

Annual Comprehensive Financial Report

for the Year Ended April 30, 2026



Gurnee
Park
District



4374 Old Grand Avenue,
Gurnee, Illinois 60031

(847) 623-7788
GurneeParkDistrict.com

"Enriching community
through fun and nature."

GURNEE PARK DISTRICT, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED APRIL 30, 2026

Prepared by:

Sumitra Potharazu, CPFO, CGFM
Director of Business Services

GURNEE PARK DISTRICT, ILLINOIS

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GURNEE PARK DISTRICT, ILLINOIS

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Gurnee Park District, Illinois including:

List of Principal Officials

Organizational Chart

Letter of Transmittal

Certificate of Achievement for Excellence in Financial Reporting

GURNEE PARK DISTRICT, ILLINOIS

Principal Officials

April 30, 2026

BOARD OF COMMISSIONERS

President	Chrissie Popper
Vice President	Aaron Dalzot
Commissioner	Gerald P. Crews
Commissioner	Liz Nelson
Commissioner	Sarah Beckmann

ADMINISTRATION

Executive Director	Michael Szpylman, CPRE
Director of Business Services	Sumitra Potharazu, CPFO, CGFM
Director of Parks and Planning	Kraig Owens, CPRP
Director of Recreation	Melissa Marsh, MPA, CPRP
Director of Marketing and Community Relations	Jennifer Gilbert, CPRP

Board of Park Commissioners

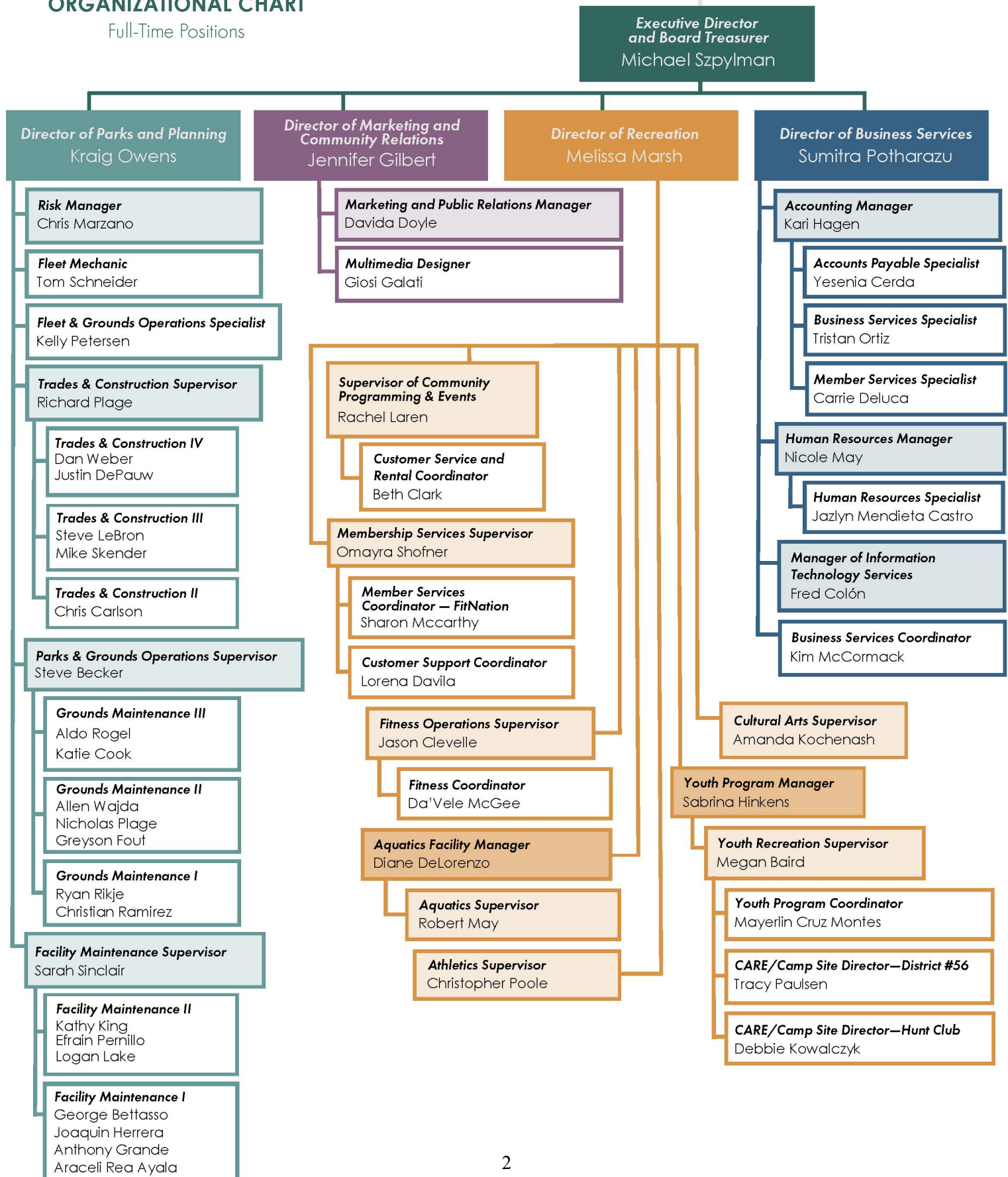
Chrissie Popper, President

Aaron Dalzot, Vice President
Liz Nelson, Commissioner

Gerald Crews, Commissioner
Sarah Beckmann, Commissioner

ORGANIZATIONAL CHART

Full-Time Positions





Gurnee
Park District

August 6, 2026

To the President and Board of Commissioners, the Citizens of the Gurnee Park District, and all interested parties:

The Annual Comprehensive Financial Report of the Gurnee Park District, Illinois for the year ended April 30, 2026, is hereby submitted. The purpose of this report is to provide citizens, investors, grantor agencies, and any interested parties, with reliable financial information about the Park District. The report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) and with standards prescribed by the Governmental Accounting Standards Board (GASB), the Government Finance Officers' Association of the United States and Canada, the State of Illinois Comptroller's Office, and the State of Illinois. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Gurnee Park District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of the Gurnee Park District. All disclosures necessary to enable the reader to gain an understanding of the Gurnee Park District's financial activities have been included.

Management's representations in the financial statements are only as reliable as the underlying information on which they are based. In developing and evaluating the accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, reliable financial records for preparing financial statements and maintainable accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. Accounting control is provided to adequately safeguard assets and provide reasonable assurance of proper recording of transactions.

The role of the independent audit is to provide an opinion on the fairness of management's representation in the financial statements. The independent audit provides an objective review of the Park District's financial statements. Their performance of tests and discussion with management provides users of these financial statements with a reasonable basis for reliance on the enclosed reports. Their audit standards require a review that will obtain reasonable, rather than absolute, assurance that the financial statements are free of material misstatement. The audit includes examining, on a test basis, evidence supporting the amounts, accounting principles used by and significant estimates made by management. Management has also taken steps to implement recommendations made because of this and the previous year's audit review.

The financial reporting entity for the Park District includes all funds of the Gurnee Park District, as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The Park District does not have any component units at this time.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

ENRICHING COMMUNITY THROUGH FUN AND NATURE

Chrissie Popper
President

Aaron Dalzot
Vice President

Gerald Crews
Commissioner

Liz Nelson
Commissioner

Sarah Beckmann
Commissioner

Mike Szpylman
Executive Director

Sumitra Potharazu
Treasurer

District Profile

The Gurnee Park District, incorporated in 1968, is located in Northeastern Lake County, approximately forty-five miles northwest of the Chicago Loop and also within commuting distance of Milwaukee, Wisconsin. The District serves all residents of the Village of Gurnee, as well as residents of certain subdivisions in unincorporated Warren Township and Waukegan Township. The Park District currently encompasses 14.73 square miles and a population of 33,458.

The mission of the Gurnee Park District is “Enriching Community through Fun and Nature”. Our vision is “The leader of innovation and sustainable experiences for ALL”.

Gurnee Park District provides a full range of recreational services to its citizens, including adult leisure, arts & crafts, before and after school care, dance, fitness, gymnastics, aquatic programs, preschool, senior citizen mixers, athletics, and day camps. Special events include the annual Gurnee Days celebration, Halloween Fall Fest, Neighborhood Nights at local parks, an annual winter festival (Holiday Lights), Polar Express train rides, Easter Egg Hunt with the Easter Bunny, Breakfast with Santa, Bonfires & Brews, several Parent’s Nights Out, a free summer outdoor concert series as well as many other smaller special events. The Park District owns and operates the 1500 bather load Hunt Club Park Aquatic Center, Viking Park Community Center, Hunt Club Park Community Center and FitNation, a 75,000 square foot fitness center.

The Park District is governed by a five-member Board of Commissioners, elected for overlapping four- year terms. The Board appoints Treasurer, Secretary, and an Attorney each year.

Budget Process

The budget process officially begins in November when the Board of Commissioners approves the Park District’s “Categories of Service” document. This document outlines all the services provided by the Park District into four categories: Basic Public, Extra Public, Private and Enterprise. Services are categorized based on how much they are subsidized by the Park District as well as the availability of the service to the community.

Once the Categories of Service is approved, budget “kickoff” meetings are scheduled with the Recreation, Parks, and Marketing Departments. These meetings are held on an annual basis to provide staff with direction and guidance in developing their departmental budgets. In addition, meetings are held with each department on a quarterly basis throughout the budget year.

Leadership staff spend the months of December and January preparing preliminary departmental budgets. Once completed, preliminary departmental budgets are submitted to the Director of Business Services.

During the month of February, the Director of Business Services adds non-departmental specific items to the budget and completes the first draft of the budget document. The Executive Director and the Director of Business Services review the first draft to make any necessary adjustments.

The proposed Annual Operating Budget is presented to the Board of Commissioners at the March Board meeting. The Board gives additional input and provides guidance as to the final direction of the fiscal year budget. At the April Board meeting, the Board of Commissioners approves the fiscal year internal operating budget. Approval of the legal Budget & Appropriation Ordinance is made by the Board at the May meeting.

Comprehensive Strategic and Master Plan

The Park District has adopted a new Comprehensive Strategic Master Plan. On June 18, 2024, the Park District Board of Commissioners approved the 2024 Comprehensive Strategic Master Plan. This capped a year long process which included insights, feedback and information from community members, Park District Board, all levels of District staff, as well as key community stakeholders. During the process, the Park District mission and vision statements were updated as shown above. Also, the key themes were developed that will guide Park District operations over the next five years.

These themes are as follows –

- 1 Maintain and enhance standard of excellence and access in parks
- 2 Continued improvement in user experiences, maximize use of existing spaces and expand facilities as needed
- 3 Elevate operational excellence through appropriate investment in our people / team and resources
- 4 Maintain fiscal responsibility and explore new, creative funding sources
- 5 Offer age and ability inclusive, culturally diverse experiences
- 6 Continue innovative and diverse community connections and outreach efforts

As part of the plan work, the District completed a statistically valid survey of our residents. Park District residents gave an overall 96% positive rating for our parks, an overall 97% positive rating for our facilities, and an overall 96% positive rating for our programs. All ratings are well above national average ratings. This is a great testament to our commitment to offer the highest quality and value in our parks, facilities, and programs.

For the year: In fiscal year 2025-26 the Park District had another positive operating year providing high quality recreation opportunities for the community. For having been in business of parks and recreation, the District added value of about \$1 million financially. Fitness operations saw another year of membership growth in 2025-26 of close to 1,000 members. A main area of programming growth was expected in Cultural and Performing Arts. Driven by feedback from our Comprehensive Strategic Master Plan community input, a new recreation supervisor position was added in this area in 2024 and many new programs were introduced this fiscal year.

Guided by the Board approved capital project plan, many important projects of a little over \$2 million were completed in fiscal year 2025-26, some of which included

- Jim Goshorn Neighborhood Park Playground – The District replaced the playground equipment at the Park and dedicated it to the memory of Jim Goshorn, past Board President. The new playground equipment features 6 month to 12-year-old play structures featuring several slides, climbers, interactive learning play panels, swings, teeter-totter, spinner, zipline and shade components. The playground surfacing was also replaced with Perfect Turf PlayGround Turf for enhanced safety of children. ADA site improvements were made as well.
- FitNation and Aquatic Center— 4 Roof Top Units for HVAC were replaced, ensuring the facility is in good condition. Selectorized Equipment was replaced at FitNation, allowing the District to offer the best equipment to members. The exterior building surfaces at Hunt Club Park Aquatic Center was painted, giving a fresh look to the facility.
- Safety and Sporting facilities – Christine Thompson Infield Rebuild and Tennis and Pickleball courts, Vicki Paddock West & East Infield Rebuilds were completed, offering sporting opportunities to the community. Fire Alarm System and Lightning Detection System was installed to enhance the safety at the District.

At Gurnee Park District we are extremely proud of the amazing parks, recreational programs and services we provide to the community. Management is very excited about the future and our ability to raise the value we provide to the community to an even higher level while maximizing efficiency.

For the future: In fiscal year 2026-27 management believes the Park District will again experience growth in recreation programming as well as fitness and aquatic center operations. Overall revenue from fees and charges is expected to increase 5% in 2026-27 compared to fiscal year 2025-26. The District is also actively pursuing capital grants to support and diversify revenue sources.

At the April 2026 Board meeting, management presented the 2026-27 to 2030-31 Five Year Capital Plan to the Board for approval. The capital project plan includes many important projects for fiscal year 2026-27. A few projects to highlight are –

- Southridge Park – new equipment and safety surfacing with ADA improvements will be undertaken to give an attractive play area for children in the community. The parking lot and trails will be repaired and maintained.
- Hunt Club Park Community Center – Access Road, which is a 26 year old Asphalt surfacing, functioning as the main drive for the parking lot and entrance, will be completed. Facility improvements, including bathroom partitions, front door replacement, gym floor refinishing and interior painting are scheduled to be completed as well. Master Plan and associated surveys are also budgeted for this year.
- Viking Park Community Center – Roof Top Unit replacements, roof repairs, furnaces, and exterior paint will be done for this Center.
- Prairie Oaks Park Drainage Improvements – Currently, storm water runs off into neighboring properties. To prevent that, the District will improve drainage swales and culvert operations. The District will also replace 200 feet of the pathway to reduce adjacent grading, which will allow for safer travel.

As a National Gold Medal winner, the Park District has a core standard of never accepting the status quo, but instead, to always move forward providing excellent services and recreational opportunities to our great community while being prudent stewards of the District's finances. Because of the Park District's successful history of operating with financial discipline and always maintaining financial stability, the District is positioned to become even stronger and serve the community in an even larger capacity.

District's Economic Condition

The Gurnee Park District was established as a separate municipal body in 1968. In 57 years of service, we have grown in programs, facilities, and recreation value to the lives of Gurnee Park District residents. The current population served is 33,458. Minimal growth is expected to continue in both residential and commercial development in future years. Equalized assessed valuations (EAV) of \$1.56 billion for tax year 2025, represents a 6% increase from 2024.

In fiscal year 2026-27 management believes the Park District will experience continued growth in program participation levels while operating at optimal service levels. Historically, the Park District has been able to maintain financial stability through all economic climates because of the core value of fiscal responsibility. An important factor in our financial success is the split between the two main sources of revenue for the District, fees and charges for services and taxes. Since the acquisition of FitNation in 2013, fees for services have been the largest revenue source for the District. Fiscal Year 2025-26 year-end results show a healthy revenue split of 47% fees for services, 44% taxes, and 9% other revenue. In 2026-27, the budget calls for a revenue split at 50% fees for services, 45% taxes, and 5% other revenue. Having this revenue balance between fees for services and property taxes is very important to the financial strength of the Park District.

Several years ago, the Park District instituted a minimum fund balance policy requiring that fund balances be equal to 25% of operating expenditures. Also, any excess fund balance above the goal is transferred to the Capital Development and Replacement Fund for future capital needs. All funds are projected to be above their respective fund balance targets at the end of fiscal year 2025-26. Also, in 2025-26, \$658,833 from the Recreation Fund were transferred into the Capital Replacement / Development Fund.

The financial discipline and stability the Park District holds as a core value will make it possible for the District to continue to be in a positive financial position.

