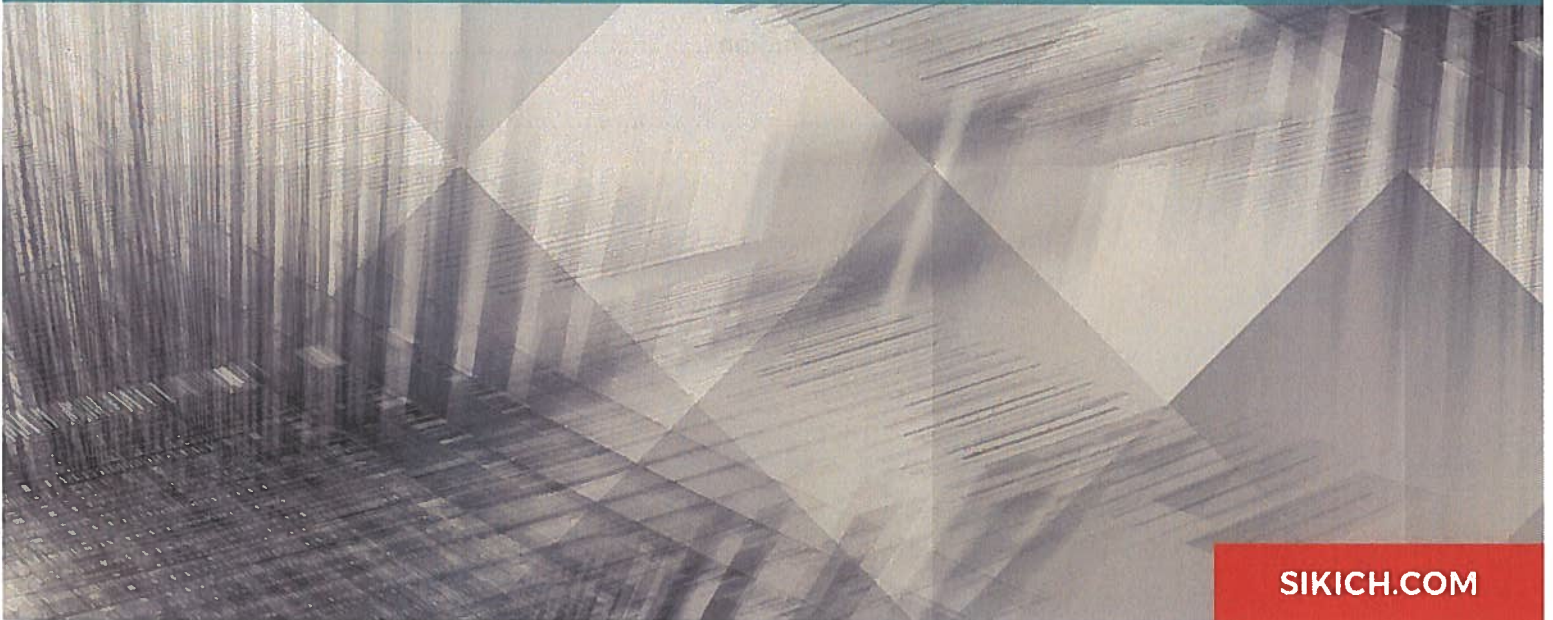




**SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Years Ended December 31, 2019 and 2018



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SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

Members of the Commission and Management
Special Service Area No. 5
City of Chicago, Illinois

We have audited the accompanying financial statements of the governmental activities and the major fund of the Special Service Area No. 5 Fund of the City of Chicago, Illinois (the Fund), as of and for the years ended December 31, 2019 and 2018, and the related notes to financial statements, which collectively comprise the Fund's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 risk 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 Fund'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 Fund's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial positions of the governmental activities and the major fund of the Special Service Area No. 5 Fund of the City of Chicago, Illinois, as of December 31, 2019 and 2018, and the respective changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 8, the Fund changed its revenue recognition policy for property tax revenue for the year ended December 31, 2018. Our opinion is not modified with respect to this matter.

Emphasis of Matter

As discussed in Note 1A, these basic financial statements present only the Fund and are not intended to present fairly the financial position and changes in financial position of the City of Chicago, Illinois, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Sikich LLP

