,573)
Landing fees	31,200	39,725	8,525
Lease and rental income:			
Hangar rental	157,000	144,720	(12,280)
Automobile rental	58,000	54,407	(3,593)
Fixed base operations lease	11,550	11,550	
Land rental	88,100	88,108	8
Terminal building rental	46,280	56,099	9,819
Rental	46,512	27,132	(19,380)
Grants	1,234,555	132,000	(1,102,555)
Sponsorships	25,000	18,050	(6,950)
Other	8,200	12,337	4,137
Farming operations	293,526	300,197	6,671
Investment income	2,000	16,482	14,482
Total revenues	2,827,242	1,681,144	(1,146,098)

(Continued)

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
AIRPORT CORPORATE FUND (Continued)
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Expenditures:			
Public works and transportation:			
Airport shop	132,232	114,200	18,032
Building 900	22,396	20,853	1,543
Grounds maintenance	167,803	166,353	1,450
Airport administrative costs	529,589	505,578	24,011
Terminal building maintenance	145,233	130,544	14,689
Farming	17,508	14,933	2,575
Drives and parking areas	7,039	5,124	1,915
Snow removal	20,000	17,630	2,370
Airport rescue firefighters	228,381	274,412	(46,031)
Security	52,500	52,629	(129)
Customs	152,323	147,269	5,054
Runways and taxiways	26,601	23,219	3,382
T-hangar	16,260	13,887	2,373
Other	5,308	3,521	1,787
Capital outlay	1,691,044	333,884	1,357,160
Total expenditures	3,214,217	1,824,036	1,390,181
Excess (deficiency) of revenues over (under) expenditures	(386,975)	(142,892)	244,083
Other financing sources (uses):			
Operating transfers out	(5,325)	(5,319)	6
Total other financing sources (uses)	(5,325)	(5,319)	6
Net change in fund balance	\$ (392,300)	(148,211)	244,089
Budgetary fund balance, beginning of year		1,873,199	
Budgetary fund balance, end of year		\$ 1,724,988	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
RECREATION FUND (Continued)
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 616,719	611,342	(5,377)
Replacement taxes	113,112	104,142	(8,970)
Grants:			
Summer Lunch Program	105,000	107,968	2,968
Other program grants	9,500	10,423	923
Charges for merchandise and services:			
Aquatics admission and other fees	103,420	108,298	4,878
Athletic fees	476,190	548,561	72,371
Cultural arts fees	195,570	194,211	(1,359)
Senior citizens program fees	6,500	6,762	262
Tennis fees	7,738	8,870	1,132
Concessions	68,770	69,030	260
Rentals	31,795	26,075	(5,720)
Donations	58,000	48,666	(9,334)
Sponsorship	81,250	108,115	26,865
Farm operations	2,800	5,881	3,081
Other	6,200	9,394	3,194
Investment income	750	5,653	4,903
Total revenues	1,883,314	1,973,391	90,077

(Continued)

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
RECREATION FUND (Continued)
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Expenditures:			
Culture and recreation:			
Recreation programs administration	398,878	411,763	(11,885)
Health insurance	88,574	86,567	2,007
Athletics	732,530	785,025	(52,495)
Cultural arts	254,358	225,005	29,353
Aquatics	132,170	123,811	8,359
Senior citizens programs	44,848	50,709	(5,861)
Tennis	30,473	28,926	1,547
Other programs	6,690	6,644	46
Parks/playground program	30,700	31,097	(397)
Special events	72,081	64,982	7,099
Education camp programs	6,000	5,552	448
Summer lunch program	130,269	130,212	57
Property tax expense	7,300	7,018	282
Capital outlay	10,517	6,383	4,134
Total expenditures	1,946,388	1,963,694	(17,306)
Excess (deficiency) of revenues over (under) expenditures	(63,074)	9,697	72,771
Other financing sources (uses):			
Operating transfers in	94,000	112,688	18,688
Operating transfers out	(30,926)	(92,678)	(61,752)
Total other financing sources (uses)	63,074	20,010	(43,064)
Net change in fund balance	\$ -	29,707	29,707
Budgetary fund balance, beginning of year		423,979	
Budgetary fund balance, end of year		\$ 453,686	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL - PARK DEBT SERVICE FUND
Year ended April 30, 2018

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 4,700,542	4,706,215	5,673
Investment income	1,500	16,657	15,157
Total revenues	4,702,042	4,722,872	20,830
Expenditures:			
Debt service:			
Other	278		(278)
Principal	4,625,000	4,625,000	
Interest	75,541	75,542	(1)
Total expenditures	4,700,541	4,700,820	(279)
Excess of revenues over expenditures	\$ 1,501	22,052	20,551
Budgetary fund balance, beginning of year		3,799	
Budgetary fund balance, end of year		\$ 25,851	

DECATUR PARK DISTRICT

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
LAST 10 FISCAL YEARS**

	2017	2016	2015
Calendar Year Ended December 31			
Total Pension Liability			
Service Cost	\$ 468,419	485,759	479,911
Interest on the Total Pension Liability	2,264,520	2,203,668	2,136,922
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(16,299)	(94,046)	(78,437)
Changes of Assumptions	(914,190)	(34,310)	34,467
Benefit Payments, including Refunds of Employee Contributions	(1,898,457)	(1,662,076)	(1,631,167)
Net Change in Total Pension Liability	(96,007)	898,995	941,696
Total Pension Liability - Beginning	30,908,617	30,009,622	29,067,926
Total Pension Liability - Ending (A)	30,812,610	30,908,617	30,009,622
Plan Fiduciary Net Position			
Contributions - Employer	447,818	527,268	532,827
Contributions - Employees	213,214	206,600	210,128
Net Investment Income	5,285,287	1,893,435	1,41,993
Benefit Payments, including Refunds of Employee Contributions	(1,898,457)	(1,662,076)	(1,631,167)
Other (Net Transfer)	(753,968)	215,582	(263,761)
Net Change in Plan Fiduciary Net Position	3,293,894	1,180,809	(1,009,980)
Plan Fiduciary Net Position - Beginning	29,013,437	27,832,628	28,842,608
Plan Fiduciary Net Position - Ending (B)	\$ 32,307,331	29,013,437	27,832,628
Net Pension Liability - Ending (A) - (B)	(1,494,721)	1,895,180	2,176,994
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	104.85%	93.87%	92.75%
Covered Valuation Payroll	4,723,813	4,559,151	4,669,513
Net Pension Liability as a Percentage of Covered Valuation Payroll	(31.64)%	41.57%	46.62%

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

DECATUR PARK DISTRICT

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
LAST TEN FISCAL YEARS**

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2015	\$ 482,828	532,827	(49,999)	4,669,513	11.41%
2016	452,268	527,268	(75,000)	4,559,151	11.57%
2017	447,817*	447,818	(1)	4,723,813	9.48%

* Estimated based on contribution rate of 9.48% and covered valuation payroll of \$ 4,723,813.

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

DECATUR PARK DISTRICT

SCHEDULE OF CHANGES IN NET OTHER POST EMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS
April 30, 2018

Total OPEB Liability (TOL) Change	
Service cost	\$ 10,279
Interest	8,736
Experience (gain) loss	5,803
Assumption changes	39,928
Employee contributions	(39,928)
Benefit payments	
Net change in TOL	24,818
TOL, beginning of year	287,379
TOL, end of year	\$ 312,197

Net OPEB Liability (NOL) Information

NOL	\$ 312,197
FNP as percent of TOL	0.00%
Covered payroll	\$ 4,215,231
NOL as percent of payroll	7.41%

Note to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

DECATUR PARK DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2018

Note 1 - Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2017 Contribution Rate *

Valuation Date:

Notes

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2016 Contribution Rates:

Actuarial Cost Method:

Aggregate entry age normal

Amortization Method:

Level percentage of payroll, closed

Remaining Amortization Period:

26-year closed period

Asset Valuation Method:

5-year smoothed market; 20% corridor

Price Growth:

3.5%

Salary Increases:

2.75%, approximate; No explicit price inflation assumption is used in this valuation.

Investment Rate of Return:

3.75% to 14.50%, including inflation

Retirement Age:

7.50%

Mortality:

Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.
For non-disabled retirees, and IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuity Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes:

There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2015, actuarial valuation.

DECATUR PARK DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2018

Note 2 - OPEB Liability Changes in Assumptions

Changes of benefit terms - Benefit terms were not changed during 2018.

Change of assumptions - Actuarial gains and losses are being amortized as required by GASBS 75. The discount rate was updated to 3.58%. The impact of the ACA excise tax on high-cost healthcare plans was estimated and updated.

There are no assets in a trust compliant with GASB codification P22.101 or P52.101 to pay related benefits.

DECATUR PARK DISTRICT
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
 April 30, 2018

	Special Revenue Funds							
	Paving and Lighting Fund	Nelson Park Fund	Indoor Sports Center Fund	Retirement/ Social Security Fund	Liability Insurance Fund	Audit Fund	Police Fund	Scovill Zoo Trust Fund
ASSETS								
Cash	\$135,897	30,345	94,598	740,186	506,012	1,578	212,932	151
Investments				6,846	116,902		2,053	909,783
Accounts receivable			58,879	58,689				
Other			939			1,382		1,985
Due from other funds								
TOTAL ASSETS	135,897	30,345	154,416	805,721	622,914	2,960	214,985	911,919
LIABILITIES								
Accounts payable	6,414		22,361	31,114	152,792		5,905	
Accrued expenses	6,756		29,397	(16)	7,897		12,678	
Unearned revenue	1,575		102,658					
Due to other funds								9,991
Total liabilities	-	14,745	154,416	31,098	160,689	-	18,583	9,991
FUND BALANCES								
Restricted	135,897			774,623	462,225	2,960		901,928
Unrestricted:								
Assigned		15,600					196,402	
Total fund balances	135,897	15,600	-	774,623	462,225	2,960	196,402	901,928
TOTAL LIABILITIES AND FUND BALANCES	\$135,897	30,345	154,416	805,721	622,914	2,960	214,985	911,919

SUPPLEMENTAL FINANCIAL INFORMATION

(Continued)

DECATUR PARK DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 Year ended April 30, 2018

	Special Revenue Funds						
	Paving and Lighting Fund	Nelson Park Fund	Indoor Sports Center Fund	Retirement/ Social Security Fund	Liability Insurance Fund	Audit Fund	Police Fund
Revenues:							
Property taxes	\$ 41,001			706,630	719,668	41,001	203,782
Charges for merchandise and services		340,680	779,511				
Lease and rental income		29,830	49,702				
Donations		4,500	17,461				20,000
Sponsorships		3,050	12,781				
Other		50	11,487		1,500		5,787
Replacement taxes				107,815			
Grants			1,000				
Investment income	1,473	765	851	8,719	7,402	10	2,488
Total revenues	42,474	378,875	872,793	823,164	728,570	41,011	232,057

	Special Revenue Funds						
	Paving and Lighting Fund	Nelson Park Fund	Indoor Sports Center Fund	Retirement/ Social Security Fund	Liability Insurance Fund	Audit Fund	Police Fund
Expenditures:							
Current:							
Culture and recreation							313
General government		361,891	929,421				
Public works/transportation				847,069	672,901	41,200	
Public safety					37,445		238,792
Capital outlay		534	574		1,901		633
Total expenditures	-	362,425	929,995	847,069	712,247	41,200	239,425

Excess (deficiency) of revenues over (under) expenditures	42,474	16,450	(57,202)	(23,905)	16,323	(189)	(7,368)	9,990
Other financing sources (uses):								
Operating transfers in			63,341			1,382		
Operating transfers out	(41,215)	(937)	(6,139)		(3,000)		(10,000)	(9,990)

Total other financing sources (uses)	(41,215)	(937)	57,202	-	(3,000)	1,382	(10,000)	(9,990)
Net change in fund balances	1,259	15,513	-	(23,905)	13,323	1,193	(17,368)	-
Fund balances, beginning of year	134,638	87		798,528	448,902	1,767	213,770	901,928
Fund balances, end of year	\$ 135,897	15,600	-	774,623	462,225	2,960	196,402	901,928

(Continued)
- 85 -

DECATUR PARK DISTRICT
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS (Continued)
 April 30, 2018