Financial Management Policies

The Park District has several specific policies to guide financial operations. These policies relate to accounting and financial reporting, budgeting and revenue management, debt management, purchasing, cash management and investments. Some of the most significant policies include:

- Annual Operating Budget
- Bill Payment
- Capital Assets
- Comprehensive Revenue
- Debt Issuance and Management
- Fund Balance
- Investment
- Purchasing

The District's financial policies seek to improve the programs and services provided to our community as well as enhance the financial capability of the Park District. As part of the CAPRA accreditation process, the District is currently going through a thorough review of all policies.

Independent Audit

State statutes require an annual audit by independent certified public accountants. The firm of Lauterbach & Amen, LLP was selected by the Park District Board of Commissioners to conduct the 2025-2026 fiscal year audit. The auditor's report on the general purpose financial statements is included in the financial section of this report.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Gurnee Park District for its annual comprehensive financial report for fiscal year ending April 30, 2025. This was the twenty-sixth consecutive year that the Gurnee Park District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

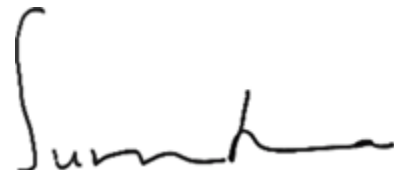
A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate. The preparation of the Annual Comprehensive Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the business services department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the governing body of the Park District, preparation of this report would not have been possible.

Sincerely



Michael Szpylman, CPRE
Executive Director



Sumitra Potharazu, CPFO
Director of Business Services



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Gurnee Park District
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

April 30, 2025

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

Independent Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Other Supplementary Information

Supplemental Schedules

INDEPENDENT AUDITOR'S REPORT

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



INDEPENDENT AUDITOR'S REPORT

August 6, 2026

The Honorable President
Members of the Board of Commissioners
Gurnee Park District, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Gurnee Park District (the District), Illinois, as of and for the year ended April 30, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Gurnee Park District, Illinois, as of April 30, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Gurnee Park District, Illinois' basic financial statements. The other supplementary information and supplemental schedules 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 6, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

Our discussion and analysis of the Gurnee Park District's (the District) financial performance provides an overview of the Gurnee Park District's financial activities for the fiscal year ended April 30, 2026. Please read it in conjunction with the transmittal letter, which can be found in the introductory section of this report, and the District's financial statements, which can be found in the basic financial statements section of this report.

FINANCIAL HIGHLIGHTS

- The Gurnee Park District's net position of government activities increased as a result of this year's operations. Net position of government activities increased by \$1,251,345, or 4.3 percent. All activities of the Gurnee Park District are governmental activities. The Gurnee Park District does not have enterprise funds.
- During the year, government-wide revenues for the primary government totaled \$16,408,242, while expenses totaled \$15,156,897, resulting in an increase to net position of \$1,251,345.
- The Gurnee Park District's net position totaled \$30,208,087 on April 30, 2026, which includes \$24,861,522 net investment in capital assets, \$772,170 subject to external restrictions, and \$4,574,395 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- On April 30, 2026, the District's total Fund Balances equaled \$7,496,331. Fund balances decreased \$3,386,900, or 31.1 percent due to refunding of FitNation bonds and spend-down of planned, board approved capital expenditures.
- The Gurnee Park District accumulates funds for replacement and development of capital assets and infrastructure in the Capital Replacement and Development Fund. Financing is provided by transfer of funds from the General and Recreation Funds as well as investment income. During the year \$658,833 from the Recreation Fund was transferred into this fund. \$204,169 was earned as investment income. Expenditures made from this fund during the year totaled \$1,533,735. As of April 30, 2026, the fund balance in this fund was \$3,311,901.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities information about the activities of the Gurnee Park District as a whole and present a longer-term view of the Gurnee Park District's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Gurnee Park District's operations in more detail than the government-wide statements by providing information about the Gurnee Park District's most significant funds. The remaining statements provide financial information about activities for which the Gurnee Park District acts solely as a trustee or agent for the benefit of those outside of the government.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Gurnee Park District's finances, in a manner similar to a private-sector business. The government-wide financial statements can be found in the financial section of this report.

The Statement of Net Position reports information on all of the Gurnee Park District's assets/deferred outflows of resources and liabilities/deferred inflows of resources, 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 Gurnee Park District is improving or deteriorating. Consideration of other non-financial factors, such as changes in the Gurnee Park District's property tax base and the condition of the Gurnee Park District's infrastructure, is needed to assess the overall health of the Gurnee Park 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 expenditures 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 vacation leave).

Both of the government-wide financial statements distinguish functions of the Gurnee Park District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The Gurnee Park District only has governmental activities and does not have any enterprise funds. The governmental activities of the Gurnee Park District include Administration, Park Management, Programs and Interest on Long-Term Debt.

The Gurnee Park District does not have any separate legal entities included in its report.

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 Gurnee Park District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Gurnee Park District can be classified as governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, 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 Gurnee Park 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.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

USING THIS ANNUAL REPORT - Continued

Governmental Funds - Continued

The Gurnee Park District maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Recreation Fund, Bond and Interest Fund, Capital Replacement and Development Fund, and Site and Construction Fund, all of which are considered major funds. Data from the other six governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Gurnee Park District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Gurnee Park District's IMRF employee pension obligations and the District's total OPEB liabilities. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

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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 Gurnee Park District, assets/deferred outflows of resources exceeded liabilities/deferred inflows of resources by \$30,208,087.

	Statement of Net Position	
	2026	2025
Current and Other Assets	\$ 17,587,322	20,126,295
Capital Assets	32,153,557	31,527,313
Total Assets	49,740,879	51,653,608
Deferred Outflows	880,439	1,073,386
Total Assets/Deferred Outflows	50,621,318	52,726,994
Long-Term Liabilities	7,876,849	12,309,183
Other Liabilities	3,262,541	3,390,383
Total Liabilities	11,139,390	15,699,566
Deferred Inflows	9,273,841	8,070,686
Inflows	20,413,231	23,770,252
Net Position		
Net Investment in Capital Assets	24,861,522	19,813,520
Restricted	772,170	776,677
Unrestricted	4,574,395	8,366,545
Total Net Position	30,208,087	28,956,742

A large portion of the Gurnee Park District's net position, \$24,861,522 or 82.3 percent, reflects its investment in capital assets (for example, land, construction in progress, land improvements, buildings, building improvements, and machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The Gurnee Park District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Gurnee Park 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.

An additional portion, \$772,170 or 2.6 percent, of the Gurnee Park District's net position represents resources that are subject to external restrictions on how they may be used. The remaining 15.1 percent, or \$4,574,395, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

	Statement of Activities	
	2026	2025
Revenues		
Program Revenues		
Charges for Services	\$ 7,743,967	7,359,112
Capital Grants/Contributions	842,797	550,000
General Revenues		
Property Taxes	7,078,173	6,855,851
Replacement Taxes	95,852	100,064
Investment Income	515,001	709,318
Miscellaneous	132,452	115,911
Total Revenues	16,408,242	15,690,256
Expenses		
Administration	5,114,529	4,919,251
Park Management	3,647,219	2,576,029
Programs	5,845,564	5,769,677
Interest on Long-Term Debt	549,585	1,436,276
Total Expenses	15,156,897	14,701,233
Change in Net Position	1,251,345	989,023
Net Position - Beginning	28,956,742	27,967,719
Net Position - Ending	30,208,087	28,956,742

Net position of the Gurnee Park District's governmental activities increased by \$1,251,345 or 4.3 percent compared to a \$989,023 increase in 2025. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$4,574,395 at April 30, 2026, a 45.3% decrease compared to 2025, due to an increase in overall expenses primarily due to \$2,696,260 planned equity contribution from accumulated savings towards the refunding of FitNation bonds. The increase in Charges for Services revenue of 5.23% is an indication of the high quality recreational programs and services provided to the community by the Gurnee Park District. The District experienced positive growth in fitness memberships. District staff stayed committed to providing programming and services at the optimal economical value to the community finding operational efficiencies whenever possible, but never at a detriment to the quality being delivered.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

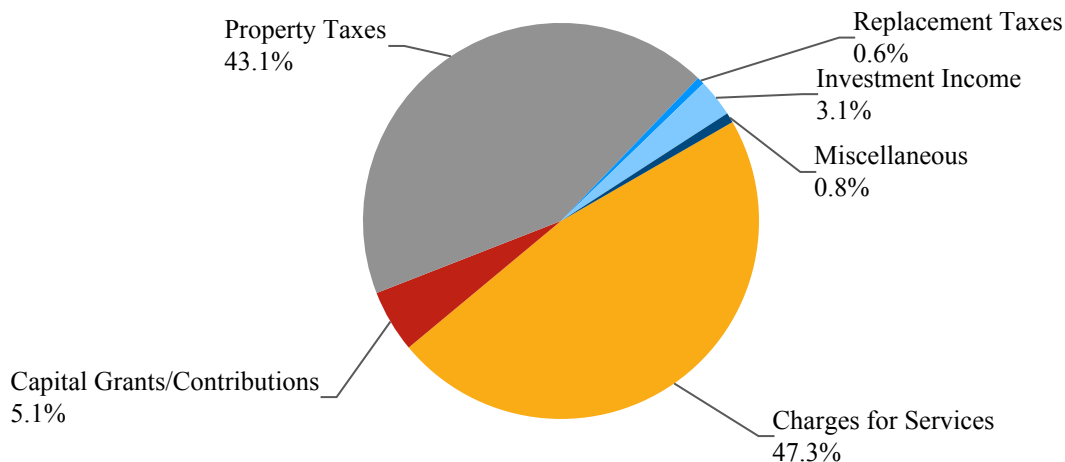
GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Governmental Activities

Revenues for governmental activities totaled \$16,408,242, while the cost of all governmental functions totaled \$15,156,897. This results in an increase of \$1,251,345. In 2025, revenues totaled \$15,690,256 with expenses of \$14,701,233, resulting in an increase of \$989,023. The higher revenue in 2026 compared to 2025 is mainly a result of growth in Charges for Services, Property Taxes, and Grant Revenue of \$384,855, \$222,322, and \$292,797, respectively. The increase in expenses is mainly due to equity contribution towards FitNation bond refunding and general increase in prices.

The following table graphically depicts the major revenue sources of the Gurnee Park District. It depicts very clearly the reliance on charges for services and property taxes to fund governmental activities. The remaining revenue sources combined only total 9.6 percent of revenue.

Revenue by Source - Governmental Activities

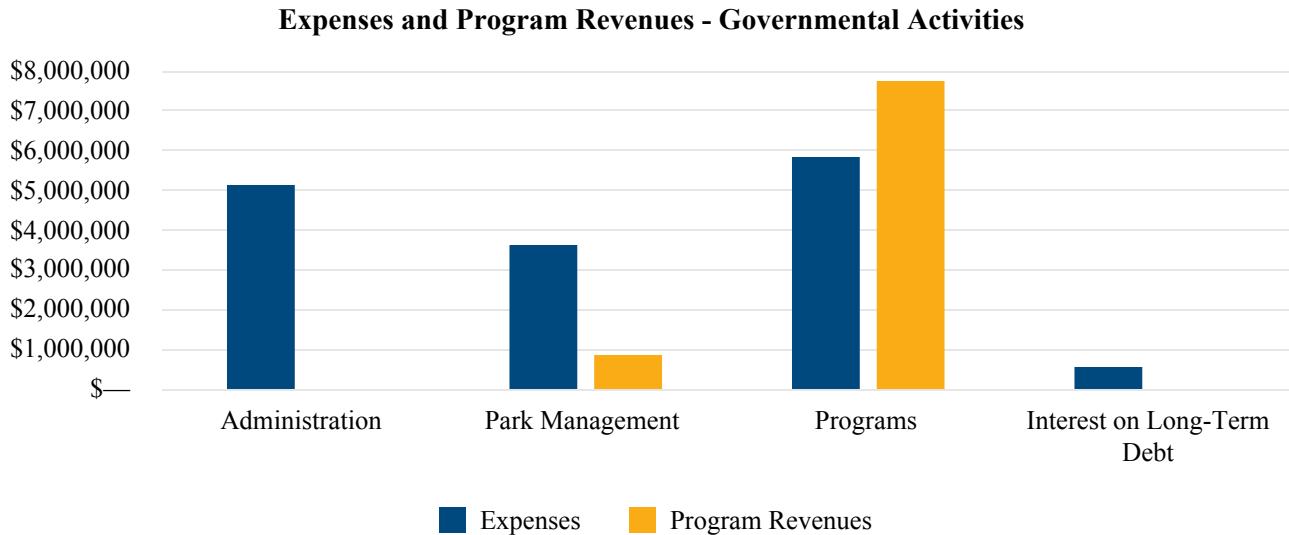


The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

The focus of the Gurnee Park District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Gurnee Park District's governmental funds reported combined ending fund balances of \$7,496,331 which is \$3,386,900, or 31.1 percent, lower than last year's total of \$10,883,231. The decrease in fund balance is a result of the refunding of FitNation bonds predominantly. Of the \$7,496,331 total, \$4,212,398, or 56.2% percent, constitutes fund balance that is not restricted or committed.

The General Fund is the chief operating fund of the Gurnee Park District. The General Fund reported an increase in fund balance of \$93,549. Total revenues of \$2,778,520 were \$65,514 higher than last year and expenditures were also higher than last year by \$48,619. Property tax revenue increased \$81,863 reflecting the increase in CPI along with an adjustment in the allocation of tax dollars between funds.

Expenditures in the General Fund totaling \$2,684,971 represent a 1.8% increase compared to last fiscal year due to increases in goods and services and general administration costs needed to support the growth in recreation and park management operations experienced during the fiscal year.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

Governmental Funds - Continued

The Recreation Fund is used to account for the operations of all recreation programs, fitness center operations and the Hunt Club Park Aquatic Center. Revenues in the Recreation Fund are derived from specific annual property tax levy, fees charged for recreation programs, and the aquatic center as well as fitness memberships and daily fees. The Recreation Fund reported an increase in fund balance of \$103,692. Total revenues were \$9,697,894 which is 4.6 percent higher than last year while expenditures totaled \$8,935,369 or 3.9 percent higher than last year.

The main source of revenue for the Recreation Fund is charges for services which makes up 79.9 percent of the total revenue in the Fund. Charges for services were \$7,743,967, which is 5.2 percent higher than the last year. In fiscal year 2025-26 the District had another positive operating year providing high quality recreation opportunities to the community. Fitness operations saw another year of membership growth in 2025-26, increasing total membership by almost 1,000 members. The District experienced another very successful season at the Hunt Club Park Aquatic Center in 2025. Staff welcomed 55,936 guests to the aquatic center in 2025 despite weather conditions beyond our control. Last year, we welcomed 56,000 guests.

In addition, property taxes in the Recreation Fund increased \$64,315 due to the increase in CPI along with an adjustment in the allocation of tax dollars between funds.

Program expenditures, which is the greatest expenditure categories in the Recreation Fund, increased \$113,957 or 2.5 percent in 2025-2026 from \$4,559,125 to \$4,673,082 mainly due to growth in participation levels of all recreation programming areas as well as fitness and aquatic center visitation increases compared to the prior fiscal year.

Administration expenditures increased \$15,895 or 0.8 percent compared to 2025-2026. Park Management expenditures increased \$29,219, or 2.3 percent, compared to the previous fiscal year. The change in administration expenditures was mainly due to general increase in the cost of living. Contractual services, utilities, materials and supplies have become more expensive than last year. More funds were allocated to Scholarships to help the disadvantaged access District's offerings. Parks contracted out labor-intensive tasks to free up inhouse staff time for higher value-add improvements and enhancements. Traditionally the District also transfers money from the Recreation Fund to the Capital Replacement and Development Fund for general capital needs, future FitNation debt service payments, future capital needs for the FitNation building as well as future capital needs of the Hunt Club Park Aquatic Center. In fiscal year 2025-2026 the District transferred \$658,833 from the Recreation Fund to the Capital Replacement and Development Fund for future FitNation capital needs. Also, this year, the District refunded the FitNation bonds, contributing an equity of approximately \$2.7 million from accumulated savings to bag significant savings in future debt service.

