



EDER, CASELLA & CO.

A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

cpas@edercasella.com
www.edercasella.com

5400 West Elm Street, Suite 203
McHenry, Illinois 60050
Telephone: (815) 344-1300
Fax: (815) 344-1320

509 West Old Northwest Highway, Suite 102
Barrington, Illinois 60010
Telephone: (847) 382-3366
Fax: (847) 382-0608

GRAYSLAKE COMMUNITY PARK DISTRICT LAKE COUNTY, ILLINOIS

ANNUAL FINANCIAL REPORT

MAY 31, 2014

GRAYSLAKE COMMUNITY PARK DISTRICT
TABLE OF CONTENTS
MAY 31, 2014

	PAGE
INDEPENDENT AUDITOR'S REPORT	1
REQUIRED SUPPLEMENTARY INFORMATION	
Management's Discussion and Analysis	3
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	9
Statement of Activities	10
Fund Financial Statements	
Balance Sheet – Governmental Funds	11
Reconciliation of the Balance Sheet to the Statement of Net Position	12
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	13
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	14
Statement of Fiduciary Net Position – Lake Management Fund	15
Statement of Changes in Fiduciary Net Position – Lake Management Fund	16
Notes to Financial Statements	17
REQUIRED SUPPLEMENTARY INFORMATION	
Illinois Municipal Retirement Fund – Schedule of Funding Progress	31
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	32
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Recreation Fund	34

GRAYSLAKE COMMUNITY PARK DISTRICT
TABLE OF CONTENTS
MAY 31, 2014

	PAGE
REQUIRED SUPPLEMENTARY INFORMATION (Continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Special Recreation Fund	36
Notes to Required Supplementary Information	37
SUPPLEMENTAL FINANCIAL INFORMATION	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Debt Service Fund	38
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Capital Projects Fund	39
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Capital Project Fund – 2014 Bond Project Fund	40
Combining Balance Sheet – Other Governmental Funds	41
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances – Other Governmental Funds	42
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Liability Insurance Fund	43
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Audit Fund	44
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Retirement Fund	45
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Paving and Lighting Fund	46
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Natural History Fund	47
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Special Revenue Fund – Social Security Fund	48



EDER, CASELLA & CO.

A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

cpas@edercasella.com
www.edercasella.com

5400 West Elm Street, Suite 203
McHenry, Illinois 60050
Telephone: (815) 344-1300
Fax: (815) 344-1320

509 West Old Northwest Highway, Suite 102
Barrington, Illinois 60010
Telephone: (847) 382-3366
Fax: (847) 382-0608

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Grayslake Community Park District
Grayslake, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of

GRAYSLAKE COMMUNITY PARK DISTRICT

as of and for the year ended May 31, 2014, and the related notes to the financial statements, which collectively comprise the Park District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 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 position of the governmental activities, each major fund, and the aggregate remaining fund information of Grayslake Community Park District as of May 31, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of funding progress, and budgetary comparison information on pages 3 through 8 and 31 through 37 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 audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Grayslake Community Park District's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental financial information listed in the table of contents is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected 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.

Eder, Casella & Co.

EDER, CASELLA & CO.
Certified Public Accountants

McHenry, Illinois
August 20, 2014

REQUIRED SUPPLEMENTARY INFORMATION

Grayslake Community Park District

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Grayslake Community Park District (Park District), we offer readers of the Park District's statements this narrative overview and analysis of the financial activities of the Park District for the fiscal year ended May 31, 2014.

FINANCIAL HIGHLIGHTS

- The net position of the Park District was \$19,731,907 at May 31, 2014.
- The Park District's total net position decreased by \$166,599.
- At May 31, 2014, the Park District's governmental funds reported combined ending fund balances of \$2,776,604, an increase of \$1,850,784 from the prior year.
- The Park District's total fixed assets decreased by \$398,954 during the year ended May 31, 2014. The key factors in this decrease were current year depreciation offset by approximately \$329,000 in fixed asset additions.
- The Park District's total long-term debt increased by \$1,918,232 during the year ended May 31, 2014. The key factors in this increase were the issuance of refunding bonds offset by the retirement of the 2004 bonds, 2006 bonds, and 2008 debt certificates.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Park District's basic financial statements. The Park District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the Park District's finances in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the Park District's assets and deferred outflows of resources, less its liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Park District is improving or deteriorating.

The Statement of Activities presents information showing how the Park District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements distinguish functions of the Park District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Park District include general government, providing and maintaining open space and culture and recreation. The Park District does not conduct any business-type activities.

The government-wide financial statements can be found on pages 9 and 10 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Park District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Park District are governmental funds.

Governmental funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Park District's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Park District maintains thirteen individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Recreation Fund, Special Recreation Fund, Debt Service Fund, Capital Projects Fund and 2014 Debt Project Fund, which are considered to be the Park District's only major funds. Data from the other six governmental funds are combined into a single, aggregated presentation.

The basic governmental fund financial statements can be found on pages 11 through 14 of this report.

Fiduciary funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the Park District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of the funds are not available to support the Park District's own programs. The Park District has one fiduciary fund: the Lake Management Fund. The Lake Management Fund is used to account for assets held by the Park District as an agent for individuals, private organizations, and other governments. This fund is custodial in nature and does not involve the measurement of results of operations.

The basic fiduciary fund financial statements can be found on pages 15 and 16 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 through 30 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Park District's progress in meeting its obligation to provide as fully adequate as possible services to its residents.

The Park District adopts an annual budget and appropriation ordinance for all funds. A budgetary comparison statement, which is required supplementary information, has been provided for the General Fund and each major special revenue fund to demonstrate compliance with this budget.

The appropriation comparison statements and related notes can be found on pages 32 through 37 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Park District, net position was \$19,731,907 at May 31, 2014. The following table presents a summary of the Park District's net position for the years ended May 31, 2014 and May 31, 2013:

Grayslake Community Park District's Statement of Net Position

	Governmental Activities	
	5/31/2014	5/31/2013
Assets		
Current and Other Assets	\$ 6,032,413	\$ 3,893,301
Capital Assets	23,519,638	23,918,592
Total Assets	<u>\$ 29,552,051</u>	<u>\$ 27,811,893</u>
Deferred Outflows of Resources	<u>\$ 167,594</u>	<u>\$ -</u>
Liabilities		
Long-Term Liabilities Outstanding	\$ 6,683,358	\$ 4,648,088
Other Liabilities	597,480	253,482
Total Liabilities	<u>\$ 7,280,838</u>	<u>\$ 4,901,570</u>
Deferred Inflows of Resources	<u>\$ 2,706,900</u>	<u>\$ -</u>
Net Position		
Net Investment in Capital Assets	\$ 19,066,109	\$ 19,274,022
Restricted	958,782	1,335,492
Unrestricted	(292,984)	2,300,809
Total Net Position	<u>\$ 19,731,907</u>	<u>\$ 22,910,323</u>

One portion of the Park District's net position (97 percent) reflects its investment in capital assets (e.g., land, buildings, equipment, etc.); less any related debt used to acquire those assets that is still outstanding. The Park District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Park District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Park District's net position (15 percent) represents resources that are subject to external restrictions on how they may be used.

Governmental activities - The Park District's net position decreased by \$166,599 during the year ended May 31, 2014.

Grayslake Community Park District's Change in Net Position

	Governmental Activities	
	5/31/2014	5/31/2013
Revenues		
Program Revenues		
Charges for Services	\$ 1,174,246	\$ 1,048,718
Operating Grants and Contributions	16,556	65,000
Capital Grants and Contributions	107,931	179,813
General Revenues		
Property Taxes	2,682,900	2,702,403
Other Taxes	20,027	19,109
Other	13,687	23,463
Gain/(Loss) on Sale of Capital Assets	4,570	-
Transfers	(3,000)	-
Total Revenues	<u>\$ 4,016,917</u>	<u>\$ 4,038,506</u>
Expenses		
General Government	\$ 1,443,894	\$ 1,449,784
Park Maintenance	782,921	796,358
Culture and Recreation	973,276	909,349
Interest and Fees	335,405	222,085
Depreciation	648,020	518,683
Total Expenses	<u>\$ 4,183,516</u>	<u>\$ 3,896,259</u>
Increase/(Decrease) in Net Position	\$ (166,599)	\$ 142,247
Net Position - Beginning of Year	22,910,323	22,833,390
Net Position Adjustment	(3,011,817)	(65,314)
Net Position - End of Year	<u>\$ 19,731,907</u>	<u>\$ 22,910,323</u>

- Charges for Services increased by \$125,528 during the year ended May 31, 2014 due mainly to an increase in program fee income.
- Expenses increased \$287,257 (7 percent) over the previous year. The increase was primarily due to higher interest and fees paid on the Park District's debt and higher depreciation expense.