	Special Revenue Funds			Capital Projects Funds		Total Nonmajor Governmental Funds
	Scovill Zoo/ Dog Park Trust Fund	Special Recreation Association Fund	Airport Debt Service Fund	Park Redevelopment Fund	Total	
ASSETS						
Cash	\$ 724,452	427,911	2,874,062	53,975	1,300	2,929,337
Investments	639,277	3,287	1,678,148	339		1,678,487
Accounts receivable		50	117,618		3,300	120,918
Other	141		2,126			2,126
Due from other funds			2,321	110,540		112,861
TOTAL ASSETS	1,363,870	431,248	4,674,275	54,314	115,140	4,843,729

LIABILITIES						
Accounts payable	3,823	222,409		9,319		231,728
Accrued expenses	5,709	62,421				62,421
Unearned revenue	10,504	114,737				114,737
Due to other funds	9,034	3,791	22,816			22,816
Total liabilities	9,034	23,827	422,383	-	9,319	431,702

FUND BALANCES						
Restricted	1,354,836	407,421	4,039,890	54,314		4,094,204
Unrestricted: Assigned			212,002	105,821		317,823
Total fund balances	1,354,836	407,421	4,251,892	54,314	105,821	4,412,027

TOTAL LIABILITIES AND FUND BALANCES						
	\$ 1,363,870	431,248	4,674,275	54,314	115,140	4,843,729

(Continued)
- 84 -

DECATUR PARK DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS (Continued)
Year ended April 30, 2018

	Special Revenue Funds			Capital Projects Funds		Total Nonmajor Governmental Funds
	Scovill Zoo/ Dog Park Trust Fund	Special Recreation Association Fund	Airport Service Fund	Park Redevelopment Fund		
Revenues:						
Property taxes	\$	326,048	2,038,130			2,038,130
Charges for merchandise and services		21,089	1,141,280			1,141,280
Lease and rental income			79,532	24,880		104,412
Donations	540,484	12,338	594,783	1,500		596,283
Sponsorships			15,831			15,831
Other		25	18,849	4,241		23,090
Replacement taxes			107,815			107,815
Grants	9,784	4,492	1,000			1,000
Investment income		46,287	387	919		47,593
Total revenues	550,268	363,992	4,043,507	387	31,340	4,075,434
Expenditures:						
Current:						
Culture and recreation			1,466,111			1,466,111
General	750	173,736	1,561,170	22,604		1,583,774
Government						
Public works/ transportation			276,237			276,237
Public safety			41,416	7,584		49,000
Capital outlay		37,774				
Total expenditures	750	211,510	3,344,934	30,188		3,375,122
Excess (deficiency) of revenues over (under) expenditures	549,518	152,482	698,573	1,352		700,312
Other financing sources (uses):						
Operating transfers in			64,723			64,723
Operating transfers out	(9,034)	(94,000)	(174,315)			(174,315)
Total other financing sources (uses)	(9,034)	(94,000)	(109,592)	-		(109,592)
Net change in fund balances	540,484	58,482	588,981	387	1,352	590,720
Fund balances, beginning of year	814,352	348,939	3,662,911	53,927	104,469	3,821,307
Fund balances, end of year	\$ 1,354,836	407,421	4,251,892	54,314	105,821	4,412,027

DECATUR PARK DISTRICT

SCHEDULE OF PASSENGER FACILITY CHARGE REVENUES AND EXPENDITURES For the Period May 1, 2017 through April 30, 2018

	Date Originally Approved	Original Amount Approved	Cumulative Total - June 1, 2006 to April 30, 2017
Revenues:			
Passenger Facility Charge		\$ 732,628	265,618
Expenditures:			
Decatur Airport:			
Runway 30 Extension and Overlay	06/01/2006	137,661	137,661
Runway 6/24 and 12/30 Intersection	06/01/2006	5,304	5,304
Install Airfield Signage	06/01/2006	979	979
Land Acquisition, Parcel 16A	06/01/2006	7,381	7,381
Land Acquisition, Parcel 17A	06/01/2006	20,323	20,323
Land Acquisition, Parcel 1.8A	06/01/2006	500	500
Survey for Land Acquisition	06/01/2006	82,803	82,803
Runway 30 Extension	06/01/2006	60,963	60,963
Widen Taxiway F to 75 Feet	06/01/2006	36,966	36,966
Rehabilitate Terminal Apron, Phase 1	06/01/2006	53,206	53,206
Airport Layout Plan	06/01/2006	118,946	118,946
Overlay Runway 6/24 (Partial)	06/01/2006	19,306	19,306
Overlay/Widen Aircraft Rescue Fire Fighting Building Pavements	06/01/2006	33,958	33,958
Rehabilitate Terminal Apron, Phase 2	06/01/2006	20,880	20,880
Rehabilitate Runway 12/30, Phase 1	06/01/2006	15,733	15,733
Rehabilitate Runway 12/30, Phase 2	06/01/2006	106,125	106,125
Rehabilitate Runway 12/30, Phase 3	06/01/2006	4,541	4,541
Land Acquisition, Parcel 15	06/01/2006	3,017	3,017
Land Acquisition, Parcel 16	06/01/2006	2,191	2,191
Land Acquisition, Parcel 35	06/01/2006	1,845	1,845
Land Acquisition, Parcel 36	06/01/2006		
Total amount approved		\$ 732,628	732,628
Total expenditures			\$ (467,010)
Expended Passenger Facility Charges			

	Quarter Ended July 31, 2017	Quarter Ended October 31, 2018	Quarter Ended January 31, 2018	Quarter Ended April 30, 2018	Quarter Ended April 30, 2018	Cumulative Total - June 1, 2006 to April 30, 2018
9	19,175	66	12,452	31,702	31,702	297,320
						137,661
						5,304
						979
						7,381
						20,323
						500
						82,803
						60,963
						36,966
						53,206
						118,946
						19,306
						33,958
						20,880
						15,733
						106,125
						4,541
						3,017
						2,191
						1,845
						732,628
9	19,175	66	12,452	31,702	31,702	(435,308)

ADDITIONAL INFORMATION

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
PAYING AND LIGHTING FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 41,115	41,001	(114)
Investment income	100	1,473	1,373
Total revenues	41,215	42,474	1,259
Other financing sources (uses):			
Operating transfers out	(41,215)	(41,215)	
Net change in fund balance	\$ -	1,259	1,259
Budgetary fund balance, beginning of year		134,638	
Budgetary fund balance, end of year		\$ 135,897	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
NELSON PARK FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Charges for merchandise and services:			
Mini golf admissions and fees	\$ 188,800	216,057	27,257
Ropes course admissions and fees	99,000	104,404	5,404
Dog park fees	4,000	4,027	27
Concessions and rentals	19,655	16,192	(3,463)
Lease and rental income	27,412	29,830	2,418
Donations	4,500	4,500	
Sponsorships	2,000	3,050	1,050
Investment income	50	765	715
Other	50	50	
Total revenues	345,417	378,875	33,458
Expenditures:			
Culture and recreation:			
Payroll	215,628	219,548	(3,920)
Maintenance	13,984	6,852	7,132
Gift shop and concessions	5,515	7,047	(1,532)
Utilities	56,369	52,109	4,260
Contractual services	21,061	23,338	(2,277)
Other	8,154	11,128	(2,974)
Health insurance	27,355	25,783	1,572
Supplies	7,500	8,045	(545)
Marketing and special events	13,000	8,041	4,959
Capital outlay	650	534	116
Total expenditures	369,216	362,425	6,791
Excess (deficiency) of revenues over (under) expenditures	(23,799)	16,450	40,249
Other financing sources (uses):			
Operating transfers in	24,756	(937)	(24,756)
Operating transfers out	(937)	20	20
Total other financing sources (uses)	23,799	(937)	(24,736)
Net change in fund balance	\$ -	15,513	15,513
Budgetary fund balance, beginning of year		87	
Budgetary fund balance, end of year		\$ 15,600	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
INDOOR SPORTS CENTER FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Charges for merchandise and services:			
Recreation program fees	\$ 218,639	204,024	(14,615)
Millikin deficit funding	36,133	52,091	15,958
Camp and child care fees	127,400	152,928	25,528
Daily admissions	40,200	41,326	1,126
Annual pass	295,500	280,144	(15,356)
Golf fees	10,000	9,342	(658)
Millikin operations fee	34,623	34,510	(113)
Vending machines	5,200	5,146	(54)
Rentals	58,220	49,702	(8,518)
Grants		1,000	1,000
Donations	19,100	17,461	(1,639)
Sponsorship	16,800	12,781	(4,019)
Other	13,500	11,487	(2,013)
Investment income	50	851	801
Total revenues	875,365	872,793	(2,572)
Expenditures:			
Culture and recreation:			
Payroll	547,648	549,243	(1,595)
Professional services	20,940	20,348	592
Marketing	11,350	11,876	(526)
Printing and publications	10,980	8,964	2,016
Other	67,590	73,642	(6,052)
Utilities	96,596	105,922	(9,326)
Supplies	53,989	58,613	(4,624)
Maintenance	17,950	13,742	4,208
Health insurance	92,113	87,071	5,042
Capital outlay	2,000	574	1,426
Total expenditures	921,156	929,995	(8,839)
Excess (deficiency) of revenues over (under) expenditures	(45,791)	(57,202)	(11,411)

(Continued)

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
INDOOR SPORTS CENTER FUND (Continued)
Year ended April 30, 2018

	Budget	Actual	Variance
Other financing sources (uses):			
Operating transfers in	51,133	63,341	12,208
Operating transfers out	(5,342)	(6,139)	(797)
Total other financing sources (uses)	45,791	57,202	11,411
Net change in fund balance	\$ -	-	-
Budgetary fund balance, beginning of year			
Budgetary fund balance, end of year		\$ -	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
ILLINOIS MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 740,683	706,630	(34,053)
Replacement taxes	117,102	107,815	(9,287)
Investment income	1,000	8,719	7,719
Total revenues	858,785	823,164	(35,621)
Expenditures:			
General government:			
IMRF and social security	928,228	847,069	81,259
Excess (deficiency) of revenues over (under) expenditures	\$ (69,543)	(23,905)	45,638
Budgetary fund balance, beginning of year		798,528	
Budgetary fund balance, end of year		\$ 774,623	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
LIABILITY INSURANCE FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 725,964	719,668	(6,296)
Other	1,500	1,500	
Investment income	800	7,402	6,602
Total revenues	728,264	728,570	306
Expenditures:			
General government:			
Insurance premiums	392,205	381,223	10,982
Risk management	165,403	166,464	(1,061)
Damages	13,695	1,722	11,973
Payroll	86,066	83,889	2,177
Environmental compliance	3,375	1,725	1,650
Printing and publications	100	29	71
Other	2,720	20,598	(17,878)
Supplies	17,500	17,251	249
Public safety:			
Swim pool safety management	42,200	37,445	4,755
Capital outlay	2,000	1,901	99
Total expenditures	725,264	712,247	13,017
Excess of revenues over expenditures	3,000	16,323	13,323
Other financing sources (uses):			
Operating transfers out	(3,000)	(3,000)	
Net change in fund balance	\$ -	13,323	13,323
Budgetary fund balance, beginning of year, as originally stated		448,902	
Budgetary fund balance, end of year		\$ 462,225	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
AUDIT FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 41,113	41,001	(112)
Investment income	5	10	5
Total revenues	41,118	41,011	(107)
Expenditures:			
General government:			
Audit	42,500	41,200	1,300
Total expenditures	42,500	41,200	1,300
Excess (deficiency) of revenue over (under) expenditures	(1,382)	(189)	1,193
Other financing sources (uses):			
Operating transfers in	1,382	1,382	
Net change in fund balance	\$ -	1,193	1,193
Budgetary fund balance, beginning of year		1,767	
Budgetary fund balance, end of year	\$ 2,960		