Naperville, Illinois
September 21, 2020

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

**SPECIAL SERVICE AREA NO. 5
CHICAGO, ILLINOIS**

STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET

December 31, 2019 and 2018

	2019		
	Governmental Funds	Adjustments	Statement of Net Position
ASSETS			
Cash and investments	\$ 246,074	\$ -	\$ 246,074
Prepaid expense	42	-	42
Capital assets	-	2,395	2,395
Receivables			
Property taxes	367,927	-	367,927
Total assets	614,043	2,395	616,438
DEFERRED OUTFLOWS OF RESOURCES			
None	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 614,043	\$ 2,395	\$ 616,438
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Total liabilities	-	-	-
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - property taxes	294,873	(294,873)	-
Total deferred inflows of resources	294,873	(294,873)	-
FUND BALANCE			
Restricted for special service area	319,170	(319,170)	-
Total fund balance	319,170	(319,170)	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 614,043		
Net investment in capital assets		2,395	2,395
Restricted for special service area		614,043	614,043
Total net position - restricted		\$ 616,438	\$ 616,438
TOTAL FUND BALANCE - GOVERNMENTAL FUNDS			\$ 319,170
Reconciliation of fund balances of governmental funds to the governmental activities in the statement of net position			
Property taxes that do not provide current financial resources are not reported as property tax revenue in the fund financial statements			294,873
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds			2,395
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES			\$ 616,438

2018		
Governmental Funds	Adjustments	Statement of Net Position
\$ 321,132	\$ -	\$ 321,132
-	-	-
395,417	-	395,417
716,549	-	716,549
-	-	-
\$ 716,549	\$ -	\$ 716,549
\$ 105,353	\$ -	\$ 105,353
105,353	-	105,353
320,410	(320,410)	-
320,410	(320,410)	-
290,786	(290,786)	-
290,786	(290,786)	-
\$ 716,549		
	-	-
	611,196	611,196
\$ 611,196	\$	611,196
	\$	290,786
		320,410
		-
	\$	611,196

See accompanying notes to financial statements.

**SPECIAL SERVICE AREA NO. 5
CHICAGO, ILLINOIS**

STATEMENTS OF ACTIVITIES AND GOVERNMENTAL FUNDS
STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE

For the Years Ended December 31, 2019 and 2018

	2019	
	Governmental Funds	Adjustments
REVENUES		
Taxes	\$ 244,381	\$ -
TIF revenue	58,990	-
Other	144,054	-
Late collections and interest	76	-
	447,501	-
EXPENDITURES/EXPENSES		
Customer attraction	31,670	-
Public way aesthetics	178,395	(2,395)
Safety programs	115,880	-
SSA management	8,689	-
Personnel	84,483	-
	419,117	(2,395)
CHANGE IN FUND BALANCE/NET POSITION	28,384	2,395
FUND BALANCE/NET POSITION, JANUARY 1, RESTATED	290,786	294,873
FUND BALANCE/NET POSITION, DECEMBER 31	\$ 319,170	\$ 297,268

CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS

Reconciliation of the governmental funds statement of revenues, expenditures and changes in fund balances to the governmental activities in the statement of activities

Property tax revenue is recognized in the lien year rather than when available. A portion of the property tax levy is deferred as it is not available in the governmental funds.

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds
Depreciation

Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES

2018				
Statement of Activities	Governmental Funds	Adjustments	Statement of Activities	
\$ 244,381	\$ 257,457	\$ -	\$	257,457
58,990	58,990	-		58,990
144,054	146,954	-		146,954
76	51	-		51
447,501	463,452	-		463,452
31,670	35,877	-		35,877
176,000	121,198	-		121,198
115,880	106,121	-		106,121
8,689	6,901	-		6,901
84,483	163,082	-		163,082
416,722	433,179	-		433,179
30,779	30,273	-		30,273
585,659	260,513	320,410		580,923
\$ 616,438	\$ 290,786	\$ 320,410	\$	611,196
\$ 28,384			\$	30,273
(799)				-
3,194				-
\$ 30,779			\$	30,273

See accompanying notes to financial statements.

**SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

December 31, 2019 and 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Special Service Area No. 5 Fund of the City of Chicago, Illinois (the Fund) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Fund's accounting policies are described below.

a. Reporting Entity

Special Service Area No. 5 (SSA) is a taxing district authorized by the City of Chicago located in Chicago, Illinois. Its scope of services is to fund various activities to improve and enhance the Commercial Avenue commercial district. The SSA is funded by property taxes levied on properties within the SSA boundaries, which are collected by the Cook County Treasurer, and then distributed by the City of Chicago to the SSA. The Fund is reported as a special revenue fund in the City of Chicago's comprehensive annual financial report.

SSA is governed by a commission whose members are appointed by the Mayor of Chicago. The City of Chicago contracted with South Chicago Parents and Friends, Inc. (SCPF) to perform administrative duties as the service provider for this SSA during this reporting period. SCPF is an Illinois not-for-profit corporation that is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. SCPF entered into an agreement with the City of Chicago beginning September 6, 2017 to operate SSA.

b. Fund Accounting

The accounts of the Fund are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

Funds are classified into the following category: governmental.

