

Countryside Fire Protection District, Illinois

Annual Financial Report

May 31, 2021

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Costabile & Steffens P.C.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

President and Board of Trustees
Countryside Fire Protection District
Vernon Hills, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Countryside Fire Protection District (the District), as of and for the year ended May 31, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Countryside Fire Protection District, as of May 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Frank J. Costabile

Members
American Institute
of Certified Public
Accountants
and Illinois
Society of CPAs



Costabile & Steffens P.C.

Certified Public Accountants

President and Board of Trustees
Countryside Fire Protection District
Vernon Hills, Illinois

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and certain pension and post-employment benefit disclosures on pages 3–9 and 56–65 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 purposes of forming opinions on the financial statements that collectively comprise the Countryside Fire Protection District's basic financial statements. The nonrequired supplemental schedules as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The non-required supplemental schedules as listed in the table of contents have 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 non-required supplemental schedules as listed in the table of contents are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Costabile & Steffens PC

COSTABILE & STEFFENS PC
Certified Public Accountants

Rolling Meadows, Illinois 60008
December 3, 2021

**Countryside Fire Protection District
Management's Discussion and Analysis
Year Ending May 31, 2021**

INTRODUCTION

As the management of Countryside Fire Protection District (CFPD or District), we offer readers of the District's statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended May 31, 2021.

Established in 1959, the Countryside Fire Protection District serves an area that includes portions of Vernon Hills, Hawthorn Woods, Kildeer, Long Grove, Indian Creek, and Unincorporated areas of Lake County. We protect residential, mercantile, office, warehouse, and light industrial property with an EAV of \$1.7 billion. CFPD staffs 2 fire stations 24 hours a day and in FY 2021 responded to 4,470 fire, rescue and EMS calls. The District is an internationally accredited fire agency, meeting the highest standards set by the Commission on Fire Accreditation International and is rated a Class 2 by the Insurance Services Organization (ISO). The District stretches from Milwaukee Avenue on the East, to Fremont Center Road on the west. The Northern most boundary is Winchester Road, and to the south, Port Clinton Road. The Canadian National and METRA Railroads traverse the District.

Our professional force of 40 full-time and contract Firemedics complimented by 15 part-time Firefighters and Paramedics, train frequently to ensure readiness in firefighting, emergency medical skills, highly technical rescue, hazardous materials, and disaster response for the 35,610 residents we serve. A state-of-the-art dispatch center staffed by 6 full-time and several part-time CFPD professional, EMD trained telecommunicators is co-located at the Vernon Hills Police Department. Dispatch is also provided for the Libertyville Fire Department. Our operation is also supported by a staff that includes a finance director and administrative assistant. The Fire Prevention Bureau is responsible for public education, fire safety inspections, building plan review, fire investigation, and water supply testing. We pro-actively use building and fire codes to ensure safety at over 1,300 occupancies in the District.

The members of the Countryside Fire Protection District are committed to providing the community with the utmost in public safety. As a reference to the financial side of the District operation, the following data reflects on the fiscal year as it relates to taxation, budget and calls for service.

4,470 Incidents

Fire Loss: \$206,500

District Population: 35,610

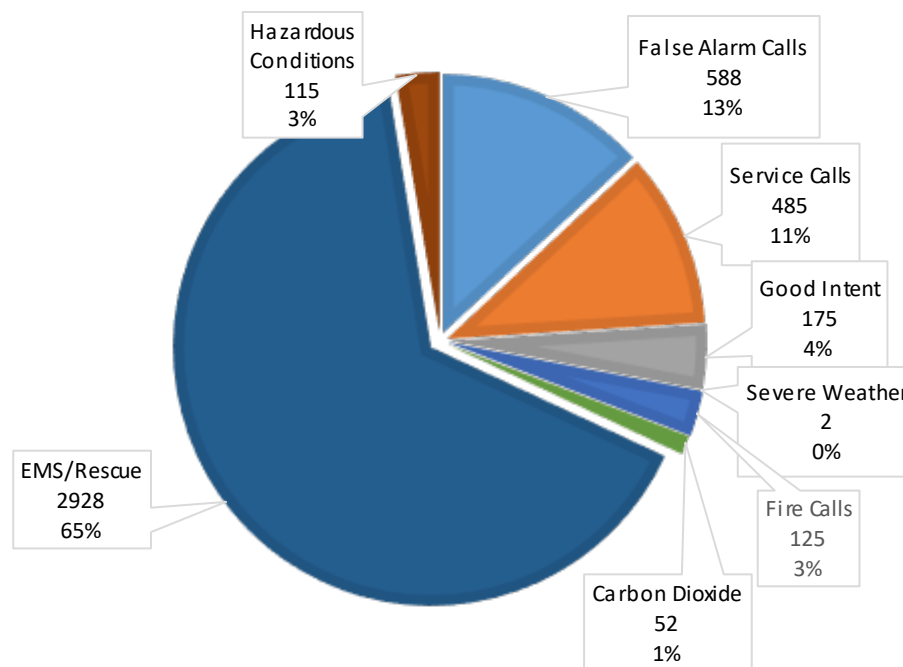
Tax Year 2020 CFPD Equalized Assessed Value (EAV): \$1,728,525,190

Tax Year 2020 CFPD Tax Extension: \$10,303,741

FY 2020 – 21 CFPD Budget: \$9,655,000

FY 2019-20 Cost per capita (budget/population): \$271.13

**Call Summary by Type of Call (Fiscal Year)
June 1, 2020 – May 31, 2021**



FINANCIAL HIGHLIGHTS

- The District’s basis of accounting switched from the modified cash basis of accounting to the accrual basis of accounting for the fiscal year ended May 31, 2021, which resulted in the restatement of beginning net position in the government-wide financial statements
- The liabilities and deferred inflows of resources of the District exceeded its assets and deferred outflows of resources by \$11,844,588 at the end of the current fiscal year due to the implementation of Governmental Accounting Standards Board (GASB) 68, *Accounting and Financial Reporting for Pensions* and GASB 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. These accounting standards include the full liability of the pension funds and Other Post Employment Benefits (OPEB). Net position consisted of net investment in capital assets in the amount of \$4,410,127, restricted for fire and ambulance services in the amount of \$4,827,794 and an unrestricted deficit of \$21,082,509 at May 31, 2021.
- The District’s total net position increased by \$2,379,179 during the fiscal year.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District’s finances. Fund financial statements can be found in the financial section of this report. For governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the District’s operations in more detail than the government-wide statements by providing information about the District’s most significant funds. The remaining statements provide financial

information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

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

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

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

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 District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into one of two categories: governmental fund or fiduciary fund.

Governmental Funds

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

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

The District maintains three 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. The General Fund and Ambulance Fund are considered major funds. The Insurance Fund is considered non-major. The District adopts an annual appropriated budget for all of these funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Government's own programs. The accounting method used for the fiduciary fund is the full accrual basis.

The fiduciary fund utilized by the District is the Firefighters' Pension Fund.

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 which can be found in the financial section of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's Illinois Municipal Retirement Fund (IMRF) and Firefighters' Pension Fund. Additionally, required supplementary information regarding the schedule of revenues, expenditures and changes in fund balance – budget and actual for each major fund is presented in this section.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows were exceeded by liabilities/deferred inflows by \$11,844,588.

	Net Position	
	Governmental	
	Activities	
	2021	2020
Current and Other Assets	\$ 15,292,881	\$ 13,833,232
Capital Assets	6,805,566	7,308,820
Total Assets	22,098,447	21,142,052
Deferred Outflows	9,177,624	10,105,316
Total Assets/Deferred Outflows	31,276,071	31,247,368
Long-Term Debt	2,017,663	2,436,593
Other Liabilities	22,570,405	30,080,190
Total Liabilities	24,588,068	32,516,783
Deferred Inflows	18,532,591	12,954,352
Total Liabilities/Deferred Inflows	43,120,659	45,471,135
Net Position (deficit)		
Net Investment in Capital Assets	4,410,127	4,331,798
Restricted	4,971,706	2,829,525
Unrestricted (Deficit)	(21,226,421)	(21,385,090)
Total Net Position (deficit)	\$ (11,844,588)	\$ (14,223,767)

A portion of the District's net position, \$4,410,127 reflects its investment in capital assets (for example, land, buildings, machinery, and vehicles), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The restricted net position of \$4,827,794 is restricted for ambulance services and insurance purposes.

The remaining negative \$21,082,509, represents unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors. The basic government-wide financial statements are presented on page 10 thru 11 of this report.

	Change in Net Position	
	Governmental Activities	
	2021	2020
Revenues		
Program Revenues		
Charges for Services	\$ 2,636,143	\$ 2,070,764
Grants and Other Revenue	215,179	16,483
General Revenues		
Property Taxes	10,502,777	9,940,417
Replacement Taxes	31,421	24,972
Investment Income	5,759	47,624
Other Income	329,695	454,584
Total Revenues	<u>13,720,974</u>	<u>12,554,844</u>
Expenses		
Fire Prevention	11,239,760	10,272,322
Interest on Long-Term Debt	102,035	117,387
Total Expenses	<u>11,341,795</u>	<u>10,389,709</u>
Change in Net Position	2,379,179	2,165,135
Net Deficit, Beginning, as restated	<u>(14,223,767)</u>	<u>(16,388,902)</u>
Net Deficit, Ending	<u>\$ (11,844,588)</u>	<u>\$ (14,223,767)</u>

Net position of the District's governmental activities increased by 16.7 percent (deficit of \$11,844,588 in 2021 compared to a deficit of \$14,223,767 in 2020). Governmental unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$21,082,509 at May 31, 2021, due to the Districts outstanding pension and other postemployment benefit liabilities.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of May 31, 2021 was \$6,805,566 (net of accumulated depreciation). This investment in capital assets includes land, building and improvements, vehicles, machinery and equipment.

