March 21, 2021

To the Management and Board of Commissioners of
Roseland Special Service Area Number 71

In planning and performing our audit of the financial statements of Roseland Special Service Area Number 71 for the year ended December 31, 2020 we considered the Commission’s internal control to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not provide assurance on internal control.

However, during our audit we became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. The following comments do not affect our report dated March 21, 2021, on the financial statements of Roseland Special Service Area Number 71 and are intended solely for the information and use of management and others within the organization and should not be used by anyone else.

We have no recommendations at this time concerning the internal control of the accounting procedures which the Special Service Area is following, it does appear that proper procedures are being followed.

We do suggest that the commissioners before their meetings are provided with detail records for their review. Examples of records to be provided and supplement the current documents are printouts of the general ledger and financial statements with actual comparison to the approved budget amounts and copies of the bank statement and reconciliation. Any questions, which arise during the meetings should be address immediately with copies of specific accounts payable or paid invoices for review by the commissioners.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various Commissions’ personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the any recommendations.

Sincerely,

[Signature]

MEMBERS AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS ILLINOIS CPA SOCIETY
To the Board of Commissions
Roseland Special Service Area Number 34

We have audited the financial statements of Roseland Special Service Area Number 34 for the years ended December 31, 2020 and 2019 and have issued our report thereon dated March 21, 2021. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards in the United States of America, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated March 21, 2021. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices: Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Roseland Special Service Area Number 34 are described in the first note to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during 2020. We noted no transactions entered by the Organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management’s knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

Management’s estimate of the property revenues receivables and projected budget expenditures allocated to the various programs based upon the needs of the organization.

We evaluated the key factors and assumptions used to develop the estimates and determined that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit: We encountered no significant difficulties in dealing with management in performing and completing our audit.
March 21, 2021
To the Board of Commissioners
Roseland Special Service Area Number 34

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor’s report. We are pleased to report that no such disagreements arose during our audit.

Management Representations

We have requested certain representations from management that are included in the March 21, 2021 management representation letter.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, like obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the Organization’s financial statements or a determination of the type of auditor’s opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization’s auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

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Accounting- Tax- Consulting
March 21, 2021
To the Board of Commissioners
Roseland Special Service Area Number 34

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with U.S. generally accepted accounting principles, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

This information is intended solely for the use of Board of Commissioners and management of Roseland Special Service Area Number 34 and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

Bravos & Associates, CPA's
<table>
<thead>
<tr>
<th>Contents</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Independent Auditor's Report</strong></td>
<td>1-2</td>
</tr>
<tr>
<td><strong>Financial Statements</strong></td>
<td></td>
</tr>
<tr>
<td>Statements of Net Position and Governmental Fund Balance Sheets</td>
<td>3</td>
</tr>
<tr>
<td>Statements of Activities and Governmental Fund Revenues, Expenditures and Changes in Fund Balance</td>
<td>4-5</td>
</tr>
<tr>
<td>Statement of Revenues and Expenditures - Budget and Actual</td>
<td>6</td>
</tr>
<tr>
<td>Notes to Financial Statements</td>
<td>7-10</td>
</tr>
<tr>
<td><strong>Independent Auditor's Report on the Supplementary Information</strong></td>
<td>11</td>
</tr>
<tr>
<td>Detailed Schedule of Revenues and Expenditures - Budget and Actual - General Fund</td>
<td>12-14</td>
</tr>
<tr>
<td>Schedule of Audit Findings</td>
<td>15</td>
</tr>
</tbody>
</table>
INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Roseland Special Service Area Number 71
(Calumet Area Industrial Commission, Contractor)
Chicago, Illinois

We have audited the accompanying financial statements of Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago) as of December 31, 2020 and 2019, which comprise the statements of net position and governmental fund balance sheets as of December 31, 2020 and 2019, and the related statements of activities and governmental fund, revenues, expenditures and changes in fund balance, and schedule of revenues and expenditures-budget and actual for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluating the overall financial statements.

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

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MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS. ILLINOIS CPA SOCIETY
Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago), as of December 31, 2020 and 2019 and the changes in financial position and budgetary comparison for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Required Supplementary Information

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.

