

**NEW LENOX FIRE PROTECTION DISTRICT
NEW LENOX, ILLINOIS**

ANNUAL FINANCIAL REPORT

with

INDEPENDENT AUDITORS' REPORT

for the Year Ended December 31, 2017

Weber & Associates CPAs, LLC

Certified Public Accountants

NEW LENOX FIRE PROTECTION DISTRICT

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NEW LENOX FIRE PROTECTION DISTRICT

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
New Lenox Fire Protection District
New Lenox, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund and the aggregate remaining fund information of New Lenox Fire Protection District (the District), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively, comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of New Lenox Fire Protection District as of December 31, 2017, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the New Lenox Fire Protection District's financial statements. The other information, as listed in the table of contents, is the responsibility of management, and is presented for purposes of additional analysis and is not a required part of the financial statements of New Lenox Fire Protection District. We have applied certain limited procedures to the other information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other data

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

Asher & Associates

Aurora, Illinois
June 18, 2018

NEW LENOX FIRE PROTECTION DISTRICT
Statement of Net Position - Modified Cash Basis
December 31, 2017

	<u>Primary Government</u>
<u>Assets</u>	
Cash and cash equivalents	\$ 2,346,927
Capital assets not being depreciated	548,836
Capital assets being depreciated, net	<u>7,329,133</u>
Total assets	<u>10,224,896</u>
<u>Liabilities</u>	
Payroll taxes payable	362
Due to pension trust fund	3,081
Long-term liabilities:	
Due within one year	203,719
Due in more than one year	<u>878,810</u>
Total liabilities	<u>1,085,972</u>
<u>Net Position</u>	
Net position invested in capital assets, net of related debt	6,795,440
Restricted for:	
Tort/Liability insurance	404,566
Building capital projects	381,020
Unrestricted net position	<u>1,557,898</u>
Total net position	<u>\$ 9,138,924</u>

See accompanying notes to financial statements.

NEW LENOX FIRE PROTECTION DISTRICT
Statement of Activities - Modified Cash Basis
For the Year Ended December 31, 2017

Program Activities	Program Revenues			Net (Expenses)	
	Expenditures	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
Governmental activities:					
General and administrative	\$ 2,099,373	\$ 139,569	\$ -	\$ -	(1,959,804)
Public safety	5,682,064	1,472,408	9,947	-	(4,199,709)
Interest	26,613	-	-	-	(26,613)
Total governmental activities	7,808,050	1,611,977	9,947	-	(6,186,126)
Total government	\$ 7,808,050	\$ 1,611,977	\$ 9,947	\$ -	(6,186,126)
General revenues:					
			Property taxes		4,775,531
			Replacement taxes		21,234
			Interest on investments		7,248
			Donations		15,206
			Loss on sale of assets		(37,784)
			Miscellaneous		128,095
			Total general revenues		4,909,530
			Change in net position		(1,276,596)
			Net position at beginning of year		10,415,520
			Net position at end of year		\$ 9,138,924

See accompanying notes to financial statements.

NEW LENOX FIRE PROTECTION DISTRICT
Statement of Assets, Liabilities and Fund Balances - Modified Cash Basis -
Governmental Funds
December 31, 2017

	Special Revenue Funds				
	Major Funds				Total
	General Fund	Ambulance Fund	Tort Immunity Fund	Pension Fund	Governmental Funds
<u>Assets</u>					
Cash and cash equivalents	\$ 657,798	\$ 1,281,482	\$ 404,566	\$ 3,081	\$ 2,346,927
Total Assets	<u>\$ 657,798</u>	<u>\$ 1,281,482</u>	<u>\$ 404,566</u>	<u>\$ 3,081</u>	<u>\$ 2,346,927</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Due to pension trust fund	\$ -	\$ -	\$ -	\$ 3,081	\$ 3,081
Payroll taxes payable	<u>362</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>362</u>
Total liabilities	<u>362</u>	<u>-</u>	<u>-</u>	<u>3,081</u>	<u>3,443</u>
Fund Balances:					
Unassigned	466,926	-	-	-	466,926
Assigned to ambulance operations	-	1,090,972	-	-	1,090,972
Restricted for:					
Building capital projects	190,510	190,510	-	-	381,020
Tort/Liability insurance	<u>-</u>	<u>-</u>	<u>404,566</u>	<u>-</u>	<u>404,566</u>
Total Fund Balances	<u>657,436</u>	<u>1,281,482</u>	<u>404,566</u>	<u>-</u>	<u>2,343,484</u>
Total Liabilities and Fund Balances	<u>\$ 657,798</u>	<u>\$ 1,281,482</u>	<u>\$ 404,566</u>	<u>\$ 3,081</u>	<u>\$ 2,346,927</u>

See accompanying notes to financial statements.

NEW LENOX FIRE PROTECTION DISTRICT
Reconciliation of the Governmental Funds Statement of Assets, Liabilities and Fund Balances -
Modified Cash Basis - to the Statement of Net Position
December 31, 2017

Reconciliation to statement of net position:

Total fund balances-governmental funds	\$ 2,343,484
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities of \$12,922,371 (net of accumulated depreciation of \$5,044,402), are not financial resources and, therefore, are not reported in the funds.	7,877,969
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Long term notes payable, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(1,082,529)</u>
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Net position of governmental activities	<u><u>\$ 9,138,924</u></u>
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See accompanying notes to financial statements.

NEW LENOX FIRE PROTECTION DISTRICT
Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances -
Modified Cash Basis - Governmental Funds
For the Year Ended December 31, 2017

	Special Revenue Funds				Total Governmental Funds
	General Fund	Ambulance Fund	Tort Immunity Fund	Pension Fund	
<u>Revenues received:</u>					
Taxes	\$ 2,156,181	\$ 1,939,667	\$ 217,737	\$ 483,180	\$ 4,796,765
Ambulance billing	-	1,472,408	-	-	1,472,408
Fees and charges for services	34,477	33,484	-	-	67,961
Donations	7,603	7,603	-	-	15,206
Interest income	3,624	3,624	-	-	7,248
Grant income	4,973	4,974	-	-	9,947
Land extraction fees	35,804	35,804	-	-	71,608
Reimbursements	15,793	15,793	-	-	31,586
Miscellaneous	18,918	18,591	-	-	37,509
Total revenues received	<u>2,277,373</u>	<u>3,531,948</u>	<u>217,737</u>	<u>483,180</u>	<u>6,510,238</u>
<u>Expenditures disbursed:</u>					
General and administrative	404,177	398,650	540,806	483,180	1,826,813
Public safety	1,358,168	4,051,337	-	-	5,409,505
Capital outlay	233,545	263,146	-	-	496,691
Debt service - principal	73,579	103,703	-	-	177,282
Debt service - interest	11,419	15,194	-	-	26,613
Total expenditures disbursed	<u>2,080,888</u>	<u>4,832,030</u>	<u>540,806</u>	<u>483,180</u>	<u>7,936,904</u>
Excess (deficiency) of revenues received over expenditures disbursed	196,485	(1,300,082)	(323,069)	-	(1,426,666)
<u>Other financing sources (uses):</u>					
Loan proceeds	132,500	132,500	-	-	265,000
Insurance claim proceeds	-	59,000	-	-	59,000
Sale of assets	5,651	5,651	-	-	11,302
Total other financing sources (uses)	<u>138,151</u>	<u>197,151</u>	<u>-</u>	<u>-</u>	<u>335,302</u>
Net change in fund balance	334,636	(1,102,931)	(323,069)	-	(1,091,364)
Fund balances - beginning	<u>322,800</u>	<u>2,384,413</u>	<u>727,635</u>	<u>-</u>	<u>3,434,848</u>
Fund balances - ending	<u>\$ 657,436</u>	<u>\$ 1,281,482</u>	<u>\$ 404,566</u>	<u>\$ -</u>	<u>\$ 2,343,484</u>

See accompanying notes to financial statements.