	<u>Capital Assets - Net of Depreciation</u>	
	<u>Governmental</u>	
	<u>Activities</u>	
	<u>2021</u>	<u>2020</u>
Land	\$ 93,300	\$ 93,300
Building and Improvements	4,884,021	5,063,219
Vehicles	1,557,346	1,862,409
Machinery and Equipment	270,899	289,892
Total	<u>\$ 6,805,566</u>	<u>\$ 7,308,820</u>

This year's major additions included:

<u>Governmental Activities</u>	
Building and Improvements	\$ -
Vehicles	30,153
Machinery and Equipment	-
	<u>\$ 30,153</u>

Additional information on the District's capital assets can be found in Note 4 of this report.

Debt Administration

At year-end, the District had total outstanding debt of \$2,671,553 as compared to \$2,977,022 the previous year, a decrease of 10.3%. The following is a comparative statement of outstanding debt:

	<u>Long-Term Debt Outstanding</u>	
	<u>Governmental</u>	
	<u>Activities</u>	
	<u>2021</u>	<u>2020</u>
General Obligation Bonds	\$ 2,248,101	\$ 2,641,935
Notes Payable	194,039	335,087
Capital Lease Obligations	229,413	-
Total	<u>\$ 2,671,553</u>	<u>\$ 2,977,022</u>

The District maintains an A1 rating from Moody's for general obligation debt. This ranking was downgraded during the fiscal year from Aa3 as a result of the District's elevated and growing pension burden. Additional information on the District's long-term debt can be found in Note 6 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The COVID-19 pandemic has impacted the District's operations. The District has followed the guidelines provided by the Illinois Department of Public Health in regards to operational changes to the stations.

The capital paramedic equipment and personnel contract between Metro Paramedic Services, Inc. (Metro) and the District was terminated as of November 14, 2021. Effective June 1, 2021, the personnel contract was lowered from 6 contractors to 3 contractors, however due to staffing issues, Metro was only able to provide one contractor between June and September. Effective July 1, 2021, Metro sold the vehicles and equipment back to the District in the amount of \$178,953.

Budgeted revenue for 2021-22 is \$10,820,000. Property taxes comprise the majority of that revenue at 77.24% of the budgeted revenue. Other sources of budgeted revenue include fees for ambulance service, fire prevention bureau fees, dispatch services, grants and other miscellaneous sources (such as Replacement Taxes, Foreign Fire Insurance Tax, Investment earnings etc.), which represents 22.76% of budgeted revenue.

Budgeted expenditures for 2021-22 are \$10,815,000. Expenditures include salaries and benefits with a slight increase to maintain staffing levels, facility expenses to operate and maintain existing buildings, expenses to maintain existing apparatus, debt payments and other miscellaneous expenditures. The budget includes debt services for the water tender, fire engine, ambulance and fire station.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the Countryside Fire Protection District. The District is prepared to answer any questions or suggestions about this report. Comments or questions may be addressed to the Countryside Fire Protection District, 600 N. Deerpath Drive, Vernon Hills, IL 60061-1804.

BASIC FINANCIAL STATEMENTS



Costabile & Steffens P.C.
Certified Public Accountants

Countryside Fire Protection District

STATEMENT OF NET POSITION

May 31, 2021

	Governmental Activities
ASSETS	
Cash and Cash Equivalents	\$ 4,055,135
Cash in Escrow	276,204
Receivables	
Property Taxes, net	9,847,244
Ambulance Fees, net	730,302
Other	345,204
Prepaid Expenditures	38,792
Capital Assets	
Capital Assets Not Being Depreciated	93,300
Other Capital Assets, Net of Depreciation	6,712,266
Total Capital Assets	<u>6,805,566</u>
Total Assets	<u>22,098,447</u>
DEFERRED OUTFLOWS	
Deferred Items - IMRF	335,502
Deferred Items - Firefighters' Pension Fund	8,842,122
Total Deferred Outflows	<u>9,177,624</u>
LIABILITIES	
Accounts Payable	52,806
Payroll Liabilities	131,028
Long-Term Liabilities	
Due Within One Year	
Notes Payable and Capital Leases	235,056
Bonds Payable	385,000
Compensated Absences	740,924
Due in More Than One Year	
Notes Payable and Capital Leases	188,396
Bonds Payable, Net of Premium	1,829,267
Net OPEB Liability	2,401,997
Net Pension Liability - IMRF	555,730
Net Pension Liability - Firefighters' Pension Fund	18,034,030
Total Liabilities	<u>24,554,234</u>
DEFERRED INFLOWS	
Deferred Property Taxes	4,969,519
Deferred Items - IMRF	404,332
Deferred Items - Firefighters' Pension Fund	13,158,740
Total Deferred Inflows	<u>18,532,591</u>
NET POSITION	
Net Investment in Capital Assets	4,410,127
Restricted for Fire and Ambulance Services	4,971,706
Unrestricted	(21,226,421)
Total Net Position	<u>\$ (11,844,588)</u>

The accompanying notes are an integral part of this statement.



Countryside Fire Protection District

STATEMENT OF ACTIVITIES
 For the Year Ended May 31, 2021

Functions / Programs	Expenses	Program Revenue		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
				Governmental Activities
Governmental Activities				
Fire Prevention	\$ 11,239,760	\$ 2,636,143	\$ 215,179	\$ (8,388,438)
Interest on Long-Term Debt	102,035	-	-	(102,035)
Total Governmental Activities	\$ 11,341,795	\$ 2,636,143	\$ 215,179	(8,490,473)
General Revenues				
Taxes				
Property Taxes				10,502,777
Replacement Taxes				31,421
Investment Income				5,759
Other Income				329,695
Total General Revenue				10,869,652
Change in Net Position				2,379,179
Net Position,				
Beginning of Year (Restated)				(14,223,767)
End of Year				\$ (11,844,588)

The accompanying notes are an integral part of this statement.



Costabile & Steffens P.C.
Certified Public Accountants
Countryside Fire Protection District

BALANCE SHEET
GOVERNMENTAL FUNDS
May 31, 2021

	General	Ambulance	(Non-Major) Insurance	Total
ASSETS				
Cash and Cash Equivalents	\$ 1,908,425	\$ 2,146,710	\$ -	\$ 4,055,135
Receivables				
Property Taxes, Net	6,106,872	3,465,392	274,980	9,847,244
Ambulance, Net	-	730,302	-	730,302
Other	191,392	153,812	-	345,204
Deposits in Escrow	138,102	138,102	-	276,204
Prepaid Expenditures	11,284	11,284	16,224	38,792
Interfund Receivable	32,717	-	176,629	209,346
	<u>8,388,792</u>	<u>6,645,602</u>	<u>467,833</u>	<u>15,502,227</u>
Total Assets				
TOTAL DEFERRED OUTFLOWS				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS				
	<u>\$ 8,388,792</u>	<u>\$ 6,645,602</u>	<u>\$ 467,833</u>	<u>\$ 15,502,227</u>
LIABILITIES				
Accounts Payable	\$ 50,282	\$ 2,524	\$ -	\$ 52,806
Payroll Liabilities	77,660	53,368	-	131,028
Interfund Payables	176,629	32,717	-	209,346
	<u>304,571</u>	<u>88,609</u>	<u>-</u>	<u>393,180</u>
Total Liabilities				
DEFERRED INFLOWS				
Deferred Property Taxes	3,082,009	1,748,635	138,875	4,969,519
	<u>3,082,009</u>	<u>1,748,635</u>	<u>138,875</u>	<u>4,969,519</u>
Total Deferred Inflows				
FUND BALANCE				
Nonspendable	149,386	149,386	16,224	314,996
Restricted	-	4,658,972	312,734	4,971,706
Unassigned	4,852,826	-	-	4,852,826
	<u>5,002,212</u>	<u>4,808,358</u>	<u>328,958</u>	<u>10,139,528</u>
Total Fund Balance				
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
	<u>\$ 8,388,792</u>	<u>\$ 6,645,602</u>	<u>\$ 467,833</u>	<u>\$ 15,502,227</u>

The accompanying notes are an integral part of this statement.



Costabile & Steffens P.C.
Certified Public Accountants

Countryside Fire Protection District

RECONCILIATION OF FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

May 31, 2021

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position:

Amounts reported in the Statement of Net Position are different because:

Fund Balance - Balance Sheet of Governmental Funds	\$ 10,139,528
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	6,805,566
Other long-term assets are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the funds:	
Deferred items related to changes in pension assumptions and differences between expected and actual pension plan experience:	
Deferred Outflows - IMRF	335,502
Deferred Outflows - Firefighters' Pension Fund	8,842,122
Long-term liabilities, including notes payable, are not due and payable in the current period and, therefore, are not reported in the funds:	
Notes Payable and Capital Leases	(423,452)
Bonds Payable	(2,214,267)
Compensated Absences	(740,924)
Net OPEB Liability	(2,401,997)
Net Pension Liability - IMRF	(555,730)
Net Pension Liability - Firefighters' Pension Fund	(18,034,030)
Deferred items related to difference between projected and actual earnings on pension plan investments and difference between expected and actual pension plan experience:	
Deferred Infows - IMRF	(404,332)
Deferred Inflows - Firefighters' Pension Fund	(13,158,740)
Net Position of Governmental Activities	<u><u>\$ (11,810,754)</u></u>

The accompanying notes are an integral part of this statement.