Bravos & Associates CPA's

March 21, 2021
Schaumburg, Illinois

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Bravos & Associates, CPA's
630-893-6753 :: Fax-630-893-7296
Roseland Special Service Area Number 71  
Statements of Net Position and Governmental Fund Balance Sheets  
December 31, 2020 and 2019

<table>
<thead>
<tr>
<th></th>
<th></th>
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<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>$ 240,888</td>
<td>$</td>
<td>-</td>
<td>$ 240,888</td>
<td>$ 287,725</td>
<td>$</td>
<td>-</td>
<td>$ 287,725</td>
</tr>
<tr>
<td>Property tax receivable, net of allowance for uncollectable taxes of $11,500 and $7,050</td>
<td>414,924</td>
<td>-</td>
<td>414,924</td>
<td>448,189</td>
<td>-</td>
<td>448,189</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>$ 655,812</td>
<td>$</td>
<td>-</td>
<td>$ 655,812</td>
<td>$ 735,914</td>
<td>$</td>
<td>-</td>
<td>$ 735,914</td>
</tr>
<tr>
<td><strong>Liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td>$ 750</td>
<td>$</td>
<td>-</td>
<td>$ 750</td>
<td>$ 3,800</td>
<td>$</td>
<td>-</td>
<td>$ 3,800</td>
</tr>
<tr>
<td>Deferred inflows</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deferred property tax revenue</td>
<td>396,985</td>
<td>(396,985)</td>
<td>-</td>
<td>426,424</td>
<td>(426,424)</td>
<td>-</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Fund Balances/Net Position</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unassigned</td>
<td>258,077</td>
<td>-</td>
<td></td>
<td>305,690</td>
<td>(305,690)</td>
<td>-</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Liabilities, deferred inflows and fund balance/net position</strong></td>
<td>$ 655,812</td>
<td>$</td>
<td>-</td>
<td>$ 735,914</td>
<td>$ (732,114)</td>
<td>$</td>
<td>732,114</td>
<td></td>
</tr>
<tr>
<td><strong>Total net position - Unassigned</strong></td>
<td>$ (655,062)</td>
<td>$</td>
<td>655,062</td>
<td>$ (732,114)</td>
<td>$ 732,114</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Amounts reported for governmental activities in the statements of net position are different because:

- **Total fund balance - governmental fund**
  - $ 258,077
  - $ 305,690

Property tax revenue is recognized in the period for which it is levied rather than when "available". A portion of the property tax is deferred as it is not available in the governmental funds.

- **Total net position - governmental activities**
  - $ 655,062
  - $ 732,114

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See accompanying notes to the financial statements.
### Roseland Special Service Area Number 71

**Statements of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance**

**Years ended December 31, 2020 and 2019**

#### Revenues

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Governmental</td>
<td>Adjustments</td>
</tr>
<tr>
<td>Property revenues</td>
<td>$288,517</td>
<td>$259,078</td>
</tr>
<tr>
<td>TIF Rebates</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other</td>
<td>6</td>
<td>6</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>$288,523</td>
<td>(29,439)</td>
</tr>
</tbody>
</table>

#### Expenditures

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.00 Customer Attraction</td>
<td>12,212</td>
<td>23,062</td>
</tr>
<tr>
<td>2.00 Public Way Aesthetics</td>
<td>59,352</td>
<td>91,914</td>
</tr>
<tr>
<td>4.00 Economic/Development</td>
<td>480</td>
<td>1,680</td>
</tr>
<tr>
<td>5.00 Safety Programs</td>
<td>150,161</td>
<td>95,366</td>
</tr>
<tr>
<td>6.00 SSA Management</td>
<td>21,570</td>
<td>19,600</td>
</tr>
<tr>
<td>7.00 Personnel</td>
<td>92,361</td>
<td>92,361</td>
</tr>
<tr>
<td>8.00 Loss Collection</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>336,136</td>
<td>336,136</td>
</tr>
</tbody>
</table>

#### Excess of revenues over (under) expenditures

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(47,613)</td>
<td>26,545</td>
</tr>
</tbody>
</table>

#### Change in Net Position

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(77,052)</td>
<td>(78,225)</td>
</tr>
</tbody>
</table>

#### Fund balance/net position beginning of the year

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>305,690</td>
<td>279,145</td>
</tr>
</tbody>
</table>

#### Fund balance/net position at end of the year

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$258,077</td>
<td>$305,690</td>
</tr>
</tbody>
</table>

---

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See accompanying notes to the financial statements.
Roseland Special Service Area Number 71  
Statements of Activities and Governmental Fund Revenues, Expenditures  
and Changes in Fund Balance  
Years ended December 31, 2020 and 2019

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net change in Fund balance - government funds</td>
<td>$(47,613)</td>
<td>$26,545</td>
</tr>
<tr>
<td>Property tax revenue is recognized in the period for which it is levied rather than when &quot;available&quot;. A portion of the property tax is deferred as it is not available in the governmental funds.</td>
<td>(29,439)</td>
<td>(104,770)</td>
</tr>
<tr>
<td>Change in Net Position</td>
<td>$(77,052)</td>
<td>$(78,225)</td>
</tr>
</tbody>
</table>

