

City of Chicago Department of Planning and Development

Special Service Area (SSA) Program

Audit Report Package Transmittal Checklist

This checklist must be completed and submitted with audit report package to City's Department of Planning and Development (DPD) via DPD's SharePoint platform. Note: Effective with 2019 audit report package submissions e-mail submissions are not an acceptable form of transmittal and report packages will be deemed "not submitted" unless they are uploaded into CPD's SharePoint platform. For each SSA submission enter the starting page number for each of the PDF audit report package components listed below. Each required component on the checklist must have a numeric page number, unless otherwise noted.

SSA Name and number: Rosalva Special Service Area # 71
 SSA Provider Name: Calumet Area Industrial Commission
 Submission Date: 4.15.2017

Starting PDF Page Number	Audit Report Package Components
	Comparative Financial Statements
✓	1. Statement of Net Position and Governmental Fund Balance Sheet - Current Year
✓	2. Statement of Net Position and Governmental Fund Balance Sheet - Prior Year
6-7	3. Statement of Activities and Governmental Fund Revenues, Expenditures and Changes in Fund Balance - Current Year
6-7	4. Statement of Activities and Governmental Fund Revenues, Expenditures and Changes in Fund Balance - Prior Year
15-17	5. Statement of Revenues and Expenditures - Budget and Actual
3-5	Auditor's Opinion on Financial Statements
19	Schedule of Findings - Current and Prior Year, if applicable
	Corrective Action Plan - Current and Prior Year, if applicable (if findings)*
no	Audit Firm CPA License
	SSA Budget Summary page for the latest modified/amended budget approved by your SSA commission (for current audit period)
Separate PDF file attached - Yes/No	SSA Detailed SSA Commission Approved Budget
	Note: SSA Service Provider must submit detailed budget corresponding to Summary page, noted above, with audit report package.

*required if findings exist

Roseland Special Service Area

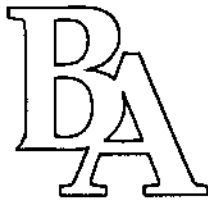
Number 71

(Calumet Area Industrial Commission, Contractor)

Years Ended December 31, 2022 and 2021

Roseland Special Service Area Number 71
Calumet Area Industrial Commission, Contractor

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INDEPENDENT AUDITOR'S REPORT

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

Opinion

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, 2022 and 2021, which comprise the statements of net position and governmental fund balance sheets as of December 31, 2022 and 2021, and the related statements of activities and governmental fund, revenues, expenditures and changes in fund balance, and statements of revenues and expenditures-budget and actual-general fund for the years then ended, and the related notes to the financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago), as of December 31, 2022 and 2021, and its statements of net position and governmental fund balance sheets, activities, and governmental funds, revenues, expenditures and changes in fund balances for the years then ended 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago), and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago) ability to continue as a going concern for twelve months beyond the financial statement date, including any currently know information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago) internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall prestation of the financial statements .
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago) ability to continue as a going concern for a reasonable period of time.



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

Required Supplementary Information

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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Roseland Special Service Area Number 71 (a taxing district authorized by the City of Chicago) basic financial statements. The combining and individual nonmajor fund financial statements are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and the certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole. Comparison schedules of actual revenues and expenses to budget for the years ended December 31, 2022 and 2021 on pages 13-15, are presented for comparison and analysis purposes only and are not a required part of the financial statements but are required by the City of Chicago Department of Housing and Economic Development and the City of Chicago Roseland Special Service Area Number 71. The supplementary information is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America in our opinion, the combining and individual nonmajor fund financial statements are fairly stated. In all material respects, in relation to the basic financial statements as a whole.