Costabile & Steffens P.C.
Certified Public Accountants

Countryside Fire Protection District

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

For the Year Ended May 31, 2021

	General	Ambulance	Insurance (Non-Major)	Total
REVENUES				
Property Taxes	\$ 6,451,654	\$ 3,745,821	\$ 305,302	\$ 10,502,777
Replacement Taxes	16,499	13,769	1,153	31,421
Charges for Services	431,090	2,205,053	-	2,636,143
Other Income	205,897	339,678	-	545,575
Grants	101,385	113,794	-	215,179
Investment Income	2,939	2,817	-	5,756
Foreign Fire Insurance	60,324	-	-	60,324
Total Revenues	7,269,788	6,420,932	306,455	13,997,175
EXPENDITURES				
Current				
Public Safety	-	4,120,420	280,315	4,400,735
Administration	5,775,172	-	-	5,775,172
Capital Outlay	53,780	66,081	-	119,861
Debt Service				
Principal	453,918	93,918	-	547,836
Interest	99,261	2,774	-	102,035
Total Expenditures	6,382,131	4,283,193	280,315	10,945,639
Net Change in Fund Balance	887,657	2,137,739	26,140	3,051,536
FUND BALANCE				
Beginning of Year (Restated)	4,114,555	2,670,619	302,818	7,087,992
End of Year	\$ 5,002,212	\$ 4,808,358	\$ 328,958	\$ 10,139,528

The accompanying notes are an integral part of this statement.



Costabile & Steffens P.C.
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Countryside Fire Protection District

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES
 IN THE STATEMENT OF ACTIVITIES
 For the Year Ended May 31, 2021

Net Change in Fund Balances - Total Governmental Funds	\$	3,051,536
--	----	-----------

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlays		30,153
Depreciation expense		(533,407)

Governmental funds report debt payments as expenditures and debt issuances as revenue. However, in the statement of activities, debt payments and debt issuances are not reported as expenditures and revenue, respectively.

Principal Payments of Long Term Debt and Capital Leases		547,836
Capital Lease Debt Proceeds		(276,204)

The issuance of long-term debt in the prior years resulted in deferred cost of refunding that were reported as current financial resources in the governmental funds. However, these amounts have been amortized in the government-wide statements:

Amortization of Deferred Cost of Refunding		33,834
--	--	--------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:

Change in the following deferred items related to pension investment experience, changes in pension assumptions, and difference between expected and actual pension plan experience:

Deferred Outflows - IMRF		62,314
Deferred Outflows - Firefighters' Pension Fund		(1,142,775)

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 governmental funds:

Change in Compensated Absences		(85,760)
Change in Cash Escrow Account		4
Change in OPEB Liability		(265,741)
Change in Net Pension Liability - IMRF		68,615
Change in Net Pension Liability - Firefighters' Pension Fund		13,523,848

Change in the following deferred items related to the difference between expected and actual pension plan experience:

Deferred Inflows - IMRF		(63,857)
Deferred Inflows - Firefighters' Pension Fund		(12,571,217)

Change in Net Position of Governmental Activities	\$	2,379,179
--	-----------	------------------

The accompanying notes are an integral part of this statement.



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Countryside Fire Protection District
STATEMENT OF FIDUCIARY NET POSITION
FIREFIGHTERS' PENSION FUND
May 31, 2021

ASSETS

Cash and Cash Equivalents	\$	458,781
Accrued Interest and Dividend Receivable		35,033
Investments, at Fair Value:		
Money Market Funds		3,800,276
U.S. Government and Agency Obligations		7,123,434
Corporate Notes and Bonds		2,003,758
Negotiable Certificates of Deposit		215,511
Mutual Funds and Stock Equities		25,187,109
Prepaid Expenses		<u>6,528</u>
Total Assets		<u>38,830,430</u>

LIABILITIES

Accrued Expenses		7,688
Payroll Withholdings		<u>4,726</u>
Total Liabilities		<u>12,414</u>

NET POSITION

Held in Trust for Pension Benefits	\$	<u>38,818,016</u>
(A Schedule of Funding Progress is Presented in the Required Supplementary Information)		

The accompanying notes are an integral part of this statement.



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Countryside Fire Protection District

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FIREFIGHTERS' PENSION FUND

For the Year Ended May 31, 2021

ADDITIONS

CONTRIBUTIONS

Employer	\$ 1,722,068
Plan Members	424,633

Total Contributions	<u>2,146,701</u>
---------------------	------------------

INVESTMENT INCOME

Interest and Dividends	605,668
Net Increase in Fair Value of Investments	7,964,064

	<u>8,569,732</u>
--	------------------

Less: Investment Expenses	<u>(29,098)</u>
---------------------------	-----------------

Net Investment Income	<u>8,540,634</u>
-----------------------	------------------

Total Additions	<u>10,687,335</u>
-----------------	-------------------

DEDUCTIONS

Administration	43,443
Benefits and Refunds	2,138,782

	<u>2,182,225</u>
--	------------------

Total Deductions	<u>2,182,225</u>
------------------	------------------

Net Increase	8,505,110
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Net Position Held in Trust for Pension Benefits

Beginning of Year	<u>30,312,906</u>
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End of Year	<u><u>\$ 38,818,016</u></u>
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The accompanying notes are an integral part of this statement.



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Countryside Fire Protection District
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Countryside Fire Protection District
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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Countryside Fire Protection District (the "District"), is incorporated in Vernon Hills, Illinois. The District encompasses areas in Lake County. The mission of the District is to protect lives and property within the community in a fiscally sound and responsible manner through fire prevention, public education, fire suppression, emergency medical services, and public safety.

A. Basis of Accounting

The financial statements of Countryside Fire Protection District have been prepared in conformity with Generally Accepted Accounting Principles as applied to local governments. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The pension trust fund is accounted for using the accrual basis of accounting. As required by the Illinois Department of Insurance, revenues are recognized when they are earned, and expenses are recognized when incurred.

B. Reporting Entity

The accompanying financial statements present the District's primary government and any component units over which the District exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the District (as distinct from legal relationships). Management considered all potential component units and has determined that there are no entities outside of the primary government that should be blended into or discretely presented with the District's financial statements.

C. Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the District as a whole (except for fiduciary activities) and distinguish between the governmental and business-type activities of the District. Governmental activities, which are normally supported by taxes and governmental revenues, are reported separately from business-type activities, which rely to a significant extent of fees and charges for support.



Costabile & Steffens P.C.
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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide Financial Statements (Continued)

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's public safety function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from the goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

D. Fund Financial Statements

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Funds are organized as major funds or non-major funds within the governmental statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

1) Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures and expenses of the individual governmental fund or enterprise fund are at least ten percent of the corresponding total of all funds of the category or type and;

2) Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures and expenses of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.



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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus

The government-wide financial statements are reported using the economic resources management focus and the accrual basis of accounting, as are the proprietary fund financial statements when applicable. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as eligibility requirements imposed by the provider have been met.

Governmental funds are those which governmental functions of the District finance. The acquisition, use, and balances of the District's expendable resources and the related liabilities are accounted for through governmental funds. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recognized when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences, claims, and judgments are reported only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing resources.

Property taxes, sales taxes, franchise taxes, licenses, charges for service, amounts due from other governments, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period if applicable. Charges for sales and services and miscellaneous revenues are generally recorded as revenue when received in cash because they are generally not measurable until actually received.



Costabile & Steffens P.C.
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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Basis of Presentation

The District reports the following major governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Expenditures from this fund provide basic District services, such as finance and data processing, personnel, and general administration of the District. Revenue sources include taxes, which include property taxes, replacement taxes, interest income and other income.

The *Ambulance Fund*, a special revenue fund, which accounts for ambulance operations. Financing is provided by a specific annual property tax levy to the extent user charges are not sufficient to provide such financing.

The District reports the following non-major governmental funds:

Insurance Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purpose other than debt service or capital projects.

Fiduciary fund level financial statements are custodial in nature and are merely clearing accounts for assets held by the District as an agent for individuals, private organization, or other governments. Fiduciary funds are excluded from government-wide financial statements. The District reports the following fiduciary fund:

The *Firefighters' Pension Fund* which accounts for assets held by the District in a trustee capacity.

Proprietary fund level financial statements are used to account for activities, which are similar to those found in the private-sector. The measurement focus is upon determination of net income, financial position, and cash flows. The District reports no proprietary funds.

G. Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, deposits in interest-bearing and noninterest-bearing checking accounts, and certificates of deposit with maturities of three months or less from the date of acquisition.



Costabile & Steffens P.C.
Certified Public Accountants

Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value. All investments are stated at fair value for pension trust funds.

I. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "Interfund Receivables" or "Interfund Payables" on the balance sheet.

J. Receivables

Receivables consist of all revenues earned at year-end that are not yet received as of May 31, 2021. Major receivable balances for governmental activities include property taxes and ambulance fees. The District carries its receivables at cost less an allowance for doubtful accounts. On a periodic basis, the District evaluates its receivables and establishes the amount of its allowance for doubtful accounts based on a history of past write-offs and collections. The allowance for doubtful accounts amounts to \$25,741 for property taxes and \$94,951 for ambulance fees receivable.

K. Prepaid Items and Prepaid Expenditures

Payments made to vendors for services that will benefit periods beyond May 31, 2021 are recorded as prepaid items / expenditures using the consumption method of recognition.

L. Deferred Revenue

When applicable, the District reports unearned revenues on its Statement of Net Position and deferred revenues on its Governmental Funds Balance Sheet. For governmental fund financial statements, deferred revenues occur when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.



Costabile & Steffens P.C.
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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Compensated Absences

Accumulated vacation and sick leave, that is expected to be liquidated with expendable available financial resources, is reported as an expenditure and a fund liability of the governmental fund that will pay it. Accumulated vacation and sick leave of proprietary funds, when applicable, is recorded as an expense and liability of those funds as the benefits accrue to employees. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements. The General Fund and Ambulance Fund are used to liquidate the compensated absences liability.

Employees earn 12 hours of sick time every month to a maximum of 1,440 hours. Any amounts that are not used at calendar year-end, are accumulated in employee's sick leave "bank". Each year on the employees anniversary date, employees with at least 1,440 hours in their sick leave "banks" get paid for 50% of their unused sick leave days. The District's compensated absences liability at May 31, 2021 comprises of accumulated vacation and sick time in the amount of \$740,924.

Employees in good standing who retire and have been with the District for more than 20 years receive payment for their accumulated sick leave bank at 50% of the time accrued.