FINANCIAL ANALYSIS OF THE PARK DISTRICT'S FUNDS

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

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

At May 31, 2014, the Park District's governmental funds reported combined ending fund balances of \$2,776,604, an increase of \$1,850,784 in comparison with the prior year. None of this fund balance is available for spending at the Park District's discretion as unassigned fund balance is \$(332,539).

The General Fund is the chief operating fund of the Park District. At May 31, 2014, unassigned fund balance of the General Fund was \$211,602. The fund balance of the Park District's General Fund increased by \$24,531 during the year ended May 31, 2014.

The Recreation Fund is a special revenue fund used to track revenues and expenditures related to recreation services. At May 31, 2014, total fund balance of the Recreation Fund was \$140,529. The fund balance of the Recreation Fund decreased by \$13,233 during the year ended May 31, 2014.

The Special Recreation Fund is a special revenue fund used to track revenues and expenditures related to special recreation services. At May 31, 2014, total fund balance of the Special Recreation Fund was \$593,541. The fund balance of the Special Recreation Fund decreased by \$21,539 during the year ended May 31, 2014.

The Capital Projects Fund and the 2014 Debt Project Fund are both capital project funds used to track the financial resources to be used for the acquisition or construction of capital projects. At May 31, 2014, total fund balance of the Capital Projects Fund and the 2014 Debt Project Fund was \$(515,842) and \$1,954,144, respectively. The fund balances of the Capital Projects Fund and the 2014 Debt Project Fund decreased by \$10,078 and increased by \$1,954,144, respectively, during the year ended May 31, 2014. The 2014 Debt Projects Fund increased due to the refunding of older bond issuances and debt certificates.

General Fund Budgetary Highlights

Significant differences between budget and actual revenues and expenditures are summarized as follows:

- The difference between estimated revenues and actual revenues was \$1,504 (unfavorable). This is primarily due to property taxes being less than anticipated.
- The difference between budgeted expenditures and actual expenditures was \$68,945 (favorable). This is primarily due to debt payments that were budgeted for but not spent.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets. The Park District's investment in capital assets for its governmental activities as of May 31, 2014 amounts to \$23,519,638 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, vehicles, and machinery and equipment.

Major capital asset events during the current fiscal year included the following:

- Construction at Jaycee Park for \$100,458
- Construction at Cullen Park for \$64,050
- Construction at Jones Island for \$30,415

Grayslake Community Park District's Capital Assets

(net of depreciation)

	Governmental Activities	
	5/31/2014	05/31/13
Land	\$ 13,551,853	\$ 13,551,853
Construction in Progress	155,318	-
Land Improvements	5,581,221	5,841,312
Buildings	3,379,944	3,560,570
Vehicles	89,900	94,194
Machinery and Equipment	761,402	870,663
Total	<u>\$ 23,519,638</u>	<u>\$ 23,918,592</u>

Additional information on the Park District's capital assets can be found in note 4 on page 24 of this report.

Long-term debt. At May 31, 2014, the Park District had total long-term debt outstanding of \$6,541,853, which is backed by the full faith and credit of the Park District.

Grayslake Community Park District's Outstanding Debt

	Governmental Activities	
	5/31/2014	5/31/2013
Debt Certificates	\$ -	\$ 655,000
Bonds	6,540,000	3,965,000
Equipment Loan	1,853	3,621
Total	<u>\$ 6,541,853</u>	<u>\$ 4,623,621</u>

The Park District's total debt increased by \$1,918,232 during the year ended May 31, 2014. The key factors in this increase were the issuance of refunding bonds offset by the retirement of the 2004 and 2006 bonds and the 2008 debt certificates.

Additional information on the Park District's long-term debt can be found in note 5 on pages 24 and 25 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The equalized assessed valuation (EAV) of the Park District for 2013 is \$497,075,725. That represents a decrease in EAV of \$52,137,165 over the prior year's EAV.

The Park District considered the following factors in preparing the budget for the Park District's 2015 fiscal year:

- \$770,000 of bond proceeds will be spent on various capital projects.
- Anticipated grant of \$400,000 for Jones Island project

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Park District's finances for all those with an interest in the Park District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Grayslake Community Park District, 240 Commerce Dr., Grayslake, IL 60030.

BASIC FINANCIAL STATEMENTS

GRAYSLAKE COMMUNITY PARK DISTRICT
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
MAY 31, 2014

	<u>Governmental Activities</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,339,458
Restricted Cash and Cash Equivalents	148,462
Restricted Investments	1,806,000
Prepaid Expenses	50,115
Receivables (Net of Allowance for Estimated Uncollectible Amounts)	
Accounts Receivable	132,739
Property Taxes	2,555,639
Capital Assets	
Land	13,551,853
Other Capital Assets, Net of Depreciation	9,967,785
Total Assets	<u>\$ 29,552,051</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Loss on Refunding, Net of Amortization	\$ 167,594
Total Deferred Outflows of Resources	<u>\$ 167,594</u>
 LIABILITIES	
Cash Overdraft	\$ 259,873
Accounts Payable	83,589
Accrued Expenses	84,910
Unearned Revenue - Program Fees	169,108
Non-Current Liabilities	
Due Within One Year	281,768
Due in More Than One Year	6,401,590
Total Liabilities	<u>\$ 7,280,838</u>
 DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenue - Property Taxes	\$ 2,706,900
Total Deferred Inflows of Resources	<u>\$ 2,706,900</u>
 NET POSITION	
Net Investment in Capital Assets	\$ 19,066,109
Restricted for:	
Liability Insurance	31,061
Audit	47,769
Retirement	28,689
Natural History	230,993
Paving and Lighting	27,237
Special Recreation	593,033
Unrestricted/(Deficit)	<u>(292,984)</u>
Total Net Position	<u>\$ 19,731,907</u>

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED MAY 31, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
General Government	\$ 1,443,894	\$ -	\$ -	\$ -	\$ (1,443,894)
Park Maintenance	782,921	-	-	-	(782,921)
Culture and Recreation	973,276	1,174,246	16,556	107,931	325,457
Interest and Fees on Long-Term Debt	335,405	-	-	-	(335,405)
Depreciation - Unallocated	648,020	-	-	-	(648,020)
Total Primary Government	\$ 4,183,516	\$ 1,174,246	\$ 16,556	\$ 107,931	\$ (2,884,783)
General Revenues					
Taxes					
Property Tax, Levied for General Purposes					\$ 2,682,900
Personal Property Replacement Taxes					20,027
Unrestricted Investment Earnings					681
Gain/(Loss) on Sale of Capital Assets					4,570
Miscellaneous					13,006
Transfers					(3,000)
Total General Revenues and Transfers					\$ 2,718,184
Change in Net Position					\$ (166,599)
Net Position - June 1, 2013					22,910,323
Net Position Adjustment (Note 13)					(3,011,817)
Net Position - May 31, 2014					\$ 19,731,907

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
FUND FINANCIAL STATEMENTS
BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2014