Bravo & Associates CPAs

April 21, 2023
Schaumburg, Illinois

Roseland Special Service Area Number 71
Statements of Net Position and Governmental Fund Balance Sheets
December 31, 2022 and 2021

	<u>2022</u>			<u>2021</u>		
	<u>Governmental Fund</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>	<u>Governmental Fund</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
<u>Assets</u>						
Cash	\$ 11,001	\$ -	\$ 11,001	\$ 219,077	\$ -	\$ 219,077
Property tax receivable, net of allowance for uncollectable taxes of \$ 10,000 and \$ 10,000	604,476	-	604,476	625,000	-	625,000
Tif Rebate receivable	28,933	-	28,933	3,165	-	3,165
<u>Total Assets</u>	<u>644,410</u>	<u>-</u>	<u>644,410</u>	<u>847,242</u>	<u>-</u>	<u>847,242</u>
<u>Liabilities</u>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Short-term loan payable to contractor	37,000		37,000			
<u>Deferred Inflows</u>						
Deferred property tax revenue	633,409	(633,409)	-	628,165	(628,165)	-
<u>Fund Balances/Net Position</u>						
Unrestricted	(25,999)	25,999	-	219,077	(219,077)	-
Total Liabilities, deferred inflows and fund balance/net position	<u>\$ 644,410</u>			<u>\$ 847,242</u>		
<u>Total net position - Unrestricted</u>		<u>\$ (607,410)</u>	<u>\$ 607,410</u>		<u>\$ (847,242)</u>	<u>\$ 847,242</u>

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

Total fund balance - governmental fund	\$ (25,999)	\$ 219,077
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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.

	633,409	628,165
<u>Total net position - governmental activities</u>	<u>\$ 607,410</u>	<u>\$ 847,242</u>

Roseland Special Service Area Number 71
Statements of Activities and Governmental Fund Revenues, Expenditures
and Changes in Fund Balance
Years ended December 31, 2022 and 2021

	2022			2021		
	Governmental Fund	Adjustments	Statements of Activities	Governmental Fund	Adjustments	Statements of Activities
<u>Revenues</u>						
Property revenues	\$ 174,319	\$ 5,244	\$ 179,563	\$ 280,944	\$ 231,180	\$ 512,124
TIF Rebates	-	-	-	-	-	-
Other-Estimated Late Collections & Interest	9	-	9	62	-	62
<u>Total revenues</u>	<u>174,328</u>	<u>5,244</u>	<u>179,572</u>	<u>281,006</u>	<u>231,180</u>	<u>512,186</u>
<u>Expenditures</u>						
1.00 Customer Attraction	7,930	-	7,930	16,672	-	16,672
2.00 Public Way Aesthetics	103,275	-	103,275	63,208	-	63,208
3.00 Sustainability & Public Places	-	-	-	150	-	150
4.00 Economic/Development	18,104	-	18,104	7,551	-	7,551
5.00 Safety Programs	167,527	-	167,527	115,048	-	115,048
6.00 SSA Management	29,007	-	29,007	25,016	-	25,016
7.00 Personnel	93,561	-	93,561	92,361	-	92,361
<u>Total expenditures</u>	<u>419,404</u>	<u>-</u>	<u>419,404</u>	<u>320,006</u>	<u>-</u>	<u>320,006</u>
Excess of revenues over (under) expenditures	<u>(245,076)</u>	<u>5,244</u>	<u>(239,832)</u>	<u>(39,000)</u>	<u>231,180</u>	<u>192,180</u>
<u>Change in Net Position</u>	<u>(245,076)</u>	<u>5,244</u>	<u>(239,832)</u>	<u>(39,000)</u>	<u>231,180</u>	<u>192,180</u>
<u>Fund balance/net position beginning of the year</u>	<u>219,077</u>	<u>628,165</u>	<u>847,242</u>	<u>258,077</u>	<u>396,985</u>	<u>655,062</u>
<u>Fund balance/net position at end of the year</u>	<u>\$ (25,999)</u>	<u>\$ 633,409</u>	<u>\$ 607,410</u>	<u>\$ 219,077</u>	<u>\$ 628,165</u>	<u>\$ 847,242</u>

Roseland Special Service Area Number 71
Statements of Activities and Governmental Fund Revenues, Expenditures
and Changes in Fund Balance
Years ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Amounts reported for governmental activities in the statements of net position are different because:		
Net change in Fund balance - government funds	\$ (245,076)	\$ (39,000)
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.	<u>5,244</u>	<u>231,180</u>
<u>Change in Net Position</u>	<u>\$ (239,832)</u>	<u>\$ 192,180</u>