N. Property Taxes

Property taxes become an enforceable lien on property as of January 1. Taxes are levied each year and are payable in two installments, due in June and September of the following year. Lake County bills and collects all property taxes and remits them to the District. The District recognizes property taxes in the year in which they attach as an enforceable lien and are available.

O. Capital Assets

Capital assets are recorded as expenditures at the time of purchase. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., parking lots and similar items), are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.



Costabile & Steffens P.C.
Certified Public Accountants

Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Capital Assets (Continued)

Costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful

<u>Description</u>	<u>Years</u>
Buildings and Improvements	45
Machinery and Equipment	5-25
Vehicles	10-30

P. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources, or expenses/expenditures, until then. The District has deferred changes in proportion dealing with pensions and contributions made after the measurement date. The District currently does not have deferred charges on refunding debt. These represent a consumption of net position that applies to future periods and is not recognized as an outflow of resources until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources, or revenues, until that time. A deferred inflow of resources dealing with pension is reported for the differences between expected and actual experience, the net difference between projected and actual earnings on pension investments, and changes in assumptions.

Q. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.



Costabile & Steffens P.C.
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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Government-Wide Net Position

Net position is divided into three components:

Net Investment in Capital Assets - consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, notes or other borrowings attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position - These amounts consist of net position with constraints placed on its use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Unrestricted Net Position - the remaining net position is reported in this category.

S. Government Fund Balances

Governmental fund balances are divided between nonspendable and spendable.

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

Restricted - Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.

Committed - includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the District removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District's highest level of decision-making authority rests with the District's Board. The District passes formal resolutions to commit their fund balances. At May 31, 2021, the District has no committed fund balance amounts.



Costabile & Steffens P.C.
Certified Public Accountants

Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Government Fund Balances (Continued)

Assigned - includes amounts that are constrained by the District's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by (a) the District's Board itself; or (b) a body or official to which the Board has delegated the authority to assign amounts to be used for specific purposes. The District's Board has not delegated authority to any other body or official to assign amounts for a specific purpose within the General Fund. Within the other governmental fund type (capital projects) resources are assigned in accordance with the established fund purposes and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned.

Unassigned - includes the residual fund balance that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

It is the District's policy to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e. - committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

T. Interfund Transactions

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except reimbursements, are reported as transfers.

U. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.



Costabile & Steffens P.C.
 Certified Public Accountants

Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 2 - FUND BALANCE / NET POSITION RESTATEMENTS

Net position / fund balance was restated due to the District converting from the modified cash basis of accounting to the modified accrual basis of accounting. The following is a summary of the net position / fund balance as originally reported and as restated:

	<u>As Reported</u>	<u>As Restated</u>	<u>Increase (Decrease)</u>
Governmental Activities	\$ 7,279,103	\$ (14,223,767)	\$ (21,502,870)
General	1,359,810	4,114,555	2,754,745
Ambulance	1,427,237	2,670,619	1,243,382
Insurance	160,258	302,818	142,560

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

A. Cash

The carrying amount of cash was \$4,055,135 at May 31, 2021, while bank balances were \$4,085,049. As of May 31, 2021, all of the District's bank balance was insured up to \$4,085,049 and uncollateralized.

At fiscal year end, the carrying amount of the Pension Fund's deposits totaled \$458,781 and the bank balances totaled \$464,845. In the case of deposits for the Pension Fund, the entire amount of the bank balance of the deposits were covered by federal depository or equivalent insurance.

B. Certificates of Deposit

Pension Funds

Certificates of deposits for the pension fund were \$215,511 at May 31, 2021, and were insured by the Federal Deposit Insurance Corporation (FDIC) up to their \$250,000 limit.



Costabile & Steffens P.C.
Certified Public Accountants

Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (CONTINUED)

C. Investments

The District maintains cash and investment accounts for each fund. The district is authorized by State Statute and its own local ordinances to invest in obligations of the United States Treasury, agencies and instrumentalities, commercial paper noted within the three highest classifications by at least two standard rating services, obligations of states and their political subdivisions, mutual funds, savings accounts, credit union shares, the Illinois Funds and authorized life insurance contracts.

The deposits and investments of the Pension Fund are held separately from those of other District funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent the deposits are insured by the agencies or instrumentalities of the government; State of Illinois bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township or municipal corporation of the State of Illinois, direct obligation of the State of Illinois; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open ended management investment companies, provided the portfolio is limited to specific restrictions; general accounts of life insurance companies and separate accounts of life insurance. Pension funds with net assets of 2.5 million or more may invest up to 45% of the plan net assets in separate accounts of life insurance companies and mutual funds. In addition, pension funds with net assets of at least 5 million that have appointed an investment advisor, may through that advisor invest up to 45% of the plan's net assets in common and preferred stocks that meet specific restrictions.



Costabile & Steffens P.C.
 Certified Public Accountants

Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

The following table categorizes interest rate risk for the District:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Agency Obligations	\$ 7,123,434	\$ 1,328,543	\$ 3,066,851	\$ 2,270,234	\$ 457,806
Corporate Notes and Bonds	2,003,758	394,714	1,389,634	213,032	6,378
Certificates of Deposit	215,511	-	215,511	-	-
Total	<u>\$ 9,342,703</u>	<u>\$ 1,723,257</u>	<u>\$ 4,671,996</u>	<u>\$ 2,483,266</u>	<u>\$ 464,184</u>

The Pension Fund assumes any callable securities will not be called. As of May 31, 2021, the Firefighters' Pension Fund has U.S. government and agency obligations and corporate notes and bonds with average credit quality ratings of AAA-Baa3. Mutual funds and money market funds are not subject to risk categorization. The mutual funds are managed by the financial institution in which they are held.

Interest Rate Risk - is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the District's investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

Credit risk - is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District helps limit its exposure to credit risk by primarily investing in securities issued by the United States government and/or its agencies that are implicitly guaranteed by the United States government. The District's investment policy is to apply the prudent-person rule: Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the primary objective of safety as well as the secondary objective of the attainment of market rates of return.

Concentration of Credit Risk - is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District places no limits on the amount that may be invested in any one issuer.



Costabile & Steffens P.C.
 Certified Public Accountants

Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

Custodial Credit Risk - is the risk that in the event of failure of the counterparty, the District or Pension Fund would not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Mutual funds and money markets are not subject to custodial risk. The U.S. Government and Agency securities are categorized as insured and held by the counterparty in the District or Fund's name. To limit their exposure, both the District and Pension Fund's investment policy requires all security to be held only in insured financial institutions.

- iShares MSCI USA Momentum Factor ETF - \$3,818,097
- DoubleLine Shiller Enhanced CAPE - \$3,767,782
- Vanguard 500 Index Fund - \$11,317,767
- SPDR S&P 600 Small Cap ETF - \$2,116,871
- Cohen & Steers Institutional Fund - \$2,121,957
- Delaware Emerging Markets Fund - \$57,361
- DFA International Core Equity Fund - \$369,728
- Harding Loevner Institutional Emerging Markets Fund - \$202,090
- Invesco Oppenheimer International Sml-Mid Company Fund - \$201,774
- Janus Henderson International Opportunities Fund - \$679,912
- Vanguard International Growth Fund - \$533,770

Investment Policy - The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Board of Trustees by a majority vote of its members. It is the policy of the pension's board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct assets. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain dramatically shifting asset class allocations over short time spans. The following was the Board's asset allocation policy as of May 31, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>
Cash and Cash Equivalents	3.00%
Domestic Fixed Income	32.00%
Domestic Large Cap Equity	52.00%
Domestic Small Cap Equity	5.00%
International Equity	4.00%
Emerging Market Equity	1.00%
Real Estate Equity	3.00%
Total	<u>100.00%</u>



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 May 31, 2021

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

The Pension Fund had the following recurring fair value measurements as of May 31, 2021:

Investments by Fair Value Level	Totals	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Agency Obligations	\$ 7,123,434	\$ -	\$ 7,123,434	\$ -
Corporate Notes and Bonds	2,003,758	-	2,003,758	-
Mutual Funds and Stock Equities	<u>25,187,109</u>	<u>25,187,109</u>	<u>-</u>	<u>-</u>
Total Investments by Fair Value Level	<u>\$ 34,314,301</u>	<u>\$ 25,187,109</u>	<u>\$ 9,127,192</u>	<u>\$ -</u>



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended May 31, 2021 is as follows:

	Balance June 1, 2020	Increases	Disposals	Balance May 31, 2021
Capital Assets, not Being Depreciated				
Land	\$ 93,300	\$ -	\$ -	\$ 93,300
Total Capital Assets, not Being Depreciated	93,300	-	-	93,300
Capital Assets, Being Depreciated				
Buildings and Improvements	7,735,886	-	-	7,735,886
Machinery and Equipment	1,322,009	30,153	-	1,352,162
Vehicles	4,120,382	-	811,651	3,308,731
Total Capital Assets Being Depreciated	13,178,277	30,153	811,651	12,396,779
Less Accumulated Depreciation for				
Buildings and Improvements	2,672,667	179,198	-	2,851,865
Machinery and Equipment	1,032,117	49,146	-	1,081,263
Vehicles	2,257,973	305,063	811,651	1,751,385
Total Accumulated Depreciation	5,962,757	533,407	811,651	5,684,513
Total Capital Assets Being Depreciated, Net	7,215,520	(503,254)	-	6,712,266
Total Capital Assets, Net	\$ 7,308,820	\$ (503,254)	\$ -	\$ 6,805,566

Depreciation expense of \$533,407 was charged to governmental activities, fire protection, as of May 31, 2021.



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 5 - INTERNAL RECEIVABLES AND PAYABLES

Internal receivables and payables consist of the following:

	<u>Receivables</u>	<u>Payables</u>
General Fund		
Insurance Fund	\$ -	\$ 176,629
Ambulance Fund	32,717	
Total General Fund	<u>32,717</u>	<u>176,629</u>
Special Revenue Funds		
Insurance Fund		
General Fund	176,629	-
Ambulance Fund		
General Fund	-	32,717
Total Special Revenue Funds	<u>176,629</u>	<u>32,717</u>
	<u>\$ 209,346</u>	<u>\$ 209,346</u>

The amounts payable to special revenue funds are to cover temporary deficits in the funds' balances as of May 31, 2021. Repayment is expected within one year.