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For Review and Discussion  
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See accompanying notes to the financial statements.
Roseland Service Area Number 71
Statement of Revenue and Expenditures
Budget and Actual - General Fund
Years end December 31, 2020 and 2019

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Property revenues</td>
<td>$ 426,424</td>
<td>$ 288,517</td>
<td>$(137,907)</td>
<td>$ 531,194</td>
<td>$ 350,528</td>
<td>$(180,666)</td>
</tr>
<tr>
<td>TIF rebates</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>I</td>
<td>-</td>
<td>$ 6</td>
<td>$ 6</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total revenues</td>
<td>426,424</td>
<td>288,523</td>
<td>(137,901)</td>
<td>531,194</td>
<td>350,528</td>
<td>(180,666)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>1.00 Customer Attraction</td>
<td>33,500</td>
<td>12,212</td>
<td>(21,288)</td>
<td>57,500</td>
<td>23,062</td>
<td>(34,438)</td>
</tr>
<tr>
<td>2.00 Public Way Aesthetics</td>
<td>147,000</td>
<td>59,352</td>
<td>(87,648)</td>
<td>171,165</td>
<td>91,914</td>
<td>(79,251)</td>
</tr>
<tr>
<td>3.00 Sustainability &amp; Public Places</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>24,616</td>
<td>-</td>
<td>(24,616)</td>
</tr>
<tr>
<td>4.00 Economic/Development</td>
<td>4,180</td>
<td>480</td>
<td>(3,700)</td>
<td>40,000</td>
<td>1,680</td>
<td>(38,320)</td>
</tr>
<tr>
<td>5.00 Safety Programs</td>
<td>123,729</td>
<td>150,161</td>
<td>26,432</td>
<td>117,218</td>
<td>95,366</td>
<td>(21,852)</td>
</tr>
<tr>
<td>6.00 SSA Management</td>
<td>24,454</td>
<td>21,570</td>
<td>(2,884)</td>
<td>27,134</td>
<td>19,600</td>
<td>(7,534)</td>
</tr>
<tr>
<td>7.00 Personnel</td>
<td>93,561</td>
<td>92,361</td>
<td>(1,200)</td>
<td>93,561</td>
<td>92,361</td>
<td>(1,200)</td>
</tr>
<tr>
<td>8.00 Loss Collection</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Totals Expenditures</td>
<td>426,424</td>
<td>336,136</td>
<td>(90,288)</td>
<td>531,194</td>
<td>323,983</td>
<td>(207,211)</td>
</tr>
</tbody>
</table>

Excess of revenues over (under) expenditures
- (47,613)  47,613
Carryover

Net revenues in excess of expenditures
$ - $ 47,613 $ 47,613 $ - $ 26,545 $ 26,545

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For Review and Discussion
Subject to Revision
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See accompanying notes to the financial statements.
Nature of Reporting Entity
Special Service Area # 71 is a taxing district authorized by the City of Chicago located in Chicago, Illinois. Its scope of services is to fund activities to improve and enhance the Uptown Area 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.

Special Service Area # 71 is governed by a Commission whose members are appointed by the Mayor of Chicago. The City of Chicago contracted with Calumet Area Industrial Commission to perform administrative duties as the service provider for this SSA during the reporting period. Calumet Area Industrial Commission is an Illinois not-for-profit corporation that is exempt from federal income tax under Section 501(C)(3) of the internal revenue code.

Basis of Presentation
The government-wide and fund financial statements report information on all the activities of the Special Service Area. Governmental activities include those items funded by the tax levies. While separate governmental activities incorporate data from the governmental funds. The fund financial statements are on major governmental fund. The commission reports one major governmental fund, the General Fund.

Measurement Focus and Basis of Accounting
The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

The 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 available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Commission considers revenues to be available if they are collected within 60 days of the end of current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Property taxes associated with the current fiscal period are susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are measurable and available only when cash is received by the Commission.