The Bond and Interest Fund decreased its fund balance by \$63,007. Revenues in 2025-2026 totaled \$1,237,887 while expenditures totaled \$1,300,894 resulting in the total fund balance decrease. The fund balance reduction was driven primarily by higher debt service payments during the current year.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

Governmental Funds - Continued

The Capital Replacement and Development fund decreased fund balance by \$2,910,250 due to the equity contribution from accumulated balances towards refunding of FitNation bonds. This fund is used to accumulate funds for the replacement and development of capital assets and infrastructure. The primary source of funding is transfers from the General and Recreation Funds. During the year, a \$658,833 transfer was made to the fund from the Recreation Fund; \$204,169 was added to this fund as a result of investment earnings during the year. Expenditures from this fund totaled \$1,533,735. Total fund balance in the Capital Replacement and Development fund as of April 30, 2026 is \$3,311,901, of which \$3,311,901 is assigned for future capital needs of the FitNation building.

The Site and Construction Fund decreased its fund balance by \$606,377. This decrease was due primarily to a \$645,307 increase in capital expenditures in the current year.

The Nonmajor Governmental Funds had a decrease in fund balance of \$4,507 or 0.6 percent. The decrease in fund balance of Nonmajor Governmental Funds is mainly due to increases in all major expenditure categories in the current year. The Illinois Municipal Retirement, Social Security, Liability Insurance, Paving and Lighting, Audit, and Recreation for Handicapped are all considered to be nonmajor governmental funds.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Gurnee Park District Board of Commissioners made no budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$2,778,520, compared to budgeted revenues of \$3,357,208.

The General Fund actual expenditures for the year were \$672,237 lower than budgeted (\$2,684,971 actual compared to \$3,357,208 budgeted).

The reason for the large differences between budgeted and actual revenues and expenditures is that the budgeted amounts listed in this report are appropriated from the Gurnee Park District's budget and appropriation ordinance. The Gurnee Park District appropriates funds 20% higher than the internal budget and exercises fiscal discipline to stay within the appropriation.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

DEBT ADMINISTRATION

At year-end, the Gurnee Park District had total outstanding debt of \$7,368,020 as compared to \$11,527,770 the previous year, a decrease of \$4,159,750 due to the refunding of FitNation bonds. Outstanding general obligation bonds total \$1,268,020, with \$783,020 issued as short-term debt during the current year. Of the remaining long-term obligations, \$430,000 becomes due within one year (current liability). Alternate revenue source bond issues outstanding total \$6,100,000, of which \$700,000 is due in one year (current liability). The following is a comparative statement of outstanding debt:

	Long-Term Bonded Debt Outstanding	
	2026	2025
General Obligation Bonds	\$ 1,268,020	1,637,770
Alternate Revenue Source Bonds	6,100,000	9,890,000
Total	7,368,020	11,527,770

The Gurnee Park District has an AA+ rating by Standard and Poor's Rating Agency. State statutes limit the amount of general obligation debt a park district may issue to 2.875% of its Equalized Assessed Valuation. The current debt limit for the Gurnee Park District is \$44,839,601.

Additional information on the Gurnee Park District's long-term debt can be found in Note 3 of this report.

CAPITAL ASSETS

The Gurnee Park District's investment in capital assets for its governmental activities as of April 30, 2026 was \$32,153,557 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, building improvements, and machinery and equipment.

	Capital Assets - Net of Depreciation	
	2026	2025
Land	\$ 13,516,630	13,308,514
Construction in Progress	638,302	475,878
Land Improvements	5,176,735	4,711,236
Buildings	10,229,801	11,086,545
Building Improvements	1,196,770	711,719
Machinery and Equipment	1,395,319	1,233,421
Totals	32,153,557	31,527,313

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

CAPITAL ASSETS - Continued

This year's major additions included:

Jim Goshorn Community Park Playground	\$	713,778
Marcus Property Demolition		208,116
FN HVAC Replacement - RTU unit 1, 2, 3, 4		528,117
Jim Goshorn Community Park Safety Surfacing		238,400
P16 T150 Transit Van		52,831
2024 P-3 Ford F-250 Purchase		51,481
P-29 Ford F-150 (2WD) (2016) 2024		36,893
Scissor Lift FitNation		21,825
Woods Batwing Mower		23,925
Redi Haul RH 22Ft Trailer		16,600
Floor Machine FN		10,350
Floor Machine HCPCC		10,350
HCPAC Exterior Painting		33,500
Fire Alarm System - HCPAC		15,320
HCPAC Picnic Tables		15,762
Perry Weather Lighting Detection		29,300
Park Rules Signs		17,940
Hunt Club Park Fountain Replacement		16,850
Vicki Paddock - West & East Infield Rebuilds		37,000
Christine Thompson Infield Rebuild		12,455
Christine Thompson Tennis and Pickleball		19,900
KidNation Flooring		12,558
FitNation Selectorized Equipment		67,816
		2,191,066

Additional information on the Gurnee Park District's capital assets can be found in Note 3 of this report.

GURNEE PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis

April 30, 2026 (Unaudited)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Gurnee Park District's elected and appointed officials considered many factors when setting the fiscal year the current year and the upcoming fiscal year budget, tax rates, and fees that will be charged for its governmental activities.

Historically, the Park District has been able to maintain financial stability through all economic climates because of the core value of fiscal responsibility. An important factor in the District's financial success is the split between the two main sources of revenue for the District, fees and charges for services and taxes. Since the acquisition of FitNation in 2013, fees for services have been the largest revenue source for the District. Except during the pandemic, the District has always been striving to get more from charges for services rather than from taxes. Fiscal Year 2026-27 calls for about 50% from charges for services, 45% from taxes, and 5% from other sources such as grants and efficient investing strategies. Having this revenue balance between fees for services and property taxes is very important to the financial strength of the Park District.

Several years ago, the Park District instituted a minimum fund balance policy requiring that fund balances be equal to 25% of operating expenditures. Also, any excess fund balance above the goal is transferred to the Capital Development and Replacement Fund for future capital needs. All funds are above their respective fund balance targets at the end of fiscal year 2025-26. Fiscal Year 2026-27 is budgeted such that the general fund and the recreation fund break-even, without having to rely on past fund balances.

The financial discipline and stability the Park District holds as a core value will make it possible for the District to continue to be in a positive financial position.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Gurnee Park District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Director of Business Services, Gurnee Park District, 4374 Old Grand Avenue, Gurnee, IL 60031.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

Government-Wide Financial Statements

Fund Financial Statements

Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

GURNEE PARK DISTRICT, ILLINOIS

Statement of Net Position

April 30, 2026

See Following Page

GURNEE PARK DISTRICT, ILLINOIS

Statement of Net Position

April 30, 2026

	Governmental Activities
ASSETS	
Current Assets	
Cash and Investments	\$ 8,445,588
Receivables - Net of Allowances	
Property Taxes	7,374,391
Accrued Interest	49,803
Leases	874,743
Grants	842,797
Total Current Assets	17,587,322
Noncurrent Assets	
Capital Assets	
Nondepreciable	14,154,932
Depreciable	46,316,724
Accumulated Depreciation	(28,318,099)
Total Noncurrent Assets	32,153,557
Total Assets	49,740,879
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	710,986
Deferred Items - RBP	169,453
Total Deferred Outflows of Resources	880,439
Total Assets and Deferred Outflows of Resources	50,621,318

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

	<u>Governmental Activities</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 144,558
Accrued Payroll	349,172
Accrued Interest	46,830
Other Payables	641,717
General Obligation Bonds Payable	783,020
Current Portion of Long-Term Liabilities	<u>1,297,244</u>
Total Current Liabilities	<u>3,262,541</u>
Noncurrent Liabilities	
Compensated Absences Payable	269,424
Net Pension Liability - IMRF	1,171,852
Total OPEB Liability - RBP	414,434
Alternate Revenue Source Bonds - Net	5,966,139
General Obligation Bonds - Net	<u>55,000</u>
Total Noncurrent Liabilities	<u>7,876,849</u>
Total Liabilities	<u>11,139,390</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	7,374,391
Leases	794,189
Deferred Items - IMRF	1,007,167
Deferred Items - RBP	<u>98,094</u>
Total Deferred Inflows of Resources	<u>9,273,841</u>
Total Liabilities and Deferred Inflows of Resources	<u>20,413,231</u>
NET POSITION	
Net Investment in Capital Assets	24,861,522
Restricted	
Property Tax Levies	
IMRF	126,512
Social Security	113,289
Liability Insurance	57,158
Paving and Lighting	27,905
Audit	11,258
Special Recreation	436,048
Unrestricted	<u>4,574,395</u>
Total Net Position	<u>30,208,087</u>

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

GURNEE PARK DISTRICT, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2026

		Program Revenues			Net
		Charges	Operating	Capital	(Expenses)/
		for	Grants/	Grants/	Revenues and
	Expenses	Services	Contributions	Contributions	Changes in
					Net Position
Governmental Activities					
Administration	\$ 5,114,529	—	—	—	(5,114,529)
Park Management	3,647,219	—	—	842,797	(2,804,422)
Programs	5,845,564	7,743,967	—	—	1,898,403
Interest on Long-Term Debt	549,585	—	—	—	(549,585)
Total Governmental Activities	15,156,897	7,743,967	—	842,797	(6,570,133)
General Revenues					
Taxes					
Property Taxes					
Intergovernmental - Unrestricted					
Replacement Taxes					
Investment Income					
Miscellaneous					
Change in Net Position					
Net Position - Beginning					
Net Position - Ending					

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

GURNEE PARK DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2026

See Following Page

GURNEE PARK DISTRICT, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2026

	General	Special Revenue Recreation
ASSETS		
Cash and Investments	\$ 985,116	3,304,982
Receivables - Net of Allowances		
Property Taxes	2,736,526	1,687,295
Accrued Interest	12,489	25,913
Leases	—	874,743
Grants	—	—
Total Assets	3,734,131	5,892,933
LIABILITIES		
Accounts Payable	13,419	50,213
Accrued Interest	—	—
Accrued Payroll	129,611	219,048
Other Liabilities	1,280	640,437
General Obligation Bonds Payable	—	—
Total Liabilities	144,310	909,698
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	2,736,526	1,687,295
Leases	—	794,189
Total Deferred Inflows of Resources	2,736,526	2,481,484
Total Liabilities and Deferred Inflows of Resources	2,880,836	3,391,182
FUND BALANCES		
Restricted	—	—
Committed	—	2,501,751
Assigned	—	—
Unassigned	853,295	—
Total Fund Balances	853,295	2,501,751
Total Liabilities, Deferred Inflows of Resources and Fund Balances	3,734,131	5,892,933

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

Debt Service	Capital Projects			Totals
	Capital Replacement and Development	Site and Construction	Nonmajor	
Bond and Interest				
10,012	3,007,713	405,460	732,305	8,445,588
1,263,666	—	—	1,686,904	7,374,391
—	11,401	—	—	49,803
—	—	—	—	874,743
—	355,018	437,779	50,000	842,797
1,273,678	3,374,132	843,239	2,469,209	17,587,322
—	62,231	9,073	9,622	144,558
—	—	3,944	—	3,944
—	—	—	513	349,172
—	—	—	—	641,717
—	—	783,020	—	783,020
—	62,231	796,037	10,135	1,922,411
1,263,666	—	—	1,686,904	7,374,391
—	—	—	—	794,189
1,263,666	—	—	1,686,904	8,168,580
1,263,666	62,231	796,037	1,697,039	10,090,991
10,012	—	—	772,170	782,182
—	—	—	—	2,501,751
—	3,311,901	47,202	—	3,359,103
—	—	—	—	853,295
10,012	3,311,901	47,202	772,170	7,496,331
1,273,678	3,374,132	843,239	2,469,209	17,587,322

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

GURNEE PARK DISTRICT, ILLINOIS

Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities

April 30, 2026

Total Governmental Fund Balances	\$ 7,496,331
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds.	32,153,557
Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	(296,181)
Deferred Items - RBP	71,359
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	(336,780)
Net Pension Liability - IMRF	(1,171,852)
Total OPEB Liability - RBP	(444,730)
Alternate Revenue Source Bonds - Net	(6,722,753)
General Obligation Bonds - Net	(497,978)
Accrued Interest Payable	(42,886)
Net Position of Governmental Activities	<u>30,208,087</u>

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

GURNEE PARK DISTRICT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2026**

See Following Page

GURNEE PARK DISTRICT, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended April 30, 2026

	General	Special Revenue Recreation
Revenues		
Taxes	\$ 2,631,097	1,624,308
Intergovernmental	71,889	23,963
Charges for Services	—	7,743,967
Investment Income	60,709	191,724
Miscellaneous	14,825	113,932
Total Revenues	2,778,520	9,697,894
Expenditures		
Administration	1,119,744	1,888,366
Park Management	1,536,720	1,321,769
Programs	—	4,673,082
Capital Outlay	28,507	196,714
Debt Service		
Principal Retirement	—	441,300
Interest and Fiscal Charges	—	414,138
Total Expenditures	2,684,971	8,935,369
Excess (Deficiency) of Revenues Over (Under) Expenditures	93,549	762,525
Other Financing Sources (Uses)		
Debt Issuance	—	—
Premium on Debt Issuance	—	—
Payment to Escrow Agent	—	—
Transfers In	—	—
Transfers Out	—	(658,833)
	—	(658,833)
Net Change in Fund Balances	93,549	103,692
Fund Balances - Beginning	759,746	2,398,059
Fund Balances - Ending	853,295	2,501,751

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

Debt Service	Capital Projects		Nonmajor	Totals
	Capital Replacement and Development	Site and Construction		
Bond and Interest				
1,219,635	—	—	1,603,133	7,078,173
—	355,018	437,779	50,000	938,649
—	—	—	—	7,743,967
18,252	204,169	10,323	29,824	515,001
—	—	1,705	1,990	132,452
1,237,887	559,187	449,807	1,684,947	16,408,242
—	—	72,013	987,022	4,067,145
—	—	—	79,156	2,937,645
—	—	—	419,436	5,092,518
—	1,280,126	980,227	203,840	2,689,414
1,237,770	153,700	—	—	1,832,770
63,124	99,909	3,944	—	581,115
1,300,894	1,533,735	1,056,184	1,689,454	17,200,607
(63,007)	(974,548)	(606,377)	(4,507)	(792,365)
—	5,400,000	—	—	5,400,000
—	622,753	—	—	622,753
—	(8,617,288)	—	—	(8,617,288)
—	658,833	—	—	658,833
—	—	—	—	(658,833)
—	(1,935,702)	—	—	(2,594,535)
(63,007)	(2,910,250)	(606,377)	(4,507)	(3,386,900)
73,019	6,222,151	653,579	776,677	10,883,231
10,012	3,311,901	47,202	772,170	7,496,331

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

GURNEE PARK DISTRICT, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities - Governmental Activities For the Fiscal Year Ended April 30, 2026

Net Change in Fund Balances - Total Governmental Funds	\$ (3,386,900)
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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	2,285,674
Depreciation Expense	(1,659,430)
Disposals - Cost	(136,894)
Disposals - Accumulated Depreciation	136,894

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

Change in Deferred Items - IMRF	(1,193,539)
Change in Deferred Items - RBP	(10,982)

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Change in Compensated Absences Payable	(4,754)
Change in Net Pension Liability - IMRF	763,311
Change in Total OPEB Liability - RBP	(870)
Debt Issuance	(6,022,753)
Retirement of Debt - Net	10,355,747

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

125,841

Changes in Net Position of Governmental Activities

1,251,345

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Gurnee Park District (the District) of Illinois, incorporated in 1968, is duly organized and existing under the provisions of the laws of the State of Illinois. The District is operating under the provisions of the Park District Code of the State of Illinois approved July 8, 1947 and under all laws amendatory thereto. The District operates under the commissioner-director form of government. The District provides a variety of recreational facilities, programs and services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District's accounting policies established in GAAP and used by the District are described below.

REPORTING ENTITY

The District is a municipal corporation governed by an elected president and four-member Board of Commissioners. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are no fiduciary component units that are required to be included in the financial statements of the District as pension trust funds and there are no discretely component units to include in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District's preservation of open space, recreational program activities, development and maintenance of the District's various parks and facilities, and general administration are all classified as governmental activities. The District does not have any business-type activities.

The government-wide Statement of Net Position, is (a) presented on a consolidated basis, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (administration, park management, programs, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Government-Wide Statements - Continued

The net costs (by function) are normally covered by general revenue (property and person property replacement taxes, interest income, etc.).