NOTE 6 - LONG-TERM LIABILITIES

A. Changes in Long-Term Liabilities

During the year ended May 31, 2021, the following changes occurred in long-term liabilities:

	<u>Balance</u> <u>June 1, 2020</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>May 31, 2021</u>	<u>Due Within</u> <u>One Year</u>
Bonds Payable	\$ 2,500,000	\$ -	\$ 360,000	\$ 2,140,000	\$ 385,000
Bond Premium	141,935	-	33,834	108,101	33,834
Notes Payable - Banks	335,087	-	141,048	194,039	144,189
Capital Lease Obligations	-	276,201	46,788	229,413	90,867
	<u>\$ 2,977,022</u>	<u>\$ 276,201</u>	<u>\$ 581,670</u>	<u>\$ 2,671,553</u>	<u>\$ 653,890</u>



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

A. Changes in Long-Term Liabilities (Continued)

On December 19, 2012, the District issued \$960,000 in 2012 General Obligation Limited Debt Certificates with an average interest rate of 2.65% to advance refund 2002 General Obligation Limited Debt Certificates with an average rate of 4.9%. The net \$939,737 were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide for some of the future debt service payments. The amount of the 2002 General Obligation Debt Certificates are considered defeased and fully repaid.

In June 2005, the District issued General Obligation Fire Protection Bonds, Series 2005 in the amount of \$5,000,000 to provide for the demolition and reconstruction of Fire Station #1. Principal payments were due in annual installments beginning on January 15, 2007 to January 15, 2025. Interest was due semiannually on January 15 and July 15 of each year and the interest rate ranged from 3.5% to 5.25%. These General Obligation Bonds were refunded as of December, 2012, in the amount of \$3,155,000. Principal payments are due in annual installments of \$25,000, \$35,000, \$260,000, \$280,000, \$295,000, \$315,000, \$340,000, \$360,000, \$385,000, \$415,000 and \$445,000 on January 15, 2014 to January 15, 2024, respectively; interest at 2.0% to 3.0%. Interest is due semiannually on January 15 and July 15 of each year. General Obligation Bonds are direct obligation and pledge the full faith of the District.

On December 19, 2012, the District issued \$3.155 million in 2012 General Obligation Refunding Bonds with an average interest rate of 2.8% to advance partial refund 2005 Series General Obligation Bonds with an average rate of 5.2%. The net \$3,374,938 were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide for some of the future debt service payments. The amount of the 2005 Series General Obligation Bonds are considered defeased and was paid out of escrow as of May 31, 2020.

In April 2009, the District signed a loan agreement with the State of Illinois in the amount of \$250,000 to purchase a piece of equipment. The loan was funded in June 2009 and the District purchased the equipment which was delivered in August, 2010. The loan is interest free and principal payments of \$16,667 are due annually through November 2024. The loan is collateralized by the piece of equipment.

In February 2021, the District entered into a capital lease agreement for a new 2020 AEV Type 1 Ambulance with Clayton Holdings, LLC. The original principal was \$276,201. The lease expires August, 2023 and carries semi-annual payments of \$46,788.



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

A. Changes in Long-Term Liabilities (Continued)

In March 2018, the District signed a loan agreement with Commerce Bank in the amount of \$492,463 to purchase new fire engine. The engine was delivered in May, 2019. The loan carries an interest rate of 2.51% and eight equal payments of \$64,964, including interest through February 2022.

B. Debt Service Requirements to Maturity

Year Ending May 31,	Notes Payable Banks	Capital Lease Obligation	Bonds Payable	Amortization of Bond Premium	Interest
2022	\$ 144,189	\$ 90,867	\$ 385,000	\$ 33,834	\$ 89,452
2023	16,667	92,062	415,000	33,834	74,302
2024	16,667	46,484	445,000	25,825	60,642
2025	16,516	-	895,000	14,608	46,988
Total Principal	<u>\$ 194,039</u>	<u>\$ 229,413</u>	<u>\$ 2,140,000</u>	<u>\$ 108,101</u>	<u>\$ 271,384</u>

C. Legal Debt Margin

Assessed Valuation - 2020 Tax Levy Year	<u>\$ 1,728,525,190</u>
Statutory Debt Limitation (5.75% of Assessed Valuation)	\$ 99,390,198
Total Applicable Debt	<u>2,671,553</u>
Legal Debt Margin	<u>\$ 96,718,645</u>



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

D. Other Long-Term Liabilities

Other long-term liabilities consist of the following:

	<u>Balance</u> <u>June 1, 2020</u>	<u>Additions and</u> <u>other changes</u>	<u>Retirements</u>	<u>Balance</u> <u>May 31, 2021</u>	<u>Due Within</u> <u>One Year</u>
Net Pension Liability/(Asset)					
IMRF	\$ 624,345	\$ 268,257	\$ 336,872	\$ 555,730	-
Firefighters' Pension Fund	31,557,878	(11,385,066)	2,138,782	18,034,030	-
OPEB Liability	2,136,256	330,161	64,420	2,401,997	-
	<u>\$ 34,318,479</u>	<u>\$ (10,786,648)</u>	<u>\$ 2,540,074</u>	<u>\$ 20,991,757</u>	<u>\$ -</u>

NOTE 7 - LEASE COMMITMENTS

The District leases a copier under a noncancelable operating lease agreement. Monthly rental payments under this lease are \$538, and the lease expires in July, 2023. Related lease expense was \$6,451 for the year ended May 31, 2021.

The following is a schedule of future lease commitments associated with this lease agreement:

<u>Year Ended</u> <u>May 31,</u>	<u>Amount</u>
2022	\$ 6,451
2023	6,451
	<u>\$ 12,902</u>

The District leases laptop computers under a noncancelable operating lease agreement. Monthly rental payments under this lease are \$1,592, and the lease expires in March, 2023. Related lease expense was \$20,702 for the year ended May 31, 2021.

The following is a schedule of future lease commitments associated with this lease agreement:

<u>Year Ended</u> <u>May 31,</u>	<u>Amount</u>
2022	\$ 19,110
2023	15,925
	<u>\$ 35,035</u>



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 7 - LEASE COMMITMENTS (CONTINUED)

The District leases a printer/fax machine under a noncancelable operating lease agreement. Monthly rental payments under this lease are \$109, and the lease expires in December, 2024. Related lease expense was \$545 for the year ended May 31, 2021.

The following is a schedule of future lease commitments associated with this lease agreement:

<u>Year Ended</u> <u>May 31,</u>	<u>Amount</u>
2022	\$ 1,308
2023	1,308
2024	1,308
2025	<u>763</u>
	<u>\$ 4,687</u>

Commencing January 1, 2020 and continuing through December 31, 2023, the District has entered into an agreement to outsource some of its fire-fighting and emergency medical personnel, lease four (4) ambulances and related equipment, and to contract out its ambulance billing services; however, a termination agreement regarding this lease was reached on July 1, 2021, with an effective date of November 14, 2021. Effective July 1, 2021 the contractor sold the ambulances and equipment to the District for a sum of \$178,953 and will use its best efforts to provide three full-time firefighter/paramedics to the District.

NOTE 8 - CLOSEST STATION RESPONSE AGREEMENT

The Village of Mundelein and the District agree to continue to furnish each other with a fire engine and personnel for all reported structural fires as detailed in their "closest station response" agreement. The agreement is automatically renewed annually unless notice is given in advance.

NOTE 9 - CONTINGENT LIABILITIES

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



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 10 - 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; illnesses of employees; and natural disasters. The District purchases insurance from outside carriers for all types of coverage. There were no significant changes in insurance coverage from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

NOTE 11 - OTHER POST EMPLOYMENT BENEFITS

The net other postemployment health care benefits ("OPEB") liability reported on the statement of net position represents a liability to employees for OPEB. OPEB is a component of exchange transactions, between an employer and its employees, of salaries and benefits for employee services. OPEB are provided to an employee on a deferred-payment basis as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net OPEB liability represents the District's proportionate share of its OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB liability calculation is dependent on critical future (long-term) variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually. GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The proportionate share of each plan's unfunded benefits is presented as a long-term net OPEB liability on the accrual basis of accounting. Any liability for the contractually-required OPEB contribution outstanding at the end of the year is included in due to other governments on both the accrual and modified accrual basis of accounting.

Plan Description. The District provides other postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The plan does not issue a separate report. The plan's latest actuarial valuation is May 31, 2021.



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 11 - OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Benefits Provided. The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the District's retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan but can purchase a Medicare supplement plan from the District's insurance provider. For certain disabled employees who qualify for health insurance benefits under the Public Safety Employee Benefits Act (PSEBA), the District is required to pay 100% of the cost of basic health insurance for the employee and their dependents for their lifetime.