NEW LENOX FIRE PROTECTION DISTRICT
Reconciliation of the Governmental Funds Statement of Revenues Received, Expenditures Disbursed,
and Changes in Fund Balances - Modified Cash Basis - to the Statement of Activities
For the Year Ended December 31, 2017

Reconciliation to the statement of activities:

Net change in fund balances - total governmental funds \$ (1,091,364)

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

Loan payments are reported as expenditures in the governmental funds.
However, only the interest on these payments is recorded in the statement of
activities.

Principal loan payments 177,282

Loan proceeds are reported as other financing sources in governmental funds.
In the government-wide statements however, issuing debt increases long-term
liabilities.

Loan proceeds (265,000)

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. The change in fund
balance must be increased by capital purchases and decreased by depreciation
expense. This is the amount by which depreciation (\$545,119) and basis of
assets deleted (\$49,087) exceeded capital assets additions (\$496,692).

(97,514)

Change in net position of governmental activities

\$ (1,276,596)

NEW LENOX FIRE PROTECTION DISTRICT
Statement of Fiduciary Net Position
FIREFIGHTERS' PENSION FUND
December 31, 2017

	<u>Assets</u>	
Cash and cash equivalents		\$ 365,478
Investments, at fair market value:		
Municipal Bonds		\$ 1,174,479
Government and agency obligations		921,299
Asset and mortgage backed securities		7,184
Equity mutual funds		1,540,575
Unit trust funds		444,468
		<u>4,088,005</u>
Total cash and investments		4,453,483
Accrued interest		26,051
Prepaid items		795
Due from municipality		3,081
Total assets		<u>4,483,410</u>
	<u>Liabilities</u>	
Accounts payable		<u>2,100</u>
	<u>Net position</u>	
Net position restricted for pension benefits		<u><u>\$ 4,481,310</u></u>

See accompanying notes to financial statements.

NEW LENOX FIRE PROTECTION DISTRICT
Statement of Changes in Fiduciary Net Position
FIREFIGHTERS' PENSION FUND
December 31, 2017

Additions:

Contributions:

Employer contributions	\$ 483,180
Plan member contributions	118,090
Total contributions	<u>601,270</u>

Investment income:

Interest and dividends	183,824
Net appreciation in fair value of investments	142,778
Net investment income	<u>326,602</u>
Total additions	<u>927,872</u>

Deductions:

Benefits and refunds paid to plan members and beneficiaries	140,064
Administrative expenses	25,222
Total deductions	<u>165,286</u>

Net increase in net position	762,586
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Net position restricted for pension benefits, beginning of year	<u>3,718,724</u>
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Net position restricted for pension benefits, end year	<u><u>\$ 4,481,310</u></u>
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See accompanying notes to financial statements.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

1. Summary of Significant Accounting Policies

The accounting policies of New Lenox Fire Protection District (the District) are presented using the modified cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. GASB is the accepted standard-setting body for establishing governmental accounting and reporting principles. The following is a summary of the significant accounting policies of the District:

A. Nature of Operations

New Lenox Fire Protection District, New Lenox, Illinois, is an Illinois unit of local government. The District provides general governmental services as well as fire protection and emergency ambulance assistance to individuals.

B. The Reporting Entity

The District, for financial purposes, includes all funds relevant to the operations of the District. The accompanying financial statements present the District's primary government over which the District exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the District. The District did not omit from the financial statements any agency that met the inclusion criteria. In addition, the District is not aware of any entity which would exercise such oversight as to result in the District being considered a component unit of that entity.

C. Government-Wide and Financial Statements

Government-Wide Financial Statements

The government-wide Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Net Position presents the District's non-fiduciary assets and liabilities with the differences reported in three categories:

Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding debt balances that are attributable to the acquisition, construction, or improvements of those assets.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

1. Summary of Significant Accounting Policies (continued)

C. Government-Wide and Financial Statements (continued)

Restricted net position results when constraints placed on the position's use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position that does not meet the criteria of the two preceding categories.

The Statement of Activities demonstrates the degree to which direct expenses of a given function (i.e. general government, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenue includes (a) charges paid by the recipients of goods and services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary Funds are excluded from the government-wide financial statements.

Fund Financial Statements

Separate financial statements are provided for the governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the District's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The District reports the following major governmental funds:

General Fund - is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the District and accounted for in the General Fund include general government and public safety.

Ambulance Fund - accounts for expenditures relating to ambulance services provided by the District. Revenues are mainly derived through property taxes and ambulance fees.

Tort Fund - restricted fund used to accumulate property tax revenues to be used for tort related expenditures.

Pension Fund - accounts for the property tax levy for the Pension Fund.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

1. Summary of Significant Accounting Policies (continued)

C. Government-Wide and Financial Statements (continued)

Fiduciary Funds

The District reports the Firefighters' Pension Fund as a fiduciary fund. The Firefighters' Pension Fund has its own Board of Trustees which monitors the investments and other activity of the fund.

D. Measurement Focus and Basis of Accounting

Government-wide Financial Statements and Fund Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Revenues are recorded at the time of receipt by the District except grants. Grants are recognized as revenue when the qualifying expenditure has been incurred. Expenses are recorded when the funds are disbursed. Depreciation of capital assets has been shown on the government-wide financial statements. Accordingly, the financial statements are not intended to present financial position and changes in financial position in conformity with accounting principles generally accepted in the United States of America.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified cash basis of accounting. Revenues are recorded at the time of receipt by the District except grants. Expenditures are recorded when the funds are disbursed.

E. Assets, Liabilities, and Fund Balance

Cash and Investments

For the purpose of financial reporting, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

The District and pension fund categorize fair value measurements within the fair value hierarchy established by GAAP. 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 inputs; and Level 3 inputs are significant unobservable inputs.

Capital Assets

Capital assets are recorded as expenditures at the time of purchase in the fund financial statements. Capital assets, which include property, plant, and equipment, are reported as assets in the government-wide financial statements.

All capital assets are valued at historical cost or estimated historical cost if actual is unavailable.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

1. Summary of Significant Accounting Policies (continued)

E. Assets, Liabilities, and Fund Balance (continued)

Estimated historical cost was used to value the majority of the assets acquired prior to January 1, 2004. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$1,000. The District does not possess any infrastructure.