Budgetary Information
An annual budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund. The Commission submits a proposed operating budget for the fiscal year to the City of Chicago for approval. The operating budget includes proposed expenditures and the means of financing them for the General Fund. The annual appropriation lapses at fiscal year-end.
Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Cash and Investments
The commission’s cash and cash equivalents are cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

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

In addition to liabilities, the statement of net position and or balance sheet 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 position that applies to a future period and so will not be recognized as an inflow of resources (revenues) until that time. The Commission has only one type of item, which arises under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable property tax revenue, is reported in the governmental fund’s balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

Net Position Flow Assumption
To calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are applied. It is the Commission’s policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Fund Balance Flow Assumptions
Sometimes the Commission will fund outlays for a purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). To calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are applied. It is the Commission’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.
Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance
Continued:

Fund Balance Policies
Fund balance of the governmental fund is reported in various categories based on the nature of any
limitations requiring the use of resources for specific purposes. The Commission itself can establish
limitations on the use of resources through either a commitment (committed fund balance) or an assignment
(assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes
determined by a formal action of the Commission's highest level of decision-making authority. The Board
of Commissioners is the highest level of decision-making authority for the Commission that can, by
adoption or resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation
imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution)
to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Commission for specific
purposes but do not meet the criteria to be classified as committed. Intent can be expressed by the Board of
Commissioners or by an individual or body to which the Commission delegates the authority. The Board of
Commissioners may also assign fund balances as it does when appropriating fund balance to cover a gap
between estimated revenue and appropriations in the subsequent year's budget. Unlike commitments,
assignments generally only exist temporarily. In other words, an additional action does not normally have to
be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential
to either remove or revise a commitment.

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

Estimates
Management uses estimates and assumptions in preparing financial statements. Those estimates and
assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and
liabilities and the reported revenues and expenditures/expenses. Actual results could differ from those
estimates.

Comparative Data
As required by the City of Chicago, comparative data for the prior year has been presented in the statement
of revenue and expenditures—budget and actual-general fund.
Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance
Continued:

Detailed Notes on all Activities and Funds

Deposits
Custodial credit risk for deposits is the risk that, in the event of a bank failure, the Commission's deposits may not be returned to it. The Commission does not have a deposit policy for custodial credit risk. As of December 31, 2020, and 2019, the Commission's bank balance was $143,380 and $143,129, respectively.

Receivables
Property tax receivables as of December 31, 2020 and 2019 in the amounts of $414,924 and $448,189 respectively for both years are presented net of an allowance for uncollectible taxes as of December 31, 2020 and 2019 in the amount of $11,500 and $7,050, respectively.

TIF Rebate Receivables (TIF) Tax Increment Financing is a special funding tool used by the City of Chicago to promote public and private investment across the city. Funds are used to build and repair roads and infrastructure, clean polluted land and put vacant properties back to productive use, usually in conjunction with private development projects. The receivables for both years are presented without an allowance for uncollectible amounts as of December 31, 2020 and 2019 of $18,891 and $18,891, respectively.

Related Party Transactions
During the years ended December 31, 2020 and 2019 Calumet Area Industrial Commission charged the SSA $114,434 and $110,902 for employee and administrative costs.

Use of Accounting Estimates
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Concentration of Credit Risk
The Organization maintains its cash balances at financial institutions in the Chicago metropolitan area, which are federally insured up to prescribed limits.

TENTATIVE DRAFT
For Review and Discussion
Subject to Revision
Bravos & Associates, CPA's
630-893-6753 :: Fax-630-893-7296
INDEPENDENT AUDITOR’S REPORT ON THE SUPPLEMENTARY INFORMATION

To the Board of Commissioners
Roseland Special Service Area Number 71
(Calumet Area Industrial Commission, Contractor)
Chicago, Illinois

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information, which follows, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

March 21, 2021
Schaumburg, Illinois

Bravos & Associates CPA's

TENTATIVE DRAFT
For Review and Discussion
Subject to Revision
Bravos & Associates, CPA's
630-893-6753 :: Fax-630-893-7296
## Detail Schedule of Revenues and Expenditures

### Budget and Actual - General Fund

Year ended December 31, 2020

<table>
<thead>
<tr>
<th>Revenues:</th>
<th>Budget</th>
<th>Actual</th>
<th>Over (Under)</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Property revenues</td>
<td>$426,424</td>
<td>$288,517</td>
<td>(137,907)</td>
<td></td>
</tr>
<tr>
<td>TIF rebates</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other</td>
<td>-</td>
<td>6</td>
<td>6</td>
<td>6</td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>426,424</td>
<td>288,523</td>
<td>(137,901)</td>
<td></td>
</tr>
</tbody>
</table>

### Expenses & Programs:

#### 1.00 Customer Attraction

<table>
<thead>
<tr>
<th>Project</th>
<th>Budget</th>
<th>Actual</th>
<th>Over (Under)</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.01 Website</td>
<td>1,500</td>
<td>130</td>
<td>(1,370)</td>
<td></td>
</tr>
<tr>
<td>1.02 Special Events</td>
<td>6,000</td>
<td>1,408</td>
<td>(4,592)</td>
<td></td>
</tr>
<tr>
<td>1.05 Decorative Banners</td>
<td>10,000</td>
<td>-</td>
<td>(10,000)</td>
<td></td>
</tr>
<tr>
<td>1.06 Holiday Decorations</td>
<td>16,000</td>
<td>10,674</td>
<td>(5,326)</td>
<td></td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td>33,500</td>
<td>12,212</td>
<td>(21,288)</td>
<td></td>
</tr>
</tbody>
</table>