OPEB Disclosures

Actuarial Valuation Date	June 1, 2020
Measurement Date of the OPEB Liability	May 31, 2021
Fiscal Year End	May 31, 2021

Membership

Number of	
- Total Active Employees	44
- Inactive Employees Currently Receiving Benefit Payments	7
Total	<u>51</u>

Deferred Outflows and Deferred Inflows of Resources by Source
(to be recognized in future OPEB expenses)



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 11 - OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ -
Changes in Assumptions	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-
Total Deferred to Be Recognized in Future Expense	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

The Discount Rate is 2.20%, which is the High Quality 20 Year Tax-Exempt G.O. Bond Rate. The following is a sensitivity analysis of total OPEB liability to changes in the discount rate:

Sensitivity of Net OPEB Liability to the Single Discount Rate Assumption:

	1% Decrease (1.20%)	Current Discount Rate (2.20%)	1% Increase (3.20%)
Employer's Net Pension Liability	<u>\$ 2,767,954</u>	<u>\$ 2,401,997</u>	<u>\$ 2,104,878</u>

Sensitivity of the Healthcare Cost Trend Rates:

	1% Decrease (Varies)	Current Discount Rate (Varies)	1% Increase (Varies)
Employer's Net Pension Liability	<u>\$ 2,050,861</u>	<u>\$ 2,401,997</u>	<u>\$ 2,837,414</u>



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 11 - OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Methods and Assumptions Used to Determine Total OPEB Liability:

Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	N/A
Price Inflation	2.25%
Discount Rate	2.20% (Beginning of Year - 2.16%)
Investment Return Rate	N/A
Health Care Cost Rate	6.80% Initial Health Care Cost Trend Rate 5.00% Ultimate Health Care Cost Trend Rate
Mortality	Fire: PubS-2010(A) Mortality Table All Others: RP-2014 with Blue Collar Adjustment and MP-2016 Improvement.

Schedule of Changes in Net OPEB Liability and Related Ratios:

Total OPEB Liability	<u>5/31/2021</u>
Service Cost	\$ 83,746
Interest	45,448
Changes of Benefit Terms	-
Differences Between Expected and Actual Experience	-
Changes in Assumptions	200,967
Benefit Payments	<u>(64,420)</u>
Net Change in Total OPEB Liability	265,741
Total OPEB Liability - Beginning	2,136,256
Total OPEB Liability - Ending (a)	<u><u>\$ 2,401,997</u></u>
 OPEB Plan Net Position - Ending (b)	 <u><u>\$ -</u></u>
 Employer's Net OPEB Liability - Ending (a) - (b)	 <u><u>\$ 2,401,997</u></u>
 OPEB Plan Net Position as a Percentage of the Total OPEB Liability	 0.00%
 Covered-Employee Payroll	 \$ 4,549,909
Employer's Net OPEB Liability as a Percentage of Employee Payroll	52.79%



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 12 - ILLINOIS MUNICIPAL RETIREMENT FUND

Plan Description - The District's defined benefit pension plan for Regular employees, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole but not by individual employer. That report may be obtained on-line at www.imrf.org. The plan's latest actuarial valuation is December 31, 2020.

Benefits Provided - IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). Counties could adopt the Elected County Official (ECO) plan for official selected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). 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.



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NOTES TO FINANCIAL STATEMENTS

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NOTE 12 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Funding Policy - As set by statute, the employer Regular plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2020 was 14.53% percent of annual covered payroll. The employer 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.

Annual Pension Cost - For 2020, the annual pension cost of \$106,516 for the Regular plan was equal to the employer's required and actual contributions.

IMRF Pension Disclosures:

Actuarial Valuation Date	December 31, 2020
Measurement Date of the Net Pension Liability	December 31, 2020
Fiscal Year End	May 31, 2021

Membership:

Number of	
- Retirees and Beneficiaries	4
- Inactive, Non-Retired Members	4
- Active Members	8
Total	<u>16</u>

Net Pension Liability:

Total Pension Liability (Asset)	2,946,001
Plan Fiduciary Net Position	2,390,271
Net Pension Liability (Asset)	555,730
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	81.14%



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 12 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Net Pension Liability as a Percentage
 of Covered Valuation Payroll 75.81%

Development of the Single Discount Rate as of December 31, 2020

Long-Term Expected Rate of Investment Return	7.25%
Long-Term Municipal Bond Rate	2.00%
Last year ending December 31 in the 2021 to 2120 projection period for which projected benefit payments are fully funded	2,120
Resulting Single Discount Rate based on the above development	7.25%
Single Discout Rate calculated using December 31, 2019 Measurement Date	7.25%
Total Pension Expense (Income)	45,549

Deferred Outflows and Deferred Inflows of Resources by Source to be recognized in Future Pension Expenses:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 191,636	\$ 51,050
Changes in Assumptions	53,896	97,888
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	<u>89,970</u>	<u>255,394</u>
Subtotal	335,502	404,332
Contributions Subsequent to the Measurement Date	<u>-</u>	<u>-</u>
Total	<u><u>\$ 335,502</u></u>	<u><u>\$ 404,332</u></u>



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 12 - ILLINOIS MUNICIPAL RETIREMENT FUND (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:

<u>Year Ended</u> <u>December 31,</u>	
2021	\$ (32,383)
2022	(1,687)
2023	(46,671)
2024	(8,883)
2025	10,733
Thereafter	<u>10,061</u>
Total	<u>\$ (68,830)</u>

The single discount rate is calculated in accordance with GASB Statement No. 68. GASB Statement No. 68 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a “risk-free” rate is required, as described in the following paragraph. The single discount rate (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR 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) 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 this valuation, the expected rate of return on pension plan investments is 7.25%; the municipal bond rate is 2.75%; and the resulting single discount rate is 7.25%.



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 12 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Methods and Assumptions Used to Determine Total Pension Liability:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.25%
Salary Increases	2.85% to 13.75%
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.

Mortality

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

Other Information

There were no benefit changes during the year.

The required contribution for 2020 was determined as part of the December 31, 2018 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2018, included (a) 7.50% investment rate of return (net of administrative and investment expenses), (b) projected salary increases of 3.50% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit and (d) post retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open 23 year basis.

The remaining amortization period at the December 31, 2018 valuation was 23 years. The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.



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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 12 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)

Sensitivity of Net Position Liability (Asset) to the Single Discount Rate Assumption:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
	<u> </u>	<u> </u>	<u> </u>
Employer Net Pension Liability	\$ 3,387,384	\$ 2,946,001	\$ 2,583,323
Plan Fiduciary Net Position	2,390,271	2,390,271	2,390,271
Net Pension Liability	<u>\$ 997,113</u>	<u>\$ 555,730</u>	<u>\$ 193,052</u>
A. Total pension liability			
1. Service Cost			\$ 74,180
2. Interest on the Total Pension Liability			193,104
3. Changes of benefit terms			-
4. Difference between expected and actual experience of the Total Pension Liability			155,700
5. Changes in assumptions			(52,061)
6. Benefit payments, including refunds of employee contributions			<u>(102,666)</u>
7. Net change in total pension liability			268,257
8. Total pension liability - beginning			<u>2,677,744</u>
9. Total pension liability - ending			<u>\$ 2,946,001</u>
B. Plan fiduciary net position			
1. Contributions - employer			\$ 112,621
2. Contributions - employee			32,988
3. Net investment income			286,567
4. Benefit payments, including refunds of employee contributions			(102,666)
5. Other (Net Transfer)			<u>7,362</u>
6. Net Change in plan fiduciary net position			336,872
7. Plan fiduciary net position - beginning			<u>2,053,399</u>
8. Plan fiduciary net position - ending			<u>\$ 2,390,271</u>
C. Net pension liability			<u>\$ 555,730</u>
D. Plan fiduciary net position as a percentage of total pension liability			81.14%
E. Covered Valuation Payroll			\$ 733,077
F. Net pension liability as a percentage of covered valuation payroll			75.81%



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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 13 - FIREFIGHTERS' PENSION FUND

The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn Firefighter personnel. The Firefighters' Pension Plan provides retirement, disability, and death benefits, as well as automatic annual cost of living adjustments, to plan members and their beneficiaries. Plan members are required to contribute 9.455% of their annual covered payroll. The District is required to contribute at an actuarially determined rate. Although this is a single-employer pension plan the defined benefits and the contribution requirements of the plan members and the District are governed by the Illinois State Statutes and may only be amended by the Illinois legislature. Administrative costs are financed through investment earnings. At May 31, 2020, the date of the latest actuarial valuation, the Firefighters' Pension Plan membership consisted of the following:

Retirees and Beneficiaries Currently Receiving Benefits	26
Active Plan Members	36
Terminated Employees - Vested	3
	<u>65</u>

The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977, shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of 1/2 of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., 1/2% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually to age 60 on January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later.



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NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 13 - FIREFIGHTERS' PENSION FUND (CONTINUED)

Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or 1/2 of the change in the Consumer Price Index for the preceding calendar year. Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The District is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary.

Net Pension Liability - The components of the net pension liability of the Firefighters' Pension Fund as of May 31, 2021 were calculated in accordance with GASB No. 67 as follows:

Total Pension Liability	\$ 56,852,046
Plan Fiduciary Net Position	<u>(38,818,016)</u>
District's Net Pension Liability	<u><u>\$ 18,034,030</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.28%

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of May 31, 2021, using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate Used For the Total Pension Liability	6.32%
Long-Term Expected Rate of Return on Plan Assets	7.00%
High Quality 20 Year Tax-Exempt G.O. Bond Rate	2.20%
Projected Individual Salary Increases	3.75% - 7.43%
Projected Increase in Total Payroll	3.25%
Consumer Price Index (Urban)	2.25%
Inflation Rate Included	2.25%
Mortality Table	Pub-2010 Adjusted for Plan Status
Retirement Rates	100% of L&A 2020 Illinois Firefighters Rates Capped at Age 65
Disability Rates	100% of L&A 2020 Illinois Firefighters Disability Rates



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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 13 - FIREFIGHTERS' PENSION FUND (CONTINUED)

Termination Rates	L&A Illinois Firefighters Termination Rates 100% of L&A 2020 Illinois Firefighters Term. Rates
Percent Married	80.00%

All rates in the economic assumptions are assumed to be annual rates, compounded on the annual basis.

Expected Return on Pension Plan Investments - The long-term expected rate of return on pension plan investments was determined using the rates provided by the investment professionals that work with the Pension Fund. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of May 31, 2021 are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
Corporate Bonds	1.40%
US Government Fixed Income	0.70%
US Large Cap Equities	3.60%
US Mid Cap Equities	3.90%
US Small Cap Equities	4.50%
Non-US Developed Lg. Cap Equity	5.20%
Emerging Markets Equity	7.20%
Global Real Estate - REITS	4.00%
Commodities - Long Only	0.50%

Municipal Bond Rate - The municipal bond rate assumption is based on The Bond Buyer 20-Bond GO Index. The 20-Bond GO Index is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA. The rate used in the actuarial assumption is the May 31, 2021 rate.