The District does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund balances, revenues and expenditures. An emphasis is placed on major funds. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

General fund is the general operating fund of the District. It accounts for all revenues and expenditures of the Park District which are not accounted for in other funds. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District maintains seven special revenue funds. The District maintains one major special revenue fund, the Recreation Fund, which accounts for expenditures for the various recreation programs sponsored by the District; expenditures are funded by both a limited tax levy and user fees and charges.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

BASIS OF PRESENTATION - Continued

Governmental Funds - Continued

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The District maintains one debt service fund. The Bond and Interest Fund is treated as a major fund and records the District's general long-term debt activity.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The District maintains two capital projects funds. The Capital Replacement and Development Fund is treated as a major fund which accounts for the replacement and development of capital assets and infrastructure; funding is provided by transfer of funds from the General and Recreation Funds. The Site and Construction Fund is also treated as a major fund which accounts for capital expenditures associated with acquiring, improving and maintaining the District's properties and equipment. Financing is typically provided from the proceeds of the sale of general obligation bonds, developer donations, grants and interest earned on investments.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

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

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

Basis of Accounting

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

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

Basis of Accounting - Continued

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. The District recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability/deferred inflow is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/NET POSITION

Cash and Investments

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

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are amounts provided with a requirement of repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings, and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide Statement of Net Position, except for amounts between similar activities, which have been eliminated. Services provided and used are sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund Balance Sheets or Statement of Net Position. Reimbursements repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported in the reimbursing fund and as a reduction of expenditures in the reimbursed fund. Transfers are flows of assets (such as cash or goods) without equivalent flows of assets in return and without the requirement of repayment. Transfers are reported as other financing uses in the fund making transfers and as other financing sources in the funds receiving transfers.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION - Continued

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

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

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

Land Improvements	20 Years
Buildings	30 Years
Building Improvements	20 - 30 Years
Machinery and Equipment	5 - 10 Years

Compensated Absences

The District's policy allows Full-Time Employees to accrue sick leave at a constant rate, and vacation leave at varying rates based on the employees years of continuous service with the District.

Sick leave with pay may be granted to Full-time Employees at the rate of one workday (eight (8) hours) for each full month of service with the Park District. Sick leave will not be earned during an unpaid leave of absence. Sick leave may be accumulated to a total of sixty (60) days. Following the establishment and maintenance of a bank of sixty (60) days, all granted but unused sick days may be credited towards the employees Illinois Municipal Retirement Fund ("IMRF") retirement benefit. Subject to IMRF regulations, employees participating in IMRF who retire may qualify to have a maximum of 240 days of unused and unpaid sick leave applied to IMRF service credit for retirement purposes. Employees whose employment with the District concludes short of IMRF retirement benefits shall receive no compensation for unused and/or accumulated sick leave; any accumulated and unused sick leave will be forfeited upon the date of termination of service. After accumulating and maintaining a bank of thirty (30) unused sick days, employees have the option to make a written request to the Accounting Manager that a maximum of two (2) unused sick days from the current calendar year be carried over to the next calendar year to be used as personal days.

Each Full-Time Employee will begin to accrue vacation leave from their first date of employment. Based on service time employees accrue between 6.66 hours and 20.00 hours of vacation leave per month. Full-time employees must work at least 14 calendar days in a month to earn vacation for that month. A maximum of five (5) days (40 hours) of accrued but unused vacation leave may be carried over to the next year and any additional days will be forfeited. Vacation pay is based upon the employees regular hourly rate of pay or rate of salary at the time vacation leave is taken. Payment for accrued but unused vacation leave at the time employment with the District is terminated is based upon the employees regular hourly rate or pay or rate of salary at the time of termination.

Notes to the Financial Statements

April 30, 2026

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/
NET POSITION - Continued**

Receivables

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

Deferred Outflows/Inflows of Resources

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

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

Net Position

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

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

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

Unrestricted - All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

All departments of the District submit requests for appropriation so that an appropriation ordinance may be prepared. The appropriation ordinance is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed appropriation ordinance is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations. All appropriations are adopted on a basis consistent with generally accepted accounting principles (GAAP). The appropriation ordinance may be amended by the governing body. Expenditures may not legally exceed appropriation allocations at the fund level. The District adopts appropriations for all of the governmental funds.

NOTE 3 - DETAIL NOTES ON ALL FUNDS

PROPERTY TAXES

Property taxes for 2025 attach as an enforceable lien on January 1, 2025, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Lake County and are payable in two installments, on or about June 1, 2026 and September 1, 2026. The County collects such taxes and remits them periodically.

DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the District's funds.

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

The Illinois Park District Liquid Asset Fund is an investment pool managed by the Illinois Trust's Board of Trustees, which allows governments within the State to pool their funds for investment purposes. The Illinois Park District Liquid Asset Fund allows Illinois park districts, forest preserves and joint recreational programs to pool their funds for investment purposes. The Illinois Park District Liquid Asset Fund is not registered with the SEC as an investment company. Investments in the Fund are valued at the share price, the price for which the investment could be sold.

Deposits. At year-end, the carrying amount of the District's deposits totaled \$8,278,877 and the bank balances totaled \$8,236,856. The District also has \$166,711 invested in the Illinois Park District Liquid Asset Fund which are measured at net asset value per share as determined by the pool.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

DEPOSITS AND INVESTMENTS - Continued

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investment policy attempts to limit interest rate risk by predominantly investing funds in U.S. Obligations, repurchase agreements of government securities, interest bearing bonds of local municipalities, Fannie Mae short-term obligations, money market mutual funds, dividend-bearing share accounts, share certificate accounts of credit unions chartered under federal or Illinois law, funds managed operated and administered by a bank, subsidiary of a bank or subsidiary of a bank holding company, Illinois funds, Illinois Park Liquid Assets Fund Plus, and short-term obligations maturing within 180 days of corporations organized in the United States. The District's investment in the Illinois Park District Liquid Asset Fund has an average maturity of less than one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policy limits investments to U.S. Obligations, repurchase agreements of government securities, interest bearing bonds of local municipalities, Fannie Mae short-term obligations, money market mutual funds, dividend-bearing share accounts, share certificate accounts of credit unions chartered under federal or Illinois law, funds managed operated and administered by a bank, subsidiary of a bank or subsidiary of a bank holding company, Illinois funds, Illinois Park Liquid Assets Fund Plus, and short-term obligations maturing within 180 days of corporations organized in the United States. The District's investment in the Illinois Park District Liquid Asset Fund was rated AAAm by S&P .

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy requires that funds on deposit in excess of FDIC limits be secured by some form of collateral. At year-end, all of the bank balance of deposits was covered by federal depository or equivalent insurance. For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year-end, the District's investment in the Illinois Park District Liquid Asset Fund is not subject to custodial credit risk.

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

LEASES RECEIVABLE

The District is a lessor on the following lease at year end:

Lease	Start Date	End Date	Payments	Interest
Athletico	5/1/2022	8/1/2040	\$5,625 to \$7,771 per Month	3.57%

During the fiscal year, the District has recognized \$55,733 of lease revenue.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LEASES RECEIVABLE - Continued

The future principal and interest lease payments as of the year-end were as follows:

Fiscal Year	Principal	Interest
2027	\$ 36,598	30,639
2028	39,636	29,283
2029	42,827	27,816
2030	46,175	26,233
2031	49,689	24,528
2032	53,376	22,694
2033	57,247	20,726
2034	61,306	18,616
2035	65,562	16,359
2036	70,020	13,946
2037	74,703	11,370
2037	79,600	8,624
2038	84,730	5,699
2039	90,098	2,587
2040	23,176	69
Totals	874,743	259,189

INTERFUND TRANSFERS

Interfund transfers for the fiscal year consisted of the following:

Transfer In	Transfer Out	Amount
Capital Replacement and Development	Recreation	\$ 658,833

Transfers were completed for the purpose of capital and debt repayment needs.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

CAPITAL ASSETS

Governmental capital asset activity for the fiscal year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 13,308,514	208,116	—	13,516,630
Construction in Progress	475,878	389,054	226,630	638,302
	<u>13,784,392</u>	<u>597,170</u>	<u>226,630</u>	<u>14,154,932</u>
Depreciable Capital Assets				
Land Improvements	12,606,019	1,021,533	136,894	13,490,658
Buildings	26,359,795	—	—	26,359,795
Building Improvements	1,147,941	574,174	—	1,722,115
Machinery and Equipment	4,424,729	319,427	—	4,744,156
	<u>44,538,484</u>	<u>1,915,134</u>	<u>136,894</u>	<u>46,316,724</u>
Less Accumulated Depreciation				
Land Improvements	7,894,783	556,034	136,894	8,313,923
Buildings	15,273,250	856,744	—	16,129,994
Building Improvements	436,222	89,123	—	525,345
Machinery and Equipment	3,191,308	157,529	—	3,348,837
	<u>26,795,563</u>	<u>1,659,430</u>	<u>136,894</u>	<u>28,318,099</u>
Total Net Depreciable Capital Assets	<u>17,742,921</u>	<u>255,704</u>	<u>—</u>	<u>17,998,625</u>
Total Net Capital Assets	<u>31,527,313</u>	<u>852,874</u>	<u>226,630</u>	<u>32,153,557</u>

Depreciation expense was charged to governmental activities as follows:

Administration	\$ 196,810
Park Management	709,574
Programs	<u>753,046</u>
	<u>1,659,430</u>

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

SHORT-TERM OBLIGATIONS

The District issues general obligation limited tax park bonds to provide funds for the acquisition, construction and maintenance of major capital facilities. General obligation limited tax park bonds have been issued for governmental activities. General obligation limited tax park bonds are direct obligations and pledge the full faith and credit of the District. The schedule below details the changes in short-term debt for the fiscal year ended April 30, 2026:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Tax Park Bonds of 2026A, dated February 17, 2026. Original issues for \$783,020 due in one annual installment of \$783,020 plus interest at 2.98% through December 15, 2026.	\$ —	783,020	—	783,020

LONG-TERM OBLIGATIONS

General Obligation Bonds

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

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Limited Tax Park Bonds of 2019A, dated April 29, 2019. Original issues \$1,205,000 due in annual installments of \$55,000 to \$430,000 plus interest at 2.00% to 4.00% through December 15, 2027.	\$ 895,000	—	410,000	485,000
General Obligation Limited Tax Park Bonds of 2024, dated December 3, 2024. Original issues for \$742,770 due in one annual installment of \$742,770 plus interest at 3.56% through December 15, 2025.	742,770	—	742,770	—
	1,637,770	—	1,152,770	485,000

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Alternate Revenue Source Bonds

The District issued alternate revenue source bonds to provide funds for the acquisition and construction of the aquatic center. Alternate revenue source bonds are backed by funds received from the District and also non-referendum bonds issued by the District. Alternate revenue bonds pledge an alternate revenue source but are backed by the full faith and credit of the District. Alternate revenue bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Alternate Revenue Source Bonds of 2013A, dated October 10, 2013. Original issue \$8,510,000, due in annual installments of \$725,000 to \$995,000 plus interest at 4.00% to 4.50% through December 15, 2036.	\$ 8,510,000	—	8,510,000 *	—
Alternate Revenue Source Bonds of 2014A, dated January 8, 2014. Original issue \$1,990,000, due in annual installments of \$125,000 to \$700,000 plus interest at 3.00% to 4.00% through December 15, 2026.	1,380,000	—	680,000	700,000
Alternate Revenue Source Bonds of 2026B, dated April 1, 2026. Original issue \$5,400,000, due in annual installments of \$450,000 to \$640,000 plus interest at 5.00% through December 15, 2036.	—	5,400,000	—	5,400,000
	9,890,000	5,400,000	9,190,000	6,100,000

*Refunded

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Long-Term Liabilities Activity

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 332,026	4,754	—	336,780	67,356
Net Pension Liability - IMRF	1,935,163	—	763,311	1,171,852	—
Total OPEB Liability - RBP	443,860	870	—	444,730	30,296
Alternate Revenue Source Bonds	9,890,000	5,400,000	9,190,000	6,100,000	700,000
Plus: Premium on Bonds	—	622,753	—	622,753	56,614
General Obligation Bonds	1,637,770	—	1,152,770	485,000	430,000
Plus: Premium on Bonds	25,955	—	12,977	12,978	12,978
	<u>14,264,774</u>	<u>6,028,377</u>	<u>11,119,058</u>	<u>9,174,093</u>	<u>1,297,244</u>

For the governmental activities, the net pension liability and the total OPEB liability are generally liquidated by the General and Recreation Funds. Payments on the alternate revenue source bonds are made by the Recreation Fund. The Bond and Interest Fund makes payments on the general obligation bonds.

Compensated absences are reported as the net change amount for the fiscal year.

Legal Debt Margin

Chapter 70, Section 1205/6-2 of the Illinois Compiled Statutes provides "...for the payment of land condemned or purchased for parks or boulevards, for the building, maintaining, improving and protection of the same and for the payment of the expenses incident thereto, or for the acquisition of real estate and lands to be used as a site for an armory, any park district is authorized to issue the bonds or notes of such park district and pledge its property and credit therefore to an amount including existing indebtedness of such district so that the aggregate indebtedness of such district does not exceed 2.875% of the value of the taxable property therein, to be ascertained by the last assessment for state and county taxes previous to the issue from time to time of such bonds or notes or, until January 1, 1983, if greater, the sum that is produced by multiplying the district's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979, if a petition, signed by voters in number equal to not less than 2% of the voters of the district, who voted at the last general election in the district, asking that the authorized aggregate indebtedness of the district be increased to not more than .575% of the value of the taxable property therein, is presented to the Board and such increase is approved by the voters of the district at a referendum held on the question."

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Legal Debt Margin - Continued

Assessed Valuation - 2025	<u>\$ 1,559,638,295</u>
Legal Debt Limit - 2.875% of Assessed Value	44,839,601
Amount of Debt Applicable to Limit	<u>1,268,020</u>
Legal Debt Margin	<u>43,571,581</u>
Non-Referendum Legal Debt Limit	
0.575% of Assessed Valuation	8,967,920
Amount of Debt Applicable to Debt Limit	<u>1,268,020</u>
Non-Referendum Legal Debt Margin	<u>7,699,900</u>

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	Governmental Activities			
	Alternate Revenue		General	
	Source Bonds		Obligation Bonds	
	Principal	Interest	Principal	Interest
2027	\$ 700,000	218,500	430,000	19,400
2028	450,000	270,000	55,000	2,200
2029	465,000	247,500	—	—
2030	485,000	224,250	—	—
2031	505,000	200,000	—	—
2032	525,000	174,750	—	—
2033	545,000	148,500	—	—
2034	570,000	121,250	—	—
2035	595,000	92,750	—	—
2036	620,000	63,000	—	—
2037	640,000	32,000	—	—
Totals	<u>6,100,000</u>	<u>1,792,500</u>	<u>485,000</u>	<u>21,600</u>

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

LONG-TERM OBLIGATIONS - Continued

Defeased Debt

On April 1, 2026, the District issued \$5,400,000 par value Alternative Revenue Refunding Bond, Series of 2026 and with current resources refunded \$8,510,000 of the Alternate Revenue Bond Series of 2013A. The District defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through the refunding, the District reduced its total debt service by \$1,129,676 and obtained an economic gain of \$474,876.

FUND BALANCE CLASSIFICATIONS

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

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

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

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

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

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

FUND BALANCE CLASSIFICATIONS - Continued

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

Minimum Fund Balance Policy. The District's policy manual states that the General, Recreation, Audit, Paving & Lighting, Liability, IMRF, and Social Security Funds should maintain a minimum unrestricted fund balance equal to three months of budgeted operating expenditures. Fund balances in excess of said levels in the General and Recreation Funds may be transferred to the capital projects funds at the discretion of the Board.