Roseland Special Service Area Number 71
Statement of Revenue and Expenditures
Budget and Actual - General Fund
Years end December 31, 2022 and 2021

	2022			2021		
	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Variance</u>
Revenues:						
Property revenues	\$ 500,787	\$ 174,319	\$ (326,468)	\$ 434,031	\$ 280,944	\$ (153,087)
TIF rebates	28,933	-	(28,933)	3,165	-	(3,165)
Other-Estimated Late Collections & Interest	113,689	9	(113,680)	98,000	62	(97,938)
<u>Total revenues</u>	<u>643,409</u>	<u>174,328</u>	<u>(469,081)</u>	<u>535,196</u>	<u>281,006</u>	<u>(254,190)</u>
Expenses & Programs:						
1.00 Customer Attraction	27,000	7,930	(19,070)	25,000	16,672	(8,328)
2.00 Public Way Aesthetics	191,903	103,275	(88,628)	150,525	63,208	(87,317)
3.00 Sustainability & Public Places	500	-	(500)	500	150	(350)
4.00 Economic/Development	42,000	18,104	(23,896)	42,000	7,551	(34,449)
5.00 Safety Programs	260,000	167,527	(92,473)	260,000	115,048	(144,952)
6.00 SSA Management	28,445	29,007	562	28,445	25,016	(3,429)
7.00 Personnel	93,561	93,561	-	93,561	92,361	(1,200)
<u>Totals Expenditures</u>	<u>643,409</u>	<u>419,404</u>	<u>(224,005)</u>	<u>600,031</u>	<u>320,006</u>	<u>(280,025)</u>
<u>Excess of revenues over (under) expenditures</u>	-	(245,076)	(245,076)	(64,835)	(39,000)	25,835
<u>Carryover</u>	<u>13,000</u>	<u>-</u>	<u>(13,000)</u>	<u>68,000</u>	<u>-</u>	<u>(68,000)</u>
<u>Net revenues in excess of expenditures</u>	<u>\$ 13,000</u>	<u>\$ (245,076)</u>	<u>\$ (258,076)</u>	<u>\$ 3,165</u>	<u>\$ (39,000)</u>	<u>\$ (42,165)</u>

Roseland Special Service Area Number 71
(Calumet Area Industrial Commission, Contractor)
Notes to Financial Statements
December 31, 2022 and 2021

Summary of Accounting Policies

Nature of Reporting Entity

Special Service Area (SSA) # 71 is a taxing district authorized by the City of Chicago and located in Chicago, Illinois. Its scope of services is to fund activities to improve and enhance the Roseland Area commercial retail 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, 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.

Income Taxes

For tax filings, the Organization is monitored for compliance by the Calumet Area Industrial Commission, which is a not-for-profit organization that is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and is not classified by the Internal Revenue Service as a private foundation.

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.

Roseland Special Service Area Number 71
(Calumet Area Industrial Commission, Contractor)
Notes to Financial Statements
December 31, 2022 and 2021

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.

Roseland Special Service Area Number 71
(Calumet Area Industrial Commission, Contractor)
Notes to Financial Statements
December 31, 2022 and 2021

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 appropriate 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 SSA's share to the City of Chicago who then remits the monies to the SSA.

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.

Roseland Special Service Area Number 71
(Calumet Area Industrial Commission, Contractor)
Notes to Financial Statements
December 31, 2022 and 2021

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, 2022 and 2021, the Commission's bank balance was \$ 11,001 and \$ 219,077, respectively.

Receivables

Property tax receivables as of December 31, 2022 and 2021 in the amounts of \$ 604,476 and \$ 625,000 respectively for both years are presented net of an allowance for uncollectible taxes as of December 31, 2022 and 2021 in the amount of \$ 10,000 and \$ 10,000, 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. Tif receivables for both years were due to SSA #71. The TIF receivables are presented without an allowance for uncollectible amounts for each year 2021 and 2020 in the amount of \$ 28,933 and \$ 3,165, respectively.

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.