Discount Rate - The discount rate used to measure the total pension liability was 6.32%. The projection of cash flows used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments. To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.



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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 13 - FIREFIGHTERS' PENSION FUND (CONTINUED)

The plan's projected net position is expected to cover future benefit payments in full for the current employees.

Sensitivity of the Discount Rate - The Net Pension Liability has been determined using the discount rate of 6.32%, as well as what the plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.32%) or 1-percentage-point higher (7.32%) than the current rate:

	1% Decrease (5.32%)	Current Discount Rate (6.32%)	1% Increase (7.32%)
Employer Net Pension Liability	<u>\$ 27,114,371</u>	<u>\$ 18,034,030</u>	<u>\$ 10,731,125</u>

Investment Rate of Return - For the year ended May 31, 2021 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 27.19%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.



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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 13 - FIREFIGHTERS' PENSION FUND (CONTINUED)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balance at May 31, 2020	<u>\$ 61,870,784</u>	<u>\$ 30,312,906</u>	<u>\$ 31,557,878</u>
Changes for the Year			
Service Cost	1,491,243	-	1,491,243
Interest	3,332,076	-	3,332,076
Actuarial Experience	935,188	-	935,188
Assumptions Changes	(8,638,463)	-	(8,638,463)
Changes of Benefit Terms	-	-	-
Contributions - Employer	-	1,722,068	(1,722,068)
Contributions - Employees	-	362,683	(362,683)
Contributions - Other	-	61,950	(61,950)
Net Investment Income	-	8,540,634	(8,540,634)
Benefits Payments, Including Refunds	(2,138,782)	(2,138,782)	-
Prior Period Audit Adjustments	-	-	-
Administrative Expense	-	(43,443)	43,443
Net Changes	<u>(5,018,738)</u>	<u>8,505,110</u>	<u>(13,523,848)</u>
Balance at May 31, 2021	<u>\$ 56,852,046</u>	<u>\$ 38,818,016</u>	<u>\$ 18,034,030</u>



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Countryside Fire Protection District

NOTES TO FINANCIAL STATEMENTS

May 31, 2021

NOTE 13 - FIREFIGHTERS' PENSION FUND (CONTINUED)

Deferred Outflows and Inflows of Resources - At May 31, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 1,525,588	\$ 280,228
Changes in Assumptions	6,658,632	7,732,141
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	<u>657,902</u>	<u>5,146,371</u>
Total	<u>\$ 8,842,122</u>	<u>\$ 13,158,740</u>

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:

<u>Year Ended May 31,</u>	
2022	\$ 395,516
2023	385,125
2024	631,304
2025	1,459,463
2026	270,784
Thereafter	<u>1,174,426</u>
Total	<u>\$ 4,316,618</u>

NOTE 14 - SUBSEQUENT EVENTS

The District has evaluated subsequent events through December 3, 2021, the date on which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)



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Countryside Fire Protection District

IMRF

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS

May 31, 2021

	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY						
Service Cost	\$ 74,180	\$ 79,257	\$ 73,491	\$ 76,218	\$ 75,600	\$ 86,642
Interest	193,104	186,127	174,972	169,509	154,983	139,021
Differences Between Expected and Actual Experience	155,700	(65,987)	(2,819)	6,025	56,990	72,695
Changes in Assumptions	(52,061)	-	83,176	(82,501)	(18,515)	2,889
Benefit Payments and Refunds	(102,666)	(98,584)	(96,217)	(93,877)	(90,814)	(66,539)
Net Change in Total Pension Liability	268,257	100,813	232,603	75,374	178,244	234,708
Total Pension Liability - Beginning	2,677,744	2,576,931	2,344,328	2,268,954	2,090,710	1,856,002
Total Pension Liability - Ending	<u>\$ 2,946,001</u>	<u>\$ 2,677,744</u>	<u>\$ 2,576,931</u>	<u>\$ 2,344,328</u>	<u>\$ 2,268,954</u>	<u>\$ 2,090,710</u>
PLAN FIDUCIARY NET POSITION						
Contributions - Employer	\$ 112,621	\$ 102,104	\$ 103,390	\$ 99,858	\$ 90,199	\$ 95,580
Contributions - Members	32,988	34,365	32,490	31,757	31,465	33,893
Income (Loss) on Investments	286,567	317,680	(93,518)	262,492	92,244	6,280
Benefit Payments and Refunds	(102,666)	(98,584)	(96,217)	(93,877)	(90,814)	(66,539)
Other	7,362	3,208	32,365	(36,991)	4,364	31,737
Net Change in Plan Fiduciary Net Position	336,872	358,773	(21,490)	263,239	127,458	100,951
Plan Fiduciary Net Position - Beginning	2,053,399	1,694,626	1,716,116	1,452,877	1,325,419	1,224,468
Plan Fiduciary Net Position - Ending	<u>\$ 2,390,271</u>	<u>\$ 2,053,399</u>	<u>\$ 1,694,626</u>	<u>\$ 1,716,116</u>	<u>\$ 1,452,877</u>	<u>\$ 1,325,419</u>
Employer Net Pension Liability - Ending	<u>\$ 555,730</u>	<u>\$ 624,345</u>	<u>\$ 882,305</u>	<u>\$ 628,212</u>	<u>\$ 816,077</u>	<u>\$ 765,291</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.14%	76.68%	65.76%	73.20%	64.03%	63.40%
Covered-Employee Payroll	\$ 733,077	\$ 763,674	\$ 722,001	\$ 705,718	\$ 699,219	\$ 753,187
Net Pension Liability as a Percentage of Covered Valuation Payroll	75.81%	81.76%	122.20%	89.02%	116.71%	101.61%

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



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Countryside Fire Protection District
 IMRF PENSION DISCLOSURES
 MULTI-YEAR SCHEDULE OF CONTRIBUTIONS
 May 31, 2021

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2020	\$ 106,516	\$ 112,621	\$ (6,105)	\$ 733,077	15.36%
2019	102,103	102,104	1	763,674	13.37%
2018	103,391	103,390	(1)	722,001	14.32%
2017	99,859	99,858	(1)	705,718	14.15%
2016	90,199	90,199	-	699,219	12.90%
2015	95,579	95,580	1	753,187	12.69%

Notes to the Required Supplementary Information:

Actuarial Valuation Date	December 31, 2020
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Amortization Target	100% Funded Over 23 Years
Asset Valuation Method	4-Year Smoothed Market Value

Note: The information presented above is formatted to comply with the requirement of GASB Statement No. 67.

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



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Countryside Fire Protection District

FIREFIGHTERS' PENSION FUND
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS

May 31, 2021

	2021	2020	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY							
Service Cost	\$ 1,491,243	\$ 1,243,194	\$ 1,258,240	\$ 1,279,926	\$ 1,207,819	\$ 1,098,703	\$ 867,429
Interest	3,332,076	3,188,251	3,003,466	2,851,999	2,713,683	2,122,263	2,359,790
Changes of Benefit Terms	-	245,948	-	-	-	-	-
Differences Between Expected and Actual Experience	935,188	(372,868)	745,662	98,221	44,311	457,506	-
Changes in Assumptions	(8,638,463)	5,349,521	80,727	(231,434)	(131,811)	7,560,243	-
Benefit Payments and Refunds	(2,138,782)	(2,018,969)	(1,820,325)	(1,605,900)	(1,428,406)	(1,355,237)	(1,304,909)
Net Change in Total Pension Liability	(5,018,738)	7,635,077	3,267,770	2,392,812	2,405,596	9,883,478	1,922,310
Total Pension Liability - Beginning	61,870,784	54,235,707	50,967,937	48,575,125	46,169,529	36,286,051	34,363,741
Total Pension Liability - Ending	<u>\$ 56,852,046</u>	<u>\$ 61,870,784</u>	<u>\$ 54,235,707</u>	<u>\$ 50,967,937</u>	<u>\$ 48,575,125</u>	<u>\$ 46,169,529</u>	<u>\$ 36,286,051</u>
PLAN FIDUCIARY NET POSITION							
Contributions - Employer	\$ 1,722,068	\$ 1,681,608	\$ 1,321,427	\$ 1,428,750	\$ 1,169,270	\$ 1,004,370	\$ 946,964
Contributions - Members	362,683	338,273	347,028	332,942	334,709	316,318	300,833
Contributions - Other	61,950	29,723	15,926	-	-	-	-
Income (Loss) on Investments	8,540,634	1,725,737	726,914	1,880,422	1,767,998	(342,585)	958,835
Benefit Payments and Refunds	(2,138,782)	(2,018,969)	(1,820,325)	(1,605,900)	(1,428,406)	(1,355,237)	(1,304,909)
Administrative Expenses	(43,443)	(46,305)	(49,420)	(35,761)	(41,574)	(55,238)	(32,805)
Prior Period Audit Adjustment	-	-	(14)	-	-	-	-
Net Change in Plan Fiduciary Net Position	8,505,110	1,710,067	541,536	2,000,453	1,801,997	(432,372)	868,918
Plan Fiduciary Net Position - Beginning	30,312,906	28,602,839	28,061,303	26,060,836	24,258,839	24,691,211	23,822,293
Plan Fiduciary Net Position - Ending	<u>\$ 38,818,016</u>	<u>\$ 30,312,906</u>	<u>\$ 28,602,839</u>	<u>\$ 28,061,289</u>	<u>\$ 26,060,836</u>	<u>\$ 24,258,839</u>	<u>\$ 24,691,211</u>
Employer Net Pension Liability - Ending	<u>\$ 18,034,030</u>	<u>\$ 31,557,878</u>	<u>\$ 25,632,868</u>	<u>\$ 22,906,648</u>	<u>\$ 22,514,289</u>	<u>\$ 21,910,690</u>	<u>\$ 11,594,840</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.28%	48.99%	52.74%	55.06%	53.65%	52.54%	68.05%
Covered-Employee Payroll	\$ 3,823,566	\$ 3,671,504	\$ 3,622,919	\$ 3,713,019	\$ 3,596,144	\$ 4,143,851	\$ 3,146,146
Employer Net Pension Liability as a Percentage of Covered-Employee Payroll	471.65%	859.54%	707.52%	616.93%	626.07%	528.75%	368.54%