The cost of normal maintenance and repairs that do not add to the value or service capacity of the asset or materially extend the asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and Improvements	40-50 years
Equipment	5-20 years
Vehicles	5-20 years

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Principal payments on long-term debt are recorded as expenditures in the fund financial statements but as a reduction of a liability in the government-wide statements.

Fund Balance

In the fund financial statements, governmental funds report fund balance in classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balance is presented in five possible classifications as follows:

Nonspendable - resources which cannot be spent because they are either a) not in spendable form (such as prepaid items) or; b) legally or contractually required to be maintained intact.

Restricted - resources with constraints placed on the use of by creditors, grantors, contributors, or laws or regulations of other governments.

Committed - resources which are subject to limitations imposed by the District's Board of Trustees through an ordinance or resolution. Fund balances classified as committed can only be used for the specific purposes established by the Board's actions and the limitations remain binding unless removed by the Board in the same manner.

Assigned - resources that are constrained by the District's intent to be used for specific purposes as established by the Board but are neither restricted nor committed.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

1. Summary of Significant Accounting Policies (continued)

E. Assets, Liabilities, and Fund Balance (continued)

Unassigned - resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Negative unassigned fund balances may be reported in the special revenue funds if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to that purpose.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, assigned balances next, and finally to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

F. Interfund Activity

Interfund activity is reported as loans, reimbursements or transfers. Loans are reported as interfund receivables (due from other funds) in lender funds and interfund payables (due to other funds) in borrower funds. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund activity is treated as transfers. Interfund transfers are reported as other financing sources/uses in the governmental funds.

2. Cash and Investments

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 rating services, and the Illinois Funds.

The District maintains cash and investment accounts that are available for use by all funds, except the pension trust fund. The District does not have investments at December 31, 2017. The deposits and investments of the Pension Trust Fund are held separately from those of other funds. Investments of the Pension Trust Fund are presented in Note 4.

District's deposits with financial institutions

The District's cash at year-end consisted of non-interest-bearing demand deposit accounts, interest-bearing money market accounts and certificates of deposit.

At December 31, 2017, the carrying amount of the District's deposits was \$2,346,927 (including certificates of deposit) and the bank balance was \$2,358,500.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

2. Cash and Investments (continued)

Custodial Credit Risk - is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of December 31, 2017, all of the bank deposits were covered by federal depository insurance or by collateral held by the District or by its agent, in the District's name.

3. Property Taxes

Property taxes are levied and attach as an enforceable lien on property on January 1 and are payable in two installments on June 1 and September 1 subsequent to the year of levy. The 2016 property tax levy was passed on November 28, 2016 in the amount of \$4,887,379, reduced by statutory limitations to \$4,783,230 and was received during the current fiscal year. The 2017 property tax levy which will be used to finance the operating budget for fiscal year 2018 was passed by the Board on November 20, 2017.

4. Defined Benefit Pension Plans

The District maintains a single-employer, defined benefit pension plan (Firefighters' Pension Plan) which covers its qualified sworn employees and participates in the statewide Illinois Municipal Retirement Fund, an agent multiple-employer public employee pension plan which covers substantially all of the remaining qualified District employees. The benefits, benefit level, employee contributions and employer contributions for all plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

The Firefighters' Pension Fund issues a separate report on the pension plan. The report can be obtained from the Treasurer of the pension plan at 261 E. Maple Street, New Lenox, Illinois, 60451. In addition, IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report may be obtained on-line at www.imrf.org.

Illinois Municipal Retirement Fund

Benefits Approved

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.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Illinois Municipal Retirement Fund (continued)

Benefits Approved (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 for the preceding year.

Employees Covered by Benefit Terms

Employee membership data related to the Plan, as of December 31, 2017 was as follows:

Retirees and beneficiaries currently receiving benefits	0
Inactive, non-retired members	2
Active Plan members	5
Total	<u>7</u>
Covered valuation payroll	<u>\$257,680</u>

Contributions

As set by statute, 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. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute. The District's employer annual required contribution rate for calendar year 2017 was 7.82%. For the year ended December 31, 2017, the District contributed \$20,151 to the plan.

Net Pension Liability

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

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Illinois Municipal Retirement Fund (continued)

Actuarial Assumptions and Methods Used

Actuarial cost method	Entry age normal
Asset valuation method	Market value of assets
Price inflation	2.50%
Salary increases	3.39% to 14.25%
Investment rate of return	7.50%
Retirement age	Experience-based tables of rates that are specific to the type of eligibility condition. Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.

Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
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Other Information

Notes	There were no benefit changes during the year.
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A detailed description of the actuarial assumptions and methods can be found in the December 31, 2017 Illinois Municipal Retirement Fund annual actuarial valuation report.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Illinois Municipal Retirement Fund (continued)

Discount Rate

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.31%, and the resulting single discount rate is 7.50 %.

Changes in District's Net Pension Liability

Changes in the District's net pension liability for the calendar year ending December 31, 2017 were as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Pension Liability
	(a)	(b)	(a)-(b)
Balance, January 1, 2017	\$ 161,617	\$ 111,771	\$ 49,846
Changes for the year:			
Service cost	24,158	-	24,158
Interest on the total pension liability	13,027	-	13,027
Difference between expected and actual experience	935	-	935
Changes in assumptions	(7,447)	-	(7,447)
Net investment income	-	17,518	(17,518)
Contributions - employees	-	11,596	(11,596)
Contributions - employer	-	20,150	(20,150)
Benefit payments, including refunds of employee	-	-	-
Other (net transfer)	-	(2,432)	2,432
Net changes	30,673	46,832	(16,159)
Balance, December 31, 2017	\$ 192,290	\$ 158,603	\$ 33,687

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Illinois Municipal Retirement Fund (continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability calculated using the discount rate of 7.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Total pension liability	\$ 229,719	\$ 192,290	\$ 161,863
Plan fiduciary net	158,603	158,603	158,603
Net pension liability	<u>\$ 71,116</u>	<u>\$ 33,687</u>	<u>\$ 3,260</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to IMRF

For the year ended December 31, 2017, the District's pension expense was \$19,485. At December 31, 2017, the District had deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 11,947	\$ 3,459
Assumption changes	2,332	7,120
Net difference between projected and actual earnings on pension plan investments	3,272	6,429
Total	<u>\$ 17,551</u>	<u>\$ 17,008</u>

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Illinois Municipal Retirement Fund (continued)

Amounts reported as deferred outflows of resources and deferred inflow of resources related to the plan apply to the following periods:

<u>Year ending</u> <u>December 31</u>	<u>Net Deferred</u> <u>Outflows of Resources</u>
2018	\$ 947
2019	789
2020	(297)
2021	(487)
2022	1,094
Thereafter	(1,503)
Total	<u>\$ 543</u>

Firefighters' Pension Plan

Plan Description

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan administered by the Firefighters' Pension Fund Board. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-100), et seq. and may be amended only by the Illinois legislature. The District accounts for the plan as a pension trust fund.

Plan Membership

At December 31, 2017, the Firefighters' Pension Plan membership consisted of:

Inactive Plan members or beneficiaries currently receiving benefits	2
Inactive Plan members entitled but not yet receiving benefits	1
Active Plan members	16
Total	<u>19</u>
Covered-employee payroll	<u>\$ 1,217,094</u>

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan

Benefits Provided

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

The Firefighters' Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to $\frac{1}{2}$ of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75.0% of such salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.0% of the original pension and 3.0% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period.

Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3.0% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75.0% of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ % for each month under 55).

The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.0% or $\frac{1}{2}$ of the change in the Consumer Price Index for the preceding calendar year.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan (continued)

Contributions

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The District is required to contribute the remaining amounts necessary to finance the plan, as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the District to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. There is no formal funding policy between the Pension Board and the District at this time. However, the informal policy that has been determined for future contributions is 98.74% of the actuarially determined contribution. The District's contribution, as a percentage of covered payroll, for the year ended December 31, 2017 was 39.70%.

Investment policy

Illinois Compiled Statutes (ILCS) limit the Fund's investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees.

The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment-grade corporate bonds and the Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds, corporate equity and corporate debt securities and real estate investment trusts.

It is the policy of the Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are safety of principal, liquidity, and rate of return.

Assets invested shall be diversified to reduce the risk of loss resulting from over-concentration of assets in a specific maturity, a specific issuer or a specific class of securities.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan (continued)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires all bank balances to be covered by federal depository insurance. At December 31, 2017, the Fund's uninsured bank balance was \$15,144.

Credit Risk, Custodial Credit Risk, and Concentration Risk

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. Though not required by the investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

At December 31, 2017 the Firefighters' Pension Fund's investments were as follows:

	Fair Value	Investment Maturities - in Years			
		Less Than 1	1-5	6-10	More Than 10
Fixed Income Securities					
Municipal Bonds	\$ 1,174,480	\$ -	\$ 289,128	\$ 361,092	\$ 524,260
Government and Agency Securities	921,298	-	198,830	187,275	535,193
Asset and Mortgage Backed Securities	7,184	-	-	-	7,184
	<u>2,102,962</u>	<u>-</u>	<u>487,958</u>	<u>548,367</u>	<u>1,066,637</u>
Not Subject to Interest Rate Risk					
Unit Trust Funds	444,468	-	-	-	-
Equity Mutual Funds	1,540,575	-	-	-	-
	<u>1,985,043</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 4,088,005</u>	<u>\$ -</u>	<u>\$ 487,958</u>	<u>\$ 548,367</u>	<u>\$ 1,066,637</u>

The Fund has the following recurring fair value measurements as of December 31, 2017: the mutual funds are valued using quoted prices (Level 1 inputs). The municipal bonds, U.S. agency obligations, and asset and mortgage backed securities are valued using evaluated pricing (Level 2 inputs). The unit trust funds are valued using the net asset value (NAV) and include seven trust funds invested in fixed income securities. The net asset value of the funds is determined at the end of each day. At December 31, 2017 the funds did not have any unfunded commitments, any other redemption restrictions or a redemption notice period.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan (continued)

Custodial Credit Risk – For an investment, this is the risk that, in the event of the failure of the counterparty, the Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Money market mutual funds and equity mutual funds are not subject to custodial credit risk disclosures. At December 31, 2017, the categorical investments are held by the counterparty in the Fund's name.

Concentration of Credit Risk– This is the risk of loss attributed to the magnitude of the Fund's investment in a single issuer. The Fund's investment policy places no limit on the amount the Fund may invest in any one issuer. At December 31, 2017, investments in the following issuers exceeded 5% of the Fund's net position: Federal Farm Credit Banks (8.5%) and Tennessee Valley Authority (5.7%). Other investments in U.S. Government and its credit guaranteed agencies and investments in certain mutual funds are not subject to concentration of credit risk as these securities carry an implied U.S. Government guarantee.

Annual Money-Weighted Rate of Return

The annual money-weighted rate of return on Fund investments, net of investment expense, was 8.43% for the year ended December 31, 2017. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Long-Term Expected Rate of Return

The long-term expected rate of return on the Fund's investments is intended to represent the best estimate of future real rates of return and is shown for each of the major asset classes in the Fund's investment policy. The expected rates of return shown below are from the State of Illinois Department of Insurance Actuarial Experience Study dated September 26, 2012. The best estimate of future real rates of return are developed for each of the major asset classes. Expected inflation is added back in. Adjustment is made to reflect geometric returns. A summary of the best estimate of future real rates of returns (based on an annual arithmetic average) are included in the following table:

NEW LENOX FIRE PROTECTION DISTRICT

Notes to Financial Statements

December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan (continued)

<u>Asset Class</u>	<u>Long-Term</u>	<u>Long-Term</u>	<u>Long-Term</u>
	<u>Expected</u>	<u>Inflation</u>	<u>Expected</u>
	<u>Rate of</u>	<u>Expectations</u>	<u>Real Rate of</u>
	<u>Return</u>		<u>Return</u>
US Large Cap Equity	8.30%	2.50%	5.80%
US Mid Cap Equity	9.30%	2.50%	6.80%
US Small Cap Equity	9.30%	2.50%	6.80%
Non-US Development Large Cap Eq	8.40%	2.50%	5.90%
Emerging Markets Equity Unhedged	10.50%	2.50%	8.00%
US Corporate Bonds	4.20%	2.50%	1.70%
US Government Fixed Income	3.20%	2.50%	0.70%
US Cash	3.00%	2.50%	0.50%
Global Real Estate - REITS	8.30%	2.50%	5.80%
Commodities - Long Only	4.90%	2.50%	2.40%

Changes in District's Net Pension Liability

Changes in the District's net pension liability for the calendar year ending December 31, 2017 were as follows:

	<u>Total</u>	<u>Plan</u>	<u>Net Pension</u>
	<u>Pension</u>	<u>Fiduciary</u>	<u>Pension</u>
	<u>Liability</u>	<u>Net Position</u>	<u>Liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a)-(b)</u>
Balance, January 1, 2017	\$ 4,803,111	\$ 3,718,724	\$ 1,084,387
Changes for the year:			
Service cost	526,320	-	526,320
Interest on the total pension liability	236,654	-	236,654
Difference between expected and actual experience	52,538	-	52,538
Changes in assumptions	(10,108)	-	(10,108)
Net investment income	-	326,603	(326,603)
Contributions - employees	-	118,090	(118,090)
Contributions - employer	-	483,180	(483,180)
Benefit payments, including refunds	(140,064)	(140,064)	-
Administrative expenses	-	(25,222)	25,222
Net changes	665,340	762,587	(97,247)
Balance, December 31, 2017	<u>\$ 5,468,451</u>	<u>\$ 4,481,311</u>	<u>\$ 987,140</u>

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan (continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2017, the District's pension expense under GASB 68 was \$447,825. At December 31, 2017, the District had deferred outflows of resources and deferred inflows of resources related to the firefighters' pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 139,572	\$ -
Assumption changes	-	546,633
Net difference between projected and actual earnings on pension plan investments	58,300	103,813
Total	<u>\$ 197,872</u>	<u>\$ 650,446</u>

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

<u>Year ending December 31</u>	<u>Net Deferred Inflows of Resources</u>
2018	\$ (25,445)
2019	(25,448)
2020	(52,102)
2021	(53,762)
2022	(27,811)
Thereafter	(268,006)
Total	<u>\$ (452,574)</u>