Governmental funds are used to account for all of the government's general activities, including the collection and disbursement of restricted, committed, or assigned monies (special revenue funds) and restricted, committed, or assigned for the servicing of general long-term debt (debt service funds). The General Fund is used to account for all activities of the Fund.

SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the Fund. The effect of material interfund activity, if any, has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, if any, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues 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 standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental fund. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Fund reports the following major governmental fund:

The General Fund is the Fund's primary operating fund. It accounts for all financial resources of the Fund.

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the lien year. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Fund considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Fund.

The Fund reports deferred/unavailable revenue on its financial statements. Deferred/unavailable revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Fund before it has a legal claim to them or prior to the provision of services, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Fund has a legal claim to the resources, the deferred inflow of resources and liability for deferred/unavailable and unearned revenue is removed from the financial statements and revenue is recognized.

e. Fund Equity

In the fund financial statements, governmental funds can report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Fund. Committed fund balance is constrained by formal actions of the Fund's Board of Commissioners, which is considered the Fund's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Commissioners. Assigned fund balance represents amounts constrained by the Fund's intent to use them for a specific purpose. Any residual General Fund fund balance is reported as unassigned.

The Fund's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the Fund considers committed funds to be expended first followed by assigned and then unassigned funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. None of the net position is restricted as a result of enabling legislation adopted by the Fund.

SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

g. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions 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.

h. Capital Assets

Capital assets are recorded as expenditures at the time of purchase. Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., parking lots and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the SSA as assets with an initial, individual cost in excess of \$500. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value or service capacity of the asset or materially extend 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:

Assets	Years
Equipment	3-5

2. DEPOSITS AND INVESTMENTS

Illinois Compiled Statutes (ILCS) authorize the Fund to make deposits/invest in 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 Government 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, and The Illinois Funds.

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

In addition, the City of Chicago has adopted an investment policy which provides further restrictions on the investment of the Fund's funds. 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 meeting the daily cash flow demands of the Fund and 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, in order of priority are: safety, liquidity, return on investment, and simplicity of management.

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Fund's deposits may not be returned to it. The SSA's policy in order to protect their deposits requires depository institutions to maintain collateral pledges on SSA deposits whenever the deposits exceed the insured limits of the FDIC. At December 31, 2019 and 2018, the SSA had \$26,618 and \$71,921 in uninsured and uncollateralized deposits, respectively.

b. Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Fund limits its exposure to interest rate risk by investing in demand investments that yield a maximum amount of interest.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Fund held no investments at December 31, 2019 or 2018.

SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. The Fund held no investments at December 31, 2019 or 2018.

Concentration of credit risk - The Fund did not have any investment that represented greater than 5% of its overall portfolio as of December 31, 2019 or 2018.

Fair value hierarchy - The Fund categorizes its fair value measurements within the fair value established by GAAP. The hierarchy of inputs are 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; and Level 3 are significant unobservable inputs. The Fund held no investments subject to fair value measurement at December 31, 2019 or 2018.

3. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019 was as follows:

	Balances, January 1	Increases	Decreases	Balances, December 31
GOVERNMENTAL ACTIVITIES				
Capital assets being depreciated				
Equipment	\$ -	\$ 3,194	\$ -	\$ 3,194
Total capital assets being depreciated	-	3,194	-	3,194
Less accumulated depreciation for				
Equipment	-	799	-	799
Total accumulated depreciation	-	799	-	799
Total capital assets being depreciated, net	-	2,395	-	2,395
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ -	\$ 2,395	\$ -	\$ 2,395

Depreciation expense was charged to functions of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
General government	\$ 799
TOTAL	\$ 799

SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. RECEIVABLES - TAXES

Property taxes become an enforceable lien on real property on January 1st of the year it is levied. Taxes are payable in two installments in the subsequent year. The first installment is an estimate based on the prior year billed levy (55%) and is due in March. The second installment is due on August 1st, or 30 days from the mailing of the tax bills if issued later than July 1st. The second installment is based on the remaining amount of levy on file with the County. Bills are issued and collected by Cook County who remits the SSA's share to the City of Chicago who then remits the monies to the SSA.

5. RELATED PARTY TRANSACTIONS

The SSA is affiliated with SCPF which provides certain administrative services to the SSA. As of December 31, 2019 and 2018, \$0 and \$13,132 was payable for services provided, respectively. Any balance resulted from the timing lag that (1) goods and services are being provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments are being made.

6. CONTINGENT LIABILITIES

Grants

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

7. RECLASSIFICATION

Certain reclassifications of fiscal year 2018 balances have been made to conform to the fiscal year 2019 presentation.

8. PRIOR PERIOD ADJUSTMENT

Beginning net position in the year ending December 31, 2018 was restated by \$320,410 to recognize property tax revenue in the lien year.