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
POLICE FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 205,573	203,782	(1,791)
Fines and fees	10,000	5,787	(4,213)
Donations	20,000	20,000	
Other			
Investment income	200	2,488	2,288
Total revenues	235,773	232,057	(3,716)
Expenditures:			
Public safety:			
Salaries of park patrol officers	160,605	159,376	1,229
Health insurance	51,880	49,040	2,840
Gasoline	11,063	11,012	51
Other	6,965	7,446	(481)
Vehicle maintenance	4,000	2,811	1,189
Professional fees	1,000	1,738	(738)
Supplies	2,390	1,833	557
Training	2,000	2,097	(97)
Uniforms	2,500	3,439	(939)
Capital outlay	2,000	633	1,367
Total expenditures	244,403	239,425	4,978
Excess (deficiency) of revenues over (under) expenditures	(8,630)	(7,368)	1,262
Other financing sources (uses):			
Operating transfers out	(10,000)	(10,000)	
Total other financing sources (uses)	(10,000)	(10,000)	
Net change in fund balance	(10,000)	(10,000)	
Budgetary fund balance, beginning of year	\$ (18,630)	(17,368)	1,262
Budgetary fund balance, end of year		213,770	
		\$ 196,402	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
SCOVILL ZOO / DOG PARK TRUST FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Investment income	\$ 6,000	10,303	4,303
Expenditures:			
Miscellaneous	500	313	187
Excess of revenues over expenditures	5,500	9,990	4,490
Other financing sources (uses):			
Operating transfers out	(5,500)	(9,990)	(4,490)
Net change in fund balance	\$ -	-	-
Budgetary fund balance, beginning of year		901,928	
Budgetary fund balance, end of year		\$ 901,928	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
SCOVILL ZOO / DOG PARK TRUST FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Donations	\$ 7,000	540,484	533,484
Investment income	5,000	9,784	4,784
Total revenues	12,000	550,268	538,268
Expenditures:			
Other	500	750	(250)
Excess of revenues over expenditures	11,500	549,518	538,018
Other financing sources (uses):			
Operating transfers out	(4,500)	(9,034)	(4,534)
Net change in fund balance	\$ 7,000	540,484	533,484
Budgetary fund balance, beginning of year		814,352	
Budgetary fund balance, end of year		\$ 1,354,836	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
SPECIAL RECREATION ASSOCIATION FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 328,917	326,048	(2,869)
Educational program fees	27,100	21,089	(6,011)
Donations	11,500	12,338	838
Investment income	250	4,492	4,242
Grants			
Other		25	25
Total revenues	<u>367,767</u>	<u>363,992</u>	<u>(3,775)</u>
Expenditures:			
Culture and recreation:			
Payroll	131,227	111,532	19,695
Health insurance	34,839	29,842	5,097
Supplies	9,373	6,464	2,909
Other	35,199	25,898	9,301
Capital outlay	63,029	37,774	25,255
Total expenditures	<u>273,767</u>	<u>211,510</u>	<u>62,257</u>
Excess of revenues over expenditures	<u>94,000</u>	<u>152,482</u>	<u>58,482</u>
Other financing sources (uses):			
Operating transfers out	<u>(94,000)</u>	<u>(94,000)</u>	
Net change in fund balance	<u>\$ -</u>	<u>58,482</u>	<u>58,482</u>
Budgetary fund balance, beginning of year		<u>348,939</u>	
Budgetary fund balance, end of year		<u>\$ 407,421</u>	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
AIRPORT DEBT SERVICE FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Investment income	\$ (50)	387	437
Total revenues	<u>(50)</u>	<u>387</u>	<u>437</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (50)</u>	<u>387</u>	<u>437</u>
Budgetary fund balance, beginning of year		<u>53,927</u>	
Budgetary fund balance, end of year		<u>\$ 54,314</u>	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
PARK REDEVELOPMENT FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Lease and rental	\$ 26,870	24,880	(1,990)
Investment income	75	919	844
Donations		1,500	1,500
Other	2,850	4,241	1,391
Total revenues	29,795	31,540	1,745
Expenditures:			
General government:			
Payroll	20,008	10,538	9,470
Maintenance	9,682	10,165	(483)
Utilities	105	1,901	(1,796)
Capital outlay		7,584	(7,584)
Total expenditures	29,795	30,188	(393)
Net change in fund balance	\$ -	1,352	1,352
Budgetary fund balance, beginning of year		104,469	
Budgetary fund balance, end of year		\$ 105,821	

DECATUR PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL -
SELF INSURANCE FUND
Year ended April 30, 2018

	Budget	Actual	Variance
Revenues:			
Insurance charges	\$ 106,140	113,332	7,192
Investment income	10	144	134
Total revenues	106,150	113,476	7,326
Expenditures:			
Employee insurance claims	106,150	94,978	11,172
Excess of revenues over expenditures	\$ -	18,498	18,498
Budgetary fund balance, beginning of year		25,618	
Budgetary fund balance, end of year		\$ 44,116	

**DECATUR PARK DISTRICT
SCHEDULE OF ASSESSED VALUATIONS, TAX LEVIES,
RATES AND EXTENSIONS
April 30, 2018**

	2017	2016	2015	Year of 2014
Equalized assessed valuation (thousands of dollars)	\$ 819,481	827,253	814,312	811,112
Tax Levies:				
Park Fund:				
Corporate	1,247,084	1,233,438	1,220,605	1,216,668
Bonds and Interest +1%	4,400,194	4,747,547	4,534,211	4,368,811
	5,647,278	5,980,985	5,754,816	5,585,479
Airport Fund - Corporate	602,757	616,719	607,801	543,019
Airport Fund - Bond and Interest	248,292			
Recreation Fund	623,542	616,719	608,803	608,334
Handicap/Joint Recreation Fund	332,556	328,917	324,194	324,445
Illinois Municipal Retirement Fund	310,791	300,579	397,237	373,040
Liability Insurance Fund	735,547	725,964	720,073	701,287
Museum Fund	249,417	246,688	243,120	243,334
Audit Fund	41,569	41,363	40,687	40,556
Police Fund	207,847	205,573	202,634	202,778
Social Security Fund	425,742	412,287	427,145	425,372
Paving and Lighting Fund	41,569	41,363	40,687	40,556
Total	\$ 9,466,907	9,517,157	9,367,197	9,088,200

OTHER SCHEDULES

(Continued)

DECATUR PARK DISTRICT
SCHEDULE OF ASSESSED VALUATIONS, TAX LEVIES,
RATES AND EXTENSIONS (Continued)
April 30, 2018

Levy	2013	2012	2011	2010	2009	2008
	828,178	855,081	902,154	907,203	911,266	898,229
	1,269,796	1,339,699	1,353,231	1,360,804	1,387,763	1,367,930
	4,298,157	4,204,520	3,809,797	3,659,320	4,083,074	4,006,275
	5,567,953	5,544,219	5,163,028	5,020,124	5,470,837	5,374,205
	592,571	643,056	669,850	627,278	693,882	683,965
	634,898	669,848	676,616	675,594	693,882	683,965
	338,612	357,253	292,478	289,767	288,654	273,586
	490,988	513,551	458,024	929,520	674,295	352,926
	682,304	744,873	725,422	330,163	650,398	674,846
	233,959	267,940	270,646	272,161	277,553	273,586
	42,327	44,657	45,108	45,360	46,259	45,598
	211,633	223,283	187,738	226,801	231,294	227,988
	454,919	455,498	435,921	440,218	434,833	428,618
	42,327	44,657	45,108	45,360	46,259	45,598
	9,312,491	9,508,835	9,381,592	9,415,398	9,508,146	9,374,881

	2017	2016	2015	Year of 2014
Tax Levy Rates (per \$100 of assessed valuation):				
Park Funds:				
Corporate	0.1500	0.1491	0.1499	0.1500
Bonds and Interest	0.5369	0.5739	0.5568	0.5386
	0.6869	0.7230	0.7067	0.6886
Airport Fund - Corporate	0.0736	0.0746	0.0746	0.0670
Airport Fund - Bond and Interest	0.0303			
Recreation Fund	0.0750	0.0745	0.0748	0.0750
Handicap/Joint Recreation Fund	0.0400	0.0398	0.0398	0.0400
Illinois Municipal Retirement Fund	0.0379	0.0363	0.0488	0.0460
Liability Insurance Fund	0.0898	0.0878	0.0884	0.0865
Museum Fund	0.0300	0.0298	0.0299	0.0300
Audit Fund	0.0050	0.0050	0.0050	0.0050
Police Fund	0.0520	0.0249	0.0249	0.0250
Social Security Fund	0.0520	0.0498	0.0525	0.0524
Paving and Lighting Fund	0.0050	0.0050	0.0050	0.0050
Total	1.1505	1.1505	1.1504	1.1205

Tax Extension:				
Park Funds:				
Corporate	\$ 1,229,222	1,233,434	1,220,572	1,216,668
Bonds and Interest	4,400,203	4,747,604	4,534,252	4,368,892
	5,629,425	5,981,038	5,754,824	5,585,560
Airport Fund - Corporate	602,810	616,717	607,803	543,039
Airport Fund - Bond and Interest	248,303			
Recreation Fund	614,611	616,717	608,780	608,334
Handicap/Joint Recreation Fund	327,792	328,916	324,259	324,445
Illinois Municipal Retirement Fund	310,829	300,541	397,303	373,111
Liability Insurance Fund	735,566	725,997	720,096	701,287
Museum Fund	245,844	246,687	243,134	243,334
Audit Fund	40,974	41,363	40,716	40,556
Police Fund	204,870	205,572	202,682	202,778
Social Security Fund	495,802	412,303	427,189	425,428
Paving and Lighting Fund	40,974	41,363	40,716	40,556
Total	\$ 9,427,800	9,517,214	9,367,522	9,088,428

DECATUR PARK DISTRICT
SCHEDULE OF LONG-TERM DEBT TO MATURITY
ALL BOND ISSUES
April 30, 2018

Date of issue	Park Bond Issues			
	Alternate Issue No. 22 2011C	Alternate Issue No. 32 2013B	Alternate Issue No. 38 2015C	Alternate Issue No. 44 2017
Original issue amount	\$ 4,000,000	6,495,000	2,300,000	4,625,000
Interest rates	2.5% - 4.0%	2.0% - 3.0%	3.00%	2.00% - 3.0%
Bonds outstanding at April 30, 2017	\$ 2,145,000	5,585,000	770,000	4,625,000
Issued	(505,000)	(215,000)	(770,000)	(4,625,000)
Retired				
Bonds outstanding at April 30, 2018	1,640,000	5,370,000	-	10,700,000
Interest paid	85,800	135,012	23,100	75,542
Bonds due during fiscal years ending:				
April 30, 2019	525,000	490,000		490,000
April 30, 2020	545,000	430,000		685,000
April 30, 2021	570,000	410,000		460,000
April 30, 2022		155,000		475,000
April 30, 2023		710,000		495,000
April 30, 2024		885,000		510,000
April 30, 2025		870,000		525,000
April 30, 2026		700,000		540,000
April 30, 2027		500,000		560,000
April 30, 2028		220,000		575,000
April 30, 2029				595,000
April 30, 2030				615,000
April 30, 2031				635,000
April 30, 2032				655,000
April 30, 2033				680,000
April 30, 2034				705,000
April 30, 2035				735,000
April 30, 2036				765,000
	\$ 1,640,000	5,370,000	-	10,700,000

Levy	2013	2012	2011	2010	2009	2008
0.1500	0.1500	0.1500	0.1500	0.1500	0.1500	0.1500
0.5190	0.4917	0.4223	0.4034	0.4480	0.4480	0.4460
0.6690	0.6417	0.5723	0.5534	0.5980	0.5980	0.5960
0.0716	0.0750	0.0743	0.0692	0.0750	0.0750	0.0750
0.0750	0.0750	0.0456	0.0565	0.0345	0.0345	0.0345
0.0400	0.0400	0.0324	0.0319	0.0317	0.0317	0.0305
0.0593	0.0601	0.0508	0.1025	0.0740	0.0393	0.0393
0.0824	0.0871	0.0804	0.0364	0.0714	0.0751	0.0751
0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050
0.0250	0.0250	0.0208	0.0250	0.0250	0.0250	0.0250
0.0549	0.0533	0.0483	0.0485	0.0477	0.0477	0.0477
0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050
1.1172	1.0972	1.0399	1.0379	1.0378	1.0378	1.0381
1,242,267	1,282,622	1,353,231	1,360,804	1,366,899	1,347,343	1,347,343
4,298,161	4,204,520	3,809,797	3,659,384	4,083,110	4,006,280	4,006,280
5,540,428	5,487,142	5,163,028	5,020,188	5,450,009	5,353,623	5,353,623
592,644	641,311	669,850	627,331	683,449	673,672	673,672
621,133	641,311	676,616	675,685	683,449	673,672	673,672
331,271	342,033	292,478	289,851	288,689	273,601	273,601
491,027	513,562	458,024	929,611	674,337	353,004	353,004
682,336	744,947	725,422	330,222	650,462	674,929	674,929
248,453	256,524	270,646	272,161	273,380	269,469	269,469
41,409	42,754	45,108	45,360	45,563	44,911	44,911
207,044	213,770	187,738	226,801	227,817	224,557	224,557
454,918	455,502	435,921	440,265	434,856	428,635	428,635
41,409	42,754	45,108	45,360	45,563	44,911	44,911
9,252,072	9,381,610	9,381,592	9,415,949	9,457,574	9,325,053	9,325,053

DECATUR PARK DISTRICT
SCHEDULE OF LEGAL DEBT MARGIN
April 30, 2018

	Park		Airport	
	Non-Referendum	Statutory	Non-Referendum	Statutory
2017 Equalized assessed valuation	\$ 819,480,863	819,480,863	819,480,863	819,480,863
Debt limit percent of assessed valuation	0.575	2.875	0.500	1.250
Legal debt limit	4,712,015	23,560,075	4,097,404	10,243,511
Total debt	21,981,350	21,981,350	476,000	476,000
Less bonds exempt from the debt limitation computation	(17,710,000)	(17,710,000)		
Total amount of debt applicable to debt limit	4,271,350	4,271,350	476,000	476,000
Legal debt margin	\$ 440,665	19,288,725	3,621,404	9,767,511

Note: Alternate Bonds under Illinois statute do not apply to any debt limitation so long as the debt service levies are abated annually.