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



Costabile & Steffens P.C.
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Countryside Fire Protection District
 FIREFIGHTERS' PENSION FUND
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 May 31, 2021

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2021	\$ 1,749,906	\$ 1,722,068	\$ 27,838	\$ 3,823,566	45.04%
2020	1,673,609	1,681,608	(7,999)	3,671,504	45.80%
2019	1,550,704	1,321,427	(229,277)	3,622,919	36.47%
2018	1,437,306	1,428,750	(8,556)	3,713,019	38.48%
2017	1,288,286	1,169,270	(119,016)	3,596,144	32.51%
2016	1,246,304	1,004,370	(241,934)	4,143,851	24.24%
2015	856,756	946,964	90,208	3,146,146	30.10%

Notes to Schedule of Employer Contributions:

The Actuarially Determined Contribution shown above for the current year is the Recommended Contribution from the June 1, 2019 Actuarial Valuation completed by Lauterbach & Amen, LLP for the December 2019 tax levy. The methods and assumptions shown below are based on the same Actuarial Valuation.

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Equivalent Single Amortization Period	100% Funded Over 21 Years
Asset Valuation Method	5-Year Smoothed Market Value
Inflation (CPI-U)	2.50%
Total Payroll Increases	3.25%
Individual Pay Increases	4.00% to 16.46%
Expected Rate of Return on Investments	7.00%

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



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Countryside Fire Protection District
FIREFIGHTERS' PENSION FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
May 31, 2021

<u>Fiscal Year Ended May 31,</u>	<u>Annual Money- Weighted Rate of Return, Net of Investment Expense</u>
2021	27.19%
2020	5.92%
2019	7.00%
2018	7.00%
2017	7.54%
2016	-1.28%
2015	4.27%

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



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Countryside Fire Protection District

OTHER POST-EMPLOYMENT BENEFITS

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

May 31, 2021

	<u>2021</u>	<u>2020</u>
TOTAL PENSION LIABILITY		
Service Cost	\$ 83,746	\$ 79,195
Interest	45,448	51,550
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	-	-
Changes in Assumptions	200,967	567,010
Benefit Payments and Refunds	<u>(64,420)</u>	<u>(60,319)</u>
Net Change in Total OPEB Liability	265,741	637,436
Total OPEB Liability - Beginning	<u>2,136,256</u>	<u>1,498,820</u>
Total OPEB Liability - Ending (a)	<u><u>\$ 2,401,997</u></u>	<u><u>\$ 2,136,256</u></u>
OPEB Plan Net Position		
Contributions - Employer	\$ 64,420	\$ 60,319
Benefit Payments	<u>(64,420)</u>	<u>(60,319)</u>
Net Change in OPEB Plan Net Position	-	-
OPEB Plan Net Position - Beginning	<u>-</u>	<u>-</u>
OPEB Plan Net Position - Ending (b)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Employer's Net OPEB Liability / (Asset) - Ending (a) - (b)	<u><u>\$ 2,401,997</u></u>	<u><u>\$ 2,136,256</u></u>

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



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Countryside Fire Protection District

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

May 31, 2021

NOTE 1 - LEGAL COMPLIANCE AND ACCOUNTABILITY

A. Budget

The District budgets on the accrual basis of accounting. The appropriation ordinance, which is the legal authority to spend, was passed on July 16, 2020 and was last amended on July 16, 2020.

The level of control (level at which expenditures may not exceed appropriations) is at the fund level. All appropriations lapse at the fiscal year-end.

Management controls the operations of the District through the use of the operating budget. The operating budget is equal to legally adopted appropriation. The operating budget is reflected in these financial statements to provide a more meaningful comparison of planned to actual operations.



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Countryside Fire Protection District

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - MODIFIED ACCRUAL BASIS
GENERAL FUND

For the Year Ended May 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 6,024,868	\$ 6,024,868	\$ 6,468,153	\$ 443,285
Other Receipts	381,600	381,600	801,635	420,035
Total Revenues	<u>6,406,468</u>	<u>6,406,468</u>	<u>7,269,788</u>	<u>863,320</u>
EXPENDITURES				
Wages and Benefits	5,398,973	5,398,973	5,277,943	121,030
Contractual Services	667,575	667,575	689,469	(21,894)
Office Expenses	36,530	36,530	25,101	11,429
Capital Expenses	97,500	97,500	53,780	43,720
Commissions	13,900	13,900	6,475	7,425
Operational Expenses	229,250	229,250	206,646	22,604
Building and Vehicle Expenses	118,070	118,070	122,717	(4,647)
Total Expenditures	<u>6,561,798</u>	<u>6,561,798</u>	<u>6,382,131</u>	<u>179,667</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (155,330)</u>	<u>\$ (155,330)</u>	887,657	<u>\$ 1,042,987</u>
Fund Balances				
Beginning of Year (Restated)			<u>4,114,555</u>	
End of Year			<u>\$ 5,002,212</u>	



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Countryside Fire Protection District

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - MODIFIED ACCRUAL BASIS
AMBULANCE FUND

For the Year Ended May 31, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 3,592,100	\$ 3,592,100	\$ 3,759,590	\$ 167,490
Other Receipts	1,077,500	1,077,500	2,661,342	1,583,842
Total Revenues	<u>4,669,600</u>	<u>4,669,600</u>	<u>6,420,932</u>	<u>1,751,332</u>
EXPENDITURES				
Wages and Benefits	3,682,905	3,682,905	3,559,756	123,149
Contractual Services	256,375	256,375	269,960	(13,585)
Office Expenses	36,530	36,530	35,851	679
Capital Expenses	113,500	113,500	66,081	47,419
Commissions	13,900	13,900	6,475	7,425
Operational Expenses	246,650	246,650	222,352	24,298
Building and Vehicle Expenses	118,070	118,070	122,718	(4,648)
Total Expenditures	<u>4,467,930</u>	<u>4,467,930</u>	<u>4,283,193</u>	<u>184,737</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 201,670</u>	<u>\$ 201,670</u>	2,137,739	<u>\$ 1,936,069</u>
Fund Balances				
Beginning of Year (Restated)			<u>2,670,619</u>	
End of Year			<u>\$ 4,808,358</u>	



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Countryside Fire Protection District

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - MODIFIED ACCRUAL BASIS
INSURANCE FUND

For the Year Ended May 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	<u>\$ 301,000</u>	<u>\$ 301,000</u>	<u>\$ 306,455</u>	<u>\$ 5,455</u>
Total Revenues	<u>301,000</u>	<u>301,000</u>	<u>306,455</u>	<u>5,455</u>
EXPENDITURES				
Unemployment/Worker's Compensation	<u>291,200</u>	<u>291,200</u>	<u>247,202</u>	<u>43,998</u>
Property and Umbrella Insurance	<u>33,500</u>	<u>33,500</u>	<u>33,113</u>	<u>387</u>
Total Expenditures	<u>324,700</u>	<u>324,700</u>	<u>280,315</u>	<u>44,385</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (23,700)</u>	<u>\$ (23,700)</u>	<u>26,140</u>	<u>\$ 49,840</u>
Fund Balances				
Beginning of Year (Restated)			<u>302,818</u>	
End of Year			<u>\$ 328,958</u>	

OTHER DATA



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Countryside Fire Protection District

TAX LEVY DATA

May 31, 2021

	Tax Levy Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Assessed Valuations	\$ 1,728,525,190	\$ 1,746,948,818	\$ 1,696,885,820	\$ 1,664,592,916	\$ 1,601,638,949	\$ 1,504,906,565	\$ 1,443,945,886	\$ 1,453,538,031	\$ 1,538,446,263	\$ 1,666,365,343
Tax Rates (Per \$100 of Assessed Valuation)										
General Fund	0.366	0.343	0.339	0.331	0.331	0.353	0.359	0.349	0.318	0.293
Ambulance Fund	0.210	0.206	0.207	0.210	0.215	0.220	0.232	0.228	0.216	0.186
Insurance Fund	0.017	0.017	0.021	0.021	0.021	0.022	0.022	0.020	0.018	0.016
	0.593	0.566	0.567	0.562	0.567	0.595	0.613	0.597	0.552	0.495
Tax Extensions										
General Fund	\$ 6,342,321	\$ 5,985,256	5,741,836	\$ 5,511,103	\$ 5,343,665	\$ 5,375,439	\$ 5,180,228	\$ 5,072,847	\$ 4,892,259	\$ 4,882,450
Ambulance Fund	3,626,446	3,593,701	3,515,133	3,503,935	3,447,816	3,304,037	3,347,875	3,314,067	3,323,044	3,099,440
Insurance Fund	287,506	300,860	356,040	345,669	335,992	326,580	321,451	290,708	276,920	266,618
	\$ 10,256,273	\$ 9,879,817	\$ 9,613,009	\$ 9,360,707	\$ 9,127,473	\$ 9,006,056	\$ 8,849,554	\$ 8,677,622	\$ 8,492,223	\$ 8,248,508
Collections	\$ 430,756	\$ 9,774,653	\$ 9,607,256	\$ 9,345,627	\$ 9,105,442	\$ 8,979,572	\$ 8,828,284	\$ 8,622,874	\$ 8,465,779	\$ 8,234,185
Percent Collected	4.20%	98.94%	99.94%	99.84%	99.76%	99.71%	99.76%	99.37%	99.69%	99.83%