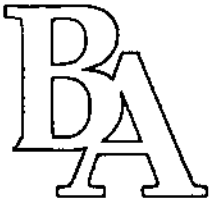
Concentration of Credit Risk

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

Related Party Transactions

The Organization is an affiliate of Special Service Area Number 71 and Calumet Area Industrial Commission. During the years ended December 31, 2022 and 2021 Special Service Area Number 71 and the Calumet Area Industrial Commission as the sole service provider to administer and provide direct services on behalf of the Organization which has no employees.

The Special Service Area was charged for repayment of advances by Calumet Area Industrial Commission for various Expenses & Program cost as of December 31, 2022, and 2021 in the amount of \$ 27,067 and \$ 16,281 respectively. In addition, the commission was charged as of December 31, 2022, and 2021 \$ 66,120 and \$ 64,415 respectively for employee and administrative costs. Reimbursements of advances and administrative costs to Calumet Area Industrial Commission totaled \$ 93,187 and \$ 80,696 respectively.



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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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The comparison schedules of actual revenues and expenses to budget for the years ended December 31, 2022 and 2021 on pages 13-15, are presented for comparison and analysis purposes only and are not a required part of the financial statements but are required by the City of Chicago Department of Housing and Economic Development and the City of Chicago Roseland Special Service Area Number 71. The supplementary information is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subject to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Bravos & Associates CPAs

April 21, 2023
Schaumburg, Illinois

Roseland Special Service Area Number 71
Detail Schedule of Revenues and Expenditures
Budget and Actual - General Fund
Year ended December 31, 2022

	2022		Over (Under) Variance
	Budget	Actual	
Revenues:			
Property revenues	\$ 500,787	\$ 174,319	\$ (326,468)
TIF Rebates	28,933	-	(28,933)
Other-Estimated Late Collections & Interest	113,689	9	(113,680)
<u>Total revenues</u>	<u>643,409</u>	<u>174,328</u>	<u>(469,081)</u>
Expenses & Programs:			
<u>1.00 Customer Attraction</u>			
1.01 Website	1,500	-	(1,500)
1.02 Special Events	5,000	650	(4,350)
1.04 Social Media Management	1,500	-	(1,500)
1.05 Decorative Banners	10,000	-	(10,000)
1.06 Holiday Decorations	6,000	7,280	1,280
1.07 Print Materials	3,000	-	(3,000)
<u>Totals</u>	<u>27,000</u>	<u>7,930</u>	<u>(19,070)</u>
<u>2.00 Public Way Aesthetics</u>			
2.01 Acid Etching Removal and/or Prevention	-	-	-
2.02 Landscaping (plants, water)	20,000	800	(19,200)
2.03 Façade Enhancement Program - Rebates	45,000	20,000	(25,000)
2.05 Streetscape Elements	10,000	-	(10,000)
2.06 Public Art	10,000	-	(10,000)
2.07 Sidewalk Maintenance-Materials & Supplies	6,000	72,875	66,875
2.08 Sidewalk Maintenance-Service Contracts	67,000	9,600	(57,400)
2.10 City Permits	2,000	-	(2,000)
2.11 Snow Removal	31,378	-	(31,378)
2.12 Retail District Clean & Green Award	525	-	(525)
<u>Totals</u>	<u>191,903</u>	<u>103,275</u>	<u>(88,628)</u>
<u>3.00 Sustainability & Public Places</u>			
3.01 Garbage/Recycling Material Programs	500	-	(500)

Roseland Special Service Area Number 71
Detail Schedule of Revenues and Expenditures
Budget and Actual - General Fund
Year ended December 31, 2022