Park Bond Issues	Airport Bond Issues		Total All Bond Issues
	Taxable Issue No. 20 2018C	Issue No. 49 2018A	
2/22/2018	287,350	476,000	32,867,350
3,984,000	287,350	476,000	32,867,350
2.41%	3.05%	2.23% - 2.33%	
3,984,000	287,350	476,000	23,825,000
			4,747,350
			(1,490,000)
			(4,625,000)
3,984,000	287,350	476,000	22,457,350
-	-	-	691,760
3,984,000	287,350	237,000	6,013,350
		239,000	1,899,000
			1,440,000
			630,000
			1,205,000
			1,395,000
			1,395,000
			1,240,000
			1,060,000
			795,000
			595,000
			615,000
			635,000
			655,000
			680,000
			705,000
			735,000
			765,000
3,984,000	287,350	476,000	22,457,350

DECATUR PARK DISTRICT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended April 30, 2018

Federal Grantor/Pass-Through Grantor/Program Title	Project Number	Federal CFDA Number	Grant Expenditures	Paid to Subrecipients
U.S. Department of Transportation, Passed through Illinois Department of Transportation: Airport Improvement Program:				
Fence - Final Construction	DEC-4430	20.106	\$ 403,406	
Apron - Reconstruct Portion of Main Aircraft Parking Ramp	DEC-4231	20.106	460,991	
Runway - Rehabilitate and Maintenance	DEC-4555	20.106	36,563	
Total Airport Improvement Program *			900,960	
U.S Department of Agriculture, Passed through Illinois State Board of Education: Summer Food Service Program	4225	10.559	107,968	
Total Expenditures of Federal Awards			\$ 1,008,928	

* Major Program

FEDERAL AWARDS - COMPLIANCE SECTION

DECATUR PARK DISTRICT

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
April 30, 2018

Note 1 - Single Audit Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal award programs of the Decatur Park District. The District includes expenditures in its Schedule of Expenditures of Federal Awards for all federal programs administered by the same funds and agencies included in the District's reporting entity used for its basic financial statements. The SEFA includes all federal awards received directly from federal agencies as well as federal financial awards passed through other agencies. The component units included in the financial statements did not receive federal awards during the year.

Note 2 - Basis of Accounting

The Schedule of Expenditures of Federal Awards has been presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has chosen to apply the de minimis 10% indirect cost rate allowed under the Uniform Guidance.

Note 3 - Subrecipients

The District did not provide federal awards to subrecipients during the year ended April 30, 2018.

Note 4 - Non-Cash Assistance

Certain federal financial awards programs do not involve cash awards. The District receives grant awards from the Federal Aviation Administration, of which the projects are executed by IDOT on behalf of the District. The Schedule includes \$ 816,378 of expenditures that were incurred by IDOT on behalf of the District as expenditures in the Airport Improvement Program (CFDA 20.106).

There were no federal awards expended in the form of insurance in effect during the year, or loans or loan guarantees, including interest subsidies outstanding at year end.

DECATUR PARK DISTRICT

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
April 30, 2018

Note 5 - Categorization of Expenditures

The Schedule of Expenditures of Federal Awards reflects federal expenditures for all individual grants which were active during the year. The categorization of expenditures by program included in the Schedule is based on the Catalog of Federal Domestic Assistance (CFDA). Changes in the categorization of expenditures occur based on revisions to the CFDA, which are issued in June and December of each year. When preparing the Schedule of Expenditures of Federal Awards, the District uses the most current information available from pass-through entities to determine whether funding is state or federal. Due to a different fiscal year than some nonfederal and vice versa. Under these circumstances, the reclassified amount is reported on the current year Schedule of Expenditures of Federal Awards.



May, Cocagne & King, P.C.

Certified Public Accountants and Consultants

1333 E. MOUND ROAD, SUITE 300 DECATUR, ILLINOIS 62526-9344 217/875-2855 FAX 217/875-1660

ANDREW D. THOMAS
HELGA J. TOWLER
WILLIAM R. MOSS
CATHERINE J. MANSUR
STEVEN R. GROHNE
MARK S. WOOD
CRAIG T. NEGANARD
DAVID S. BROWN

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees
Decatur Park District
Decatur, Illinois

Report on Compliance for Each Major Federal Program

We have audited Decatur Park District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Decatur Park District's major federal programs for the year ended April 30, 2018. Decatur Park District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Decatur Park District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Decatur Park District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Decatur Park District's compliance.

Opinion on Each Major Federal Program

In our opinion, Decatur Park District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended April 30, 2018.

Report on Internal Control Over Compliance

Management of Decatur Park District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Decatur Park District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Decatur Park District's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Decatur Park District's response to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Decatur Park District's response was not subjected to the auditing procedures applied in the audit of compliance, and accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

May, Cocagne & King, P.C.

Decatur, Illinois
October 15, 2018

DECATUR PARK DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
April 30, 2018

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

___ yes no

Significant deficiencies identified?

yes ___ none reported

Noncompliance material to financial statements noted?

___ yes no

Federal Awards

Internal control over major programs:

Material weakness(es) identified?

___ yes no

Significant deficiencies identified?

___ yes none reported

Type of auditors' report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR, Section 200.516(a)?

yes ___ no

Identification of major programs:

CFDA #20.106

Airport Improvement Program

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

___ yes no

DECATUR PARK DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
April 30, 2018

SECTION II - FINANCIAL STATEMENT FINDINGS

2018-001 Segregation of Duties

Condition: During our audit, we noted that the District does not maintain adequate segregation of duties over the processing and reporting of accounting data. A lack of segregation of duties is of particular concern when one employee is authorized to initiate transactions, record transactions, and reconcile the related accounting records. In cases where such a lack of segregation of duties occurs, it is imperative that supervisory reviews and approvals be obtained and documented. Due to the limited number of personnel involved in the payroll function, the District does not maintain adequate segregation of duties over the processing of this accounting data.

Critique: Management is responsible for maintaining adequate internal controls and assuring staff assigned financial processing and reporting duties are able to execute their duties in an accurate, timely fashion. A lack of segregation of duties is of particular concern if the employee is authorized to initiate, process and record transactions.

Cause: This significant deficiency is common within small governmental entities since the costs associated with adequate segregation of duties exceed the benefits desired. In addition, the District has implemented some compensating and/or preventive measures to lessen the exposure that might exist without these measures.

Effect: In automating processes and creating efficiencies, several related duties had been combined under one position with little or no supervisory reviews or approvals.

Recommendation: The District does not need to create complex role structures or undertake expensive system overhauls in order to achieve adequate segregation of duties. We recommend a review of major accounting processes in order to determine which conflicting duties need to be separated. In addition to segregating incompatible duties, added mitigating controls can provide additional safeguards within the control structure, such as additional supervisory reviews and approvals at various points throughout the process.

Views of Responsible Officials and Planned Corrective Actions: There is no disagreement with the audit finding. The District reviews and makes improvements to its internal control structure on an ongoing basis and attempts to maximize the segregation of duties in all areas within the limits of the staff available. Training (and cross-training) has and will continue to be carried out to segregate a portion of the payroll duties. However, the District does not consider it cost beneficial at this time to increase the size of its staff in order to further segregate accounting functions. A review of job descriptions and duties will be performed in order to highlight incompatible duties that can be separated between existing staff, and where reviews and approvals can be added.

DECATUR PARK DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
April 30, 2018

SECTION III - FEDERAL AWARDS FINDINGS

None

DECATUR PARK DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
April 30, 2018

SECTION II - FINANCIAL STATEMENT FINDINGS

2018-002 Financial Reporting

Condition: During our review of the financial reporting process, we noted that, while the District prepares internal financial reports, the expertise to prepare a complete set of financial statements, including converting fund financial statements to the government-wide presentation and disclosures in conformity with generally accepted accounting principles is deficient.

Criteria: Management is responsible for establishing and maintaining adequate internal control over financial reporting. A system of internal control over financial reporting does not stop at the general ledger; rather it includes controls over the preparation of the financial statements and related footnote disclosures. Additionally, having sufficient expertise in selecting and applying accounting principles that are in conformity with generally accepted accounting principles is an aspect of such controls.

Cause: Management provides the information needed to prepare the financial statements. Regardless, the auditors prepare a complete set of financial statements including required disclosures, with management's oversight and approval.

Effect: Without adequate financial reporting expertise, errors and omissions could occur in the financial statements and not be detected by management.

Recommendation: We recommend that management assess the financial reporting process and consider implementing additional internal control procedures to ensure the accuracy and completeness of the financial statements.

Repeat Finding: This finding is a repeat of a finding reported at April 30, 2017.

Views of Responsible Officials and Planned Corrective Actions: There is no disagreement with the audit finding. The District's management is aware of the need for the expertise necessary to prepare a complete set of financial statements, including converting fund financial statements to the government-wide presentation and related disclosures. Management has carefully reviewed the financial statements, disclosures, supplementary information, and schedule of expenditures of federal awards prior to approving them and has accepted responsibility for their content and presentation.

DECATUR PARK DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

April 30, 2018

None

APPENDIX B
DESCRIBING BOOK-ENTRY-ONLY ISSUANCE

1. The Depository Trust Company (“DTC”), New York, New York, will act as securities depository for the Bonds (the “Securities”). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for each issue of the Securities, each in the aggregate principal amount of such issue, and will be deposited with DTC.

2. DTC, the world’s largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has an S&P Global Ratings rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

3. Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC’s records. The ownership interest of each actual purchaser of each Security (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

4. To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

6. Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

7. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

8. Redemption proceeds, distributions, and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the District or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

9. A Beneficial Owner shall give notice to elect to have its Securities purchased or tendered, through its Participant, to any Tender/Remarketing Agent, and shall effect delivery of such Securities by causing the Direct Participant to transfer the Participant's interest in the Securities, on DTC's records, to any Tender/Remarketing Agent. The requirement for physical delivery of Securities in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Securities are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Securities to any Tender/Remarketing Agent's DTC account.

10. DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the District or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, Security certificates are required to be printed and delivered.

11. The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.

12. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the District believes to be reliable, but the District takes no responsibility for the accuracy thereof.

APPENDIX C

PROPOSED FORM OF OPINION OF BOND COUNSEL

[LETTERHEAD OF CHAPMAN AND CUTLER LLP]

[TO BE DATED CLOSING DATE]

We hereby certify that we have examined certified copy of the proceedings (the “*Proceedings*”) of the Board of Park Commissioners of the Decatur Park District, Macon County, Illinois (the “*District*”), passed preliminary to the issue by the District of its fully registered _____% General Obligation Park Bonds, Series 2019A (the “*Bonds*”), to the amount of \$ _____, dated _____, 2019, and due on December 15, 2019, and we are of the opinion that the Proceedings show lawful authority for said issue under the laws of the State of Illinois now in force.