#### 2.00 Public Way Aesthetics

<table>
<thead>
<tr>
<th>Project</th>
<th>Budget</th>
<th>Actual</th>
<th>Over (Under)</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>2.02 Landscaping (plants, water)</td>
<td>20,000</td>
<td>4,450</td>
<td>(15,550)</td>
<td></td>
</tr>
<tr>
<td>2.03 Façade Enhancement Program - Rebates</td>
<td>45,000</td>
<td>1,611</td>
<td>(43,389)</td>
<td></td>
</tr>
<tr>
<td>2.05 Streetscape Elements</td>
<td>10,000</td>
<td>-</td>
<td>(10,000)</td>
<td></td>
</tr>
<tr>
<td>2.07 Sidewalk Maintenance-Materials &amp; Supplies</td>
<td>20,000</td>
<td>53,291</td>
<td>33,291</td>
<td></td>
</tr>
<tr>
<td>2.08 Sidewalk Maintenance-Service Contracts</td>
<td>50,000</td>
<td>-</td>
<td>(50,000)</td>
<td></td>
</tr>
<tr>
<td>2.10 City Permits</td>
<td>2,000</td>
<td>-</td>
<td>(2,000)</td>
<td></td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td>147,000</td>
<td>59,352</td>
<td>(87,648)</td>
<td></td>
</tr>
</tbody>
</table>

#### 4.00 Economic/Development

<table>
<thead>
<tr>
<th>Project</th>
<th>Budget</th>
<th>Actual</th>
<th>Over (Under)</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>4.07 Impact Study Branding</td>
<td>4,180</td>
<td>480</td>
<td>(3,700)</td>
<td></td>
</tr>
</tbody>
</table>

#### 5.00 Safety Programs

<table>
<thead>
<tr>
<th>Project</th>
<th>Budget</th>
<th>Actual</th>
<th>Over (Under)</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>5.03 Security Patrol Services</td>
<td>123,729</td>
<td>150,161</td>
<td>26,432</td>
<td></td>
</tr>
</tbody>
</table>

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**TENTATIVE DRAFT**

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See accompanying notes to the financial statements.
### Detail Schedule of Revenues and Expenditures
#### Budget and Actual - General Fund

Year ended December 31, 2020

<table>
<thead>
<tr>
<th>Budget</th>
<th>Actual</th>
<th>Over (Under)</th>
</tr>
</thead>
<tbody>
<tr>
<td>$575</td>
<td>$138</td>
<td>$(437)</td>
</tr>
</tbody>
</table>

#### 6.00 SSA Management

- **6.01 SSA Annual Report**: $8,000, $5,000, $(3,000)
- **6.02 SSA Audit**: 2,300, 2,044, (256)
- **6.03 Bookkeeping**: 5,769, 5,376, (393)
- **6.04 Office Rent**: 2,200, 2,800, 600
- **6.06 Office Supplies**: 660, 615, (45)
- **6.07 Office Equipment Lease/Maintenance**: 880, 820, (60)
- **6.09 Postage**: 110, 778, 668
- **6.10 Meeting Expense**: 1,650, 1,537, (113)
- **6.12 Bank Service Fees**: 1,210, 1,399, 189
- **6.14 Equipment Purchase Maintenance**: 1,100, 1,000, (100)
- **6.17 Liability /Property Insurance**: - , 63, 63

**Totals**: 24,454, 21,570, (2,884)

#### 7.00 Personnel

- **7.01 President**: 18,819, 20,000, 1,181
- **7.02 Director of Economic Development**: 5,204, 63,216, 58,012
- **7.03 Program Manager**: 69,538, 9,145, (60,393)

**Totals**: 93,561, 92,361, (1,200)

### Totals Expenses & Programs

| 426,424 | 336,136 | (90,288) |

### Excess of Revenues over (under) expenditures

- $ - $(47,613) $(47,613)

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**TENTATIVE DRAFT**

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See accompanying notes to the financial statements.
Finding # 1

We have reviewed the Agreement for Special Service Area Number 71 between the City of Chicago and the Contractor for the year ended December 31, 2020 and 2019.

We noted no exceptions for the current year.

No update of prior year findings