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of December 31, 2017, using the following actuarial methods and assumptions:

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan (continued)

Actuarial Assumptions (continued)

Methods and Actuarial Assumptions:

Measurement date	December 31 , 2017
Actuarial valuation date	January 1 , 2017
Actuarial cost method	Entry age normal (level % of pay)
Asset valuation method	Market value
Discount rate used for the total pension liability	5.00%
Long-term expected rate of return on plan assets	5.00%
High quality 20 year tax-exempt G.O. bond rate (based on the Bond Buyer 20-Bond GO Index)	3.44%
Inflation	2.50%
Projected individual salary increases	4.25% - 8.00%
Projected increase in total payroll	3.25%
Consumer Price Index (Urban)	2.50%
Mortality table	Lauterbach & Amen (L&A) 2016 Illinois Firefighters mortality rates
Retirement rates	L&A 2016 Illinois Firefighters, capped at age 65
Disability rates	L&A 2016 Illinois Firefighters disability rates
Termination rates	L&A 2016 Illinois Firefighters termination rates
Percent married	80.00%

Assumption Changes

The assumed rate on High Quality 20 Year Tax-Exempt G.O. Bonds was changed from 3.78% to 3.44% for the current year. The discount rate used in the determination of the total pension liability remained constant at 5.00%. The individual pay scale assumptions were also updated to reflect the newly settled bargaining agreement between New Lenox Fire Protection District and the New Lenox Professional Firefighters Local 5097, IAFF for the period January 1, 2017 through December 31, 2020.

Discount rate

The discount rate used to measure the total pension liability was 5.00% as of December 31, 2017, and was based on a combination of the expected long-term rate of return on plan investments of 5.00% and the municipal bond rate of 3.44%.

Cash flow projections were used to determine the extent which the plan's future net position will be able to cover future benefit payments. To the extent future benefit payments are covered by the plan's projected net position, the expected rate of return on plan investments is used to determine the portion of the net pension liability associated with those payments.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

4. Defined Benefit Pension Plans (continued)

Firefighters' Pension Plan (continued)

Discount rate (continued)

To the extent future benefit payments are not covered by the plan's projected net position, the municipal bond rate is used to determine the portion of the net pension liability associated with those payments.

Projected benefit payments are determined during the actuarial process based on the assumptions. The expected contributions are based on the funding policy of the plan.

Discount Rate Sensitivity

The following presents the net pension liability calculated using the discount rate of 5.00%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.00%) or 1 percentage point higher (6.00%) than the current rate:

	1% Decrease (4.00%)	Current Discount Rate (5.00%)	1% Increase (6.00%)
Employer Net Pension Liability	\$ 2,313,145	\$ 987,140	\$ 17,438

5. Employees' 457(b) Deferred Compensation Plan

The District adopted a 457(b) deferred compensation plan. Employees can voluntarily contribute pre-tax earnings to the plan. The District's contribution to the Plan for the year ended December 31, 2017 was \$4,431.

6. Long-Term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 2017:

	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
S 4 pumper loan	\$ 162,500	\$ -	\$ 12,500	\$ 150,000	\$ 12,500
Smeal ladder truck loan	324,493	-	48,791	275,702	50,465
Pierce pumper	507,818	-	73,367	434,451	75,914
Ford F-550	-	265,000	42,624	222,376	64,840
Totals	\$ 994,811	\$ 265,000	\$ 177,282	\$ 1,082,529	\$ 203,719

Payments on the long-term obligations are made by the General Fund and the Ambulance Fund.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

6. Long-Term Debt (continued)

Debt service requirements to maturity are as follows:

Year	Principal	Interest	Total
2018	\$ 203,848	\$ 23,204	\$ 227,052
2019	209,088	17,966	227,054
2020	214,459	12,595	227,054
2021	172,849	7,813	180,662
2022	154,204	3,251	157,455
2023-2027	103,081	226	103,307
2028-2029	25,000	-	25,000
	<u>\$ 1,082,529</u>	<u>\$ 65,055</u>	<u>\$ 1,147,584</u>

Loans Payable:

S4 Pumper Vehicle Loan

In June of 2009, the District executed a vehicle loan with the Illinois Finance Authority in the amount of \$250,000 for the purchase of a S4 pumper. The loan calls for annual principal only payments of \$12,500, and the balance is due at maturity on September 1, 2029. As of December 31, 2017 the unpaid balance on the note was \$150,000.

Smeal Ladder Truck Loan

On January 14, 2013 the District executed a \$500,000 vehicle loan with Old Plank Trail Community Bank for the purchase of a new Smeal ladder truck. The loan is due in monthly installments of \$4,956, with interest at the rate of 3.5% thru January 23, 2023. As of December 31, 2017 the unpaid balance on the note was \$275,702.

Pierce Pumper Loan

On April 22, 2016 the District executed a \$550,000 loan with Old Plank Trail Community Bank to finance the Pierce pumper purchased in 2015. The loan is due in monthly installments of \$7,124, with interest at the rate of 2.4% thru May 1, 2023. As of December 31, 2017 the unpaid balance on the note was \$434,451.

Ford F-550 Loan

On May 8, 2017 the District executed a \$265,000 loan with Town Center Bank to finance the purchase of a new Ford F-550. The loan is due in monthly installments of \$5,780, with interest at the rate of 2.4% thru May 8, 2021. As of December 31, 2017 the unpaid balance on the note was \$222,376.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

7. Legal Debt Margin

The following schedule illustrates the legal debt margin of the District as of December 31, 2017.

Assessed valuation-2016 Tax Year	<u>\$ 1,225,212,560</u>
Statutory debt limitation (5.75% of assessed valuation)	\$ 70,449,722
Amount of debt applicable to debt limitation	<u>1,082,529</u>
Legal Debt Margin	<u>\$ 69,367,193</u>

8. Lease Commitments

In October, 2014 the District executed an operating lease for a copier. This lease requires sixty monthly payments of \$266 plus applicable usage charges and expires in October, 2019. Current year lease expense under this lease totaled \$4,749.

Future minimum lease payments under the copier lease are as follows:

<u>Year</u>	
2018	\$ 3,192
2019	<u>2,394</u>
	<u>\$ 5,586</u>

In May 2017 the District renewed an operating lease for warehouse space. This lease requires one payment of \$19,800, expires May 1, 2018 and provides for an option to be renewed. Current year lease expense under this lease totaled \$19,800.

9. Risk Management

The District is exposed to various risks of loss related to torts: theft, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The District's risk management activities are recorded in the Tort Immunity Fund. The District has purchased commercial insurance. Risk coverage includes general liability, property, workers' compensation, health and other. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the last three years.

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

10. 911 Surcharge Reimbursement

During the current fiscal year, the District received a reimbursement of \$31,586 from Will County for the District's portion of 911 surcharge revenue. The District uses the County 911 dispatch services and receives reimbursement for excess surcharges received by the County.