We further certify that we have examined the form of bond prescribed for said issue and find the same in due form of law, and in our opinion said issue, to the amount named, is valid and legally binding upon the District and is payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors’ rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

It is our opinion that, subject to the District’s compliance with certain covenants, under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the alternative minimum tax for individuals under the Internal Revenue Code of 1986, as amended (the “*Code*”). Failure to comply with certain of such District covenants could cause interest on the Bonds to be includible in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds. Ownership of the Bonds may result in other federal tax consequences to certain taxpayers, and we express no opinion regarding any such collateral consequences arising with respect to the Bonds.

It is also our opinion that the Bonds are “qualified tax-exempt obligations” pursuant to Section 265(b)(3) of the Code.

We express no opinion herein as to the accuracy, adequacy or completeness of any information furnished to any person in connection with any offer or sale of the Bonds.

In rendering this opinion, we have relied upon certifications of the District with respect to certain material facts within the District's knowledge. Our opinion represents our legal judgment based upon our review of the law and the facts that we deem relevant to render such opinion and is not a guarantee of a result. This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

APPENDIX D

**DECATUR PARK DISTRICT
MACON COUNTY, ILLINOIS**

**EXCERPTS OF FISCAL YEAR 2018 AUDITED FINANCIAL STATEMENTS
RELATING TO THE DISTRICT'S PENSION PLANS**

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan

IMRF Plan Description: The Park District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Park District's plan is an agent multiple-employer plan managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this note. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided: IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

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

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

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

Employees Covered by Benefit Terms: As of December 31, 2017, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	129
Inactive plan members entitled to but not yet receiving benefits	122
Active plan members	<u>136</u>
Total	<u>387</u>

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan, continued

Contributions: As set by statute, the District's Regular plan members are required to contribute 4.50% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2017 was 9.48%. For the fiscal year ended April 30, 2018, the District contributed \$ 442,363 to the plan. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability: The District's net pension liability was measured as of December 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The following are the methods and assumptions used to determine total pension liability at December 31, 2017:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.50%.
- Salary Increases were expected to be 3.39% to 14.25%, including inflation.
- The Investment Rate of Return was assumed to be 7.50%.
- Projected Retirement Age was from the Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.
- For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Blue Collar Health Ammutant Mortality Table with adjustments to match current IMRF experience.
- For Disabled Retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2017 IMRF annual actuarial valuation report.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 – Pension Plan, continued

Single Discount Rate: A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member 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 7.50%, the municipal bond rate is 3.1%, and the resulting single discount rate is 7.50%.

Changes in the Net Pension Liability (Asset):

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (Asset) (A) - (B)
Primary Government			
Balances at December 31, 2016	\$ 30,908,617	29,013,437	1,895,180
Changes for the year:			
Service Cost	468,419		468,419
Interest on the Total Pension Liability	2,264,520		2,264,520
Changes of Benefit Terms			
Differences Between Expected and Actual Experience of the Total Pension Liability	(16,299)		(16,299)
Changes of Assumptions	(914,190)		(914,190)
Contributions – Employer		447,818	(447,818)
Contributions – Employees		213,214	(213,214)
Net Investment Income		5,285,287	(5,285,287)
Benefit Payments, including Refunds of Employee Contributions	(1,898,457)	(1,898,457)	753,968
Other (Net Transfer)	(96,007)	(753,968)	
Net Changes	(96,007)	3,293,894	(3,389,901)
Balances at December 31, 2017	\$ 30,812,610	32,307,331	(1,494,721)

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan, continued

Plan fiduciary net position as a percentage of the total pension liability 104.85%
Covered valuation payroll \$ 4,723,813
Net pension liability as a percentage of covered valuation payroll (31.64)%

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate: The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower (6.50%)	Current (7.50%)	1% Higher (8.50%)
Net Pension Liability (asset)	\$ 2,092,233	(1,494,721)	(4,467,536)

Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions: At April 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$	78,682
Changes of assumptions	8,991	699,606
Net difference between projected and actual earnings on pension plan investments	891,574	2,547,165
Total deferred amounts to be recognized in pension expense in future periods	900,565	3,325,453
<i>Pension Contributions Made Subsequent to the Measurement Date</i>	124,092	
Total Deferred Amounts Related to Pensions	\$ 1,024,657	3,325,453

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 5 - Pension Plan, continued

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

Year Ending December 31	Primary Government Net Deferred Outflows of Resources
2018	\$ (486,828)
2019	(473,966)
2020	(827,302)
2021	(636,792)
2022	-
Thereafter	-
Total	<u>\$2,424,888</u>

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 18 - Contingent Liabilities

Accumulated Sick Leave: Sick leave benefits provide for ordinary sick pay and are cumulative but do not vest with employees and, therefore, are not accrued. Unvested accumulated sick leave of District employees at April 30, 2018, totaled \$ 1,299,788.

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB)

General Information about the OPEB Plan:

Plan description. The District's defined benefit OPEB plan provides OPEB for all permanent full-time employees of the District. The Plan is a single-employer defined benefit OPEB plan administered by the District. The authority to establish and amend the benefit terms and financing requirements rests with the District Board of Trustees. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided. The District's Plan provides healthcare and dental insurance benefits for retirees and their dependents. The benefit terms provide for the continuance of medical, prescription drug and dental insurance benefits for retired employees and their spouses under 65 years of age who were participating in the District's healthcare plan at the time of their retirement by allowing them to remain in the District's healthcare plan after retirement. Once retirees reach 65 years of age, they are eligible for Medicare enrollment and are no longer eligible to participate in the District's health insurance program. Substantially all of the District's employees may become eligible for those benefits if they reach normal retirement age while working for the District. The retirees pay 100% of the required premium, which is equal to the employee and employer costs for each plan year. Amounts paid by retirees are recorded as revenue when received, and the premium paid by the District is recorded as expenditures when paid. The benefits, benefit levels, employee contributions, and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the District's governmental activities.

Employees covered by benefit terms. At May 1, 2017, the following employees were covered by the benefit terms:

Active plan members	92
Inactive employees entitled to but not receiving benefit payments	-
Inactive employees or beneficiaries currently receiving benefit payments	6
Total	<u>98</u>

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB), continued

Funding Policy: The District is not required to, and currently does not, advance fund the cost of benefits that will become due and payable in the future. The required contribution is based on projected pay-as-you-go financing requirements with an additional amount to pre-fund benefits as determined annually. Expenditures for these insurance premiums are prorated between the general fund and other funds where the personnel are located. All retirees contribute 100% of the blended premium to the plan to cover the cost of providing the benefits to the retirees via the insured plan (pay as you go). For the fiscal year ended April 30, 2018, retirees contributed \$ 69,337. Active employees do not contribute to the plan until retirement.

Total OPEB Liability: The District's total OPEB liability of \$ 312,197 was measured as of April 30, 2017, and was determined by an actuarial valuation as of May 1, 2017.

Actuarial assumptions and other inputs: The total OPEB liability in the May 1, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Inflation	2.5 percent
Salary increases	2.0 percent, average, including inflation
Healthcare cost trend rates	7.5 percent for 2017, decreasing 0.15 percent per year to an ultimate rate of 4.5 percent for 2036 and later years
Retirees share of benefit-related costs	100 percent of projected health insurance premiums for retirees

The discount rate of 3.75% was based on the S&P Municipal Bond 20-year High Grade Rate Index.

Mortality rates were based on the RP-2014 Combined Healthy Mortality Table for Males or Females, as appropriate, backed off to 2006 and projected generationally with Scale MP-2016.

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB), continued

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at April 30, 2017	\$ 287,379
Changes for the year:	
Service cost	10,279
Interest	8,736
Changes of benefit terms	-
Differences between expected and actual experience	39,928
Changes in assumptions or other inputs	(39,928)
Benefit payments	5,803
Changes in assumptions	-
Net changes	24,818
Balance at April 30, 2018	\$ 312,197

Changes of assumptions and other inputs reflect a change in the discount rate from 3.04 percent in 2018 to 3.58 percent in 2019.

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-percentage-point lower or 1-percentage-point higher, than the current discount rate:

	1% Decrease (2.58%)	Discount Rate (3.58%)	1% Increase (4.58%)
Total OPEB liability	\$ 334,784	312,197	291,555

DECATUR PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)
April 30, 2018

Note 19 - Other Postemployment Benefits Other than Pensions (OPEB), continued

Changes in the Total OPEB Liability, continued:

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-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease (6.5% decreasing to 3.50%)	Healthcare Cost Trend Rates (7.50% decreasing to 4.50%)	1% Increase (8.50% decreasing to 5.50%)
Total OPEB liability	\$ 286,672	312,197	342,344

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB: For the year ended April 30, 2018, the District recognized OPEB expense of \$24,818. At April 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions after the measurement date	\$ -	-
Changes of assumptions or other inputs	5,803	-
Total	\$ 5,803	-

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended April 30:	
2019	\$ 411
2020	411
2021	411
2022	411
Thereafter	3,337

DECATUR PARK DISTRICT
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
AND RELATED RATIOS

ILLINOIS MUNICIPAL RETIREMENT FUND
LAST 10 FISCAL YEARS**

	2017	2016	2015
Calendar Year Ended December 31			
Total Pension Liability			
Service Cost	\$ 468,419	485,759	479,911
Interest on the Total Pension Liability	2,264,520	2,203,668	2,136,922
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(16,299)	(94,046)	(78,437)
Changes of Assumptions	(914,190)	(34,310)	34,467
Benefit Payments, including Refunds of Employee Contributions	(1,898,457)	(1,662,076)	(1,631,167)
Net Change in Total Pension Liability	(96,007)	898,995	941,696
Total Pension Liability - Beginning	30,908,617	30,009,622	29,067,926
Total Pension Liability - Ending (A)	30,812,610	30,908,617	30,009,622
Plan Fiduciary Net Position			
Contributions - Employer	447,818	527,268	532,827
Contributions - Employees	213,214	206,600	210,128
Net Investment Income	5,285,287	1,893,435	141,993
Benefit Payments, including Refunds of Employee Contributions	(1,898,457)	(1,662,076)	(1,631,167)
Other (Net Transfer)	(753,968)	215,582	(263,761)
Net Change in Plan Fiduciary Net Position	3,293,894	1,180,809	(1,009,980)
Plan Fiduciary Net Position - Beginning	29,013,437	27,832,628	28,842,608
Plan Fiduciary Net Position - Ending (B)	\$ 32,307,331	29,013,437	27,832,628
Net Pension Liability - Ending (A) - (B)	(1,494,721)	1,895,180	2,176,994
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	104.85%	93.87%	92.75%
Covered Valuation Payroll	4,723,813	4,559,151	4,669,513
Net Pension Liability as a Percentage of Covered Valuation Payroll	(31.64)%	41.57%	46.62%

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

DECATUR PARK DISTRICT

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

LAST TEN FISCAL YEARS**

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2015	\$ 482,828	532,827	(49,999)	4,669,513	11.41%
2016	452,268	527,268	(75,000)	4,559,151	11.57%
2017	447,817*	447,818	(1)	4,723,813	9.48%

* Estimated based on contribution rate of 9.48% and covered valuation payroll of \$ 4,723,813.

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

DECATUR PARK DISTRICT

SCHEDULE OF CHANGES IN NET OTHER POST EMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS

April 30, 2018

Total OPEB Liability (TOL) Change

Service cost	\$ 10,279
Interest	8,736
Experience (gain) loss	5,803
Assumption changes	39,928
Employee contributions	(39,928)
Benefit payments	
Net change in TOL	24,818
TOL, beginning of year	287,379
TOL, end of year	\$ 312,197

Net OPEB Liability (NOL) Information

NOL	\$ 312,197
FNP as percent of TOL	0.00%
Covered payroll	\$ 4,215,231
NOL as percent of payroll	7.41%

Note to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

APPENDIX E

**FORM OF CONTINUING DISCLOSURE UNDERTAKING
FOR THE PURPOSE OF PROVIDING
CONTINUING DISCLOSURE INFORMATION
UNDER SECTION (b)(5) OF RULE 15c2-12**

This Continuing Disclosure Undertaking (this “*Agreement*”) is executed and delivered by the Decatur Park District, Macon County, Illinois (the “*District*”), in connection with the issuance of \$_____ General Obligation Park Bonds, Series 2019A (the “*Bonds*”). The Bonds are being issued pursuant to an ordinance adopted by the Board of Park Commissioners of the District on the 6th day of February, 2019 (the “*Ordinance*”).