REQUIRED SUPPLEMENTARY INFORMATION

**SPECIAL SERVICE AREA NO. 5
CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended December 31, 2019
(With Comparative Actual)

	2019				2018 Actual
	Budgeted Amounts		Actual	Variance with Final Budget	
	Original	Final			
REVENUES					
Taxes					
Property taxes	\$ 320,409	\$ 320,409	\$ 244,381	(76,028)	257,457
TIF revenue	58,990	58,990	58,990	-	58,990
Late collections and interest	52,009	52,009	76	(51,933)	51
Other	-	-	144,054	144,054	146,954
Total revenues	431,408	431,408	447,501	16,093	463,452
EXPENDITURES					
Customer attraction					
Website	600	620	619	(1)	2,066
Print materials	-	500	436	(64)	10,357
Special events	15,500	15,500	15,399	(101)	-
Decorative banners	12,454	17,454	298	(17,156)	-
Holiday decorations	5,201	15,201	14,918	(283)	23,454
Total customer attraction	33,755	49,275	31,670	(17,605)	35,877
Public way aesthetics					
Landscaping	25,473	25,473	20,227	(5,246)	25,772
Façade enhancement rebates	71,010	79,510	74,286	(5,224)	39,626
Way finding/signage	55,000	46,500	-	(46,500)	50,000
Streetscape elements	52,009	31,489	-	(31,489)	-
Public art	8,990	8,990	2,400	(6,590)	-
Sidewalk maintenance - service contracts	13,500	13,500	8,000	(5,500)	5,800
Maintenance - on-staff personnel	104,897	104,897	73,482	(31,415)	65,758
Total public way aesthetics	330,879	310,359	178,395	(131,964)	186,956
Sustainability and public places					
Garbage/recycling material program	300	300	-	(300)	-
Total sustainability and public places	300	300	-	(300)	-
Economic/business development					
Site marketing	500	500	-	(500)	-
Total economic/business development	500	500	-	(500)	-
Safety programs					
Security patrol services	115,000	120,000	115,880	(4,120)	106,121
Total safety programs	115,000	120,000	115,880	(4,120)	106,121

(This schedule is continued on the following page.)

**SPECIAL SERVICE AREA NO. 5
CHICAGO, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
GENERAL FUND**

For the Year Ended December 31, 2019
(With Comparative Actual)

	2019				2018 Actual
	Budgeted Amounts		Actual	Variance with Final Budget	
	Original	Final			
EXPENDITURES (Continued)					
SSA Management					
SSA audit	\$ 6,200	\$ 6,500	\$ 6,500	\$ -	\$ 5,000
Office utilities	-	500	494	(6)	379
Office supplies	500	500	112	(388)	61
Office equipment lease/maintenance	1,369	19	-	(19)	-
Office printing	500	500	438	(62)	-
Postage	500	500	56	(444)	154
Commission meeting and training	600	800	766	(34)	267
SSA bank account fees	100	60	-	(60)	-
Loan interest incurred by service provider	400	400	-	(400)	-
Supplies	400	400	-	(400)	60
Storage space fees	-	-	-	-	800
Conferences and training	-	350	323	(27)	180
Total SSA management	10,569	10,529	8,689	(1,840)	6,901
Personnel					
Program manager	50,000	50,020	50,016	(4)	50,016
Executive director	16,448	16,458	16,452	(6)	17,787
Bookkeeping and financial services	5,300	5,310	5,304	(6)	5,689
Employee fringe benefits	12,711	12,711	12,711	-	23,832
Total personnel	84,459	84,499	84,483	(16)	97,324
Total expenditures	575,462	575,462	419,117	(156,345)	433,179
CARRYOVER	144,054	144,054	-	(144,054)	-
NET CHANGE IN FUND BALANCE	\$ -	\$ -	28,384	28,384	30,273
FUND BALANCE, JANUARY 1			290,786		260,513
FUND BALANCE, DECEMBER 31			\$ 319,170		\$ 290,786

(See independent auditor's report.)

**SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2019 and 2018

BUDGETS

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted for the General Fund. All annual appropriations lapse at fiscal year end.

The budget 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 budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget may be amended only by the governing body. One budget amendment in the General Fund was approved by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level.

**SPECIAL SERVICE AREA NO. 5
CITY OF CHICAGO, ILLINOIS**

SUMMARY SCHEDULE OF FINDINGS

For the Year Ended December 31, 2019

As part of our audit and request by the Special Service Area No. 5 Annual Audited Financial Statement Guidelines prepared by the City of Chicago Department of Housing and Economic Development, we have read the requirements contained in the agreement for the SSA between the City of Chicago and South Chicago Parents and Friends, Inc.

Based on our understanding of the agreement and the facts surrounding the performance under the agreement, there were no findings to report in 2019.