11. Capital Assets

A summary of changes in capital assets follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets not being depreciated				
Land	\$ 544,711	\$ -	\$ -	\$ 544,711
Assets not in service	4,125	-	-	4,125
Total capital assets not being depreciated	548,836	-	-	548,836
Capital assets being depreciated				
Buildings and improvements	6,714,587	123,442	(42,809)	6,795,220
Equipment	1,860,608	54,934	(37,745)	1,877,797
Vehicles	3,964,485	318,316	(582,283)	3,700,518
Total capital assets being depreciated	12,539,680	496,692	(662,837)	12,373,535
Less accumulated depreciation for:				
Buildings and improvements	(2,212,210)	(156,886)	37,815	(2,331,281)
Equipment	(1,274,673)	(120,597)	37,745	(1,357,525)
Vehicles	(1,626,150)	(267,636)	538,190	(1,355,596)
Total accumulated depreciation	(5,113,033)	(545,119)	613,750	(5,044,402)
Total capital assets being depreciated, net	7,426,647	(48,427)	(49,087)	7,329,133
Capital assets, net	<u>\$ 7,975,483</u>	<u>\$ (48,427)</u>	<u>\$ (49,087)</u>	<u>\$ 7,877,969</u>

Current year depreciation is allocated to expenditures as follows:

General Government	\$ 272,560
Public Safety	272,559
	<u>\$ 545,119</u>

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Financial Statements
December 31, 2017

12. Governmental Fund Types and Components of Fund Balance

As of December 31, 2017 fund balances consisted of the following components:

	Major Funds				
	General Fund	Ambulance Fund	Tort Immunity Fund	Pension Fund	Total
Fund balances:					
Restricted for:					
Tort/Liability insurance	\$ -	\$ -	\$ 404,566	\$ -	\$ 404,566
Building capital projects	190,510	190,510	-	-	381,020
Assigned to:					
Ambulance operations	-	1,090,972	-	-	1,090,972
Unassigned	466,926	-	-	-	466,926
Total	<u>\$ 657,436</u>	<u>\$ 1,281,482</u>	<u>\$ 404,566</u>	<u>\$ -</u>	<u>\$ 2,343,484</u>

The restricted fund balance refers to amounts that are subject to outside restrictions not controlled by the entity. Revenue received from property taxes levied for tort/liability insurance are recorded in the Tort Immunity Fund and the use of this restricted revenue is limited to the purpose levied for as defined by statute. Revenue received from certain transition fees are recorded in the General Fund and the Ambulance Fund and are restricted for the purpose defined by intergovernmental agreement. The remaining fund balance presented in the Ambulance Fund is assigned to ambulance operations.

13. Excess of Expenditures Over Budget

During the current year, Tort Fund expenditures exceeded appropriations by \$219,105.

14. Subsequent Events

On May 19, 2018 the District's Board of Trustees voted to secure a \$750,000 Tax Anticipation Warrant to cover the District's budget deficit.

Management has evaluated subsequent events through June 18, 2018, the date the financial statements were available to be issued.

OTHER INFORMATION

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
GENERAL FUND
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Variance Over (Under)
<u>Revenues received:</u>			
Property taxes	\$ 2,145,060	\$ 2,145,564	\$ 504
Replacement tax	10,500	10,617	117
Foreign fire insurance tax	15,900	-	(15,900)
Grant income	-	4,973	4,973
False alarm fees	-	26,829	26,829
Public education	-	2,780	2,780
Land extraction	50,900	35,804	(15,096)
911 surcharge revenue	-	15,793	15,793
New equipment fund	865,250	-	(865,250)
Building and land fund	865,250	-	(865,250)
Interest income	10,500	3,624	(6,876)
Other income	31,500	31,389	(111)
Total revenues received	3,994,860	2,277,373	(1,717,487)
<u>Expenditures disbursed:</u>			
Trustee salaries	11,907	11,250	(657)
Employee salaries	895,195	886,232	(8,963)
Payroll taxes	39,029	72,519	33,490
Employer IMRF	7,277	10,073	2,796
Employee benefits	158,760	195,120	36,360
Employee physicals	11,246	1,449	(9,797)
Trustee training	3,308	474	(2,834)
Fire prevention/public education	10,584	4,281	(6,303)
Firefighter training		17,752	17,752
Administrative expenses	3,043	6,431	3,388
Legal and professional services	62,843	44,851	(17,992)
Kurtz ambulance contract	2,153,183	-	(2,153,183)
Contract fees	51,597	-	(51,597)
Dispatching services	103,194	81,719	(21,475)
Facility repairs and maintenance	119,070	104,456	(14,614)
Facility capital outlay	72,765	-	(72,765)
Facility supplies	33,075	11,118	(21,957)
Transition fees reimbursement	-	22,761	22,761
Small tools/equipment purchases	50,539	56,966	6,427
Small tools/equipment capital outlay	59,535	6,617	(52,918)
Small tools/equipment repair	13,230	7,632	(5,598)

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
GENERAL FUND
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Variance Over (Under)
<u>Expenditures disbursed (continued):</u>			
Radio/pager capital outlay	5,292	18,220	12,928
Radio/pager repair	6,615	415	(6,200)
Fuel and oil	66,150	22,742	(43,408)
Uniforms	13,230	25,629	12,399
Office supplies	27,783	25,798	(1,985)
Office equipment repairs	5,954	2,125	(3,829)
Office capital outlay	6,615	-	(6,615)
Printing and publications	9,923	1,728	(8,195)
Postage	6,615	1,165	(5,450)
Dues and subscriptions	8,600	13,079	4,479
Medical supplies	13,230	170	(13,060)
Fire clothing	22,491	3,728	(18,763)
Utilities	72,335	29,538	(42,797)
Telephone and internet	47,930	45,908	(2,022)
Bank service charges	662	168	(494)
Contingency/miscellaneous	7,938	21,925	13,987
New equipment fund	331,350	2,525	(328,825)
Building and land fund	331,166	14,025	(317,141)
Vehicle capital outlay	13,892	144,357	130,465
Vehicle repair and maintenance	59,536	80,944	21,408
Debt service:			
Principal	84,341	73,579	(10,762)
Interest	33,075	11,419	(21,656)
Total expenditures disbursed	5,034,103	2,080,888	(2,953,215)
Excess (deficiency) of revenues received over expenditures disbursed	(1,039,243)	196,485	1,235,728
Other financing sources (uses):			
Loan proceeds	-	132,500	132,500
Sale of assets	-	5,651	5,651
Total other financing sources (uses)	-	138,151	138,151
Net change in fund balance	\$ (1,039,243)	334,636	\$ 1,373,879
Fund balance, beginning of year		322,800	
Fund balance, end of year		\$ 657,436	

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
AMBULANCE FUND
For the Year Ended December 31, 2017