In consideration of the issuance of the Bonds by the District and the purchase of such Bonds by the beneficial owners thereof, the District covenants and agrees as follows:

1. **PURPOSE OF THIS AGREEMENT.** This Agreement is executed and delivered by the District as of the date set forth below, for the benefit of the beneficial owners of the Bonds and in order to assist the Participating Underwriters in complying with the requirements of the Rule (as defined below). The District represents that it will be the only obligated person with respect to the Bonds at the time the Bonds are delivered to the Participating Underwriters and that no other person is expected to become so committed at any time after issuance of the Bonds.

2. **DEFINITIONS.** The terms set forth below shall have the following meanings in this Agreement, unless the context clearly otherwise requires.

Annual Financial Information means information of the type contained under the following headings and subheadings of, and in the following appendices and exhibits to, the Official Statement:

1. All of the tables under the heading “PROPERTY ASSESSMENT AND TAX INFORMATION”;
2. All of the tables under the heading “DEBT INFORMATION”; AND
3. All of the tables under the heading “FINANCIAL INFORMATION”.

Annual Financial Information Disclosure means the dissemination of disclosure concerning Annual Financial Information and the dissemination of the Audited Financial Statements as set forth in Section 4.

Audited Financial Statements means the audited financial statements of the District prepared pursuant to the standards and as described in *Exhibit I*.

Commission means the Securities and Exchange Commission.

Dissemination Agent means any agent designated as such in writing by the District and which has filed with the District a written acceptance of such designation, and such agent’s successors and assigns.

EMMA means the MSRB through its Electronic Municipal Market Access system for municipal securities disclosure or through any other electronic format or system prescribed by the MSRB for purposes of the Rule.

Exchange Act means the Securities Exchange Act of 1934, as amended.

MSRB means the Municipal Securities Rulemaking Board.

Official Statement means the Final Official Statement, dated _____, 2019, and relating to the Bonds.

Participating Underwriter means each broker, dealer or municipal securities dealer acting as an underwriter in the primary offering of the Bonds.

Reportable Event means the occurrence of any of the Events with respect to the Bonds set forth in *Exhibit II*.

Reportable Events Disclosure means dissemination of a notice of a Reportable Event as set forth in Section 5.

Rule means Rule 15c2-12 adopted by the Commission under the Exchange Act, as the same may be amended from time to time.

State means the State of Illinois.

Undertaking means the obligations of the District pursuant to Sections 4 and 5.

3. CUSIP NUMBER. The CUSIP Number of the Bonds are set forth in *Exhibit III*. The District will include the CUSIP Number in all disclosure materials described in Sections 4 and 5 of this Agreement.

4. ANNUAL FINANCIAL INFORMATION DISCLOSURE. Subject to Section 8 of this Agreement, the District hereby covenants that it will disseminate its Annual Financial Information and its Audited Financial Statements (in the form and by the dates set forth in *Exhibit I*) to EMMA in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information and by such time so that such entities receive the information by the dates specified. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents required to be filed with EMMA, including financial statements and other externally prepared reports.

If any part of the Annual Financial Information can no longer be generated because the operations to which it is related have been materially changed or discontinued, the District will disseminate a statement to such effect as part of its Annual Financial Information for the year in which such event first occurs.

If any amendment or waiver is made to this Agreement, the Annual Financial Information for the year in which such amendment or waiver is made (or in any notice or supplement provided to EMMA) shall contain a narrative description of the reasons for such amendment or waiver and its impact on the type of information being provided.

5. REPORTABLE EVENTS DISCLOSURE. Subject to Section 8 of this Agreement, the District hereby covenants that it will disseminate in a timely manner (not in excess of ten business days after the occurrence of the Reportable Event) Reportable Events Disclosure to EMMA in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents required to be filed with EMMA, including financial statements and other externally prepared reports. Notwithstanding the foregoing, notice of optional or unscheduled redemption of any Bonds or defeasance of any Bonds need not be given under this Agreement any earlier than the notice (if any) of such redemption or defeasance is given to the Bondholders pursuant to the Ordinance.

6. CONSEQUENCES OF FAILURE OF THE DISTRICT TO PROVIDE INFORMATION. The District shall give notice in a timely manner to EMMA of any failure to provide Annual Financial Information Disclosure when the same is due hereunder.

In the event of a failure of the District to comply with any provision of this Agreement, the beneficial owner of any Bond may seek mandamus or specific performance by court order, to cause the District to comply with its obligations under this Agreement. A default under this Agreement shall not be deemed a default under the Ordinance, and the sole remedy under this Agreement in the event of any failure of the District to comply with this Agreement shall be an action to compel performance.

7. AMENDMENTS; WAIVER. Notwithstanding any other provision of this Agreement, the District by ordinance or resolution authorizing such amendment or waiver, may amend this Agreement, and any provision of this Agreement may be waived, if:

(a) (i) The amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, including without limitation, pursuant to a “no-action” letter issued by the Commission, a change in law, or a change in the identity, nature, or status of the District, or type of business conducted; or

(ii) This Agreement, as amended, or the provision, as waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of the beneficial owners of the Bonds, as determined by parties unaffiliated with the District (such as Bond Counsel).

In the event that the Commission or the MSRB or other regulatory authority shall approve or require Annual Financial Information Disclosure or Reportable Events Disclosure to be made to a central post office, governmental agency or similar entity other than EMMA or in lieu of EMMA, the District shall, if required, make such dissemination to such central post office, governmental agency or similar entity without the necessity of amending this Agreement.

8. **TERMINATION OF UNDERTAKING.** The Undertaking of the District shall be terminated hereunder if the District shall no longer have any legal liability for any obligation on or relating to repayment of the Bonds under the Ordinance. The District shall give notice to EMMA in a timely manner if this Section is applicable.

9. **FUTURE CHANGES TO THE RULE.** As set forth in Section 1 of this Agreement, the District has executed and delivered this Agreement solely and only to assist the Participating Underwriters in complying with the requirements of the Rule. Therefore, notwithstanding anything in this Agreement to the contrary, in the event the Commission, the MSRB or other regulatory authority shall approve or require changes to the requirements of the Rule, the District shall be permitted, but shall not be required, to unilaterally modify the covenants in this Agreement, without complying with the requirements of Section 7 of this Agreement, in order to comply with, or conform to, such changes. In the event of any such modification of this Agreement, the District shall file a copy of this Agreement, as revised, on EMMA in a timely manner.

10. **DISSEMINATION AGENT.** The District may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Agreement, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent.

11. **ADDITIONAL INFORMATION.** Nothing in this Agreement shall be deemed to prevent the District from disseminating any other information, using the means of dissemination set forth in this Agreement or any other means of communication, or including any other information in any Annual Financial Information Disclosure or notice of occurrence of a Reportable Event, in addition to that which is required by this Agreement. If the District chooses to include any information from any document or notice of occurrence of a Reportable Event in addition to that which is specifically required by this Agreement, the District shall have no obligation under this Agreement to update such information or include it in any future disclosure or notice of occurrence of a Reportable Event.

12. **BENEFICIARIES.** This Agreement has been executed in order to assist the Participating Underwriters in complying with the Rule; however, this Agreement shall inure solely to the benefit of the District, the Dissemination Agent, if any, and the beneficial owners of the Bonds, and shall create no rights in any other person or entity.

13. **RECORDKEEPING.** The District shall maintain records of all Annual Financial Information Disclosure and Reportable Events Disclosure, including the content of such disclosure, the names of the entities with whom such disclosure was filed and the date of filing such disclosure.

14. ASSIGNMENT. The District shall not transfer its obligations under the Ordinance unless the transferee agrees to assume all obligations of the District under this Agreement or to execute an Undertaking under the Rule.

15. GOVERNING LAW. This Agreement shall be governed by the laws of the State.

DECATUR PARK DISTRICT,
MACON COUNTY, ILLINOIS

By _____
President, Board of Park Commissioners

Date: _____, 2019

EXHIBIT I
ANNUAL FINANCIAL INFORMATION AND TIMING AND AUDITED
FINANCIAL STATEMENTS

All or a portion of the Annual Financial Information and the Audited Financial Statements as set forth below may be included by reference to other documents which have been submitted to EMMA or filed with the Commission. If the information included by reference is contained in a Final Official Statement, the Final Official Statement must be available on EMMA; the Final Official Statement need not be available from the Commission. The District shall clearly identify each such item of information included by reference.

Annual Financial Information exclusive of Audited Financial Statements will be submitted to EMMA by 210 days after the last day of the District's fiscal year (currently April 30), beginning with the fiscal year ending April 30, 2019. Audited Financial Statements as described below should be filed at the same time as the Annual Financial Information. If Audited Financial Statements are not available when the Annual Financial Information is filed, Audited Financial Statements will be submitted to EMMA within 30 days after availability to the District.

Audited Financial Statements will be prepared in accordance with accounting principles generally accepted in the United States of America.

If any change is made to the Annual Financial Information as permitted by Section 4 of the Agreement, the District will disseminate a notice of such change as required by Section 4.

EXHIBIT II
EVENTS WITH RESPECT TO THE BONDS
FOR WHICH REPORTABLE EVENTS DISCLOSURE IS REQUIRED

1. Principal and interest payment delinquencies
2. Non-payment related defaults, if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties
4. Unscheduled draws on credit enhancements reflecting financial difficulties
5. Substitution of credit or liquidity providers, or their failure to perform
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security
7. Modifications to the rights of security holders, if material
8. Bond calls, if material, and tender offers
9. Defeasances
10. Release, substitution or sale of property securing repayment of the securities, if material
11. Rating changes
12. Bankruptcy, insolvency, receivership or similar event of the District*
13. The consummation of a merger, consolidation, or acquisition involving the District or the sale of all or substantially all of the assets of the District, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material

* This event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the District in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the District, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the District.

EXHIBIT III
CUSIP NUMBER

YEAR OF
MATURITY

CUSIP
NUMBER
(243163)

2019

OFFICIAL BID FORM
(Closed Speer Auction)

Decatur Park District
620 East Riverside Avenue
Decatur, Illinois 62521

February 5, 2019
Speer Financial, Inc.

Board of Park Commissioners:

For the \$4,307,000* General Obligation Park Bonds, Series 2019A (the "Bonds"), of the Decatur Park District, Macon County, Illinois, as described in the annexed Official Notice of Sale, which is expressly made a part of this bid, we will pay you \$_____ (no less than par) for Bonds bearing interest as follows (each rate a multiple of 1/8 or 1/100 of 1%). **Any premium is subject to adjustment allowing the same \$_____ gross spread per \$1,000 bond as bid herein.**

MATURITY* - DECEMBER 15

\$4,307,000 2019

As evidence of our good faith, if we are the winning bidder, we will wire transfer the amount of **TWO PERCENT OF PAR** (the "Deposit") **WITHIN TWO HOURS** after the bid opening time to the District's good faith bank and under the terms provided in the Official Notice of Sale for the Bonds. Alternatively, we have wire transferred or enclosed herewith a check payable to the order of the Treasurer of the Board of Park Commissioners, of the District in the amount of the Deposit under the terms provided in the Official Notice of Sale for the Bonds.

Form of Deposit (Check One)

Prior to Bid Opening:
Certified/Cashier's Check
Wire Transfer

Within TWO hours of Bidding:
Wire Transfer

Amount: \$86,140

Account Manager Information

Name _____
Address _____
By _____
City _____ State/Zip _____
Direct Phone (____) _____
FAX Number (____) _____
E-Mail Address _____

Bidders Option Insurance

<p>We have purchased insurance from:</p> <p><u>Name of Insurer</u> (Please fill in)</p> <p>_____</p> <p>Premium: _____</p> <p>Maturities: (Check One)</p> <p><input type="checkbox"/> _____ Years</p> <p><input type="checkbox"/> All</p>

The foregoing bid was accepted and the Bonds sold by ordinance of the District on February 6, 2019, and receipt is hereby acknowledged of the good faith Deposit which is being held in accordance with the terms of the annexed Official Notice of Sale.

DECATUR PARK DISTRICT, MACON COUNTY, ILLINOIS

*Subject to change.