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

			Debt Service Bond and Interest	Capital Projects Capital Replacement and Development	Site and Construction	Nonmajor	Totals
	General	Special Revenue Recreation					
Fund Balances							
Restricted							
Property Tax Levies							
IMRF	\$	—	—	—	—	126,512	126,512
Social Security		—	—	—	—	113,289	113,289
Liability Insurance		—	—	—	—	57,158	57,158
Paving and Lighting		—	—	—	—	27,905	27,905
Audit		—	—	—	—	11,258	11,258
Special Recreation		—	—	—	—	436,048	436,048
Debt Service		—	10,012	—	—	—	10,012
		—	10,012	—	—	772,170	782,182
Committed							
Recreation Programs		— 2,501,751	—	—	—	—	2,501,751
Assigned							
Capital Projects		—	—	3,311,901	47,202	—	3,359,103
Unassigned		853,295	—	—	—	—	853,295
Total Fund Balances		853,295	2,501,751	10,012	3,311,901	47,202	772,170 7,496,331

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2026:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 32,153,557
Less Capital Related Debt:	
Alternate Revenue Source Bonds	(6,100,000)
Premium on Bonds	(622,753)
General Obligation Bonds	(485,000)
Premium on Bonds	(12,978)
Capital Related Accounts Payable	<u>(71,304)</u>
Net Investment in Capital Assets	<u><u>24,861,522</u></u>

NOTE 4 - OTHER INFORMATION

CONTINGENT LIABILITIES

Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

Grants

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

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 the District's employees; and net income losses. These risks are provided for through participation in the Park District Risk Management Agency and private insurance coverage. The District has purchased insurance from private insurance companies; covered risks include medical, dental, life and other. Premiums have been displayed as expenditures/expenses in appropriate funds. 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.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA)

Since 1992, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

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

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

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

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2025 and the statement of revenues and expenses for the period ending December 31, 2025. The District's portion of the overall equity of the pool is 0.286% or \$93,004.

Assets	\$ 56,187,810
Deferred Outflows of Resources - Pension	1,060,872
Liabilities	24,658,974
Deferred Inflows of Resources - Pension	28,702
Total Net Position	32,561,006
Operating Revenues	24,972,872
Nonoperating Revenues	3,841,114
Expenditures	36,563,087

Since 96.84% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

RISK MANAGEMENT - Continued

Park District Risk Management Agency (PDRMA) Health Program

Since July 1, 1991, the District has been a member of the Park District Risk Management Agency (PDRMA) Health Program, a health insurance pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$300,000. Until January 1, 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

Members can choose to provide any combination of coverages available to their employees, and pay premiums accordingly.

As a member of the PDRMA Health Program, the District is represented on the Health Program Council as well as the Membership Assembly and is entitled to one vote on each. The relationship between the member agency and PDRMA Health Program is governed by a contract and by-laws that have been adopted by a resolution of each member's governing body. Members are contractually obligated to make all monthly payments to the PDRMA Health Program and to fund any deficit of the PDRMA Health Program upon dissolution of the pool. They will share in any surplus of the pool based on a decision by the Health Program Council.

The following represents a summary of PDRMA's Health Program balance sheet at December 31, 2025 and the statement of revenues and expenses for the period ending December 31, 2025.

Assets	\$ 19,885,374
Deferred Outflows of Resources - Pension	454,659
Liabilities	9,313,951
Deferred Inflows of Resources - Pension	12,301
Total Net Position	11,013,781
Operating Revenues	44,134,835
Nonoperating Revenues	1,493,768
Expenditures	51,372,132

A large percentage of PDRMA's liabilities are reserves for losses and loss adjustment expenses, which are based on an actuarial estimate of the ultimate losses incurred.

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

JOINT VENTURE

The District is a member of the Warren Special Recreation Association (WSRA), an association of three area park districts and Warren Township, that provides recreation programs and other activities for handicapped and impaired individuals. Each member agency shares ratably in WSRA, and generally provides funding based on its equalized assessed valuation. The District contributed \$419,436 to WSRA during the current fiscal year.

The District does not have a direct financial interest in WSRA, and therefore its investment therein is not reported within the financial statements. Upon dissolution of WSRA, the assets, if any, shall be divided between the members, in accordance with an equitable formula, as determined by a unanimous vote of the WSRA's Board of Directors. Complete separate financial statements for WSRA can be obtained from WSRA's administrative offices at 100 S. Greenleaf Street, Gurnee, Illinois.

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. IMRF provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the regular plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date. 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.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Plan Descriptions - Continued

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

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

Plan Membership. As of December 31, 2025, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	52
Inactive Plan Members Entitled to but not yet Receiving Benefits	161
Active Plan Members	<u>83</u>
Total	<u><u>296</u></u>

Contributions. As set by statute, the District's Regular Plan Members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the fiscal year-ended April 30, 2026, the District's contribution was 8.93% of covered payroll.

Net Pension Liability. The District's net pension liability was measured as of December 31, 2025. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) -Continued

Plan Descriptions - Continued

Actuarial Assumptions. The total pension liabilities were determined by an actuarial valuation performed, as of December 31, 2025, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. 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-2021. 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-2021.

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.00%	4.75%
Domestic Equities	32.50%	7.35%
International Equities	18.00%	7.45%
Real Estate	10.50%	6.25%
Blended	14.00%	3.90% - 8.50%
Cash and Cash Equivalents	1.00%	3.00%

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

Discount Rate

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

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset)	\$ 4,390,822	1,171,852	(1,373,564)

GURNEE PARK DISTRICT, ILLINOIS**Notes to the Financial Statements****April 30, 2026****NOTE 4 - OTHER INFORMATION - Continued****EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued****Illinois Municipal Retirement Fund (IMRF) - Continued****Changes in the Net Pension Liability**

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2024	\$ 21,546,520	19,611,357	1,935,163
Changes for the Year:			
Service Cost	407,509	—	407,509
Interest on the Total Pension Liability	1,541,557	—	1,541,557
Difference Between Expected and Actual Experience of the Total Pension Liability	823,786	—	823,786
Changes of Assumptions	—	—	—
Contributions - Employer	—	401,787	(401,787)
Contributions - Employees	—	193,853	(193,853)
Net Investment Income	—	2,925,238	(2,925,238)
Benefit Payments, Including Refunds of Employee Contributions	(974,827)	(974,827)	—
Other (Net Transfer)	—	15,285	(15,285)
Net Changes	1,798,025	2,561,336	(763,311)
Balances at December 31, 2025	23,344,545	22,172,693	1,171,852

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - DEFINED BENEFIT PENSION PLAN - Continued

Illinois Municipal Retirement Fund (IMRF) - Continued

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

For the fiscal year ended April 30, 2026, the District recognized pension expense of \$812,072. At April 30, 2026, the District reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 598,838	—	598,838
Change in Assumptions	—	—	—
Net Difference Between Projected and Actual			
Earnings on Pension Plan Investments	—	(1,007,167)	(1,007,167)
Total Pension Expense to be Recognized in Future Periods	598,838	(1,007,167)	(408,329)
Pension Contributions Made			
Subsequent to the Measurement Date	112,148	—	112,148
Total Deferred Amounts Related to IMRF	710,986	(1,007,167)	(296,181)

\$112,148 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2027.

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

Fiscal Year	Net Deferred Outflows/ (Inflows) of Resources
2027	\$ 577,979
2028	(287,439)
2029	(395,547)
2030	(303,322)
2031	—
Thereafter	—
Totals	(408,329)

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS

Plan Descriptions

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

Benefits Provided. RBP provides medical, prescription drug, dental and vision coverage. Retirees pay the full premium. Coverage ends at age 65 for disabled Employees or once eligible for Medicare of retired Employees.

All health care benefits are provided through the District's health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the District's plan becomes secondary.

Plan Membership. As of September 30, 2025, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	2
Inactive Plan Members Entitled to but not yet Receiving Benefits	—
Active Plan Members	<u>56</u>
Total	<u><u>58</u></u>

Total OPEB Liability

The District's total OPEB liability was measured as of April 30, 2026, and was determined by an actuarial valuation as of September 30, 2025.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the September 30, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs - Continued.

Inflation	2.25%
Salary Increases	Varies from 2.94% to 12.00% by age and years of service.
Discount Rate	4.90%
Healthcare Cost Trend Rates	7.00% graded down to 4.50% over 17 years for Medical. 12.00% graded down to 4.50% over 19 years for Prescription Drug.
Retirees' Share of Benefit-Related Costs	Retirees pay the full premium.

The discount rate was based on the General Obligation Municipal Bond rate as of September 30, 2025.

Healthy mortality rates were based on Pub-2010 General Healthy Retiree Headcount-Weighted Below-Median Income Mortality Tables adjusted by 108% for males and 106.4% for females projected generationally using Scale MP-2021.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at April 30, 2025	<u>\$ 443,860</u>
Changes for the Year:	
Service Cost	14,560
Interest on the Total OPEB Liability	16,894
Difference Between Expected and Actual Experience	(22,188)
Changes of Assumptions or Other Inputs	21,900
Benefit Payments	<u>(30,296)</u>
Net Changes	<u>870</u>
Balance at April 30, 2026	<u><u>444,730</u></u>

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

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

The discount rate used to measure the total pension liability was 4.90%, while the prior valuation used 3.81%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease (3.90%)	Current Discount Rate (4.90%)	1% Increase (5.90%)
Total OPEB Liability	\$ 486,897	444,730	405,859

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

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

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 396,456	444,730	500,502

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

For the fiscal year ended April 30, 2026, the District recognized OPEB expense of \$42,148. At April 30, 2026, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 86,818	(35,293)	51,525
Change in Assumptions	82,635	(62,801)	19,834
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	—	—	—
Total Deferred Amounts Related to OPEB	169,453	(98,094)	71,359

GURNEE PARK DISTRICT, ILLINOIS

Notes to the Financial Statements

April 30, 2026

NOTE 4 - OTHER INFORMATION - Continued

OTHER POST-EMPLOYMENT BENEFITS - Continued

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued

There are no employer contributions made subsequent to the measurement date. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Net Deferred Outflows of Resources
2027	\$ 10,694
2028	10,694
2029	10,694
2030	12,125
2031	11,820
Thereafter	<u>15,332</u>
Total	<u><u>71,359</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

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

- Schedule Employer Contributions - Last Ten Fiscal Years
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Measurement Years
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefit Plan
- Budgetary Comparison Schedules
General Fund
Recreation - Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information - Budgets are adopted on a basis consistent with generally accepted accounting principles.

GURNEE PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Employer Contributions - Last Ten Fiscal Years

April 30, 2026

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	\$ 367,082	\$ 367,082	\$ —	\$ 3,715,405	9.88%
2018	384,299	384,299	—	3,709,453	10.36%
2019	382,299	382,299	—	3,634,025	10.52%
2020	331,684	331,684	—	3,558,845	9.32%
2021	332,911	332,911	—	3,167,568	10.51%
2022	358,683	358,683	—	3,055,225	11.74%
2023	331,233	331,233	—	3,472,032	9.54%
2024	359,147	359,147	—	3,918,540	9.17%
2025	354,342	354,342	—	4,235,142	8.37%
2026	381,844	381,844	—	4,274,373	8.93%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	18 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.85% to 13.75%, Including Inflation
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 2023 valuation pursuant to an experience study of the period 2020-2022.
Mortality	For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. 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-2021. 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-2021.

GURNEE PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Measurement Years

April 30, 2026

	12/31/2016	12/31/2017	12/31/2018
Total Pension Liability			
Service Cost	\$ 390,232	394,347	353,655
Interest	886,752	970,977	1,004,335
Differences Between Expected and Actual Experience	180,809	(40,519)	(9,182)
Change of Assumptions	(20,048)	(448,666)	512,659
Benefit Payments, Including Refunds of Member Contributions	(314,849)	(350,315)	(471,724)
Net Change in Total Pension Liability	1,122,896	525,824	1,389,743
Total Pension Liability - Beginning	11,801,450	12,924,346	13,450,170
Total Pension Liability - Ending	12,924,346	13,450,170	14,839,913
Plan Fiduciary Net Position			
Contributions - Employer	\$ 367,082	384,299	382,299
Contributions - Members	167,193	166,926	169,859
Net Investment Income	661,815	1,741,540	(542,254)
Benefit Payments, Including Refunds of Member Contributions	(314,849)	(350,315)	(471,724)
Other (Net Transfer)	85,502	(116,210)	211,023
Net Change in Plan Fiduciary Net Position	966,743	1,826,240	(250,797)
Plan Net Position - Beginning	9,617,528	10,584,271	12,410,511
Plan Net Position - Ending	10,584,271	12,410,511	12,159,714
Employer's Net Pension Liability/(Asset)	\$ 2,340,075	1,039,659	2,680,199
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.89%	92.27%	81.94%
Covered Payroll	\$ 3,715,405	3,709,453	3,634,025
Employer's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	62.98%	28.03%	73.75%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2016 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017.

12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	12/31/2025
362,771	361,495	288,841	299,632	333,196	364,344	407,509
1,068,836	1,168,090	1,174,960	1,282,821	1,339,468	1,446,933	1,541,557
520,543	(487,879)	765,047	(58,547)	542,121	357,445	823,786
—	(244,103)	—	—	25,251	—	—
(557,473)	(607,509)	(725,520)	(767,482)	(751,234)	(795,440)	(974,827)
1,394,677	190,094	1,503,328	756,424	1,488,802	1,373,282	1,798,025
14,839,913	16,234,590	16,424,684	17,928,012	18,684,436	20,173,238	21,546,520
16,234,590	16,424,684	17,928,012	18,684,436	20,173,238	21,546,520	23,344,545
331,684	332,911	358,683	312,080	368,899	337,430	401,787
160,149	142,911	138,343	147,828	172,563	186,250	193,853
2,149,993	2,007,328	2,655,308	(2,246,731)	1,781,678	1,771,009	2,925,238
(557,473)	(607,509)	(725,520)	(767,482)	(751,234)	(795,440)	(974,827)
137,250	59,326	71,580	15,576	446,164	(181,911)	15,285
2,221,603	1,934,967	2,498,394	(2,538,729)	2,018,070	1,317,338	2,561,336
12,159,714	14,381,317	16,316,284	18,814,678	16,275,949	18,294,019	19,611,357
14,381,317	16,316,284	18,814,678	16,275,949	18,294,019	19,611,357	22,172,693
1,853,273	108,400	(886,666)	2,408,487	1,879,219	1,935,163	1,171,852
88.58%	99.34%	104.95%	87.11%	90.68%	91.02%	94.98%
3,558,845	3,167,568	3,055,225	3,285,054	3,834,715	4,145,331	4,307,837
52.08%	3.42%	(29.02%)	73.32%	49.01%	46.68%	27.20%

GURNEE PARK DISTRICT, ILLINOIS

Retiree Benefit Plan

Schedule of Changes in the Employer's Total OPEB Liability

April 30, 2026

	<u>4/30/2019</u>
Total OPEB Liability	
Service Cost	\$ 14,790
Interest	13,660
Changes in Benefit Terms	—
Differences Between Expected and Actual Experience	—
Change of Assumptions or Other Inputs	(16,245)
Benefit Payments	(13,602)
Other Changes	—
Net Change in Total OPEB Liability	<u>(1,397)</u>
Total OPEB Liability - Beginning	<u>367,293</u>
Total OPEB Liability - Ending	<u><u>365,896</u></u>
Covered-Employee Payroll	2,837,882
Total OPEB Liability as a Percentage of Covered-Employee Payroll	12.89%

Notes:

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

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

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate from 2019 through 2026.