	Original and Final		Variance
	Budget	Actual	Over (Under)
<u>Revenues received:</u>			
Property taxes	\$ 1,934,071	\$ 1,929,050	\$ (5,021)
Ambulance billing	1,433,250	1,472,408	39,158
Replacement tax	10,500	10,617	117
Foreign fire insurance tax	14,000	-	(14,000)
Grant income	26,250	4,974	(21,276)
False alarm fees	-	26,829	26,829
Land extraction	52,290	35,804	(16,486)
Spiller pay revenue	1,590	-	(1,590)
911 surcharge revenue	-	15,793	15,793
New equipment fund	855,524	-	(855,524)
Building and land fund	855,524	-	(855,524)
Interest income	10,500	3,624	(6,876)
Other income	33,075	32,849	(226)
Total revenues received	5,226,574	3,531,948	(1,694,626)
<u>Expenditures disbursed:</u>			
Trustee salaries	11,907	11,250	(657)
Employee salaries	895,195	901,562	6,367
Payroll taxes	39,029	-	(39,029)
Employer IMRF	7,277	10,073	2,796
Employee benefits	158,760	190,689	31,929
Employee physicals	11,246	1,449	(9,797)
Trustee training	3,308	474	(2,834)
Firefighter training	-	13,271	13,271
Fire prevention/public education	10,584	4,281	(6,303)
Administrative expenses	17,331	-	(17,331)
Legal and professional services	62,843	44,851	(17,992)
Kurtz ambulance contract	2,153,183	2,664,301	511,118
Contract fees	51,597	95,374	43,777
Dispatching services	103,194	81,719	(21,475)
Facility repairs and maintenance	119,070	104,456	(14,614)
Facility capital outlay	72,765	-	(72,765)
Facility supplies	33,075	12,652	(20,423)
Transition fees reimbursement	-	22,761	22,761
Small tools/equipment purchases	46,305	40,562	(5,743)
Small tools/equipment capital outlay	59,535	6,617	(52,918)
Small tools/equipment repair	13,230	7,632	(5,598)
Radio/pager capital outlay	6,615	18,220	11,605
Radio/pager repair	5,292	415	(4,877)
Fuel and oil	66,150	22,783	(43,367)
Uniforms	13,230	25,629	12,399
Office supplies	36 27,783	25,797	(1,986)

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
AMBULANCE FUND
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Variance Over (Under)
Expenditures disbursed (continued):			
Office equipment repairs	5,954	2,125	(3,829)
Office capital outlay	6,615	-	(6,615)
Printing and publications	9,923	1,728	(8,195)
Postage	6,615	1,118	(5,497)
Dues and subscriptions	8,600	13,139	4,539
Medical supplies	17,464	46,704	29,240
Fire clothing	22,491	849	(21,642)
Utilities	72,335	29,538	(42,797)
Telephone and internet	47,926	45,907	(2,019)
Bank service charges	662	-	(662)
Contingency/miscellaneous	7,938	22,435	14,497
New equipment fund	1,193,250	2,525	(1,190,725)
Building and land fund	1,067,866	14,025	(1,053,841)
Vehicle capital outlay	13,892	144,994	131,102
Vehicle repair and maintenance	59,536	81,228	21,692
Debt service:			
Principal	84,341	103,703	19,362
Interest	33,075	15,194	(17,881)
Total expenditures disbursed	6,646,987	4,832,030	(1,814,957)
Excess (deficiency) of revenues received over expenditures disbursed	(1,420,413)	(1,300,082)	120,331
Other financing sources:			
Sale of assets	-	5,651	5,651
Insurance claim proceeds	-	59,000	59,000
Loan proceeds	-	132,500	132,500
Total other financing sources (uses)	-	197,151	197,151
Net change in fund balance	\$ (1,420,413)	(1,102,931)	\$ 317,482
Fund balance, beginning of year		2,384,413	
Fund balance, end of year		\$ 1,281,482	

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
TORT IMMUNITY FUND
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Variance Over (Under)
<u>Revenues received:</u>			
Property taxes	\$ 212,162	\$ 217,737	\$ 5,575
Total revenues received	212,162	217,737	5,575
<u>Expenditures disbursed:</u>			
Workers' compensation	173,840	129,950	(43,890)
Vehicle and building insurance	1,325	-	(1,325)
Firefighter training	81,000	-	(81,000)
Liability insurance	65,536	45,440	(20,096)
Salaries	-	365,416	365,416
Total expenditures disbursed	321,701	540,806	219,105
Excess (deficiency) of revenues received over expenditures disbursed	\$ (109,539)	(323,069)	\$ (213,530)
Fund balance, beginning of year		727,635	
Fund balance, end of year		\$ 404,566	

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget and Actual
PENSION FUND
For the Year Ended December 31, 2017

	Original and Final Budget	Actual	Variance Over (Under)
<u>Revenues received:</u>			
Property taxes	\$ 341,100	\$ 483,180	\$ 142,080
Total revenues received	341,100	483,180	142,080
<u>Expenditures disbursed:</u>			
Pension	569,621	483,180	(86,441)
Total expenditures disbursed	569,621	483,180	(86,441)
Excess (deficiency) of revenues received over expenditures disbursed	<u>\$ (228,521)</u>	-	<u>\$ 228,521</u>
Fund balance, beginning of year		-	
Fund balance, end of year		<u>\$ -</u>	

NEW LENOX FIRE PROTECTION DISTRICT
Notes to Other Information
December 31, 2017

LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgetary Data

Annual appropriated budgets are adopted each year for the General Fund, Ambulance Fund, Tort Immunity Fund, and the Pension Fund. The annual budget was prepared on the cash basis of accounting. The District's annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

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

1. During September or October, the District Board prepares a tentative combined annual budget and appropriation ordinance for the fiscal year commencing in January. The budget includes proposed expenditures and the means of financing them.
2. Following a public hearing, the budget is adopted by the Board in the form of a combined annual budget and appropriations ordinance.
3. During the fiscal year, transfers made between line items within the same fund must be approved by the Board. Amendments to the budget may be made using the same procedures followed to adopt the original combined annual budget and appropriations ordinance.
4. Budgeted amounts presented in the financial statements are those as originally adopted and final after transfers approved by the Board.

The budget was adopted by the District on October 17, 2016 and was not amended.

NEW LENOX FIRE PROTECTION DISTRICT
Multiyear Schedule of Contributions
ILLINOIS MUNICIPAL RETIREMENT FUND

Calendar Year Ended	Actuarially Determined Contributions	Actual Contribution	Contribution Deficiency / (Excess)	Covered - Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2017	\$ 20,151 *	\$ 20,150	\$ 1	\$ 257,680	7.82%
2016	18,280	18,280	-	239,901	7.62%
2015	12,672	12,672	-	153,601	8.25%
2014	10,408	10,459	(51)	142,772	7.33%

* Estimated based on contribution rate of 7.82% and covered valuation payroll of \$257,680.

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

Valuation date:

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

Methods and assumptions used to determine 2017 contribution rates:

Actuarial cost method	Aggregate entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	26-year closed period
Asset valuation method	5 year smoothed market; 20% corridor
Wage growth	3.50%
Price inflation	2.75%-approximate; No explicit price inflation assumption is used in this valuation
Salary increases	3.75%-14.50% including inflation
Investment rate of return	7.50%
Retirement age	Experience-based table of rates are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other information:

Notes There were no benefit changes during the year.