President, Board of Park Commissioners

----- **NOT PART OF THE BID** -----
(Calculation of true interest cost)

	Bid	Post Sale Revision
Gross Interest	\$	
Less Premium/Plus Discount	\$	
True Interest Cost	\$	
True Interest Rate	%	%
TOTAL BOND YEARS	3,517.38	
AVERAGE LIFE	0.817 Years	Years

OFFICIAL NOTICE OF SALE

\$4,307,000*

**DECATUR PARK DISTRICT
Macon County, Illinois
General Obligation Park Bonds, Series 2019A**

(Closed Speer Auction)

The Decatur Park District, Macon County, Illinois (the "District"), will receive electronic bids on the SpeerAuction ("*SpeerAuction*") website address "www.SpeerAuction.com" for its \$4,307,000* General Obligation Park Bonds, Series 2019A (the "Bonds"), on an all or none basis between 10:45 A.M. and 11:00 A.M., C.S.T., Tuesday, February 5, 2019. To bid, bidders must have: (1) completed the registration form on the SpeerAuction website, and (2) requested and received admission to the District's sale (as described below). Award will be made or all bids rejected at a meeting of the Board of Park Commissioners (the "Board") of the District on February 6, 2019. The District reserves the right to change the date or time for receipt of bids. Any such change shall be made not less than twenty-four (24) hours prior to the revised date and time for receipt of the bids for the Bonds and shall be communicated by publishing the changes in the Amendments Page of the SpeerAuction webpage and through *Thomson Municipal News*.

The Bonds will constitute valid and legally binding obligations of the District payable both as to principal and interest from ad valorem taxes levied against all taxable property in the District without limitation as to rate or amount.

Method of bidding: All-or-none bids must be submitted via internet address www.SpeerAuction.com. **No telephone, telefax or personal delivery bids will be accepted.** The use of SpeerAuction shall be at the bidder's risk and expense and the District shall have no liability with respect thereto, including (without limitation) liability with respect to incomplete, late arriving and non-arriving bids.

To bid via the SpeerAuction webpage, bidders must first visit the SpeerAuction webpage where, if they have not previously registered with either SpeerAuction, Grant Street Group (the "Auction Administrator") or any other website administered by the Auction Administrator, they may register and then request admission to bid on the Bonds. Bidders will be notified prior to the scheduled bidding time of their eligibility to bid.

The "Rules" of the SpeerAuction bidding process may be viewed on the SpeerAuction webpage and are incorporated herein by reference. Bidders must comply with the Rules of SpeerAuction in addition to the requirements of the District's Official Notice of Sale. In the event the Rules of SpeerAuction and this Official Notice of Sale conflict, this Official Notice of Sale shall be controlling.

All bids must be submitted on the SpeerAuction webpage. Bidders may change and submit bids as many times as they choose during the sale period but may not delete a submitted bid. The last bid submitted by a bidder before the deadline for receipt of bids will be compared to all other final bids to determine the winning bidder. During the bidding, no bidder will see any other bidder's bid nor the status of their bid relative to other bids (*e.g.*, whether their bid is a leading bid). The bidder bears all risk of transmission failure. Any questions regarding bidding on the SpeerAuction website should be directed to Grant Street Group at (412) 391-5555 x370.

Establishment of Issue Price (10% Test or Hold the Offering Price Rule, if elected by the Winning Bidder, to Apply if Competitive Sale Requirements are Not Satisfied)

- (a) The winning bidder shall assist the District in establishing the issue price of the Bonds and shall execute and deliver to the District at closing an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the Public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Exhibit A to this Official Notice of Sale, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the District and Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel").
- (b) The District intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:
 - (i) the District shall disseminate this Official Notice of Sale to potential Underwriters in a manner that is reasonably designed to reach potential Underwriters;
 - (ii) all bidders shall have an equal opportunity to bid;
 - (iii) the District may receive bids from at least three Underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
 - (iv) the District anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the lowest true interest cost, as set forth in this Official Notice of Sale.

**Subject to change.*

Any bid submitted pursuant to this Official Notice of Sale shall be considered a firm offer for the purchase of the Bonds, as specified in the bid.

(c) In the event that the competitive sale requirements are not satisfied, the District shall so advise the winning bidder. **The District will not require bidders to comply with the “hold-the-offering-price rule” and therefore does not intend to use the initial offering price to the Public as of the Sale Date of any maturity of the Bonds as the issue price of that maturity, though the winning bidder may elect to apply the “hold the offering price rule” (as described below). Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied. Unless a bidder intends to apply the “hold-the-offering-price rule” as described below, bidders should prepare their bids on the assumption that all of the maturities of the Bonds will be subject to the 10% test (as described below) in order to establish the issue price of the Bonds.** If the competitive sale requirements are not satisfied, the 10% test shall apply to determine the issue price of each maturity of the Bonds unless the winning bidder shall request that the “hold-the-offering-price rule” (as described below) shall apply. The winning bidder must notify Speer of its intention to apply the “hold-the-offering-price rule” at or prior to the time the Bonds are awarded.

(i) If the winning bidder does not request that the “hold-the-offering-price rule” apply to determine the issue price of the Bonds, the following two paragraphs shall apply:

The District shall treat the first price at which 10% of a maturity of the Bonds (the “10% test”) is sold to the Public as the issue price of that maturity, applied on a maturity-by-maturity basis. The winning bidder shall advise the District if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds.

Until the 10% test has been satisfied as to each maturity of the Bonds, the winning bidder agrees to promptly report to the District the prices at which the unsold Bonds of that maturity have been sold to the Public. That reporting obligation shall continue, whether or not the closing date has occurred, until the 10% test has been satisfied as to the Bonds of that maturity or until all Bonds of that maturity have been sold to the Public. In addition, if the 10% test has not been satisfied with respect to any maturity of the Bonds prior to closing, then the purchaser shall provide the District with a representation as to the price or prices, as of the date of closing, at which the purchaser reasonably expects to sell the remaining Bonds of such maturity.

(ii) If the winning bidder does request that the “hold-the-offering-price rule” apply to determine the issue price of the Bonds, the following three paragraphs shall apply:

The District may determine to treat (i) pursuant to the 10% test, the first price at which 10% of a maturity of the Bonds is sold to the Public as the issue price of that maturity and/or (ii) the initial offering price to the Public as of the Sale Date of any maturity of the Bonds as the issue price of that maturity (the “hold-the-offering-price rule”), in each case applied on a maturity-by-maturity basis. The winning bidder shall advise the District if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds. The District shall promptly advise the winning bidder, at or before the time of award of the Bonds, which maturities of the Bonds shall be subject to the 10% test or shall be subject to the hold-the-offering-price rule or both. Bids will not be subject to cancellation in the event that the District determines to apply the hold-the-offering-price rule to any maturity of the Bonds.

By submitting a bid, the winning bidder shall (i) confirm that the Underwriters have offered or will offer the Bonds to the Public on or before the date of award at the offering price or prices (the “initial offering price”), and (ii) agree, on behalf of the Underwriters participating in the purchase of the Bonds, that the Underwriters will neither offer nor sell unsold Bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the Public during the period starting on the Sale Date and ending on the earlier of the following:

- (1) the close of the fifth business day after the Sale Date; or
- (2) the date on which the Underwriters have sold at least 10% of that maturity of the Bonds to the Public at a price that is no higher than the initial offering price to the Public.

The District acknowledges that, in making the representation set forth above, the winning bidder will rely on (i) the agreement of each Underwriter to comply with the hold-the-offering-price rule, as set forth in an agreement among Underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the Public, the agreement of each dealer who is a member of the selling group to comply with the hold-the-offering-price rule, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an Underwriter is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the Public, the agreement of each broker-dealer that is a party to such agreement to comply with the hold-the-offering-price rule, as set forth in the third-party distribution agreement and the related pricing wires. The District further acknowledges that each Underwriter shall be solely liable for its failure to comply with its agreement regarding the hold-the-offering-price rule and that no Underwriter shall be liable for the failure of any other Underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement regarding the hold-the-offering-price applicable to the Bonds.

- (d) By submitting a bid, each bidder confirms that: (i) any agreement among Underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter, each dealer who is a member of the selling group, and each broker dealer that is a party to such third-party distribution agreement, as applicable, to (a) report the prices at which it sells to the Public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the Public and (b) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires which shall be at least until the 10% test has been satisfied as to the Bonds of that maturity or until the close of the fifth business day following the date of the award, and (ii) any agreement among Underwriters relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the Public to require each broker- dealer that is a party to such third-party distribution agreement to (a) report the prices at which it sells to the Public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder or such Underwriter that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the Public and (b) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder or such Underwriter and as set forth in the related pricing wires, which shall be at least until the 10% test has been satisfied as to the Bonds of that maturity or until the close of the fifth business day following the date of the award.
- (e) Sales of any Bonds to any person that is a Related Party to an Underwriter shall not constitute sales to the Public for purposes of this Official Notice of Sale. Further, for purposes of this Official Notice of Sale:
- (i) "Public" means any person other than an Underwriter or a Related Party,
 - (ii) "Underwriter" means (A) any person that agrees pursuant to a written contract with the District (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public including, specifically, the purchaser, and (b) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public),
 - (iii) a purchaser of any of the Bonds is a "Related Party" to an Underwriter if the Underwriter and the purchaser are subject, directly or indirectly, to (i) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
 - (iv) "Sale Date" means the date that the Bonds are awarded by the District to the winning bidder.

The District reserves the right to reject all bids, to reject any bid not conforming to this Official Notice of Sale, and to waive any irregularity or informality with respect to any bid. Additionally, the District reserves the right to modify or amend this Official Notice of Sale; however, any such modification or amendment shall not be made less than twenty-four (24) hours prior to the date and time for receipt of bids on the Bonds and any such modification or amendment will be announced on the Amendments Page of the SpeerAuction webpage and through *Thomson Municipal News*.

The Bonds will be in fully registered form in the denominations of \$1,000 and integral multiples thereof in the name of Cede & Co. as nominee of The Depository Trust Company (“DTC”), New York, New York, to which principal and interest payments on the Bonds will be paid. Individual purchases will be in book-entry only form. Interest on each Bond shall be paid by check or draft of the Bond Registrar to the person in whose name such bond is registered at the close of business on the first day of the month in which an interest payment date occurs. The principal of the Bonds shall be payable in lawful money of the United States of America at the principal office maintained for the purpose by the Bond Registrar in Kansas City, Missouri. Interest on the Bonds is payable at maturity on December 15, 2019, and is payable by The Commerce Trust Company, Kansas City, Missouri (the “Bond Registrar”). The Bonds are dated the date of delivery (expected to be on or about February 21, 2019).

If the winning bidder is not a direct participant of DTC and does not have clearing privileges with DTC, the Bonds will be issued as Registered Bonds in the name of the purchaser. At the request of such winning bidder, the District will assist in the timely conversion of the Registered Bonds into book-entry bonds with DTC as described herein. The initial purchaser of the Bonds may request registered Bonds.

MATURITY* – DECEMBER 15

\$4,307,000 2019

The Bonds are **not** subject to optional redemption prior to maturity.

The interest rate must be in multiples of one-eighth or one one-hundredth of one percent (1/8 or 1/100 of 1%), and not more than one rate for a single maturity shall be specified. All bids must be for all of the Bonds and must be for not less than par.

Award of the Bonds: The Bonds will be awarded on the basis of true interest cost, determined in the following manner. True interest cost shall be computed by determining the annual interest rate (compounded semi-annually) necessary to discount the debt service payment on the Bonds from the payment date thereof to the dated date and to the bid price. For the purpose of calculating true interest cost, the Bonds shall be deemed to become due in the principal amount and at the time set forth in the table set forth above. In the event two or more qualifying bids produce the identical lowest true interest cost, the winning bid shall be the bid that was submitted first in time on the SpeerAuction webpage.

The Bonds will be awarded to the bidder complying with the terms of this Official Notice of Sale whose bid produces the lowest true interest cost rate to the District as determined by Speer, which determination shall be conclusive and binding on all bidders; *provided*, that the District reserves the right to reject all bids or any non-conforming bid and reserves the right to waive any informality in any bid. Bidders should verify the accuracy of their final bids and compare them to the winning bids reported on the SpeerAuction Observation Page immediately after the bidding.

The premium, if any, is subject to pro rata adjustment if the maturity amount of the Bonds are changed, allowing the same dollar amount of profit per \$1,000 bond as submitted on the Official Bid Form.