	2022		Over (Under) Variance
	<u>Budget</u>	<u>Actual</u>	
<u>4.00 Economic/Development</u>			
4.01 Site Marketing	18,000	10,864	(7,136)
4.04 Shuttle Service Non-Personnel Expense	18,000	-	(18,000)
4.06 Strategic Planning	3,000	3,106	106
4.07 Impact-Market- Branding Study	3,000	4,134	1,134
<u>Totals</u>	<u>42,000</u>	<u>18,104</u>	<u>(23,896)</u>
<u>5.00 Safety Programs</u>			
5.01 Public Surveillance Cameras/Maintenance	80,000	-	(80,000)
5.02 Safety Improvement Program-Rebates	80,000	-	(80,000)
5.03 Security Patrol Services	100,000	167,527	67,527
<u>Totals</u>	<u>260,000</u>	<u>167,527</u>	<u>(92,473)</u>
<u>6.00 SSA Management</u>			
6.01 SSA Annual & Quarterly Report	-	-	-
6.02 SSA Audit	7,000	7,000	-
6.03 Bookkeeping	1,800	1,800	-
6.04 Office Rent	5,245	5,245	-
6.05 Office Utilities	2,000	2,000	-
6.06 Office Supplies	1,600	1,600	-
6.07 Office Equipment Lease/Maintenance	800	800	-
6.09 Postage	300	300	-
6.10 Meeting Expense	1,500	1,500	-
6.12 Bank Service Fees	1,200	4,762	3,562
6.12.1 Loan Interest	3,000	-	(3,000)
6.14 Equipment Purchase Maintenance	1,700	1,700	-
6.17 Liability /Property Insurance	200	200	-
6.18 Conferences & Training	500	500	-
6.19 IT Monitoring Services	1,000	1,000	-
6.20 Cell Phone	600	600	-
<u>Totals</u>	<u>28,445</u>	<u>29,007</u>	<u>562</u>

Roseland Special Service Area Number 71
Detail Schedule of Revenues and Expenditures
Budget and Actual - General Fund
Year ended December 31, 2022

	<u>2022</u>		<u>Over (Under)</u> <u>Variance</u>
	<u>Budget</u>	<u>Actual</u>	
<u>7.00 Personnel</u>			
7.01 President	18,819	20,000	1,181
7.02 Director of Economic Development	5,204	68,357	63,153
7.03 Project Manager	69,538	5,204	(64,334)
<u>Totals</u>	<u>93,561</u>	<u>93,561</u>	<u>-</u>
<u>Totals Expenses & Programs</u>	<u>643,409</u>	<u>419,404</u>	<u>(224,005)</u>
<u>Excess/(deficit) of Revenues over Expenditures</u>	<u>\$ -</u>	<u>\$ (245,076)</u>	<u>\$ 245,076</u>
Carryover Funds	<u>13,000</u>	<u>-</u>	<u>-</u>
Net Revenues in Excess/ (Deficit) of Expenditures	<u>\$ 13,000</u>	<u>\$ (245,076)</u>	<u>\$ (245,076)</u>

Roseland Special Service Area Number 71
(Calumet Area Industrial Commission, Contractor)
Schedule of Audit Findings
December 31, 2022 and 2021

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, 2022 and 2021. Based on our understanding of the agreement and the facts surrounding the performance under the agreement, we noted no exceptions.

Based on our understanding of the agreement and the facts surrounding the performance under the agreement, we noted no exceptions. Many contractual items were included in the agreement which dealt with non-accounting and non-financial matters of which we had no knowledge.

Significant Assumptions

	<u>2022</u>	<u>2021</u>
Current year Levy	\$ 487,787	\$ 434,031
Uncollected balance in prior year levies	113,689	98,000
Prior year deferred revenue was	633,409	628,165
Allowance for receivable loss collection is	10,000	10,000
Approximately	2.05%	2.30%



LICENSE NO.
066.003838
065.009475

The person, firm, or corporation whose name appears on this certificate has complied with the provisions of the Illinois Statutes and/or rules and regulations and is hereby authorized to engage in the activity as indicated below:

EXPIRES:
11/30/2024

PUBLIC ACCOUNTANT FIRM LICENSE



BRAVOS & ASSOCIATES
202 LYNNE DR
TWIN LAKES, WI 53181-8805



Mario Treto, Jr.

MARIO TRETO, JR.
SECRETARY

Cecilia Abundis

CECILIA ABUNDIS
DIRECTOR

The official status of this license can be verified at IDFPR.Illinois.gov

16864354

Cut on Dotted Line ✂

For future reference, IDFPR is now providing each person/business a unique identification number, 'Access ID', which may be used in lieu of a social security number, date of birth or FEIN number when contacting the IDFPR. Your Access ID is: 214560