4/30/2020	4/30/2021	4/30/2022	4/30/2023	4/30/2024	4/30/2025	4/30/2026
13,802	17,895	17,113	14,594	11,709	13,562	14,560
15,567	10,520	10,677	10,741	15,984	16,488	16,894
—	—	—	—	—	—	—
(41,844)	105,985	34,603	19,546	6,325	4,841	(22,188)
46,453	(19,176)	(20,356)	(64,529)	18,320	41,322	21,900
(14,554)	(15,553)	(38,184)	(56,670)	(53,798)	(43,419)	(30,296)
—	—	—	—	—	—	—
19,424	99,671	3,853	(76,318)	(1,460)	32,794	870
365,896	385,320	484,991	488,844	412,526	411,066	443,860
385,320	484,991	488,844	412,526	411,066	443,860	444,730
2,842,911	2,234,208	2,542,974	2,969,050	3,339,139	3,570,594	3,807,739
13.55%	21.71%	19.22%	13.89%	12.31%	12.43%	11.68%

GURNEE PARK DISTRICT, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 3,179,128	3,179,128	2,631,097
Intergovernmental			
Replacement Taxes	90,000	90,000	71,889
Investment Income	71,400	71,400	60,709
Miscellaneous	16,680	16,680	14,825
Total Revenues	3,357,208	3,357,208	2,778,520
Expenditures			
Administration	1,501,233	1,501,233	1,119,744
Park Management	1,811,095	1,811,095	1,536,720
Capital Outlay	44,880	44,880	28,507
Total Expenditures	3,357,208	3,357,208	2,684,971
Net Change in Fund Balance	—	—	93,549
Fund Balance - Beginning			759,746
Fund Balance - Ending			853,295

GURNEE PARK DISTRICT, ILLINOIS**Recreation - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2026**

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 1,952,990	1,952,990	1,624,308
Intergovernmental			
Replacement Taxes	30,000	30,000	23,963
Charges for Services	9,502,961	9,502,961	7,743,967
Investment Income	180,216	180,216	191,724
Miscellaneous	139,044	139,044	113,932
Total Revenues	11,805,211	11,805,211	9,697,894
Expenditures			
Administration	2,464,510	2,464,510	1,888,366
Park Management	1,685,201	1,685,201	1,321,769
Programs	6,013,755	6,013,755	4,673,082
Capital Outlay	255,220	255,220	196,714
Debt Service			
Principal Retirement	529,560	529,560	441,300
Interest and Fiscal Charges	496,965	496,965	414,138
Total Expenditures	11,445,211	11,445,211	8,935,369
Excess (Deficiency) of Revenues Over (Under) Expenditures	360,000	360,000	762,525
Other Financing (Uses)			
Transfers Out	(360,000)	(360,000)	(658,833)
Net Change in Fund Balance	—	—	103,692
Fund Balance - Beginning			2,398,059
Fund Balance - Ending			2,501,751

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules - Major Governmental Funds
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds

INDIVIDUAL FUND SCHEDULES

GENERAL FUND

The General Fund, is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are created to account for the proceeds of specific revenue sources (other than capital project funds) that are legally restricted to expenditure for specified purposes.

Recreation Fund

The Recreation Fund is used to account for the revenues and expenditures of the various recreation programs sponsored by the District. Funding is provided by both a limited tax levy and user fees and charges.

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund is used to account for the revenues derived from a specific annual property tax levy for the purpose of providing employer contributions to the state sponsored Illinois Municipal Retirement Fund.

Social Security Fund

The Social Security Fund is used to account for revenues derived from a specific annual property tax levy for the purpose of meeting the costs associated with participation in the "Social Security Act."

Liability Insurance Fund

The Liability Insurance Fund is used to account for revenue derived from a specific annual property tax levy to provide liability insurance for the District's operations and risk management activities.

Paving and Lighting Fund

The Paving and Lighting Fund is used to account for revenues derived from specific annual property tax levy for the purpose of making paving and lighting improvements throughout the District.

Audit Fund

The Audit Fund is used to account for revenues derived from a specific annual property tax levy for the purpose of an annual audit of the financial statements and accounting records of the Park District.

INDIVIDUAL FUND SCHEDULES - Continued

SPECIAL REVENUE FUNDS - Continued

Programs for the Handicapped Fund

The Programs for the Handicapped Fund is used to account for revenues derived from a specific annual property tax which disbursed to the Warren Special Recreation Association to provide special recreation programs for the handicapped and impaired.

DEBT SERVICE FUND

Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Bond and Interest Fund

The Bond and Interest Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Financing is provided by the annual tax levy.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit.

Capital Replacement and Development Fund

The Capital Replacement and Development Fund is used to accumulate funds for the replacement and development of capital assets and infrastructure. Financing is provided by transfer of funds from the General and Recreation Funds.

Site and Construction Fund

The Site and Construction Fund is used to account for capital expenditures associated with acquiring, improving and maintaining the District's properties and equipment. Financing is typically provided from the proceeds of the sale of general obligation bonds, developer donations, grants and interest earned on investments.

GURNEE PARK DISTRICT, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Administration			
Salaries	\$ 796,788	796,788	600,040
Contractual Services	278,598	278,598	237,289
Insurance	270,379	270,379	185,236
Utilities	25,956	25,956	20,009
Materials and Supplies	15,000	15,000	7,730
Other Expenditures	114,512	114,512	69,440
	<u>1,501,233</u>	<u>1,501,233</u>	<u>1,119,744</u>
Park Management			
Salaries	1,073,785	1,073,785	921,893
Contractual Services	79,440	79,440	69,856
Insurance	261,803	261,803	208,968
Utilities	57,420	57,420	46,717
Materials and Supplies	240,845	240,845	202,844
Other Expenditures	97,802	97,802	86,442
	<u>1,811,095</u>	<u>1,811,095</u>	<u>1,536,720</u>
Capital Outlay			
Administration	28,440	28,440	18,717
Park Management	16,440	16,440	9,790
	<u>44,880</u>	<u>44,880</u>	<u>28,507</u>
Total Expenditures	<u>3,357,208</u>	<u>3,357,208</u>	<u>2,684,971</u>

GURNEE PARK DISTRICT, ILLINOIS**Recreation - Special Revenue Fund****Schedule of Expenditures - Budget and Actual****For the Fiscal Year Ended April 30, 2026**

	Original Budget	Final Budget	Actual
Administration			
Salaries	\$ 946,366	946,366	721,485
Contractual Services	249,570	249,570	207,882
Insurance	266,947	266,947	182,723
Utilities	50,616	50,616	39,971
Materials and Supplies	32,280	32,280	23,945
Other Expenditures	115,947	115,947	77,249
Hunt Club Aquatic Center	802,784	802,784	635,111
	<u>2,464,510</u>	<u>2,464,510</u>	<u>1,888,366</u>
Park Management			
Salaries	1,022,761	1,022,761	792,029
Contractual Services	100,560	100,560	74,541
Insurance	261,976	261,976	195,555
Utilities	118,104	118,104	107,763
Materials and Supplies	181,800	181,800	151,881
	<u>1,685,201</u>	<u>1,685,201</u>	<u>1,321,769</u>
Programs			
Salaries	3,654,078	3,654,078	2,883,876
Contractual Services - Programs	697,172	697,172	475,365
Insurance	181,954	181,954	118,034
Utilities	296,292	296,292	266,581
Materials and Supplies	504,308	504,308	382,211
Other Expenditures	507,722	507,722	408,988
Hunt Club Aquatic Center	105,120	105,120	86,320
Gurnee Days	67,109	67,109	51,707
	<u>6,013,755</u>	<u>6,013,755</u>	<u>4,673,082</u>
Capital Outlay			
Administration	12,000	12,000	7,377
Park Management	37,200	37,200	27,813
Programs	206,020	206,020	161,524
	<u>255,220</u>	<u>255,220</u>	<u>196,714</u>
Debt Service			
Principal Retirement	529,560	529,560	441,300
Interest and Fiscal Charges	496,965	496,965	414,138
	<u>1,026,525</u>	<u>1,026,525</u>	<u>855,438</u>
Total Expenditures	<u>11,445,211</u>	<u>11,445,211</u>	<u>8,935,369</u>

GURNEE PARK DISTRICT, ILLINOIS

Bond and Interest - Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 1,459,074	1,459,074	1,219,635
Investment Income	16,200	16,200	18,252
Total Revenues	1,475,274	1,475,274	1,237,887
Expenditures			
Debt Service			
Principal Retirement	1,485,324	1,485,324	1,237,770
Interest and Fiscal Charges	75,749	75,749	63,124
Total Expenditures	1,561,073	1,561,073	1,300,894
Net Change in Fund Balance	(85,799)	(85,799)	(63,007)
Fund Balance - Beginning			73,019
Fund Balance - Ending			10,012

GURNEE PARK DISTRICT, ILLINOIS**Capital Replacement and Development - Capital Projects Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2026**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental			
Grants	\$ —	—	355,018
Investment Income	299,520	299,520	204,169
Total Revenues	299,520	299,520	559,187
Expenditures			
Capital Outlay	2,525,710	2,525,710	1,280,126
Debt Service			
Principal Retirement	184,440	184,440	153,700
Interest and Fiscal Charges	—	—	99,909.00
Total Expenditures	2,710,150	2,710,150	1,533,735
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,410,630)	(2,410,630)	(974,548)
Other Financing Sources (Uses)			
Debt Issuance	—	—	5,400,000
Premium on Debt Issuance	—	—	622,753
Payment to Escrow Agent	—	—	(8,617,288)
Transfers In	360,000	360,000	658,833
	360,000	360,000	(1,935,702)
Net Change in Fund Balance	(2,050,630)	(2,050,630)	(2,910,250)
Fund Balance - Beginning			6,222,151
Fund Balance - Ending			3,311,901

GURNEE PARK DISTRICT, ILLINOIS**Site and Construction - Capital Projects Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended April 30, 2026**

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental			
Grants	\$ —	—	437,779
Investment Income	14,280	14,280	10,323
Miscellaneous	—	—	1,705
Total Revenues	14,280	14,280	449,807
Expenditures			
Administration			
Contractual Services	94,920	94,920	72,013
Capital Outlay	1,198,800	1,198,800	980,227
Debt Service			
Interest and Fiscal Charges	—	—	3,944
Total Expenditures	1,293,720	1,293,720	1,056,184
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,279,440)	(1,279,440)	(606,377)
Other Financing Sources			
Debt Issuance	925,103	925,103	—
Net Change in Fund Balance	(354,337)	(354,337)	(606,377)
Fund Balance - Beginning			653,579
Fund Balance - Ending			47,202

GURNEE PARK DISTRICT, ILLINOIS

Nonmajor Governmental - Special Revenue Funds

Combining Balance Sheet

April 30, 2026

	Illinois Municipal Retirement	Social Security
ASSETS		
Cash and Investments	\$ 126,512	113,289
Receivables - Net of Allowances		
Property Taxes	305,564	422,147
Grants	—	—
Total Assets	432,076	535,436
LIABILITIES		
Accounts Payable	—	—
Accrued Payroll	—	—
Total Liabilities	—	—
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	305,564	422,147
Total Liabilities and Deferred Inflows of Resources	305,564	422,147
FUND BALANCES		
Restricted	126,512	113,289
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	432,076	535,436

Liability Insurance	Paving and Lighting	Audit	Programs for the Handicapped	Totals
57,158	27,905	11,771	395,670	732,305
245,409	71,946	28,307	613,531	1,686,904
—	—	—	50,000	50,000
302,567	99,851	40,078	1,059,201	2,469,209
—	—	—	9,622	9,622
—	—	513	—	513
—	—	513	9,622	10,135
245,409	71,946	28,307	613,531	1,686,904
245,409	71,946	28,820	623,153	1,697,039
57,158	27,905	11,258	436,048	772,170
302,567	99,851	40,078	1,059,201	2,469,209

GURNEE PARK DISTRICT, ILLINOIS**Nonmajor Governmental - Special Revenue Funds****Combining Statement of Revenues, Expenditures and Changes in Fund Balances****For the Fiscal Year Ended April 30, 2026**

	Illinois Municipal Retirement	Social Security
Revenues		
Taxes	\$ 321,761	402,673
Intergovernmental	—	—
Investment Income	6,322	4,191
Miscellaneous	—	—
Total Revenues	328,083	406,864
Expenditures		
Administration	332,913	402,949
Park Management	—	—
Programs	—	—
Capital Outlay	—	—
Total Expenditures	332,913	402,949
Net Change in Fund Balances	(4,830)	3,915
Fund Balances - Beginning	131,342	109,374
Fund Balances - Ending	126,512	113,289

Liability Insurance	Paving and Lighting	Audit	Programs for the Handicapped	Totals
219,499	68,961	30,991	559,248	1,603,133
—	—	—	50,000	50,000
4,463	846	194	13,808	29,824
1,990	—	—	—	1,990
225,952	69,807	31,185	623,056	1,684,947
221,656	—	29,504	—	987,022
—	79,156	—	—	79,156
—	—	—	419,436	419,436
—	—	—	203,840	203,840
221,656	79,156	29,504	623,276	1,689,454
4,296	(9,349)	1,681	(220)	(4,507)
52,862	37,254	9,577	436,268	776,677
57,158	27,905	11,258	436,048	772,170

GURNEE PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 384,850	384,850	321,761
Investment Income	5,040	5,040	6,322
Total Revenues	389,890	389,890	328,083
Expenditures			
Administration			
Employer's IMRF	431,855	431,855	332,913
Net Change in Fund Balance	(41,965)	(41,965)	(4,830)
Fund Balance - Beginning			131,342
Fund Balance - Ending			126,512

GURNEE PARK DISTRICT, ILLINOIS

Social Security - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 481,633	481,633	402,673
Investment Income	4,800	4,800	4,191
Total Revenues	486,433	486,433	406,864
Expenditures			
Administration			
Employer's Social Security	490,200	490,200	402,949
Net Change in Fund Balance	(3,767)	(3,767)	3,915
Fund Balance - Beginning			109,374
Fund Balance - Ending			113,289

GURNEE PARK DISTRICT, ILLINOIS

Liability Insurance - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 265,183	265,183	219,499
Investment Income	3,240	3,240	4,463
Miscellaneous	1,800	1,800	1,990
Total Revenues	270,223	270,223	225,952
Expenditures			
Administration			
Contractual Services	265,431	265,431	221,656
Net Change in Fund Balance	4,792	4,792	4,296
Fund Balance - Beginning			52,862
Fund Balance - Ending			57,158

GURNEE PARK DISTRICT, ILLINOIS

Paving and Lighting - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 83,186	83,186	68,961
Investment Income	1,200	1,200	846
Total Revenues	84,386	84,386	69,807
Expenditures			
Park Management			
Contractual Services	111,000	111,000	79,156
Net Change in Fund Balance	(26,614)	(26,614)	(9,349)
Fund Balance - Beginning			37,254
Fund Balance - Ending			27,905

GURNEE PARK DISTRICT, ILLINOIS

Audit - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 37,063	37,063	30,991
Investment Income	6	6	194
Total Revenues	37,069	37,069	31,185
Expenditures			
Administration			
Salaries	12,600	12,600	8,764
Contractual Services	24,972	24,972	20,740
Total Expenditures	37,572	37,572	29,504
Net Change in Fund Balance	(503)	(503)	1,681
Fund Balance - Beginning			9,577
Fund Balance - Ending			11,258

GURNEE PARK DISTRICT, ILLINOIS

Programs for the Handicapped - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended April 30, 2026

	Original Budget	Final Budget	Actual
Revenues			
Taxes			
Property Taxes	\$ 665,487	665,487	559,248
Intergovernmental			
Grants	—	—	50,000
Investment Income	12,390	12,390	13,808
Total Revenues	677,877	677,877	623,056
Expenditures			
Programs			
Participation in Joint Programs for the Handicapped	499,115	499,115	419,436
Capital Outlay	240,000	240,000	203,840
Total Expenditures	739,115	739,115	623,276
Net Change in Fund Balance	(61,238)	(61,238)	(220)
Fund Balance - Beginning			436,268
Fund Balance - Ending			436,048

SUPPLEMENTAL SCHEDULES

GURNEE PARK DISTRICT, ILLINOIS

Long-Term Debt Requirements

Alternate Revenue Source Bonds of 2014A

April 30, 2026

Date of Issue	January 8, 2014
Date of Maturity	December 15, 2026
Authorized Issue	\$1,990,000
Interest Rates	3.00% - 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	US Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2027	\$ 700,000	28,000	728,000

GURNEE PARK DISTRICT, ILLINOIS

Long-Term Debt Requirements

Alternate Revenue Source Bonds of 2026B

April 30, 2026

Date of Issue	April 1, 2026
Date of Maturity	December 15, 2036
Authorized Issue	\$5,400,000
Interest Rate	5.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	UMB Bank National Association, Kansas City, MS

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2027	\$ —	190,500	190,500
2028	450,000	270,000	720,000
2029	465,000	247,500	712,500
2030	485,000	224,250	709,250
2031	505,000	200,000	705,000
2032	525,000	174,750	699,750
2033	545,000	148,500	693,500
2034	570,000	121,250	691,250
2035	595,000	92,750	687,750
2036	620,000	63,000	683,000
2037	640,000	32,000	672,000
	<u>5,400,000</u>	<u>1,764,500</u>	<u>7,164,500</u>