The true interest cost of each bid will be computed by SpeerAuction and reported on the Observation Page of the SpeerAuction webpage immediately following the date and time for receipt of bids. These true interest costs are subject to verification by Speer, will be posted for information purposes only and will not signify an actual award of any bid or an official declaration of the winning bid. The District or its Municipal Advisor will notify the bidder to whom the Bonds will be awarded, if and when such award is made.

The winning bidder will be required to make the standard filings and maintain the appropriate records routinely required pursuant to MSRB Rules G-8, G-11 and G-32. The winning bidder will be required to pay the standard MSRB charge for Bonds purchased. In addition, the winning bidder who is a member of the Securities Industry and Financial Markets Association (“SIFMA”) will be required to pay SIFMA’s standard charge per bond.

The winning bidder is required to wire transfer from a solvent bank or trust company to the District’s good faith bank the amount of **TWO PERCENT OF PAR** (the “Deposit”) **WITHIN TWO HOURS** after the bid opening time as evidence of the good faith of the bidder. Alternatively, a bidder may submit its Deposit upon or prior to the submission of its bid in the form of a certified or cashier’s check on, or a wire transfer from, a solvent bank or trust company for **TWO PERCENT OF PAR** payable to the Treasurer of the Board. The District reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received within such two hour time period provided that such winning bidder’s federal wire reference number has been received. In the event the Deposit is not received as provided above, the District may award the Bonds to the bidder submitting the next best bid provided such bidder agrees to such award.

*Subject to change.

The Deposit of the successful bidder will be retained by the District pending delivery of the Bonds and all others will be promptly returned. Should the successful bidder fail to take up and pay for the Bonds when tendered in accordance with this Official Notice of Sale and said bid, said Deposit shall be retained as full and liquidated damages to the District caused by failure of the bidder to carry out the offer of purchase. Such Deposit will otherwise be applied on the purchase price upon delivery of the Bonds. No interest on the Deposit will accrue to the purchaser.

If a wire transfer is used for the Deposit, it must be sent according to the following wire instructions:

Amalgamated Bank of Chicago
Corporate Trust
30 North LaSalle Street
38th Floor
Chicago, IL 60602
ABA # 071003405
Credit To: 3281 Speer Bidding Escrow
RE: Decatur Park District, Macon County, Illinois bid for
\$4,307,000* General Obligation Park Bonds, Series 2019A

Contemporaneously with such wire transfer, the bidder shall send an email to biddingscrow@aboc.com with the following information: (1) indication that a wire transfer has been made, (2) the amount of the wire transfer, (3) the issue to which it applies, and (4) the return wire instructions if such bidder is not awarded the Bonds. The District and any bidder who chooses to wire the Deposit hereby agree irrevocably that Speer shall be the escrow holder of the Deposit wired to such account subject only to these conditions and duties: (i) if the bid is not accepted, Speer shall, at its expense, promptly return the Deposit amount to the unsuccessful bidder; (ii) if the bid is accepted, the Deposit shall be forwarded to the District; (iii) Speer shall bear all costs of maintaining the escrow account and returning the funds to the bidder; (iv) Speer shall not be an insurer of the Deposit amount and shall have no liability except if it willfully fails to perform, or recklessly disregards, its duties specified herein; and (v) income earned on the Deposit, if any, shall be retained by Speer.

The District covenants and agrees to enter into a written agreement or contract, constituting an undertaking (the "Undertaking") to provide ongoing disclosure about the District for the benefit of the beneficial owners of the Bonds on or before the date of delivery of the Bonds as required under Section (b)(5) of Rule 15c2-12 (the "Rule") adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934. The Undertaking shall be as described in the Official Statement, with such changes as may be agreed in writing by the Underwriter.

The Underwriter's obligation to purchase the Bonds shall be conditioned upon the District delivering the Undertaking on or before the date of delivery of the Bonds.

By submitting a bid, any bidder makes the representation that it understands Bond Counsel represents the District in the Bond transaction and, if such bidder has retained Bond Counsel in an unrelated matter, such bidder represents that the signatory to the bid is duly authorized to, and does consent to and waive for and on behalf of such bidder any conflict of interest of Bond Counsel arising from any adverse position to the District in this matter; such consent and waiver shall supersede any formalities otherwise required in any separate understandings, guidelines or contractual arrangements between the bidder and Bond Counsel.

The Bonds will be delivered to the successful purchaser against full payment in immediately available funds as soon as they can be prepared and executed, which is expected to be on or about February 21, 2019. Should delivery be delayed beyond sixty (60) days from the date of sale for any reason beyond the control of the District except failure of performance by the purchaser, the District may cancel the award or the purchaser may withdraw the good faith deposit and thereafter the purchaser's interest in and liability for the Bonds will cease.

The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts, and interest rates of the Bonds, and any other information required by law or deemed appropriate by the District, shall constitute a "Final Official Statement" of the District with respect to the Bonds, as that term is defined in the Rule. Any such addendum or addenda shall, on and after the date thereof, be fully incorporated herein and made a part hereof by reference. Alternatively, such final terms of the Bonds and other information may be included in a separate document entitled "Final Official Statement" rather than through supplementing the Official Statement by an addendum or addenda. By awarding the Bonds to any underwriter or underwriting syndicate, the District agrees that, no more than seven (7) business days after the date of such award, it shall provide, without cost to the senior managing underwriter of the syndicate to which the Bonds are awarded, up to 50 copies of the Final Official Statement to permit each "Participating Underwriter" (as that term is defined in the Rule) to comply with the provisions of such Rule. The District shall treat the senior managing underwriter of the syndicate to which the Bonds are awarded as its designated agent for purposes of distributing copies of the Final Official Statement to each Participating Underwriter. Any underwriter executing and delivering an Official Bid Form with respect to the Bonds agrees thereby that if its bid is accepted by the District it shall enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

**Subject to change.*

By submission of its bid, the senior managing underwriter of the successful bidder agrees to supply all necessary pricing information and any Participating Underwriter identification necessary to complete the Official Statement within 24 hours after award of the Bonds. Additional copies of the Final Official Statement may be obtained by Participating Underwriters from the printer at cost.

The District will, at its expense, deliver the Bonds to the purchaser in New York, New York, through the facilities of DTC (unless the initial purchaser requests registered Bonds) and will pay for the bond attorney's opinion. At the time of closing, the District will also furnish to the purchaser the following documents, each dated as of the date of delivery of the Bonds: (1) the unqualified opinion of Chapman and Cutler LLP, that the Bonds are lawful and enforceable obligations of the District in accordance with their terms; (2) the opinion of said attorneys that the interest on the Bonds is exempt from federal income taxes as and to the extent set forth in the Official Statement for the Bonds; and (3) a no litigation certificate by the District.

The District intends to designate the Bonds as "qualified tax-exempt obligations" pursuant to the small issuer exception provided by Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

The District has authorized the printing and distribution of an Official Statement containing pertinent information relative to the District and the Bonds. Copies of such Official Statement or additional information may be obtained from Mr. Rodney Buhr, Chief Financial Officer, Decatur Park District, 620 East Riverside Avenue, Decatur, Illinois 62521 or an electronic copy of this Official Statement is available from the www.speerfinancial.com web site under "Debt Auction Center/Competitive Sales Calendar" from the Municipal Advisor to the District, Speer Financial, Inc., One North LaSalle Street, Suite 4100, Chicago, Illinois 60602, telephone (312) 346-3700.

/s/ **WILLIAM L. CLEVINGER**
Executive Director/Treasurer
DECATUR PARK DISTRICT
Macon County, Illinois

/s/ **CHRIS HARRISON**
President, Board of Park Commissioners
DECATUR PARK DISTRICT
Macon County, Illinois

*Subject to change.

Exhibit A

CERTIFICATE OF PURCHASER

The undersigned, on behalf of _____, _____, _____ (the “Purchaser”), hereby certifies as set forth below with respect to the sale and issuance of the \$_____ General Obligation Park Bonds, Series 2019A (the “Bonds”), of the Decatur Park District, Macon County, Illinois (the “District”).

I. General

On the Sale Date the Purchaser purchased the Bonds from the District by submitting electronically an “Official Bid Form” responsive to an “Official Notice of Sale” and having its bid accepted by the District. The Purchaser has not modified the terms of the purchase since the Sale Date.

II. Price

A. General Rule Only, All Maturities Sold by Closing

As of the date of this certificate, for each Maturity of the Bonds, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Schedule A* (the “First Sale Price”).

B. Competitive Sale Rules (3 bids received)

1. Reasonably Expected Initial Offering Price.

(a) As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by the Purchaser are the prices listed in *Schedule A* (the “Expected Offering Prices”). The Expected Offering Prices are the prices for the Maturities of the Bonds used by the Purchaser in formulating its bid to purchase the Bonds. Attached as *Schedule B* is a true and correct copy of the bid provided by the Purchaser to purchase the Bonds.

(b) The Purchaser was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by the Purchaser constituted a firm offer to purchase the Bonds.

C. All Maturities use Hold the Offer Price

1. The Purchaser offered the Bonds to the Public for purchase at the respective initial offering prices listed in *Schedule A* (the “Initial Offering Prices”) on or before the Sale Date. A

copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as *Schedule B*.

2. As set forth in the Notice of Sale and bid award, the Purchaser agreed in writing that, (i) for each Maturity, it would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the “*Hold-The-Offering-Price Rule*”), and (ii) any selling group agreement would contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement would contain the agreement of each broker-dealer who is a party to the third party distribution agreement, to comply with the Hold-The-Offering-Price Rule.

3. No Underwriter (as defined below) has offered or sold any Bonds of any Maturity at a price that is higher than the respective Initial Offering Price for that Maturity during the Holding Period.

D. Some Maturities Use Hold the Offer Price

1. As of the date of this certificate, for each Maturity of the General Rule Maturities, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in *Schedule A*.

2. A. The Purchaser offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in *Schedule A* (the “Initial Offering Prices”) on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as *Schedule B*.

B. As set forth in the Notice of Sale and bid award, the Purchaser has agreed in writing that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, it would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the “*Hold-The-Offering-Price Rule*”), and (ii) any selling group agreement would contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement would contain the agreement of each broker-dealer who is a party to the third-party distribution agreement, to comply with the Hold-The-Offering-Price Rule.

C. No Underwriter (as defined below) has offered or sold any Bonds of any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity during the Holding Period.

III. Defined Terms

[1. *General Rule Maturities* means those Maturities of the Bonds not listed in *Schedule A* hereto as the “Hold-the-Offering-Price Maturities.”]

[2. *Hold-the-Offering-Price Maturities* means those Maturities of the Bonds listed in *Schedule A* hereto as the “Hold-the-Offering-Price Maturities.”]

[3. *Holding Period* means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date (_____, 2019), or (ii) the date on which the Purchaser has sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.]

4. *Maturity* means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.

5. *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter.

6. A person is a “*Related Party*” to an Underwriter if the Underwriter and the person are subject, directly or indirectly, to (i) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other).

7. *Sale Date* means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is February 6, 2019.

8. *Underwriter* means (i) any person that agrees pursuant to a written contract with the District (or with the Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, including, specifically, the Purchaser, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the Public).

IV. Credit Facility

The present value of the fees paid and to be paid to _____ for insuring the Bonds (the “*Credit Facility*”) (using as a discount rate the expected yield on the Bonds treating the fee paid as interest on the Bonds) is less than the present value of the interest reasonably expected to be saved on the Bonds over the term of the Bonds as a result of the Credit Facility. The fees paid and to be paid for the Credit Facility does not exceed a reasonable, arm’s-length charge for the

transfer of credit risk. The fee does not include any payment for any direct or indirect services other than the transfer of credit risk.

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents the Purchaser's interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the District with respect to certain of the representations set forth in its documents and with respect to compliance with the federal income tax rules affecting the Bonds, and by Chapman and Cutler LLP in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of Internal Revenue Service Form 8038-G, and other federal income tax advice it may give to the District from time to time relating to the Bonds.

IN WITNESS WHEREOF, I hereunto affix my signature, this ____ day of _____, 2019.

_____,
_____, _____

By: _____
Title: _____

SCHEDULE A

[SCHEDULE B]

**[PRICING WIRE OR EQUIVALENT COMMUNICATION]
[BID]**