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

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Changes in the Employer's Net Pension Liability
and Related Ratios
ILLINOIS MUNICIPAL RETIREMENT FUND

Year ended December 31,	2017	2016	2015	2014
Total Pension Liability				
Service cost	\$ 24,158	\$ 15,198	\$ 14,068	\$ 16,333
Interest on the total pension liability	13,027	10,278	8,230	6,774
Differences between expected and actual experience	935	9,246	6,849	(7,295)
Changes in assumptions	(7,447)	(586)	-	4,916
Benefit payments and refunds	-	(4,665)	-	-
Net change in total pension liability	30,673	29,471	29,147	20,728
Total pension liability - beginning	161,617	132,146	102,999	82,271
Total pension liability - ending	\$ 192,290	\$ 161,617	\$ 132,146	\$ 102,999
Plan Fiduciary Net Position				
Contributions - employer	\$ 20,150	\$ 18,280	\$ 12,672	\$ 10,459
Contributions - employee	11,596	10,796	6,912	6,456
Net investment income	17,518	5,590	403	3,666
Benefit payments and refunds	-	(4,665)	-	-
Other (net transfer)	(2,432)	(3,085)	(5,998)	(1,361)
Net change in plan fiduciary net position	46,832	26,916	13,989	19,220
Plan fiduciary net position - beginning	111,771	84,855	70,866	51,646
Plan fiduciary net position - ending	\$ 158,603	\$ 111,771	\$ 84,855	\$ 70,866
Employer net pension liability - ending	\$ 33,687	\$ 49,846	\$ 47,291	\$ 32,133
Plan fiduciary net position as a percentage of total pension liability	82.48%	69.16%	64.21%	68.80%
Covered - employee payroll	\$ 257,680	\$ 239,901	\$ 153,601	\$ 142,772
Employer net pension liability as a percentage of covered - employee payroll	13.07%	20.78%	30.79%	22.51%

NEW LENOX FIRE PROTECTION DISTRICT
Multiyear Schedule of Employer Contributions
FIREFIGHTERS' PENSION FUND

Year ended December 31,	2017	2016	2015	2014
Actuarially determined contribution	\$ 491,919	\$ 370,718	\$ 335,851	\$ 376,734
Contributions in relation to the actuarially determined contribution	483,180	362,982	380,609	373,025
Contribution deficiency (excess)	<u>\$ 8,739</u>	<u>\$ 7,736</u>	<u>\$ (44,758)</u>	<u>\$ 3,709</u>
Covered-employee payroll	\$ 1,217,094	\$ 1,178,784	\$ 1,110,564	\$ 740,900
Contributions as a percentage of covered-employee payroll	39.70%	30.79%	34.27%	50.35%

Notes to Schedule

The actuarially determined contribution shown for the current year is from the December 31, 2015 actuary's report completed by Lauterbach & Amen, LLP for the tax levy recommendation for the December, 2016 tax levy.

Methods and assumptions used to determine the actuarially determined contribution are as follows:

Actuarial cost method	Entry age normal (level % of pay)
Amortization method	Level percentage of payroll
Asset valuation method	5 year smoothed market value
Remaining amortization period	25 years
Amortization target	100% funded by year 2040
Investment rate of return	5.00%
Projected individual salary increases	4.25% - 8.00%
Projected increase in total payroll	3.25%
Consumer Price Index (Urban)	2.50%
Inflation rate included	2.50%
Mortality table	L&A 2016 Illinois Firefighters mortality rates

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Changes in the Employer's Net Pension Liability
and Related Ratios
FIREFIGHTERS' PENSION FUND

Year ended December 31,	2017	2016	2015	2014
Total Pension Liability				
Service cost	\$ 526,320	\$ 501,257	\$ 533,420	\$ 492,255
Interest	236,654	209,796	201,447	145,121
Differences between expected and actual experience	52,538	21,672	85,312	-
Changes in assumptions	(10,108)	(79,343)	(562,122)	-
Benefit payments and refunds	(140,064)	(92,375)	(89,813)	(87,294)
Net change in total pension liability	665,340	561,007	168,244	550,082
Total pension liability - beginning	4,803,111	4,242,104	4,073,860	3,523,778
Total pension liability - ending	\$ 5,468,451	\$ 4,803,111	\$ 4,242,104	\$ 4,073,860
Plan Fiduciary Net Position				
Contributions - employer	\$ 483,180	\$ 362,982	\$ 380,609	\$ 373,025
Contributions - member	118,090	113,779	94,295	83,022
Net investment income	326,603	160,533	16,036	228,279
Benefit payments and refunds	(140,064)	(92,375)	(89,813)	(87,294)
Administrative expense	(25,222)	(22,389)	(25,780)	(22,601)
Net change in plan fiduciary net position	762,587	522,530	375,347	574,431
Plan fiduciary net position - beginning	3,718,724	3,196,194	2,820,847	2,246,416
Plan fiduciary net position - ending	\$ 4,481,311	\$ 3,718,724	\$ 3,196,194	\$ 2,820,847
Employer net pension liability - ending	\$ 987,140	\$ 1,084,387	\$ 1,045,910	\$ 1,253,013
Plan fiduciary net position as a percentage of total pension liability	81.95%	77.42%	75.34%	69.24%
Covered - employee payroll	\$ 1,217,094	\$ 1,178,784	\$ 1,110,564	\$ 740,900
Employer net pension liability as a percentage of covered - employee payroll	81.11%	91.99%	94.18%	169.12%

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Investment Returns
FIREFIGHTERS' PENSION FUND

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return, net of investment expense	8.43%	4.79%	0.57%	9.85%

NEW LENOX FIRE PROTECTION DISTRICT
Schedule of Assessed Valuations, Tax Rates, Tax Extensions and Tax Collections
December 31, 2017

	2012	2013	Tax Levy Year 2014	2015	2016
Assessed valuations	<u>\$ 1,192,430,926</u>	<u>\$ 1,139,780,924</u>	<u>\$ 1,145,607,158</u>	<u>\$ 1,172,164,128</u>	<u>\$ 1,225,212,560</u>
Tax Rates:					
Corporate	0.1755	0.1792	0.1810	0.1830	0.1754
Ambulance	0.1592	0.1614	0.1631	0.1650	0.1577
Fire Pension	0.0085	0.0311	0.0315	0.0291	0.0368
Tort/Liability Insurance	0.0163	0.0178	0.0180	0.0181	0.0178
Fire Pension	0.0005	0.0017	0.0018	0.0019	0.0027
Totals	<u>0.3600</u>	<u>0.3912</u>	<u>0.3954</u>	<u>0.3971</u>	<u>0.3904</u>
Tax Extensions:					
Corporate	\$ 2,092,716	\$ 2,042,487	\$ 2,073,549	\$ 2,145,060	\$ 2,149,023
Ambulance	1,898,350	1,839,606	1,868,485	1,934,070	1,932,160
Fire Pension	101,357	354,472	360,866	341,100	450,878
Tort/Liability Insurance	194,366	202,881	206,209	212,162	218,088
Fire Pension	5,962	19,376	20,621	22,271	33,081
Totals	<u>\$ 4,292,751</u>	<u>\$ 4,458,822</u>	<u>\$ 4,529,730</u>	<u>\$ 4,654,663</u>	<u>\$ 4,783,230</u>
Tax Collection	<u>\$ 4,273,858</u>	<u>\$ 4,449,003</u>	<u>\$ 4,519,306</u>	<u>\$ 4,649,686</u>	<u>\$ 4,775,531</u>