GURNEE PARK DISTRICT, ILLINOIS

Long-Term Debt Requirements

General Obligation Limited Tax Park Bonds of 2019A

April 30, 2026

Date of Issue	April 29, 2019
Date of Maturity	December 15, 2027
Authorized Issue	\$1,205,000
Interest Rates	2.00% - 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	UMB Bank, Kansas City, MO

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2027	\$ 430,000	19,400	449,400
2028	55,000	2,200	57,200
	485,000	21,600	506,600

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

GURNEE PARK DISTRICT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years*
April 30, 2026 (Unaudited)

See Following Page

GURNEE PARK DISTRICT, ILLINOIS

Net Position by Component - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019
Governmental Activities			
Net Investment in Capital Assets	\$ 15,737,092	15,613,570	16,207,913
Restricted	860,276	938,433	986,016
Unrestricted	5,314,800	6,218,361	6,236,035
Total Primary Government Net Position	21,912,168	22,770,364	23,429,964

* Accrual Basis of Accounting

Data Source: District Records

2020	2021	2022	2023	2024	2025	2026
17,033,445	16,997,644	17,049,638	17,206,456	17,564,055	19,813,520	24,861,522
1,012,800	700,906	735,482	626,554	615,158	776,677	772,170
5,604,081	5,832,475	7,402,023	8,344,899	9,788,506	8,366,545	4,574,395
23,650,326	23,531,025	25,187,143	26,177,909	27,967,719	28,956,742	30,208,087

GURNEE PARK DISTRICT, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019
Expenses			
Governmental Activities			
Administration	\$ 3,440,839	3,427,573	3,571,438
Park Management	3,348,966	3,120,801	3,061,996
Programs	5,603,367	5,500,593	5,418,229
Interest in Long-Term Debt	726,205	624,932	599,850
Total Governmental Activities Expenses	13,119,377	12,673,899	12,651,513
Program Revenues			
Governmental Activities			
Charges for Services			
Programs	7,358,172	7,228,571	7,237,978
Capital Grants and Contributions	96,299	58,105	—
Total Governmental Activities Program Revenues	7,454,471	7,286,676	7,237,978
Total Primary Government Net Revenues (Expenses)	(5,664,906)	(5,387,223)	(5,413,535)
General Revenues and Other Changes in Net Position			
Governmental Activities			
Taxes			
Property Taxes	5,416,373	5,494,212	5,608,079
Intergovernmental - Unrestricted			
Replacement Taxes	70,828	57,731	59,583
Investment Income	65,684	127,202	237,186
Miscellaneous	708,190	566,274	535,580
Total General Revenues and Other Changes in Net Position	6,261,075	6,245,419	6,440,428
Total Primary Government Changes in Net Position	596,169	858,196	1,026,893

* Accrual Basis of Accounting

Data Source: District Records

2020	2021	2022	2023	2024	2025	2026
3,602,001	2,414,059	2,819,327	4,011,837	3,997,032	4,919,251	5,114,529
3,201,849	2,639,185	2,629,530	1,956,349	2,386,776	2,576,029	3,647,219
5,203,036	2,865,001	3,897,954	4,742,784	5,353,219	5,769,677	5,845,564
634,198	545,499	508,517	1,436,164	1,448,650	1,436,276	549,585
12,641,084	8,463,744	9,855,328	12,147,134	13,185,677	14,701,233	15,156,897
6,360,730	2,039,658	5,104,214	6,300,682	7,160,830	7,359,112	7,743,967
—	—	—	—	—	550,000	842,797
6,360,730	2,039,658	5,104,214	6,300,682	7,160,830	7,909,112	8,586,764
(6,280,354)	(6,424,086)	(4,751,114)	(5,846,452)	(6,024,847)	(6,792,121)	(6,570,133)
5,773,872	5,909,451	6,053,708	6,170,388	6,514,164	6,855,851	7,078,173
80,979	73,964	171,933	225,388	162,973	100,064	95,852
247,474	23,995	7,295	285,903	715,903	709,318	515,001
398,391	297,375	174,296	155,539	421,617	115,911	132,452
6,500,716	6,304,785	6,407,232	6,837,218	7,814,657	7,781,144	7,821,478
220,362	(119,301)	1,656,118	990,766	1,789,810	989,023	1,251,345

GURNEE PARK DISTRICT, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019
General Fund			
Unassigned	\$ 683,837	753,751	694,163
All Other Governmental Funds			
Restricted	1,097,120	1,167,154	1,207,031
Committed	2,674,944	2,569,680	2,123,047
Assigned	3,695,829	4,686,792	6,721,758
Unassigned	—	—	—
Total All Other Governmental Funds	7,467,893	8,423,626	10,051,836
Total Fund Balances	8,151,730	9,177,377	10,745,999

* Modified Accrual Basis of Accounting

Data Source: District Records

2020	2021	2022	2023	2024	2025	2026
990,829	788,762	1,295,969	1,004,342	793,092	759,746	853,295
1,012,800	750,611	741,889	625,648	656,798	849,696	782,182
2,084,218	2,148,009	2,660,334	2,435,487	2,594,904	2,398,059	2,501,751
5,100,993	5,062,163	5,028,149	6,687,584	7,886,548	6,875,730	3,359,103
(899,695)	—	—	—	—	—	—
7,298,316	7,960,783	8,430,372	9,748,719	11,138,250	10,123,485	6,643,036
8,289,145	8,749,545	9,726,341	10,753,061	11,931,342	10,883,231	7,496,331

GURNEE PARK DISTRICT, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years* April 30, 2026 (Unaudited)

	2017	2018	2019
Revenues			
Taxes	\$ 5,487,201	5,551,943	5,667,662
Intergovernmental	—	—	—
Charges for Services	7,358,172	7,228,571	7,237,978
Investment Income	65,684	127,202	237,186
Miscellaneous	708,190	566,274	535,580
Total Revenues	13,619,247	13,473,990	13,678,406
Expenditures			
Administration	3,265,047	3,249,238	3,370,090
Park Management	2,328,158	2,242,574	2,267,527
Programs	4,930,737	4,818,236	4,762,030
Capital Outlay	1,180,277	691,972	1,561,551
Debt Service			
Principal Retirement	1,741,325	1,777,555	1,825,705
Interest and Fiscal Charges	694,717	639,473	613,974
Total Expenditures	14,140,261	13,419,048	14,400,877
Excess (Deficiency) of Revenues Over (Under) Expenditures	(521,014)	54,942	(722,471)
Other Financing Sources (Uses)			
Debt Issuance	957,555	970,705	2,291,093
Premium on Debt Issuance	—	—	—
Payment to Escrow Agent	—	—	—
Transfers In	655,563	902,049	1,452,130
Transfers Out	(655,563)	(902,049)	(1,452,130)
	957,555	970,705	2,291,093
Net Change in Fund Balances	436,541	1,025,647	1,568,622
Debt Service as a Percentage of Noncapital Expenditures	18.6%	18.7%	18.7%

* Modified Accrual Basis of Accounting

Data Source: District Records

2020	2021	2022	2023	2024	2025	2026
5,854,851	5,909,451	6,053,708	6,170,388	6,514,164	6,855,851	7,078,173
—	73,964	171,933	225,388	162,973	650,064	938,649
6,360,730	2,039,658	5,104,214	6,300,682	7,160,830	7,359,112	7,743,967
247,474	23,995	7,295	285,903	715,903	709,318	515,001
398,391	297,375	174,296	155,539	421,617	115,911	132,452
12,861,446	8,344,443	11,511,446	13,137,900	14,975,487	15,690,256	16,408,242
3,287,902	2,487,348	3,118,932	3,427,796	3,813,918	4,088,644	4,067,145
2,305,376	1,997,429	1,988,348	2,234,755	2,631,559	2,759,245	2,937,645
4,536,296	2,194,858	3,217,490	4,034,252	4,609,004	4,960,123	5,092,518
2,727,396	592,508	1,045,668	1,239,900	1,541,200	3,398,126	2,689,414
890,000	930,000	1,575,360	1,621,035	1,683,395	1,756,680	1,832,770
589,055	612,260	534,887	516,837	529,810	518,319	581,115
14,336,025	8,814,403	11,480,685	13,074,575	14,808,886	17,481,137	17,200,607
(1,474,579)	(469,960)	30,761	63,325	166,601	(1,790,881)	(792,365)
—	930,360	946,035	963,395	1,011,680	742,770	5,400,000
—	—	—	—	—	—	622,753
—	—	—	—	—	—	(8,617,288)
1,300,140	800,000	263,119	1,886,479	1,240,530	978,173	658,833
(1,300,140)	(800,000)	(263,119)	(1,886,479)	(1,240,530)	(978,173)	(658,833)
—	930,360	946,035	963,395	1,011,680	742,770	(2,594,535)
(1,474,579)	460,400	976,796	1,026,720	1,178,281	(1,048,111)	(3,386,900)
12.5%	18.5%	19.9%	17.8%	16.3%	16.0%	16.2%

GURNEE PARK DISTRICT, ILLINOIS

Equalized Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years April 30, 2026 (Unaudited)

Tax Levy Year	Residential Property	Farm	Commercial Property	Industrial Property
2016	\$ 687,215,517	\$ 218,779	\$ 316,769,821	\$ 87,067,543
2017	718,359,137	54,371	317,365,148	88,721,158
2018	741,181,156	58,472	322,723,239	90,438,871
2019	762,974,944	117,552	341,256,637	94,090,046
2020	769,534,171	408,351	336,561,862	97,316,523
2021	789,983,202	426,222	330,566,515	100,111,197
2022	832,559,408	448,282	348,050,281	108,849,968
2023	881,898,666	441,838	343,846,229	112,857,251
2024	969,958,711	224,882	365,918,115	123,178,688
2025	1,047,523,880	236,263	380,484,613	129,893,727

Data Source: Office of the County Clerk

Total	Railroad	Total Assessed Value	Estimated Actual Value	Assessed Value to Total Estimated Actual Value	Total Direct Tax Rate
\$ 1,091,271,660	\$ 1,217,680	\$ 1,092,489,340	\$ 3,277,468,020	33.33	0.504
1,124,499,814	1,248,804	1,125,748,618	3,377,245,854	33.33	0.501
1,154,401,738	1,282,420	1,155,684,158	3,467,052,474	33.33	0.499
1,198,439,179	1,366,573	1,199,805,752	3,599,417,256	33.33	0.494
1,203,820,907	1,366,424	1,205,187,331	3,615,561,993	33.33	0.505
1,221,087,136	1,366,424	1,222,453,560	3,667,360,680	33.33	0.507
1,289,907,939	1,569,605	1,291,477,544	3,874,432,632	33.33	0.507
1,339,043,984	1,798,032	1,340,842,016	4,022,526,048	33.33	0.513
1,459,280,396	1,638,218	1,460,918,614	4,382,755,842	33.33	0.488
1,558,138,483	1,499,812	1,559,638,295	4,678,914,885	33.33	0.473

GURNEE PARK DISTRICT, ILLINOIS**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
April 30, 2026 (Unaudited)**

	2016	2017	2018
City Direct Rates			
General Fund	0.191	0.185	0.192
Recreation Fund	0.102	0.101	0.103
Illinois Municipal Retirement Fund	0.026	0.030	0.026
Social Security Fund	0.030	0.030	0.024
Liability Insurance Fund	0.019	0.019	0.019
Paving and Lighting Fund	0.005	0.005	0.004
Audit Fund	0.003	0.003	0.002
Programs for the Handicapped Fund	0.040	0.040	0.040
Debt Service Fund	0.090	0.089	0.089
Total Direct Tax Rate	0.504	0.501	0.499
Overlapping Rates			
Lake County	0.632	0.622	0.612
Lake County Forest Preserve District	0.193	0.187	0.182
Central Lake County Joint Action Water Agency	0.046	0.041	—
Warren Township	0.291	0.283	0.285
Warren Township Road & Bridge	0.334	0.331	0.332
Waukegan Township	0.465	0.421	0.381
Waukegan Township Road & Bridge	0.044	0.039	0.033
City of Park City	0.226	0.912	1.054
City of Waukegan	3.239	3.076	3.030
Warren Waukegan Fire Protection District	0.760	0.699	0.456
Warren Newport Public Library District	0.369	0.273	0.311
North Shore Water Reclamation District	0.157	0.153	0.153
School District #50	4.523	4.280	4.255
School District #56	4.822	4.770	4.759
School District #121	2.434	2.432	2.230
Unit School District #60	9.411	8.447	7.654
Community College #532	0.285	0.281	0.282
Woodland CCSD #50 Bonds Series 2011A-D	—	—	0.035
Woodland CCSD #50 Bonds issued after 3/13/25	—	—	—
Warren THSD #121 Bonds Series 2007-2011	—	—	0.122
Warren THSD #121 Bonds issued after 3/13/25	—	—	—
Total Overlapping Rates	28.231	27.247	26.165
Total Direct and Overlapping Rates	28.736	27.748	26.664

Data Source: Lake County Clerk

2019	2020	2021	2022	2023	2024	2025
0.186	0.194	0.197	0.196	0.191	0.181	0.175
0.105	0.120	0.118	0.118	0.117	0.112	0.108
0.027	0.022	0.027	0.021	0.024	0.022	0.020
0.027	0.019	0.020	0.026	0.030	0.028	0.027
0.015	0.015	0.011	0.010	0.016	0.015	0.016
0.005	0.005	0.005	0.005	0.005	0.005	0.005
0.002	0.002	0.003	0.002	0.002	0.002	0.002
0.040	0.040	0.040	0.040	0.040	0.039	0.039
0.087	0.088	0.088	0.088	0.089	0.084	0.081
0.494	0.505	0.507	0.507	0.513	0.488	0.473
0.597	0.598	0.598	0.589	0.586	0.551	0.520
0.180	0.182	0.179	0.173	0.168	0.162	0.157
—	—	—	—	—	—	—
0.279	0.284	0.286	0.285	0.287	0.270	0.260
0.327	0.334	0.336	0.334	0.336	0.317	0.305
0.350	0.328	0.302	0.280	0.026	0.249	0.260
0.030	0.028	0.026	0.024	0.022	0.021	0.305
1.053	1.074	1.093	1.104	1.071	0.957	0.950
2.873	2.755	2.609	2.430	2.314	2.109	1.944
0.706	0.627	0.686	0.688	0.179	0.603	0.290
0.307	0.312	0.312	0.311	0.313	0.295	0.284
0.153	0.157	0.158	0.160	0.159	0.150	0.144
4.227	4.258	4.331	4.315	4.384	4.173	4.049
4.503	4.495	4.519	4.457	4.541	4.256	4.086
2.192	2.232	2.242	2.829	2.945	2.769	2.664
6.924	6.123	5.415	5.002	4.791	4.366	4.168
0.282	0.290	0.294	0.296	0.294	0.280	0.269
0.032	0.031	—	—	—	—	—
—	—	—	—	—	0.280	—
0.117	0.116	0.114	0.109	0.001	—	—
—	—	—	—	—	0.238	—
25.132	24.224	23.499	23.384	22.419	22.049	20.653
25.626	24.729	24.007	23.891	22.932	22.537	21.126

GURNEE PARK DISTRICT, ILLINOIS

Principal Property Tax Payers - Current Tax Levy Year and Nine Tax Levy Years Ago April 30, 2026 (Unaudited)

Taxpayer	2025 Tax Levy			2017 Tax Levy		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Gurnee Mills	\$ 41,541,467	1	2.66%	\$ 49,541,613	1	4.40%
Property Tax Service Company	35,771,380	2	2.29%	22,997,701	2	2.04%
Breit MF Osprey Lake LLC	23,477,347	3	1.51%	13,612,511	3	1.21%
Legacy Prembrook Property Owner LLC	12,884,467	4	0.83%			
RH Woodlake LLC	11,719,865	5	0.75%			
3503 RP Gurnee LLC	8,979,500	6	0.58%			
Chicago Titile Land Trust CO	8,673,413	7	0.56%	8,624,073	5	0.77%
605 Tri State LLC	6,394,579	8	0.41%			
Grand Avenue Association LLC	6,235,470	9	0.40%			
Stag Gurnee 2 LLC	5,712,598	10	0.37%	6,400,822	10	0.57%
Akin Gump Strauss Hauer & Feld LLP				8,104,744	7	0.72%
PC Gurnee LLC				8,124,091	6	0.72%
Inland Western Gurnee, LLC				6,989,074	8	0.62%
Centerpoint Properties Trust				9,046,228	4	0.80%
Inland Western Gurnee, LLC				6,795,350	9	0.60%
Total	161,390,086		10.36%	140,236,207		12.45%