	General Fund	Recreation Fund	Special Recreation Fund	Debt Service Fund	Capital Projects Fund	2014 Debt Project Fund	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash and Cash Equivalents	\$ 334,414	\$ -	\$ 607,223	\$ 35,460	\$ -	\$ -	\$ 362,361	\$ 1,339,458
Restricted Cash and Cash Equivalents	-	-	-	-	-	148,462	-	148,462
Restricted Investments	-	-	-	-	-	1,806,000	-	1,806,000
Prepaid Expenses	-	1,544	-	48,571	-	-	-	50,115
Receivables (Net of Allowance for Estimated Uncollectible Amounts)								
Accounts Receivable	-	132,739	-	-	-	-	-	132,739
Property Taxes	898,718	663,170	186,761	478,054	-	-	328,936	2,555,639
Total Assets	\$ 1,233,132	\$ 797,453	\$ 793,984	\$ 562,085	\$ -	\$ 1,954,462	\$ 691,297	\$ 6,032,413
LIABILITIES								
Cash Overdraft	\$ -	\$ 37,204	\$ -	\$ -	\$ 222,669	\$ -	\$ -	\$ 259,873
Accounts Payable	59,717	18,666	1,613	-	301	318	2,974	83,589
Accrued Expenses	12,398	23,941	-	-	-	-	-	36,339
Due to Other Funds	-	(292,872)	-	-	292,872	-	-	-
Unearned Revenue - Program Fees	-	169,108	-	-	-	-	-	169,108
Total Liabilities	\$ 72,115	\$ (43,953)	\$ 1,613	\$ -	\$ 515,842	\$ 318	\$ 2,974	\$ 548,909
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue - Property Taxes	\$ 949,415	\$ 700,877	\$ 198,830	\$ 507,017	\$ -	\$ -	\$ 350,761	\$ 2,706,900
Total Deferred Inflows of Resources	\$ 949,415	\$ 700,877	\$ 198,830	\$ 507,017	\$ -	\$ -	\$ 350,761	\$ 2,706,900
FUND BALANCES								
Nonspendable	\$ -	\$ 1,544	\$ -	\$ 48,571	\$ -	\$ -	\$ -	\$ 50,115
Restricted for:								
Liability Insurance	-	-	-	-	-	-	31,061	31,061
Audit	-	-	-	-	-	-	47,769	47,769
Retirement	-	-	-	-	-	-	28,689	28,689
Natural History	-	-	-	-	-	-	230,993	230,993
Paving and Lighting	-	-	-	-	-	-	27,237	27,237
Capital Improvements	-	-	-	-	-	1,953,902	-	1,953,902
Special Recreation	-	-	593,033	-	-	-	-	593,033
Assigned for:								
Liability Insurance	-	-	-	-	-	-	12	12
Audit	-	-	-	-	-	-	12	12
Retirement	-	-	-	-	-	-	22	22
Natural History	-	-	-	-	-	-	58	58
Paving and Lighting	-	-	-	-	-	-	8	8
Capital Improvements	-	-	-	-	-	242	-	242
Special Recreation	-	-	508	-	-	-	-	508
Debt Service	-	-	-	6,497	-	-	-	6,497
Recreation	-	138,985	-	-	-	-	-	138,985
Unassigned	211,602	-	-	-	(515,842)	-	(28,299)	(332,539)
Total Fund Balances	\$ 211,602	\$ 140,529	\$ 593,541	\$ 55,068	\$ (515,842)	\$ 1,954,144	\$ 337,562	\$ 2,776,604
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,233,132	\$ 797,453	\$ 793,984	\$ 562,085	\$ -	\$ 1,954,462	\$ 691,297	\$ 6,032,413

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
 MAY 31, 2014

Total Fund Balances - Governmental Funds		\$	2,776,604
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>			
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p>			
Capital Assets, net of accumulated depreciation			23,519,638
<p>Deferred charges and credits for debt issue discounts or premiums and other debt issue costs are not financial resources and therefore are not reported in the funds.</p>			
Bond Discounts, net of related amortization	\$	65,400	
Bond Premiums, net of related amortization		(99,132)	
Loss on Refunding, net of related amortization		167,594	
		167,594	133,862
<p>Some liabilities are not due and payable in the current period and therefore are not reported in the funds.</p>			
Bonds and Notes Payable	\$	(6,541,853)	
Compensated Absences		(107,773)	
Accrued Interest on Long-Term Debt		(48,571)	
		(48,571)	(6,698,197)
Net Position of Governmental Activities			\$ 19,731,907

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED MAY 31, 2014

	General Fund	Recreation Fund	Special Recreation Fund	Debt Service Fund	Capital Projects Fund	2014 Debt Project Fund	Other Governmental Funds	Total Governmental Funds
REVENUES								
Property Taxes	\$ 916,206	\$ 681,466	\$ 218,120	\$ 523,436	\$ -	\$ -	\$ 343,672	\$ 2,682,900
Personal Property Replacement Taxes	20,027	-	-	-	-	-	-	20,027
Grants and Donations	-	4,653	-	-	110,764	-	-	115,417
Developer Donations	-	-	-	-	9,070	-	-	9,070
Interest Income	95	22	164	37	4	242	117	681
Facility Fees	-	12,456	-	-	-	-	-	12,456
Recreation Program Fees	-	1,075,642	-	-	-	-	-	1,075,642
Golf Course Fees	-	77,206	-	-	-	-	-	77,206
Concessions	-	2,445	-	-	-	-	-	2,445
Affiliate Fees	-	6,497	-	-	-	-	-	6,497
Other Income	10,220	2,442	344	-	-	-	-	13,006
	<u>\$ 946,548</u>	<u>\$ 1,862,829</u>	<u>\$ 218,628</u>	<u>\$ 523,473</u>	<u>\$ 119,838</u>	<u>\$ 242</u>	<u>\$ 343,789</u>	<u>\$ 4,015,347</u>
EXPENDITURES								
Current								
General Government	\$ 328,632	\$ 749,769	\$ -	\$ -	\$ -	\$ -	\$ 350,570	\$ 1,428,971
Park Maintenance	542,320	241,260	-	-	-	-	-	783,580
Culture and Recreation	-	833,020	92,545	-	-	-	39,906	965,471
Capital Outlay	2,284	-	147,622	-	129,916	-	-	279,822
Debt Service								
Principal	-	-	-	426,768	-	-	-	426,768
Interest and Fees	-	-	-	238,853	-	-	-	238,853
	<u>\$ 873,236</u>	<u>\$ 1,824,049</u>	<u>\$ 240,167</u>	<u>\$ 665,621</u>	<u>\$ 129,916</u>	<u>\$ -</u>	<u>\$ 390,476</u>	<u>\$ 4,123,465</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 73,312</u>	<u>\$ 38,780</u>	<u>\$ (21,539)</u>	<u>\$ (142,148)</u>	<u>\$ (10,078)</u>	<u>\$ 242</u>	<u>\$ (46,687)</u>	<u>\$ (108,118)</u>
OTHER FINANCING SOURCES/(USES)								
Transfers	\$ (56,781)	\$ (52,013)	\$ -	\$ 105,794	\$ -	\$ -	\$ -	\$ (3,000)
2014 Bonds Capital Outlay	-	-	-	-	-	(102,450)	-	(102,450)
Proceeds from Long-Term Debt	-	-	-	-	-	6,546,000	-	6,546,000
Premium on Bonds	-	-	-	-	-	99,132	-	99,132
Discount on Bonds	-	-	-	-	-	(65,400)	-	(65,400)
Issuance Costs	-	-	-	-	-	(139,476)	-	(139,476)
Payment to Escrow Agent	-	-	-	-	-	(4,383,904)	-	(4,383,904)
Proceeds from Sale of Fixed Assets	8,000	-	-	-	-	-	-	8,000
	<u>\$ (48,781)</u>	<u>\$ (52,013)</u>	<u>\$ -</u>	<u>\$ 105,794</u>	<u>\$ -</u>	<u>\$ 1,953,902</u>	<u>\$ -</u>	<u>\$ 1,958,902</u>
NET CHANGE IN FUND BALANCES	\$ 24,531	\$ (13,233)	\$ (21,539)	\$ (36,354)	\$ (10,078)	\$ 1,954,144	\$ (46,687)	\$ 1,850,784
FUND BALANCES - JUNE 1, 2013	172,510	175,893	615,080	91,422	(501,462)	-	384,249	937,692
FUND BALANCE ADJUSTMENT (NOTE 13)	14,561	(22,131)	-	-	(4,302)	-	-	(11,872)
FUND BALANCES - MAY 31, 2014	<u>\$ 211,602</u>	<u>\$ 140,529</u>	<u>\$ 593,541</u>	<u>\$ 55,068</u>	<u>\$ (515,842)</u>	<u>\$ 1,954,144</u>	<u>\$ 337,562</u>	<u>\$ 2,776,604</u>

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED MAY 31, 2014

Net Change in Fund Balances - Total Governmental Funds \$ 1,850,784

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

Depreciation Expense	\$ (648,020)	
Capital Outlays	<u>372,183</u>	
		(275,837)

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the undepreciated balance of the capital assets sold.

Proceeds from Sale of Capital Assets		(3,430)
--------------------------------------	--	---------

Long-term debt proceeds provide current financial resources to governmental funds and are therefore shown as revenue in the Statement of Revenues, Expenditures, and Changes in Fund Balance, but issuing debt increases long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Long-Term Debt Proceeds	\$ (6,546,000)	
Payments to the Escrow Agent	4,383,904	
Premium on Long-Term Debt Issued	(99,132)	
Discount on Long-Term Debt Issued	<u>65,400</u>	
		(2,195,828)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Bond Discount - Amortization	\$ (708)	
Accrued Interest on Long-Term Debt	41,536	
Bond Premium - Amortization	2,095	
Compensated Absences	<u>(11,979)</u>	
		30,944

Repayment of long-term debt requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures, and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Repayment of Long-Term Debt		<u>426,768</u>
-----------------------------	--	----------------

Change in Net Position of Governmental Activities		<u><u>\$ (166,599)</u></u>
---	--	----------------------------

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 STATEMENT OF FIDICIARY NET POSITION
 LAKE MANAGEMENT FUND
 MAY 31, 2014

ASSETS	
Receivables (Net of Allowance for Estimated Uncollectible Amounts)	
Accounts Receivable	\$ 107
Total Assets	\$ 107
 LIABILITIES	
Cash Overdraft	\$ 623
Accounts Payable	499
Total Liabilities	\$ 1,122
 NET POSITION	
Unassigned	\$ (1,015)
Total Net Position	\$ (1,015)
 Total Liabilities and Net Position	 \$ 107

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
 FUND FINANCIAL STATEMENTS
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 LAKE MANAGEMENT FUND
 FOR THE YEAR ENDED MAY 31, 2014

REVENUES	
Grants	\$ 500
Donations	6,525
Total Revenues	<u>\$ 7,025</u>
EXPENDITURES	
Current	
Special Projects	\$ 7,083
Total Expenditures	<u>\$ 7,083</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (58)
OTHER FINANCING SOURCES/(USES)	
Transfers	<u>3,000</u>
NET CHANGE IN NET POSITION	\$ 2,942
NET POSITION - JUNE 1, 2013	<u>(3,957)</u>
NET POSITION - MAY 31, 2014	<u><u>\$ (1,015)</u></u>

The Notes to Financial Statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Grayslake Community Park District (Park District) is duly organized and existing under the provisions of the laws of the State of Illinois. The Park District operates under the Park District Code of the State of Illinois, and all laws amendatory thereto. The Park District operates under the board-manager form of government and provides a variety of recreational facilities, programs, and services.

The Park District's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies used by the Park District are discussed below.

A. *Reporting Entity*

The accompanying financial statements comply with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities, and functions that comprise the Park District. Component units are legally separate entities for which the Park District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the Park District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the Park District. Using these criteria, the Park District has no component units. In addition, the Park District is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

B. *Basic Financial Statements – Government-Wide Statements*

The Park District's basic financial statements include both government-wide (reporting the Park District as a whole) and fund (reporting the Park District's major funds) financial statements. Both the government-wide and fund financial statements categorize primary activities as governmental activities. The Park District's general government, park maintenance, and culture and recreation functions are classified as governmental activities. The Park District does not conduct any business-type activities.

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

The government-wide Statement of Activities reports both the gross and net cost of each of the Park District's functions. The functions are also supported by general government revenues (property taxes, personal property replacement taxes, interest income, etc). The Statement of Activities reduces gross expenses (including

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. *Basic Financial Statements – Government-Wide Statements (Continued)*

depreciation) by related program revenues, operating, and capital grants. Program revenues must be directly associated with the function (general government, park maintenance, and culture and recreation). Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, personal property replacement taxes, interest income, etc.).

The Park District does not allocate indirect costs.

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

C. *Basic Financial Statements – Fund Financial Statements*

The financial transactions of the Park District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of all governmental funds) for the determination of major funds. The nonmajor funds are combined in a single column in the fund financial statements.

The following fund types are used by the Park District:

Governmental Funds - The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The activities reported in these funds are reported as governmental activities in the government-wide financial statements. The Park District reports these governmental funds and fund types:

General Fund – The General Fund is the general operating fund of the Park District. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – The Special Revenue Funds (Recreation, Special Recreation, Liability Insurance, Audit, Retirement, Paving and Lighting, Natural History, and Social Security) are used to account for the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. *Basic Financial Statements – Fund Financial Statements (Continued)*

Governmental Funds (Continued)

Debt Service Fund – The Debt Service Fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the periodic payment of principal, interest, and related fees on general long-term debt.

Capital Project Funds – Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of capital projects.

Fiduciary Funds – Fiduciary Funds are used to account for assets held by the Park District in a trustee capacity or as an agent for a third party (individuals, private organizations, or other governments).

D. *Basis of Accounting*

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Property tax revenues are recognized in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements are met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or within 60 days after year-end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

E. *Cash and Cash Equivalents and Investments*

Separate bank accounts are not maintained for all Park District funds. Instead, the funds maintain their cash balances in a common money market account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain of the funds participating in the common bank account will incur overdrafts (deficits) in the account. Such overdrafts in effect constitute cash borrowed from other Park District funds and are, therefore, interfund loans that have not been authorized by Park District Board action.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. *Cash and Cash Equivalents and Investments* (Continued)

The following Park District funds had a cash overdraft at May 31, 2014:

Recreation	\$	37,204
Capital Projects		222,669
Lake Management		623

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with an original maturity of three months or less from the date of acquisition. Cash equivalents are accounted for at cost, which approximates market.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains or losses on the sale of investments are recognized as they are incurred.

F. *Receivables*

All receivables are reported net of estimated uncollectible amounts.

G. *Prepaid Expenses*

Prepaid expenses are for payments made by the Park District in the current year for goods and services received in the subsequent fiscal year.

H. *Inventories*

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. No inventories are maintained by the Park District.

I. *Interfund Activity*

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

J. *Capital Assets*

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line half-year basis over the following estimated useful lives:

Land Improvements	20 years
Buildings	50 years
Vehicles	8 years
Machinery and Equipment	5 -20 years

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. *Deferred Outflows and Inflows of Resources*

In addition to assets and liabilities, the Balance Sheet and Statements of Net Position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resource until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resource until that time.

L. *Compensated Absences*

Vacation and sick time benefits are granted to employees in varying amounts to specified maximums depending on tenure with the Park District. A liability for the accrued but unused vacation and sick time is recorded on the government-wide financial statements.

M. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds on a straight-line basis. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

N. *Government-Wide Net Position*

Government-wide net position is divided into three components:

1. Net investment in capital assets – consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted net position – consists of net position that is restricted by the Park District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
3. Unrestricted net position – all other net position is reported in this category.

O. *Governmental Fund Balances*

Governmental fund balances are divided between nonspendable and spendable.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. *Governmental Fund Balances (Continued)*

Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

1. Restricted – Restricted fund balances are restricted when constraints are placed on the use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
2. Committed – Committed fund balances are amounts that can only be used for specific purposes as a result of constraints of the Board of Commissioners. Committed amounts cannot be used for any other purpose unless the Board of Commissioners removes those constraints by taking the same type of action (e.g. legislation, resolution, ordinance). Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
3. Assigned – Assigned fund balances are amounts that are constrained by the Park District's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by an appointed body (e.g. a budget or finance committee) or official to which the Board of Commissioners has delegated the authority to assign, modify or rescind amounts to be used for specific purposes.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as nonspendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the Park District itself. All other assigned fund balances are the residual amounts of the fund.

4. Unassigned – Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the General Fund. This classification is also used to represent negative fund balances in other funds.

The Park District permits funds to be expended in the following order: Restricted, Committed, Assigned and Unassigned.

P. *Property Tax Calendar and Revenues*

The Park District's property tax is levied each calendar year on all taxable real property located in the Park District's district on or before the last Tuesday in December. The 2013 levy was passed by the Board on November 20, 2013. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. *Property Tax Calendar and Revenues* (Continued)

are payable in two installments early in June and early in September of the following calendar year. The Park District receives significant distributions of tax receipts approximately one month after these dates.

Q. *Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Park District is allowed to invest in securities as authorized by the Illinois Compiled Statutes, Chapter 30, Act 235/Articles 2 and 6.

Custodial Credit Risk: Custodial credit risk is the risk that in the event of a bank failure, the Park District's deposits may not be returned to it. The Park District has a policy that all deposits and investments in excess of any insurance shall be collateralized by pledged securities and the market value of the pledged securities shall equal or exceed the portion of deposit requiring collateralization. As of May 31, 2014, \$14,939 of the Park District's bank balance of \$3,090,962 was exposed to custodial credit risk.

Investments

As of May 31, 2014, the Park District had the following investments and maturities:

Investment	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	5-10	More than 10
State Investment Pool	\$ 835,007	\$ 835,007	\$ -	\$ -	\$ -

The fair value of investments in the State Investment Pool is the same as the value of pool shares. The State Investment Pool is not SEC-registered, but does have regulatory oversight through the State of Illinois.

Interest Rate Risk. The Park District's formal investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State law limits investments based on credit risk. As of May 31, 2014, the Park District's investments were rated as follows:

Investment	Credit Rating	Rating Source
State Investment Pool	AAAm	Standards and Poor's

Concentration of Credit Risk. The Park District places no limit on the amount the Park District may invest in any one issuer. More than five percent of the Park District's investments are in the State Investment Pool (100%).

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 3 - RESTRICTED CASH AND CASH EQUIVALENTS AND INVESTMENTS

The 2014 Debt Project Fund reflects restricted cash and cash equivalents and investments balances in the amount of \$1,954,462 representing the amount the Park District has in bond proceeds at May 31, 2014.

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended May 31, 2014 was as follows:

	Balance June 1, 2013	Adjustment (Note 13)	Increases	Decreases	Balance May 31, 2014
Governmental Activities					
Capital Assets not being depreciated					
Land	\$ 13,551,853	\$ -	\$ -	\$ -	\$ 13,551,853
Construction in Progress	-	111,755	43,563	-	155,318
Total Capital Assets not being depreciated	<u>\$ 13,551,853</u>	<u>\$ 111,755</u>	<u>\$ 43,563</u>	<u>\$ -</u>	<u>\$ 13,707,171</u>
Other Capital Assets					
Land Improvements	\$ 8,843,959	\$ (7,398)	\$ 170,485	\$ -	\$ 9,007,046
Buildings	4,234,857	(111,755)	16,791	-	4,139,893
Vehicles	236,015	(2,678)	32,879	15,000	251,216
Machinery and Equipment	2,290,256	14,973	108,465	18,094	2,395,600
Total Other Capital Assets at Historical Cost	<u>\$ 15,605,087</u>	<u>\$ (106,858)</u>	<u>\$ 328,620</u>	<u>\$ 33,094</u>	<u>\$ 15,793,755</u>
Less Accumulated Depreciation for:					
Land Improvements	\$ 3,002,647	\$ (8,127)	\$ 431,305	\$ -	\$ 3,425,825
Buildings	674,287	475	85,187	-	759,949
Vehicles	141,821	16,919	17,576	15,000	161,316
Machinery and Equipment	1,419,593	115,317	113,952	14,664	1,634,198
Total Accumulated Depreciation	<u>\$ 5,238,348</u>	<u>\$ 124,584</u>	<u>\$ 648,020</u>	<u>\$ 29,664</u>	<u>\$ 5,981,288</u>
Other Capital Assets, Net	<u>\$ 10,366,739</u>	<u>\$ (231,442)</u>	<u>\$ (319,400)</u>	<u>\$ 3,430</u>	<u>\$ 9,812,467</u>
Governmental Activities Capital Assets, Net	<u>\$ 23,918,592</u>	<u>\$ (119,687)</u>	<u>\$ (275,837)</u>	<u>\$ 3,430</u>	<u>\$ 23,519,638</u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
Unallocated	<u>\$ 648,020</u>

NOTE 5 - LONG-TERM LIABILITY ACTIVITY

Long-term liability activity for the year ended May 31, 2014 was as follows:

	Balance June 1, 2013	Additions	Retirements	Balance May 31, 2014	Amounts Due Within One Year
Governmental Activities					
Long-Term Debt					
2004 G.O. Bond	\$ 2,600,000	\$ -	\$ 2,600,000	\$ -	\$ -
2006 G.O. Bond	1,365,000	-	1,365,000	-	-
2008 G.O. Debt Certificates	655,000	-	655,000	-	-
2014A G.O. Bond	-	3,135,000	-	3,135,000	60,000
2014B G.O. Bond	-	3,405,000	-	3,405,000	220,000
Petroleum Equipment Loan	3,621	-	1,768	1,853	1,768
Unamortized Discount	(4,252)	(65,400)	(4,252)	(65,400)	-
Unamortized Premium	20,949	99,132	20,949	99,132	-
Total Long-Term Debt	<u>\$ 4,640,318</u>	<u>\$ 6,573,732</u>	<u>\$ 4,638,465</u>	<u>\$ 6,575,585</u>	<u>\$ 281,768</u>
Other Long-Term Obligations					
Compensated Absences	<u>\$ 95,794</u>	<u>\$ 11,979</u>	<u>\$ -</u>	<u>\$ 107,773</u>	<u>\$ -</u>
Total Other Long-Term Obligations	<u>\$ 95,794</u>	<u>\$ 11,979</u>	<u>\$ -</u>	<u>\$ 107,773</u>	<u>\$ -</u>
Total Governmental Activities Long-Term Obligations	<u>\$ 4,736,112</u>	<u>\$ 6,585,711</u>	<u>\$ 4,638,465</u>	<u>\$ 6,683,358</u>	<u>\$ 281,768</u>

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 5 - LONG-TERM LIABILITY ACTIVITY (Continued)

Bonds and notes payable consisted of the following at May 31, 2014:

	Maturity Dates	Interest Rates	Face Amount	Carrying Amount
Governmental Activities				
General Obligation Limited Tax Park Bonds, Series 2014A	12/1/2037	2.5%-4.5%	\$ 3,135,000	\$ 3,135,000
General Obligation Refunding Park Bonds, Series 2014B	12/1/2027	2.0%-3.375%	3,405,000	3,405,000
Equipment Loan	4/19/2015	\$.15 per gallon	4,475	1,853

At May 31, 2014 the annual debt service requirements to service long-term debt attributable to governmental activities are:

Year Ending May 31	Principal	Interest	Total
2015	\$ 281,768	\$ 159,240	\$ 441,008
2016	285,085	215,738	500,823
2017	300,000	207,838	507,838
2018	305,000	199,538	504,538
2019	320,000	191,088	511,088
2020	335,000	182,238	517,238
2021	345,000	172,988	517,988
2022	390,000	162,638	552,638
2023	400,000	150,938	550,938
2024	420,000	138,938	558,938
2025	435,000	125,288	560,288
2026	455,000	110,731	565,731
2027	285,000	95,044	380,044
2028	135,000	84,644	219,644
2029	145,000	79,244	224,244
2030	155,000	73,444	228,444
2031	165,000	67,050	232,050
2032	175,000	60,244	235,244
2033	185,000	53,025	238,025
2034	195,000	45,394	240,394
2035	210,000	37,350	247,350
2036	220,000	27,900	247,900
2037	235,000	18,000	253,000
2038	165,000	7,425	172,425
	<u>\$ 6,541,853</u>	<u>\$ 2,665,965</u>	<u>\$ 9,207,818</u>

On March 12, 2014, the Park District issued general obligation bonds of \$6,450,000 (par value) to refund the Series 2004B and 2006 bonds and 2008 debt certificates. The Park District defeased these general obligation bonds and debt certificates by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Park District's financial statements. At May 31, 2014, \$4,008,082 of bonds is considered defeased.

NOTE 6 - DEFICIT FUND BALANCES/NET POSITON

The following funds had a deficit fund balance/net position as of May 31, 2014:

Fund	May 31, 2014 Balance
Capital Projects	\$ (515,842)
Social Security	(28,299)
Lake Management	(1,015)

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 7 - PROPERTY TAXES

Property taxes receivable and unavailable revenue recorded in these financial statements, in the amount of \$2,706,900, are from the 2013 tax levy. The unavailable revenue is 100% of the 2013 levy. These taxes are unavailable as the Park District does not consider the amounts to be available and does not budget for their use in fiscal year 2014. The Park District has determined that 100% of the amounts collected for the 2012 levy are allocable for use in fiscal year 2014. Therefore, 100% of the amounts collected for the 2012 levy (\$2,682,900) are recorded in these financial statements as property taxes revenue. A summary of the assessed valuation, rates, and extensions for the years 2013, 2012, and 2011 follows:

Year	2013		2012		2011	
	\$497,075,725		\$549,212,890		\$636,779,328	
Assessed Valuation	Rates	Extensions	Rates	Extensions	Rates	Extensions
Corporate	0.1910	\$ 949,415	0.1680	\$ 922,678	0.1400	\$ 891,491
Recreation	0.1410	700,877	0.1250	686,516	0.1040	662,250
Liability Insurance	0.0190	94,444	0.0170	93,366	0.0150	95,517
Debt Service	0.1020	507,017	0.0960	527,244	0.0830	528,527
Retirement	0.0250	124,269	0.0220	120,827	0.0180	114,620
Paving and Lighting	0.0010	4,971	-	-	0.0010	6,368
Special Recreation	0.0400	198,830	0.0400	219,685	0.0400	254,712
Aquarium and Museum	-	-	0.0020	10,984	0.0020	12,735
Social Security	0.0250	124,269	0.0220	120,827	0.0160	101,885
	<u>0.5440</u>	<u>\$ 2,704,092</u>	<u>0.4920</u>	<u>\$ 2,702,127</u>	<u>0.4190</u>	<u>\$ 2,668,105</u>

NOTE 8 - EXCESS OF EXPENDITURES OVER BUDGET

The expenditures of the following funds exceeded the budget:

Fund	Budget	Actual	Excess of Actual Over Budget
Special Recreation	\$ 221,135	\$ 240,167	\$ 19,032
Debt Service	526,216	665,621	139,405
Retirement	120,000	132,712	12,712
Paving and Lighting	27,500	29,966	2,466

NOTE 9 - OPERATING LEASES, AS LESSEE

The Park District, as lessee, leases a copier. Estimated minimum annual rentals are as follows:

Year Ending May 31	Amount
2015	\$ 5,136
2016	5,136
2017	5,136
2018	5,136
	<u>\$ 20,544</u>

Total rental expense for all operating leases for the year ended May 31, 2014 was \$5,136.

NOTE 10 - ILLINOIS MUNICIPAL RETIREMENT FUND

A. Plan Description

The Park District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Park District's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

A. *Plan Description (Continued)*

provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

B. *Funding Policy*

As set by statute, the Park District's Regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Park District's annual required contribution rate for calendar year 2013 was 12.73%. The Park District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

C. *Annual Pension Cost*

The required contribution for calendar year 2013 was \$129,926.

Three-Year Trend Information for the Regular Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2013	\$ 129,926	100%	\$ -
12/31/2012	130,237	100%	-
12/31/2011	113,469	100%	-

The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Park District's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Park District's Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

D. *Funded Status and Funding Progress*

As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 71.24% funded. The actuarial accrued liability for benefits was \$2,348,230 and the actuarial value of assets was \$1,672,820, resulting in an underfunded actuarial accrued liability (UAAL) of \$675,410. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,020,631 and the ratio of the UAAL to the covered payroll was 66%.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 10 - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

D. *Funded Status and Funding Progress (Continued)*

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

NOTE 11 - INTERFUND BALANCES/TRANSFERS

Interfund balances at May 31, 2014 consisted of the following:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Capital Projects Fund	Recreation Fund	\$ 292,872

The Park District authorized the loan between the Capital Projects Fund and Recreation Fund to cover expenses.

Interfund transfers during the year ended May 31, 2014 were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Lake Management Fund	\$ 3,000
General Fund	Debt Service Fund	53,781
Recreation Fund	Debt Service Fund	52,013

Annually, the Park District authorizes transfers between the General Fund and the Debt Service Fund to cover any debt payments occurring in those funds and transfers between the General Fund and the Lake Management Fund to cover the deficit in that fund.

NOTE 12 - RISK MANAGEMENT

The Park District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses.

Since March 15, 1991, the Park District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of a intergovernmental cooperative agreement among its members.

As a member of PDRMA's Property/Casualty Program, the Park District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Park District's governing body. The Park District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by PDRMA.

Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 12 - RISK MANAGEMENT (Continued)

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

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2013 and the statement of revenues and expenses for the period ended December 31, 2013. The Park District's portion of the pool is 0.135% or \$54,449.

Assets	\$	60,509,769
Liabilities		20,225,423
Member Balances		40,284,346
Revenues		20,737,466
Expenditures		17,177,774

Since 97% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

On February 1, 1993, the Park District became a member of the Park District Management Agency (PDRMA) Health Program, a health benefits pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$250,000. Until January 1 2001 the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN). Members can choose to provide any combination of coverages available to their employees and pay premiums accordingly.

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

The following represents a summary of the PDRMA's Health Program's balance sheet at December 31, 2013 and the statement of revenues and expenses for the period ended December 31, 2013:

Assets	\$	12,590,279
Liabilities		5,373,024
Member Balances		7,217,255
Revenues		29,398,825
Expenditures		28,975,036

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

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 13 - NET POSITION/FUND BALANCE ADJUSTMENT

The Park District had the following net position adjustment for the year ended May 31, 2014, which is shown on the Statement of Activities:

Adjustments to May 31, 2013 balances:	
Correct beginning fixed asset balances	\$ 4,897
Record beginning Accumulated Depreciation	(124,583)
Record beginning Compensated Absences	(95,794)
Correct beginning Accrued Interest Payable	(90,108)
Correct beginning OPEB Liability	7,770
Correct beginning Property Tax Receivable	(2,702,127)
Remove Due To/From Accounts	91
Correct beginning Accounts Payable	11,519
Correct beginning Unearned Revenue	(23,482)
Total Adjustment to Net Position	<u>\$ (3,011,817)</u>

The Park District had the following fund balance adjustment for the year ended May 31, 2014, which is shown on the Statement of Revenues, Expenditures and Changes in Fund Balances:

Adjustments to May 31, 2013 balances:	
Remove Due To/From Accounts	\$ 91
Correct beginning Accounts Payable	11,519
Correct beginning Unearned Revenue	(23,482)
Total Adjustment to Fund Balance	<u>\$ (11,872)</u>

NOTE 14 - CONTINGENCIES

The Park District is not aware of any pending litigation or potential nondisclosed liabilities that management believes would have a material effect on the financial statements.

NOTE 15 - LEGAL DEBT LIMITATION

The Illinois Compiled Statutes limits the amount of indebtedness to 2.875% of the most recent available equalized assessed valuation (EAV) of the Park District.

2013 EAV	\$ 497,075,725
	X <u>2.875%</u>
Debt Margin	\$ 14,290,927
Current Debt	<u>6,541,853</u>
Remaining Debt Margin	<u>\$ 7,749,074</u>

NOTE 16 - SUBSEQUENT EVENTS

The Park District has evaluated subsequent events through August 20, 2014, the date on which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

GRAYSLAKE COMMUNITY PARK DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS
MAY 31, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2013	\$ 1,672,820	\$ 2,348,230	\$ 675,410	71.24%	\$ 1,020,631	66.18%
12/31/2012	1,473,558	2,272,600	799,042	64.84%	984,406	81.17%
12/31/2011	1,282,598	2,008,501	725,903	63.86%	921,012	78.82%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$1,948,651. On a market basis, the funded ratio would be 82.98%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with the Park District. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 922,677	\$ 916,206
Personal Property Replacement Taxes	15,000	20,027
Interest Income	375	95
Miscellaneous Income	10,000	10,220
Total Revenues	<u>\$ 948,052</u>	<u>\$ 946,548</u>
EXPENDITURES		
Current		
General Government		
Salaries and Wages	\$ 165,000	\$ 176,368
Employee Benefits	45,640	42,462
Professional Services	16,100	29,557
Public Recognition	4,000	3,694
Staff and Volunteer Recognition	-	1,075
Mileage and Travel Reimbursements	6,750	6,967
Dues and Subscriptions	7,150	7,722
Training	6,900	8,746
Printing	1,100	871
Fireworks	14,000	14,000
Utilities	15,660	17,729
Supplies	3,450	2,792
Postage	4,200	2,376
IT Maintenance and Software	18,360	10,475
Miscellaneous	5,000	3,798
	<u>\$ 313,310</u>	<u>\$ 328,632</u>
Public Works		
Salaries and Wages	\$ 230,000	\$ 222,502
Employee Benefits	38,070	42,124
Professional Services	12,405	14,520
Mileage and Travel Reimbursements	125	223
Dues and Subscriptions	1,155	670
Training	2,000	1,546
Equipment Rental	5,200	5,533
Permit and License Fees	-	298
Utilities	49,965	43,267
Building Maintenance and Repairs	10,000	15,799
Vehicles Maintenance and Repairs	16,500	8,839
Playground and Field Maintenance and Repairs	28,750	24,662
Equipment Maintenance and Repairs	15,000	17,209
Pump-outs	16,000	10,243
Fuel	40,000	44,145
Uniforms	5,420	4,291
Building Supplies	10,000	15,877
Equipment Supplies	9,000	15,534
Vehicle Supplies	1,500	980
Landscape Supplies	47,000	41,499
Miscellaneous	31,700	12,559
	<u>\$ 569,790</u>	<u>\$ 542,320</u>

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
EXPENDITURES (Continued)		
Capital Outlay		
General Government		
Equipment/Machinery/Computer	\$ -	\$ 2,000
Building and Building Improvements	3,500	-
Furniture and Fixtures	1,000	284
	<u>\$ 4,500</u>	<u>\$ 2,284</u>
Debt Service		
Principal	<u>\$ 54,581</u>	<u>\$ -</u>
Total Expenditures	<u>\$ 942,181</u>	<u>\$ 873,236</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ 5,871</u>	<u>\$ 73,312</u>
OTHER FINANCING SOURCES/(USES)		
Transfers	\$ (3,800)	\$ (56,781)
Proceeds from Sale of Fixed Assets	-	8,000
	<u>\$ (3,800)</u>	<u>\$ (48,781)</u>
NET CHANGE IN FUND BALANCE	\$ 2,071	\$ 24,531
FUND BALANCE - JUNE 1, 2013	172,510	172,510
FUND BALANCE ADJUSTMENT (NOTE 13)	<u>-</u>	<u>14,561</u>
FUND BALANCE - MAY 31, 2014	<u>\$ 174,581</u>	<u>\$ 211,602</u>

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - RECREATION FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 686,516	\$ 681,466
Grants and Donations	-	4,653
Interest Income	100	22
Facility Fees	11,500	12,456
Recreation Program Fees	1,138,500	1,075,642
Golf Course Fees	103,000	77,206
Concessions	38,000	2,445
Affiliate Fees	20,000	6,497
Miscellaneous Income	6,500	2,442
Total Revenues	\$ 2,004,116	\$ 1,862,829
EXPENDITURES		
Current		
General Government		
Salaries and Wages	\$ 453,200	\$ 467,651
Employee Benefits	106,450	105,238
Professional Services	3,265	2,472
Public Recognition	5,000	6,510
Staff and Volunteer Recognition	4,000	3,561
Mileage and Travel Reimbursements	13,500	13,920
Dues and Subscriptions	4,665	2,569
Training	14,000	7,921
Printing	40,000	33,292
Portable Services	6,000	6,737
Equipment Rental	500	-
Bank and Credit Card Charges	18,000	18,188
Utilities	22,465	22,551
Equipment Maintenance and Repairs	500	-
Fuel	2,000	161
Supplies	11,600	7,040
Postage	15,000	9,734
Resale Food and Beverage	15,000	18,614
IT Maintenance and Software	19,110	18,951
Miscellaneous	6,568	4,659
	\$ 760,823	\$ 749,769
Park Maintenance		
Salaries and Wages	\$ 188,000	\$ 196,921
Employee Benefits	36,255	33,436
Building Maintenance and Repairs	9,000	10,903
	\$ 233,255	\$ 241,260
Culture and Recreation		
Salaries and Wages	\$ 331,500	\$ 296,881
Program Supplies	428,000	387,020
Golf Salaries and Wages	92,000	87,787
Golf Employee Benefits	14,400	16,327
Golf Professional Services	3,274	1,094

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - RECREATION FUND
FOR THE YEAR ENDED MAY 31, 2014

	Budgeted Amounts Original and Final	Actual Amounts
EXPENDITURES (Continued)		
Current (Continued)		
Culture and Recreation (Continued)		
Golf Permit Fees	\$ 500	\$ 1,128
Golf Utilities	12,000	14,938
Golf Building Maintenance and Repairs	6,000	8,281
Golf Landscape	13,925	11,749
Golf Supplies	100	225
Golf Food and Beverage	6,000	7,590
	\$ 907,699	\$ 833,020
Debt Service		
Principal	\$ 52,013	\$ -
Total Expenditures	\$ 1,953,790	\$ 1,824,049
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 50,326	\$ 38,780
OTHER FINANCING SOURCES/(USES)		
Transfers	-	(52,013)
NET CHANGE IN FUND BALANCE	\$ 50,326	\$ (13,233)
FUND BALANCE - JUNE 1, 2013	175,893	175,893
FUND BALANCE ADJUSTMENT (NOTE 13)	-	(22,131)
FUND BALANCE - MAY 31, 2014	\$ 226,219	\$ 140,529

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - SPECIAL RECREATION FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 219,685	\$ 218,120
Interest Income	450	164
Miscellaneous Income	1,000	344
Total Revenues	\$ 221,135	\$ 218,628
EXPENDITURES		
Current		
Culture and Recreation		
Salaries and Wages	\$ -	\$ 4,870
Dues and Subscriptions	87,675	87,675
	\$ 87,675	\$ 92,545
Capital Outlay		
Culture and Recreation		
Special Projects	\$ 133,460	\$ 147,622
	\$ 133,460	\$ 147,622
Total Expenditures	\$ 221,135	\$ 240,167
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ (21,539)
OTHER FINANCING SOURCES/(USES)	-	-
NET CHANGE IN FUND BALANCE	\$ -	\$ (21,539)
FUND BALANCE - JUNE 1, 2013	615,080	615,080
FUND BALANCE - MAY 31, 2014	\$ 615,080	\$ 593,541

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 MAY 31, 2014

NOTE 1 - BUDGETARY ACCOUNTING AND BUDGET PROCESS

As set forth in the Illinois Park District Code, the Board of Commissioners adopts an annual budget ordinance of estimated revenues and appropriations for the Park District's governmental funds. The budget, which serves as a management control device, is adopted using the modified accrual basis method of accounting. As part of the required supplementary information contained in this report, the actual revenues and expenditures are compared to the original and final budgets for the Park District's General Fund and each major special revenue fund for the period to demonstrate compliance with the adopted budget.

The annual budget process is as follows:

1. During May, the Director submits to the Board of Commissioners a proposed operating budget for the fiscal year. The operating budget includes proposed disbursements and the means of financing them.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments.
3. Prior to June 30, the budget is legally adopted through passage of an ordinance.
4. The Treasurer is authorized to transfer up to 10% of the total budget between budget items within an individual fund; however, any revisions that alter the total disbursements of any fund must be approved by the Board of Commissioners. Appropriations lapse at the end of the year.
5. Formal budgetary integration is employed as a management control device during the year in all funds at the object level.

The budget was approved on May 15, 2013.

NOTE 2 - EXCESS OF EXPENDITURES OVER BUDGET

The following fund presented as Required Supplementary Information had expenditures that exceeded the budget for the year ended May 31, 2014:

Fund	Budget	Actual	Excess of Actual Over Budget
Special Recreation	\$ 221,135	\$ 240,167	\$ 19,032

SUPPLEMENTAL FINANCIAL INFORMATION

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 527,244	\$ 523,436
Interest Income	200	37
Total Revenues	<u>\$ 527,444</u>	<u>\$ 523,473</u>
EXPENDITURES		
Debt Service		
Principal	\$ 525,216	\$ 426,768
Interest and Fees	1,000	238,853
	<u>\$ 526,216</u>	<u>\$ 665,621</u>
Total Expenditures	<u>\$ 526,216</u>	<u>\$ 665,621</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 1,228	\$ (142,148)
OTHER FINANCING SOURCES/(USES)		
Transfers	<u>(1,200)</u>	<u>105,794</u>
NET CHANGE IN FUND BALANCE	\$ 28	\$ (36,354)
FUND BALANCE - JUNE 1, 2013	<u>91,422</u>	<u>91,422</u>
FUND BALANCE - MAY 31, 2014	<u>\$ 91,450</u>	<u>\$ 55,068</u>

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Grants	\$ 548,300	\$ 107,931
Donations	-	2,833
Developer Donations	104,000	9,070
Interest Income	-	4
Total Revenues	<u>\$ 652,300</u>	<u>\$ 119,838</u>
EXPENDITURES		
Capital Outlay		
Culture and Recreation		
Equipment	\$ 44,900	\$ 40,392
Professional Fees	-	5,726
Special Projects	464,800	82,673
Parks	15,000	1,125
	<u>\$ 524,700</u>	<u>\$ 129,916</u>
Total Expenditures	<u>\$ 524,700</u>	<u>\$ 129,916</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 127,600	\$ (10,078)
OTHER FINANCING SOURCES/(USES)	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ 127,600	\$ (10,078)
FUND BALANCE - JUNE 1, 2013	(539,344)	(501,462)
FUND BALANCE ADJUSTMENT (NOTE 13)	<u>-</u>	<u>(4,302)</u>
FUND BALANCE - MAY 31, 2014	<u>\$ (411,744)</u>	<u>\$ (515,842)</u>

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECT FUND - 2014 BOND PROJECT FUND
FOR THE YEAR ENDED MAY 31, 2014

	Budgeted Amounts Original and Final	Actual Amounts
REVENUES		
Interest Income	\$ -	\$ 242
Total Revenues	\$ -	\$ 242
EXPENDITURES		
Total Expenditures	\$ -	\$ -
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ -	\$ 242
OTHER FINANCING SOURCES/(USES)		
2014 Bonds Capital Outlay	-	\$ (102,450)
Proceeds from Long-Term Debt	\$ -	6,546,000
Premium on Bonds	-	99,132
Discount on Bonds	-	(65,400)
Issuance Costs	-	(139,476)
Payment to Escrow Agent	-	(4,383,904)
	\$ -	\$ 1,953,902
NET CHANGE IN FUND BALANCE	\$ -	\$ 1,954,144
FUND BALANCE - JUNE 1, 2013	-	-
FUND BALANCE - MAY 31, 2014	\$ -	\$ 1,954,144

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
 COMBINING BALANCE SHEET - OTHER GOVERNMENTAL FUNDS
 MAY 31, 2014

	Liability Insurance Fund	Audit Fund	Retirement Fund	Paving and Lighting Fund	Natural History Fund	Social Security Fund	Total Other Governmental Funds
ASSETS							
Cash and Cash Equivalents	\$ 36,746	\$ 47,781	\$ 38,155	\$ 27,854	\$ 231,051	\$ (19,226)	\$ 362,361
Receivables (Net of Allowance for Estimated Uncollectible Amounts) Property Taxes	89,308	-	117,633	4,362	-	117,633	328,936
Total Assets	\$ 126,054	\$ 47,781	\$ 155,788	\$ 32,216	\$ 231,051	\$ 98,407	\$ 691,297
LIABILITIES							
Accounts Payable	\$ 537	\$ -	\$ -	\$ -	\$ -	\$ 2,437	\$ 2,974
Total Liabilities	\$ 537	\$ -	\$ -	\$ -	\$ -	\$ 2,437	\$ 2,974
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue - Property Taxes	\$ 94,444	\$ -	\$ 127,077	\$ 4,971	\$ -	\$ 124,269	\$ 350,761
Total Deferred Inflows of Resources	\$ 94,444	\$ -	\$ 127,077	\$ 4,971	\$ -	\$ 124,269	\$ 350,761
FUND BALANCES							
Restricted for:							
Liability Insurance	\$ 31,061	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,061
Audit	-	47,769	-	-	-	-	47,769
Retirement	-	-	28,689	-	-	-	28,689
Natural History	-	-	-	-	230,993	-	230,993
Paving and Lighting	-	-	-	27,237	-	-	27,237
Assigned for:							
Liability Insurance	12	-	-	-	-	-	12
Audit	-	12	-	-	-	-	12
Retirement	-	-	22	-	-	-	22
Natural History	-	-	-	-	58	-	58
Paving and Lighting	-	-	-	8	-	-	8
Unassigned	-	-	-	-	-	(28,299)	(28,299)
Total Fund Balances	\$ 31,073	\$ 47,781	\$ 28,711	\$ 27,245	\$ 231,051	\$ (28,299)	\$ 337,562
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 126,054	\$ 47,781	\$ 155,788	\$ 32,216	\$ 231,051	\$ 98,407	\$ 691,297

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED MAY 31, 2014

	Liability Insurance Fund	Audit Fund	Retirement Fund	Paving and Lighting Fund	Natural History Fund	Social Security Fund	Total Other Governmental Funds
REVENUES							
Property Taxes	\$ 92,823	\$ -	\$ 119,927	\$ -	\$ 10,995	\$ 119,927	\$ 343,672
Interest Income	11	12	23	8	58	5	117
	<u>\$ 92,834</u>	<u>\$ 12</u>	<u>\$ 119,950</u>	<u>\$ 8</u>	<u>\$ 11,053</u>	<u>\$ 119,932</u>	<u>\$ 343,789</u>
EXPENDITURES							
Current							
General Government	\$ 95,287	\$ 11,171	\$ 132,712	\$ -	\$ -	\$ 111,400	\$ 350,570
Culture and Recreation	-	-	-	29,966	9,940	-	39,906
	<u>\$ 95,287</u>	<u>\$ 11,171</u>	<u>\$ 132,712</u>	<u>\$ 29,966</u>	<u>\$ 9,940</u>	<u>\$ 111,400</u>	<u>\$ 390,476</u>
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (2,453)	\$ (11,159)	\$ (12,762)	\$ (29,958)	\$ 1,113	\$ 8,532	\$ (46,687)
OTHER FINANCING SOURCES/(USES)	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES	\$ (2,453)	\$ (11,159)	\$ (12,762)	\$ (29,958)	\$ 1,113	\$ 8,532	\$ (46,687)
FUND BALANCES - JUNE 1, 2013	33,526	58,940	41,473	57,203	229,938	(36,831)	384,249
FUND BALANCES - MAY 31, 2014	<u>\$ 31,073</u>	<u>\$ 47,781</u>	<u>\$ 28,711</u>	<u>\$ 27,245</u>	<u>\$ 231,051</u>	<u>\$ (28,299)</u>	<u>\$ 337,562</u>

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - LIABILITY INSURANCE FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 93,366	\$ 92,823
Interest Income	100	11
Total Revenues	\$ 93,466	\$ 92,834
EXPENDITURES		
Current		
General Government		
Salaries and Wages	\$ 17,300	\$ 17,211
Legal Services	4,000	2,949
Background Checks	2,000	2,446
Insurance	65,225	66,604
Security and Safety	7,800	5,077
Miscellaneous Expenses	-	1,000
	\$ 96,325	\$ 95,287
Total Expenditures	\$ 96,325	\$ 95,287
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (2,859)	\$ (2,453)
OTHER FINANCING SOURCES/(USES)	-	-
NET CHANGE IN FUND BALANCE	\$ (2,859)	\$ (2,453)
FUND BALANCE - JUNE 1, 2013	33,526	33,526
FUND BALANCE - MAY 31, 2014	\$ 30,667	\$ 31,073

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - AUDIT FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Interest Income	\$ 50	\$ 12
Total Revenues	\$ 50	\$ 12
EXPENDITURES		
Current		
General Government		
Accounting	\$ 1,500	\$ 1,462
Audit Services	5,115	5,115
Software Maintenance	5,000	4,594
	\$ 11,615	\$ 11,171
Total Expenditures	\$ 11,615	\$ 11,171
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (11,565)	\$ (11,159)
OTHER FINANCING SOURCES/(USES)	-	-
NET CHANGE IN FUND BALANCE	\$ (11,565)	\$ (11,159)
FUND BALANCE - JUNE 1, 2013	58,940	58,940
FUND BALANCE - MAY 31, 2014	\$ 47,375	\$ 47,781

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - RETIREMENT FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 120,826	\$ 119,927
Interest Income	150	23
Total Revenues	\$ 120,976	\$ 119,950
EXPENDITURES		
Current		
General Government		
IMRF Contributions	\$ 120,000	\$ 132,712
Total Expenditures	\$ 120,000	\$ 132,712
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 976	\$ (12,762)
OTHER FINANCING SOURCES/(USES)	-	-
NET CHANGE IN FUND BALANCE	\$ 976	\$ (12,762)
FUND BALANCE - JUNE 1, 2013	41,473	41,473
FUND BALANCE - MAY 31, 2014	\$ 42,449	\$ 28,711

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - PAVING AND LIGHTING FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Interest Income	\$ 50	\$ 8
Total Revenues	\$ 50	\$ 8
EXPENDITURES		
Current		
Culture and Recreation		
Electric	\$ 1,000	\$ 1,000
Special Projects	26,500	28,966
	\$ 27,500	\$ 29,966
Total Expenditures	\$ 27,500	\$ 29,966
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (27,450)	\$ (29,958)
OTHER FINANCING SOURCES/(USES)	-	-
NET CHANGE IN FUND BALANCE	\$ (27,450)	\$ (29,958)
FUND BALANCE - JUNE 1, 2013	57,203	57,203
FUND BALANCE - MAY 31, 2014	\$ 29,753	\$ 27,245

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - NATURAL HISTORY FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 10,984	\$ 10,995
Interest Income	150	58
Total Revenues	\$ 11,134	\$ 11,053
EXPENDITURES		
Current		
Culture and Recreation		
Salaries and Wages	\$ -	\$ 7,475
Professional Services	11,100	2,465
	\$ 11,100	\$ 9,940
Total Expenditures	\$ 11,100	\$ 9,940
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 34	\$ 1,113
OTHER FINANCING SOURCES/(USES)	-	-
NET CHANGE IN FUND BALANCE	\$ 34	\$ 1,113
FUND BALANCE - JUNE 1, 2013	229,938	229,938
FUND BALANCE - MAY 31, 2014	\$ 229,972	\$ 231,051

See Accompanying Independent Auditor's Report

GRAYSLAKE COMMUNITY PARK DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - SOCIAL SECURITY FUND
FOR THE YEAR ENDED MAY 31, 2014

	<u>Budgeted Amounts</u> <u>Original and Final</u>	<u>Actual</u> <u>Amounts</u>
REVENUES		
Property Taxes	\$ 120,826	\$ 119,927
Interest Income	35	5
Total Revenues	\$ 120,861	\$ 119,932
EXPENDITURES		
Current		
General Government		
FICA Employer Contribution	\$ 92,700	\$ 90,254
Medicare Employer Contribution	21,700	21,146
	\$ 114,400	\$ 111,400
Total Expenditures	\$ 114,400	\$ 111,400
EXCESS OR (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 6,461	\$ 8,532
OTHER FINANCING SOURCES/(USES)	-	-
NET CHANGE IN FUND BALANCE	\$ 6,461	\$ 8,532
FUND BALANCE - JUNE 1, 2013	(36,831)	(36,831)
FUND BALANCE - MAY 31, 2014	\$ (30,370)	\$ (28,299)

See Accompanying Independent Auditor's Report