Data Source: Lake County Clerks Office

GURNEE PARK DISTRICT, ILLINOIS

Property Tax Levies and Collections - Last Ten Tax Levy Years April 30, 2026 (Unaudited)

Fiscal Year	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2017	2015	\$ 5,440,812	\$ 5,416,373	99.55%	\$ N/A	\$ 5,416,373	99.55%
2018	2016	5,510,232	5,494,212	99.71%	N/A	5,494,212	99.71%
2019	2017	5,636,038	5,606,962	99.48%	N/A	5,606,962	99.48%
2020	2018	5,782,628	5,773,872	99.85%	N/A	5,773,872	99.85%
2021	2019	5,927,376	5,909,450	99.70%	N/A	5,909,450	99.70%
2022	2020	6,076,254	6,053,707	99.63%	N/A	6,053,707	99.63%
2023	2021	6,170,387	6,170,387	100.00%	N/A	6,170,387	100.00%
2024	2022	6,544,924	6,514,164	99.53%	N/A	6,514,164	99.53%
2025	2023	6,877,353	6,855,851	99.69%	N/A	6,855,851	99.69%
2026	2024	7,127,076	7,078,173	99.31%	N/A	7,078,173	99.31%

Data Source: Lake County Clerks Office

N/A - Not Available

GURNEE PARK DISTRICT, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Fiscal Year	Governmental Activities		Total Primary Government	Percentage of Personal Income (1)	Population	Per Capita
	General Obligation Bonds	Alternate Revenue Bonds				
2017	\$ 957,555	\$ 16,065,712	\$ 17,023,267	1.48%	34,284	\$ 497
2018	970,705	15,219,998	16,190,703	1.25%	33,021	490
2019	1,308,818	14,339,284	15,648,102	1.19%	33,021	474
2020	1,295,841	13,423,570	14,719,411	1.12%	33,067	445
2021	2,213,224	12,467,856	14,681,080	0.93%	33,067	444
2022	2,153,899	11,872,142	14,026,041	0.87%	33,706	416
2023	2,070,305	11,246,428	13,316,733	0.79%	33,706	395
2024	2,025,613	10,580,714	12,606,327	0.68%	33,193	380
2025	1,663,725	9,890,000	11,553,725	0.60%	33,546	344
2026	497,978	6,722,753	7,220,731	0.37%	33,458	216

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

Data Source: District Records

(1) See Schedule of Demographic and Economic Statistics for personal income data.

GURNEE PARK DISTRICT, ILLINOIS

Ratio of Net General Obligation Debt to Equalized Assessed Value and Net General Obligation Bonded Debt Per Capita - Last Ten Fiscal Years

April 30, 2026 (Unaudited)

Fiscal Year	Total General Obligation Bonds	Debt Payable from Other Sources	Net General Obligation Bonds	Assessed Value of Property	Ratio of Bonded Debt to Assessed Value	Population	Per Capita (2)
2017	\$ 17,023,267	\$ 432,890	\$ 16,590,377	\$ 1,092,489,340	1.520%	34,284	\$ 484
2018	16,190,703	459,126	15,731,577	1,125,748,618	1.399%	33,021	476
2019	15,648,102	496,276	15,151,826	1,155,684,158	1.313%	33,021	459
2020	14,719,411	518,242	14,201,169	1,199,805,752	1.185%	33,067	429
2021	14,681,080	—	14,681,080	1,205,187,331	1.220%	33,067	444
2022	14,026,041	—	14,026,041	1,222,453,560	1.149%	33,706	416
2023	13,316,733	10,650	13,306,083	1,291,477,544	1.032%	33,706	395
2024	12,606,327	—	12,606,327	1,340,842,016	0.941%	33,193	380
2025	11,553,725	—	11,553,725	1,460,918,614	0.792%	33,546	344
2026	7,220,731	—	7,220,731	1,559,638,295	0.463%	33,458	216

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

Data Source: District Records

GURNEE PARK DISTRICT, ILLINOIS

Schedule of Direct and Overlapping Governmental Activities Debt April 30, 2026 (Unaudited)

Governmental Unit	Gross Debt	*Percentage of Debt Applicable to District	District's Share of Debt
District	\$ 7,220,731	100.000%	\$ 7,220,731
Lake County	— (1)	4.345%	—
Lake County Forest Preserve District	156,220,000 (2)	4.345%	6,787,759
Village of Gurnee	—	0.000%	—
City of Park City	—	0.000%	—
City of Waukegan	71,420,000 (3) (4)	1.573%	1,123,437
Warren-Newport Public Library District	— (1)	56.499%	—
North Shore Water Reclamation District	— (1)	6.789%	—
School Districts:			—
SD #50	84,390,000	48.761%	41,149,408
SD #56	25,420,000 (2)	60.744%	15,441,125
THSD #121	62,885,000	52.885%	33,256,732
CUSD #60	39,840,000 (1)	0.031%	12,350
Community College #532	2,070,000 (1)	4.533%	93,833
Subtotal Overlapping Debt	442,245,000		97,864,644
Totals	449,465,731		105,085,375

(1) Excludes principal amounts of outstanding General Obligation Alternate Revenue Source Bonds, which are expected to be paid from sources other than general taxation

(2) Excludes outstanding debt certificates and/or leases.

(3) Includes self-supporting bonds for which abatements are filed annually.

(4) Includes Tax Increment Finance Bonds

*Determined by the ratio of assessed value of property in the District subject to taxation. by the Governmental Unit to the total assessed value of property of the Governmental Unit.

Data Source: Lake County Clerk's Office

GURNEE PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years

April 30, 2026 (Unaudited)

See Following Page

GURNEE PARK DISTRICT, ILLINOIS

Legal Debt Margin - Last Ten Fiscal Years April 30, 2026 (Unaudited)

	2017	2018	2019
Equalized Assessed Valuation	\$ 1,092,489,340	1,125,748,618	1,155,684,158
Bonded Debt Limit 2.875% of Assessed Value	31,409,069	32,365,273	33,225,920
Amount of Debt Applicable to Limit	957,555	970,705	2,187,275
Legal Debt Margin	30,451,514	31,394,568	31,038,645
Percentage of Legal Debt Margin to Bonded Debt Limit	96.95%	97.00%	93.42%
Non-Referendum Legal Debt Limit 0.575% of Assessed Value	6,281,814	6,473,055	6,645,184
Amount of Debt Applicable to Limit	957,555	970,705	2,187,275
Legal Debt Margin	5,324,259	5,502,350	4,457,909
Percentage of Legal Debt Margin to Bonded Debt Limit	84.76%	85.00%	67.08%

Data Source: District Records

2020	2021	2022	2023	2024	2025	2026
1,199,805,752	1,205,187,331	1,222,453,560	1,291,477,544	1,340,842,016	1,460,918,614	1,559,638,295
34,494,415	34,649,136	35,145,540	37,129,979	38,549,208	42,001,410	44,839,601
1,205,000	2,135,360	2,076,035	2,018,395	1,986,680	1,637,770	1,268,020
33,289,415	32,513,776	33,069,505	35,111,584	36,562,528	40,363,640	43,571,581
96.51%	93.84%	94.09%	94.56%	94.85%	96.10%	97.17%
6,898,883	6,929,827	7,029,108	7,425,996	7,709,842	8,400,282	8,967,920
1,205,000	2,135,360	2,076,035	2,018,395	1,986,680	1,637,770	1,268,020
5,693,883	4,794,467	4,953,073	5,407,601	5,723,162	6,762,512	7,699,900
82.53%	69.19%	70.47%	72.82%	74.23%	80.50%	85.86%

GURNEE PARK DISTRICT, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Fiscal Year	Population	Total Personal income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2017	34,284	\$ 1,147,935,096	\$ 33,483	38.8	13,000	4.7%
2018	33,021	1,292,873,868	41,327	39.6	13,100	4.0%
2019	33,021	1,314,240,840	42,010	39.3	13,215	4.1%
2020	33,067	1,316,304,561	42,783	39.0	11,466	3.6%
2021	33,067	1,576,336,957	47,671	40.6	10,503	5.3%
2022	33,706	1,611,146,800	47,800	40.3	10,658	4.7%
2023	33,706	1,679,203,866	50,422	39.2	8,324	3.3%
2024	33,193	1,846,360,625	55,625	40.2	8,119	4.2%
2025	33,546	1,938,958,800	57,800	40.4	7,856	4.2%
2026	33,458	1,958,129,450	58,525	40.1	7,395	4.1%

Notes:

Fiscal year 2025 uses calendar year 2025 information, most recent available population from the Village of Gurnee Census Data with an additional 3,000 population to account for small parts of Waukegan that are residents of the Gurnee Park District.

Data Source: Village of Gurnee Census Data (QuickFacts), American Community Survey 5 year averages (2019-2023), and Income shown in 2023 dollars is 5 year average (2019-2023).

GURNEE PARK DISTRICT, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago April 30, 2026 (Unaudited)

Employer	2026			2017		
	Employees	Rank	Percentage of Total District Employment*	Employees	Rank	Percentage of Total District Employment*
Six Flags Great America / Hurricane Harbor (1)	4,000	1	25.45%	3,000	1	17.86%
Woodland School District 50	696	2	4.43%	350	7	2.08%
Warren Township High School District 121 (1)	460	3	2.93%	470	4	2.80%
Nosco Inc.	400	4	2.55%	400	5	2.38%
Gurnee Park District (1)	392	5	2.49%	622	2	3.70%
Great Wolf Lodge (formerly Key Lime Cove) (1)	350	6	2.23%	500	3	2.98%
Bass Pro Shop	350	7	2.23%	350	8	2.08%
Gurnee School District 56	326	8	2.07%	390	6	2.32%
Jewel-Osco	300	9	1.91%	300	9	1.79%
Wal-Mart Supercenter	285	10	1.81%	284	10	1.69%
Village of Gurnee (1)	240	11	1.53%	220	11	1.31%
Sam's Club	220	12	1.40%	220	12	1.31%
Total	<u>8,019</u>		<u>51.03%</u>	<u>7,106</u>		<u>42.30%</u>

(1) Includes full-time, part-time and seasonal employees

Sources:

Official Website of Employers, Park District Records, Village Records and Data Axle Reference Solutions.

GURNEE PARK DISTRICT, ILLINOIS

District Employees by Function/Program - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Function	2017	2018	2019	2020 (1)	2021 (2)	2022	2023	2024	2025	2026
General Government										
Full-Time Employees	11	12	12	12	10	12	15	12	14	13
Part-Time Employees	1	1	1	1	2	1	—	—	—	2
Seasonal Employees	—	—	—	—	—	—	—	1	1	1
Parks										
Full-Time Employees	20	20	21	22	20	21	23	24	25	26
Part-Time Employees	17	13	14	15	11	18	18	16	16	20
Seasonal Employees	22	18	18	18	6	6	8	13	13	15
Recreation										
Full-Time Employees	20	19	17	16	10	12	14	15	17	17
Part-Time Employees	405	435	436	436	82	190	145	152	137	151
Seasonal Employees	126	109	109	139	34	80	155	166	180	168
Total Employees	622	627	628	659	175	340	378	399	403	413
Total Full-Time	51	51	50	50	40	45	52	51	56	56
Total Part-Time	423	449	451	452	95	209	163	168	153	173
Total Seasonal	148	127	127	157	40	86	163	180	194	184
Total Employees	622	627	628	659	175	340	378	399	403	413

Data Source: District Records

The figures represent the number of employees on payroll during the year. Employee turnover and work schedules affect the employee count. Multiple employees may be used to staff a single position.

(1) Due to the COVID-19 pandemic, 395 of the 479 District employees were laid off or furloughed as of the end of the fiscal year.

(2) With the COVID-19 pandemic still effecting the Gurnee Park District, 330 total employees reflects total active employees.

GURNEE PARK DISTRICT, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2026 (Unaudited)

See Following Page

GURNEE PARK DISTRICT, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Attendance/Registrations by Program or Facility	2017	2018 (1)	2019
Program Registrations			
Athletics	4,450	4,244	3,702
Youth Recreation	1,700	1,610	3,149
Early Childhood/Preschool/CARE	1,421	1,393	1,323
Day Camp	3,853	3,879	3,783
Aquatics	2,738	2,758	1,231
Arts/Special Events	2,281	2,177	1,947
Adult Programming	961	807	1,341
Total Program Registrations	17,404	16,868	16,476
Facility Usage			
Aquatic Center	58,178	48,519	56,696
Fitness Area	472,966	473,919	464,725
Memberships/Season Passes			
Hunt Club Park Aquatic Center	3,739	3,585	3,560
Fitness Centers (FitNation/HC Community Center)	6,230	6,258	6,511

Data Source: District Records

(1) June 2018 Swim School changed from a program registration system to a monthly membership system.

(2) Due to the COVID-19 pandemic, the District closed down all facilities and cancelled all programming starting March 14, 2020 continuing beyond the end of the fiscal year.

(3) The COVID-19 pandemic has had a tremendous impact on the recreation program offerings and fitness operations at the Gurnee Park District in fiscal year 2020-21. Hunt Club Park Aquatic Center did not open for the 2020 season.

2020	2021 (2)	2022 (3)	2023	2024	2025	2026
3,074	667	4,581	4,351	4,565	5,286	4,956
3,050	392	981	2,592	2,698	1,227	1,404
1,584	94	2,201	2,398	1,711	2,205	1,898
3,274	—	3,895	4,299	4,305	3,075	3,837
821	290	876	1,226	1,198	2,177	1,757
1,728	230	1,995	2,246	2,487	2,894	2,404
1,779	736	1,358	999	1,298	1,131	1,167
15,310	2,409	15,887	18,111	18,262	17,995	17,423
49,256	—	53,259	53,069	56,867	55,919	55,936
407,885	130,497	250,881	334,896	402,280	425,049	469,424
3,272	—	3,003	3,320	3,101	3,076	3,039
6,487	3,447	3,618	4,439	5,185	5,258	6,214

GURNEE PARK DISTRICT, ILLINOIS

Capital Asset Statistic by Function/Program - Last Ten Fiscal Years April 30, 2026 (Unaudited)

Function/Program	2017	2018	2019
Parks and Recreation			
Total Acreage	416	416	416
Number of Parks Sites	28	28	28
Number of Community Centers	2	2	2
Number of Fitness Centers	2	2	2
Number of Swim Areas	3	3	3
Number of Ball Fields	16	16	16
Number of Basketball Courts	23	23	23
Number of Tennis Courts	6	5	5
Number of Outdoor Pickleball Courts	6	7	15
Number of Playgrounds	24	24	24
Number of Picnic areas	14	14	14
Number of Fishing Areas	1	1	1
Number of Skate park	3	3	3
Number of Cricket Pitches	—	—	—
Number of Soccer fields	22	22	22
Facilities			
Viking Park Community Center			
Hunt Club Park Community Center			
Hunt Club Park Aquatic Center			
FitNation Fitness Center			
Viking Park Maintenance Facility			
Hunt Club Park Maintenance Facility			

Data Source: District Records

2020	2021	2022	2023	2024	2025	2026
416	416	416	416	418	422	422
28	28	28	28	28	28	29
2	2	2	2	2	2	2
2	2	2	2	2	2	2
3	3	2	2	2	2	2
16	16	16	16	16	16	16
23	23	23	23	23	23	23
5	5	5	5	5	5	5
15	15	15	15	15	15	15
24	24	24	24	24	24	24
14	14	14	14	14	14	14
1	1	1	1	1	1	1
3	3	3	3	3	3	3
—	1	1	1	1	1	1
22	22	22	22	22	22	22

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



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

August 6, 2026

The Honorable President
Members of the Board of Commissioners
Gurnee Park District, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Gurnee Park District (the District), Illinois, as of and for the year ended April 30, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated August 6, 2026.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Gurnee Park District, Illinois
August 6, 2026

Purpose of this Report

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

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP