

**GRAYSLAKE COMMUNITY PARK DISTRICT
GRAYSLAKE, ILLINOIS
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
MAY 31, 2013**

**Grayslake Community Park District
Annual Financial Report
For The Fiscal Year Ended
May 31, 2013
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EVANS, MARSHALL & PEASE, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
AND CONSULTANTS

1875 Hicks Road
Rolling Meadows, Illinois 60008

PAUL H. THERMEN, C.P.A.
JEFFERY M. ROLLEFSON, C.P.A.

Independent Auditors' Report

Board of Commissioners
Grayslake Community Park District
Grayslake, IL

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Grayslake Community Park District, Grayslake, Illinois (the "District") as of and for the year ended May 31, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 the District, as of May 31, 2013, 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.

Change in Accounting Principle

As discussed in Note 13 to the financial statements, in 2013 the District adopted new accounting guidance, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

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 – Illinois Municipal Retirement Fund and budgetary comparison information 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 the District's basic financial statements. The statistical section is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Evans, Marshall & Pease, P.C.

Evans, Marshall & Pease, P.C.
Certified Public Accountants

September 17, 2013
Rolling Meadows, IL
(15)

GRAYSLAKE COMMUNITY PARK DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Grayslake Community Park District's (the "District") annual financial report is the discussion and analysis of the District's financial performance and provides an overall review of the District's financial activities for the fiscal year ending May 31, 2013.

The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior year is required to be presented in the MD&A and is included in this analysis.

Financial Highlights

- The District's total net position was \$22,833,390 as of May 31, 2012. The net position increased to \$22,910,323 as of May 31, 2013, a 0.34% increase.
- The District maintained positive fund balances in the General and Recreation Funds totaling \$2,228,353 combined and has a positive fund balance of \$834,965 in the Special Recreation Fund.

Overview of the Financial Statements

This financial report consists of four parts – management's discussion and analysis (this section), basic financial statements, required supplementary information and supplementary information. The basic financial statements include two kinds of statements that present different views of the District.

- *The statement of net position* and *statement of activities* are *government-wide* financial statements that provide both short-term and long-term information about the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District. Fund statements generally report operation in more detail than the government-wide financial statements.

The financial statements also include many notes. These explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information and supplementary information that further explains and supports the financial statements.

The major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain, are shown in the following table:

GRAYSLAKE COMMUNITY PARK DISTRICT

MANAGEMENT’S DISCUSSION AND ANALYSIS

Major Features of the Government-Wide and Fund Financial Statements

	Government-wide Statements	Fund Financial – Governmental Funds	Fund Financial – Proprietary Funds	Fund Financial – Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary such as educational and operations and maintenance	Activities the District operates similar to private business	Assets held by the District on behalf of someone else such as participation activities monies
Required financial statements	Statement of net position (deficit) and statement of activities	Balance sheet, statement of revenues, expenditures and changes in fund balance (deficit)	Statement of net position, statement of revenues, expenditures and changes in net position and statement of cash flows	Statement of fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities; both financial and capital; short-term and long-term	All assets and liabilities, both short-term and long-term; funds may contain capital assets
Type of inflow/outflow information	All revenue and expenditures during the fiscal year	Revenues for which cash is received during the year or soon enough after the end of the year. Expenditures when goods and services have been received and the related liability is due and payable.	All revenues and expenditures during the year	All additions or deductions during the year

The remainder of this overview section of management’s discussion and analysis highlights the structure and contents of each of the statements.

GRAYSLAKE COMMUNITY PARK DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Government-Wide Financial Statements

The government-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets and liabilities. All the current year's revenues and expenditures are accounted for in the statement of activities.

Unlike a private sector company, the District cannot readily convert fixed assets to liquid assets. Districts can, and sometimes do, convert fixed assets to cash through the sale of property; however this is a rare event and not easily accomplished.

The government-wide financial statements report the District's net position and how it has changed throughout the year. Net position – the difference between the District's assets and liabilities – are one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position is an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, one needs to consider additional non-financial factors, such as changes in the District's property tax base and the condition of facilities.

In the government-wide financial statements, the District's activities are presented as follows:

- *Governmental activities* – Most of the District's basic services are included here, such as support services, community programs and administration. Property taxes finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs and to demonstrate compliance with various regulatory requirements.

- Some funds are required by state law.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues.

The District has one fund type:

Governmental funds – The District's basic services are included in governmental funds, which generally focus on (1) how cash, and other financial assets that can readily be converted to cash, flow in and out, and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is included as a separate statement explaining the relationship (or differences) between them.

GRAYSLAKE COMMUNITY PARK DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

Financial Analysis of the District as a Whole

Statement of Net Position:

	<u>Governmental Activities</u>	
	<u>2013</u>	<u>2012</u>
Assets:		
Current assets	\$ 3,893,301	\$ 3,858,719
Capital assets (less depreciation)	23,918,592	24,142,939
Total Assets	<u>27,811,893</u>	<u>28,001,658</u>
Liabilities:		
Current liabilities	253,482	150,031
Long - term liabilities	4,648,088	5,018,237
Total Liabilities	<u>4,901,570</u>	<u>5,168,268</u>
Net Position:		
Net investment in capital assets	19,274,022	19,113,464
Restricted	1,335,492	1,344,894
Unrestricted	2,300,809	2,375,032
Total Net Position	<u>\$ 22,910,323</u>	<u>\$ 22,833,390</u>

Statement of Activities:

	<u>Governmental Activities</u>	
	<u>2013</u>	<u>2012</u>
Revenues:		
Program Revenues		
Charges for Services:	\$ 1,048,718	\$ 1,587,374
Programs and grants	65,000	-
Total Program Revenues	<u>1,113,718</u>	<u>1,587,374</u>
General Revenues:		
Property taxes	2,702,403	2,654,974
Personal property replacement taxes	19,109	18,055
Other	202,198	17,585
Interest	1,078	1,135
Total General Revenues	<u>2,924,788</u>	<u>2,691,749</u>
Total Revenues	<u>4,038,506</u>	<u>4,279,123</u>
Expenditures:		
General government and recreation	3,155,491	3,199,027
Interest and fees	222,085	123,930
Depreciation - unallocated	518,683	597,800
Total Expenditures	<u>3,896,259</u>	<u>3,920,757</u>
Changes in Net Position	<u>\$ 142,247</u>	<u>\$ 358,366</u>

GRAYSLAKE COMMUNITY PARK DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

The District's total revenues were \$4,038,506 for governmental activities. Local taxes (predominantly real estate taxes) were \$2,702,403 of the total. Investments earned \$1,078. Program revenues were \$1,113,718. Other income made up the balance.

The District's total expenses were \$3,896,259. Of this total, \$3,155,491 was for the general government and recreation. The remaining \$740,768 was for depreciation and other services.

As noted earlier net position may serve as a useful indicator of the District's financial position. The District's overall financial position and results of operations has increased slightly during the fiscal year ended May 31, 2013. The assets exceeded the liabilities resulting in a net position balance of \$22,910,323 as of the close of the fiscal year.

Please note that the amounts reported for governmental funds in the audit statement are different from the summary tables above because (1) capital assets used in governmental funds are not financial resources, as they are in business, and are not reported as assets in governmental funds. (2) long-term liabilities, including bonds payable, are not due in the current period and therefore not reported as liabilities in the funds

District Budgetary Highlights

The District over spent the General Fund, Special Recreation Fund, Debt Service Fund, Audit Fund and the IMRF fund. However, The District has a positive combined fund balance of \$384,249 in the non-major governmental funds (i.e., Liability, Audit, IMRF, Paving and Lighting, Museum and Social Security).

Capital Assets and Debt Administration

Capital Assets:

As of May 31, 2013 the District has \$19,274,022 invested in capital assets (net of depreciation), including land improvements, buildings, machinery and equipment, and vehicles. The current year additions included land improvements for \$257,461, building improvements for \$-0-, machinery and equipment \$4,475, and vehicles for \$32,400, totaling \$294,336. The District had one disposal of a vehicle that was fully depreciated in the current fiscal year.

Long-term Obligations:

The District's long-term obligations encompass two general obligation bonds, one general obligation debt certificate and one petroleum loan totaling \$4,648,088. The District paid \$405,854 of principal during the year.

Contacting the District's Financial Management Team

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report please contact Jeff Nehila, Executive Director, Grayslake Community Park District, 240 Commerce Dr., Grayslake, IL 60030.

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GRAYSLAKE COMMUNITY PARK DISTRICT
STATEMENT OF NET POSITION
MAY 31, 2013

	Governmental Activities
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 1,108,083
Accounts receivable	129,360
Property tax receivable	2,560,692
Prepaid expenses	95,166
Total Current Assets	3,893,301
Non-Current Assets:	
Capital assets	
Capital assets, not being depreciated	13,551,853
Other capital assets, net of depreciation	10,366,739
Total Capital Assets	23,918,592
Total Assets	27,811,893
LIABILITIES	
Current Liabilities:	
Accounts payable	97,067
Payroll tax payable	(1,258)
Deferred program revenue	154,712
Other liabilities	2,961
Total Current Liabilities	253,482
Non-Current Liabilities:	
Due within one year	427,241
Due in more than one year	4,220,847
Total Non-Current Liabilities	4,648,088
Total Liabilities	4,901,570
NET POSITION	
Net investment in capital assets	19,274,022
Restricted	1,335,492
Unrestricted	2,300,809
Total Net Position	\$ 22,910,323

The notes to the financial statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2013

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Change in Net Position
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
Administration	\$ 1,207,380	\$ -	\$ -	\$ 1,207,380
Public works	796,358	-	-	796,358
Program services	761,337	980,214	65,000	(283,877)
Golf	148,012	68,504	-	79,508
Retirement	136,410	-	-	136,410
Social security	105,994	-	-	105,994
Interest and fees	222,085	-	-	222,085
Depreciation - unallocated	518,683	-	-	518,683
Total Governmental Activities	\$ 3,896,259	\$ 1,048,718	\$ 65,000	2,782,541
General Revenues:				
Taxes				
Property taxes				2,702,403
Personal property replacement taxes				19,109
Interest income				1,078
Miscellaneous				202,198
Total General Revenues				2,924,788
Change in Net Position				142,247
Net Position - Beginning, as Previously Reported				22,833,390
Prior Period Adjustment:				
Deferred program revenues				(30,883)
Bond issuance costs				(34,431)
Net Position - Beginning, Restated				22,768,076
Net Position - Ending				\$ 22,910,323

The notes to the financial statements are an integral part of this statement.

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GRAYSLAKE COMMUNITY PARK DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
MAY 31, 2013

	General	Recreation	Special Recreation
ASSETS			
Cash and cash equivalents	\$ 273,335	\$ -	\$ 626,779
Accounts receivables	478	128,882	-
Property tax receivable	874,383	650,582	208,186
Prepaid expenses	-	1,210	-
Due from other funds	-	299,483	-
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u><u>\$ 1,148,196</u></u>	<u><u>\$ 1,080,157</u></u>	<u><u>\$ 834,965</u></u>
LIABILITIES			
Cash overdraft	\$ -	\$ 10,863	\$ -
Accounts payable	47,655	49,212	200
Payroll tax payable	(1,258)	-	-
Deferred program revenue	-	154,712	-
Deferred property tax revenue	922,678	686,516	219,685
Other liabilities	-	2,961	-
Due to other funds	6,611	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>975,686</u>	<u>904,264</u>	<u>219,885</u>
FUND BALANCES (DEFICITS)			
Nonspendable	-	1,210	-
Restricted	-	174,683	615,080
Unassigned	172,510	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances (Deficits)	<u>172,510</u>	<u>175,893</u>	<u>615,080</u>
Total Liabilities and Fund Balances	<u><u>\$ 1,148,196</u></u>	<u><u>\$ 1,080,157</u></u>	<u><u>\$ 834,965</u></u>

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects	Other Governmental Funds	Total
\$ 28,911	\$ -	\$ 432,866	\$ 1,361,891
-	-	-	129,360
499,647	-	327,894	2,560,692
90,108	3,848	-	95,166
-	-	-	299,483
<u>\$ 618,666</u>	<u>\$ 3,848</u>	<u>\$ 760,760</u>	<u>\$ 4,446,592</u>
\$ -	\$ 212,438	\$ 30,507	\$ 253,808
-	-	-	97,067
-	-	-	(1,258)
-	-	-	154,712
527,244	-	346,004	2,702,127
-	-	-	2,961
-	292,872	-	299,483
<u>527,244</u>	<u>505,310</u>	<u>376,511</u>	<u>3,508,900</u>
90,108	3,848	-	95,166
1,314	65,000	384,249	1,240,326
-	(570,310)	-	(397,800)
<u>91,422</u>	<u>(501,462)</u>	<u>384,249</u>	<u>937,692</u>
<u>\$ 618,666</u>	<u>\$ 3,848</u>	<u>\$ 760,760</u>	<u>\$ 4,446,592</u>

GRAYSLAKE PARK DISTRICT
RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
MAY 31, 2013

Total Fund Balance - Governmental Funds (Exhibit C)		\$	937,692
<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 as assets in governmental funds.</p>			
The cost of capital assets is		\$ 29,156,940	
Accumulated depreciation is		<u>(5,238,348)</u>	
			23,918,592
<p>Property taxes receivable will be collected this year, but are not available soon enough after year end to pay for the current period's expenditures, and therefore are deferred in the funds.</p>			
			2,702,127
<p>Long-term liabilities, including notes payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. In addition, interest relating to long-term liabilities is not reported in governmental funds until current and due. All liabilities, both current and long-term, are reported in the statement of net position.</p>			
Long-term debt		(4,623,621)	
Bond premium, net of amortization		<u>(20,949)</u>	
			(4,644,570)
<p>Some assets reported in the statement of activities do not provide the use of current financial resources and therefore are not reported as assets in the governmental funds. These assets are:</p>			
Bond discount, net of amortization		4,252	
Other post employment benefits		<u>(7,770)</u>	
			<u>(3,518)</u>
Total Net Position - Governmental Activities (Exhibit A)			<u><u>\$ 22,910,323</u></u>

The notes to the financial statements are an integral part of this statement.

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GRAYSLAKE COMMUNITY PARK DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED MAY 31, 2013

	General	Recreation	Special Recreation
REVENUES			
Property taxes	\$ 889,910	\$ 661,092	\$ 257,927
Personal property replacement taxes	19,109	-	-
Rental	-	7,565	-
Interest income	188	52	362
Program fees and charges	-	972,649	-
Miscellaneous	12,509	74,258	-
Golf	-	68,504	-
Total Revenues	921,716	1,784,120	258,289
EXPENDITURES			
Current:			
Administration	335,214	704,989	-
Public works	558,558	229,768	-
Program services	-	676,216	85,121
Golf	-	148,012	-
Retirement	-	-	-
Social Security	-	-	-
Debt service:			
Principal retirements	-	-	-
Interest and fees	-	-	-
Capital outlay	39,498	4,261	166,930
Total Expenditures	933,270	1,763,246	252,051
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing Sources	(11,554)	20,874	6,238
Other Financing Sources (Uses)			
Sale of fixed assets	600	-	-
Transfer to Debt service fund - principal	(38,354)	(37,500)	-
Transfer to Debt service fund - interest	(13,213)	(13,213)	-
Transfer from General fund - principal	-	-	-
Transfer from General fund - interest	-	-	-
Transfer from Recreation fund - principal	-	-	-
Transfer from Recreation fund - interest	-	-	-
Total Other Financing Sources (Uses)	(50,967)	(50,713)	-
Net Change in Fund Balance	(62,521)	(29,839)	6,238
Fund Balance at Beginning of Year, as Previously Reported	235,031	236,615	608,842
Prior Period Adjustment	-	(30,883)	-
Fund Balance at Beginning of Year, Restated	235,031	205,732	608,842
Fund Balance at End of Year	\$ 172,510	\$ 175,893	\$ 615,080

The notes to the financial statements are an integral part of this statement.

Debt Service	Capital Projects	Other Governmental Funds	Total
\$ 527,652	\$ -	\$ 331,802	\$ 2,668,383
-	-	-	19,109
-	-	-	7,565
123	-	353	1,078
-	-	-	972,649
-	179,831	-	266,598
-	-	-	68,504
<u>527,775</u>	<u>179,831</u>	<u>332,155</u>	<u>4,003,886</u>
-	15,940	101,624	1,157,767
-	-	8,032	796,358
-	-	-	761,337
-	-	-	148,012
-	-	136,410	136,410
-	-	105,994	105,994
405,854	-	-	405,854
223,472	-	-	223,472
-	126,009	4,590	341,288
<u>629,326</u>	<u>141,949</u>	<u>356,650</u>	<u>4,076,492</u>
<u>(101,551)</u>	<u>37,882</u>	<u>(24,495)</u>	<u>(72,606)</u>
-	-	-	600
-	-	-	(75,854)
-	-	-	(26,426)
38,354	-	-	38,354
13,213	-	-	13,213
37,500	-	-	37,500
13,213	-	-	13,213
<u>102,280</u>	<u>-</u>	<u>-</u>	<u>600</u>
<u>729</u>	<u>37,882</u>	<u>(24,495)</u>	<u>(72,006)</u>
90,693	(539,344)	408,744	1,040,581
-	-	-	(30,883)
<u>90,693</u>	<u>(539,344)</u>	<u>408,744</u>	<u>1,009,698</u>
<u>\$ 91,422</u>	<u>\$ (501,462)</u>	<u>\$ 384,249</u>	<u>\$ 937,692</u>

GRAYSLAKE COMMUNITY PARK DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MAY 31, 2013

Total Net Change in Fund Balances - Governmental Funds (Exhibit D) \$ (72,006)

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

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Capital outlays for items below the District's capitalization limits are expensed.

	\$ (518,683)	
Depreciation expense	294,336	
Capital outlay over capitalization limits	294,336	(224,347)

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds, and are instead counted as deferred tax revenues. They are, however, recorded as revenues in the statement of activities. 34,020

Repayment of debt principal is reported as an expense in governmental funds, but it reduces long term liabilities in the statement of net position and does not affect the statement of activities. The District's debt was reduced by principal payments made to note holders. 405,854

Amortization of bond premium, discount, and issuance costs are not recognized as expenditures or revenues in the fund financial statements but are included in the statement of activities.

	2,095	
Bond premium	(708)	
Bond discount	(2,661)	
OPEB costs	(2,661)	(1,274)

Change in Net Position of Governmental Activities (Exhibit B) \$ 142,247

GRAYSLAKE COMMUNITY PARK DISTRICT
FIDUCIARY FUND
STATEMENT OF NET POSITION
MAY 31, 2013

	<u>Agency Fund</u>
ASSETS	
Accounts receivable	\$ 108
Total Assets	<u>\$ 108</u>
LIABILITIES	
Cash overdraft	\$ 3,296
Accounts payable	<u>769</u>
Total Liabilities	<u>4,065</u>
NET POSITION	
Unrestricted	<u>(3,957)</u>
Total Net Position	<u>(3,957)</u>
Total Liabilities and Net Position	<u>\$ 108</u>

The notes to the financial statements are an integral part of this statement.

GRAYSLAKE COMMUNITY PARK DISTRICT
FIDUCIARY FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
ADDITIONS			
Miscellaneous	\$ 13,000	\$ 8,026	\$ (4,974)
Total Additions	<u>13,000</u>	<u>8,026</u>	<u>(4,974)</u>
DEDUCTIONS			
Contractual Services:			
Lake chemical applications	12,000	10,377	1,623
Total Contractual Services	<u>12,000</u>	<u>10,377</u>	<u>1,623</u>
Capital Outlay:			
Special projects	1,000	820	180
Total Capital Outlay	<u>1,000</u>	<u>820</u>	<u>180</u>
Total Deductions	<u>13,000</u>	<u>11,197</u>	<u>1,803</u>
Change in Net Position	<u>\$ -</u>	(3,171)	<u>\$ (3,171)</u>
Net Position - Beginning		<u>(786)</u>	
Net Position - End		<u>\$ (3,957)</u>	

The notes to the financial statements are an integral part of this statement.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Grayslake Community Park District (the District) is located in Lake County, Illinois. The District operates under a Board-Manager form of government, providing recreation and other services to the residents of Grayslake and portions of Hainesville which include recreation programs, park management, capital development, and general administration.

The accounting and reporting policies of the District included in the accompanying financial statements conform to generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

A. Financial Reporting Entity

As defined by accounting principles generally accepted in the United States of America, the financial reporting entity consists of the primary government, as well as component units. The financial data of the component units are included in the District's reporting entity because of the significance of their operational or financial relationship with the District. Financial accountability is defined as: (1) Appointment of voting majority of the component unit's board, and either a) the ability to impose its will by the primary government, or b) the possibility that the component unit will provide a financial benefit to, or impose a financial burden on, the primary government; or (2) Fiscal dependency on the primary government.

The District has determined that no other outside agency meets the above criteria and therefore, no other agency has been included as a component unit in the District's financial statements. In addition, the District is not aware of any entity that would exercise such oversight that would result in the District being considered a component unit of the entity.

B. Basis of Presentation – Fund Accounting

Government-wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the District as a whole. They include all funds of the reporting entity except for fiduciary funds. These statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. There are no business-type activities within the District.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect expenses not allocated to functions are reported separately. Interest on general long-term debt is considered such an indirect expense. Depreciation expense is specifically identified by function and is included in the direct expenses of each function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) Grayslake Parks and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Fund Types

Governmental fund types are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets and the servicing of general long-term debt. Governmental fund types include the following:

General Fund – The General Fund is the primary operating fund of the District and is always classified as a major fund. It is used to account for the revenues collected and expenses paid which are used in providing services in the District. It is used to account for all financial resources except those required to be accounted for in other funds.

Special Revenue Funds – The Special Revenue Funds, which include the Recreation Fund, Special Recreation Fund, Liability Insurance Fund, Audit Fund, Illinois Municipal Retirement Fund, Paving and Lighting Fund, Aquarium and Museum Maintenance Fund, and the Social Security Fund are used to account for revenue collected from specific sources that are legally restricted to expenses paid for specified purposes.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for the payment of general long-term debt principal, interest, and related costs.

Capital Projects Fund – The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities.

Proprietary Fund Types (not included in government-wide statements)

There are no Proprietary Fund Types.

Fiduciary Fund Types (not included in government-wide statements)

The Grayslake Management Fund is used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

Major and Non-major Funds

An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the District, is considered major by the District, or meets the following criteria:

- a) Total assets, liabilities, revenues collected, or expenses paid of the individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type; and
- b) Total assets, liabilities, revenues collected, or expenses paid of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

The District has classified the following funds as major:

Major:

General Fund	See above for description.
Recreation Fund	A Special Revenue Fund to account for the operations of the recreation programs offered to residents. Financing is provided by a specific annual property tax levy to the extent user charges are not sufficient to provide such financing.
Special Recreation	A Special Revenue Fund used in conjunction with the Special Recreation Association of Central Lake County (SRACLC) to provide recreational facilities and programs for the handicapped. The Park District, funded by a special levy, contributes annually for membership in the SRACLC.
Debt Service Fund	Accounts for the payment of long-term debt principal, interest and related costs.
Capital Projects Fund	Accounts for park development and improvement projects.

The District has classified the following funds as non-major:

Non-Major:

- Liability Insurance Fund
- Audit Fund
- Illinois Municipal Retirement Fund
- Paving and Lighting Fund
- Aquarium and Museum Maintenance Fund
- Social Security Fund

C. Measurement Focus/Basis of Accounting

Measurement Focus

The government-wide financial statements are presented using the economic resources measurement focus. The objective of which is the determination of operating income, changes in net assets (cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported using the accrual basis of accounting.

The fund financial statements focus on the measurement of spending or "financial flow" and the determination of changes in financial position rather than upon net income determination. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues received and other financing sources) and decreases (expenditures disbursed and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Basis of Accounting

Basis of accounting refers to when revenues received and expenditures disbursed are recognized in the accounts and how they are reported in the basic financial statements. The District maintains its accounting records for all funds on the modified cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is received or when susceptible to accrual, i.e., both measurable and available. Measureable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. In the same manner expenditures are recognized and recorded upon the payment of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The District considers property taxes available if they are collected by year end. Class registration fees received by the District are recognized as revenue when the class begins. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The District reports unearned revenues on its Statement of Net Position and deferred revenues on its Governmental Funds Balance Sheets. For governmental fund financial statements, deferred revenues occur when potential revenues do not meet, both, the measureable and available criteria for recognition in the current period or when resources are received by the District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

D. Budgets and Budgetary Accounting

The budgets for all fund types are prepared on the modified accrual basis of accounting which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts. The budget was passed on May 23, 2012.

For each fund, total fund disbursements may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

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

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 fiscal year.
5. Formal budgetary integration is employed as a management control device during the year in all funds at the object level.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Use of Estimates

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

F. Cash and Investments

The District considers all highly liquid investments with an initial maturity date within three months or less at the time of purchase and investment pools to be cash equivalents.

G. Capital Assets

Capital assets purchased or acquired with an original cost of \$2,000 or more for equipment, land, buildings and improvements. Capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated fair value at the date of donation. Prior to June 1, 2004, capital assets were not capitalized. Such assets have been valued at estimated historical cost. Depreciation of all exhaustible fixed assets is recorded as an allocation in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows: buildings 50 years; improvements 10 to 20 years; machinery and equipment 5 to 20 years; and vehicles 8 years.

In the fund financial statements, fixed assets are accounted for as capital outlay expenses upon acquisition. No depreciation is recorded in the fund financial statements.

H. Long-term Debt

The accounting treatment of long-term debt depends on whether they are reported in the government-wide or fund financial statements. All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt for governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources and payments of principal and interest are reported as expenditures disbursed.

I. Equity Classifications

Equity is classified as net position and displayed in three components:

Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less any unspent debt proceeds.

Restricted net position – Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

Unrestricted net position– All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

When both restricted and unrestricted resources are available for use, it is the Park District's policy to use restricted resources first, and then unrestricted resources as they are needed.

Governmental Fund Balance Reporting

Governmental fund balances are to be classified into five major classifications; Nonspendable, Restricted, Committed, Assigned, and Unassigned.

Nonspendable – the nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

Restricted – the restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the Park District. Items such as restrictions imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes.

Committed – the committed fund balance refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the school board. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

Assigned – The assigned fund balance classification refers to amounts that are constrained by the Park District's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned – the unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund.

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

In the governmental funds financial statements, the District reserves those portions of fund balances which are legally segregated for a specific purpose or do not represent amounts available for other appropriations.

NOTE 2 - CASH AND INVESTMENTS

A. Deposits and Investments

At May 31, 2013, the carrying amount of the District's deposits and investments totaled \$1,104,787 and the financial institution balances totaled \$1,138,620. The District's deposits and investments are categorized in accordance with risk factors created by governmental reporting standards. At May 31, 2013, investments consist of pooled investments in the Illinois Park District Liquid Asset Fund and the Illinois Funds. The District's fair value in the investment pools is based upon its value of its pool shares. These pooled investments are similar in nature to a money market fund and consist primarily of certificates of deposit, U.S. Government securities, commercial paper, and corporate bonds. Individual securities are not held in the name of the government, and therefore, are not categorized as to risk factors.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 2 - CASH AND INVESTMENTS (Cont'd)

B. Investment Policies

It is the policy of the District to invest its funds in a manner which will provide the highest return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

The District's investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the District will not be able to recover the value of its deposits and investments or collateral securities. Of the District's cash and investments, \$263,837 of deposits are insured by FDIC and \$874,782 of deposits are collateralized by securities held by the pledging bank's trust department not in the District's name as of May 31, 2013.

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment portfolio is limited to maturities of one year or less.

Credit Risk. Statutes authorized the District to invest in obligations of the U.S. Treasury and U.S. Agencies' accounts and any other investments constituting direct obligations of any bank as defined by the Illinois Bank Act, certain short-term commercial paper, accounts of federally insured savings and loans, and the state treasurers' investment pool. During fiscal year ended May 31, 2013, the District limited its risk by investing primarily in obligations guaranteed by the United States Government or securities issued by agencies of the United State Government that are explicitly or implicitly guaranteed by the United States Government.

Concentration of Credit Risk. The District places no limit on the amount the District may invest in any one issuer.

C. Fiduciary Cash

At May 31, 2013, the carrying value of the District's deposits in the Fiduciary Fund was \$(3,296).

NOTE 3 – COMMON BANK ACCOUNT

Separate bank accounts are not maintained for all District funds; instead, certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally certain funds participating in the common bank account could incur overdrafts (deficits) in the account. The overdrafts result from expenditures, which have been approved by the District Board.

NOTE 4 - PROPERTY TAXES

Property taxes are levied each year on all taxable real property located in the District on or before the last Tuesday in December. Taxes attach as an enforceable lien on property on January 1 and are payable in two installments on approximately June 1 and September 1. The District receives significant distributions of tax receipts approximately one month after these due dates. The 2011 tax levy, payable in 2012, was passed November 16, 2011 (the 2012 levy, payable in 2013, was passed November 14, 2012). Property tax revenues are recognized on the modified cash basis of accounting.

The following table shows the property tax levies and extensions for the last two years:

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 4 - PROPERTY TAXES (Cont'd)

Assessed Valuation	2012		2011	
	<u>\$ 549,212,890</u>		<u>\$ 636,779,328</u>	
	2012 Levy		2011 Levy	
	Rate	Extension	Rate	Extension
Corporate	0.168	\$ 922,678	0.140	\$ 891,491
Recreation	0.125	686,516	0.104	662,250
Liability insurance	0.017	93,366	0.015	95,517
Debt service	0.096	527,244	0.083	528,527
Retirement	0.022	120,827	0.018	114,620
Paving and lighting	0.000	-	0.001	6,368
Special recreation	0.040	219,685	0.040	254,712
Aquarium and museum	0.002	10,984	0.002	12,735
Social security	0.022	120,827	0.016	101,885
Total	<u>0.492</u>	<u>\$2,702,127</u>	<u>0.419</u>	<u>\$2,668,105</u>

NOTE 5 - CHANGES IN CAPITAL ASSETS

A summary of changes for the year ended May 31, 2013 in capital assets follows:

	Balance June 1, 2012	Additions	Deletions	Balance May 31, 2013
Governmental Activities:				
Non-Depreciated Capital Assets				
Land	<u>\$ 13,551,853</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,551,853</u>
Capital Assets Being Depreciated:				
Land improvements	8,586,498	257,461	-	8,843,959
Buildings	4,234,857	-	-	4,234,857
Machinery and equipment	2,290,616	4,475	-	2,295,091
Vehicles	<u>226,537</u>	<u>32,400</u>	<u>22,922</u>	<u>236,015</u>
Subtotal	<u>15,338,508</u>	<u>294,336</u>	<u>22,922</u>	<u>15,609,922</u>
Accumulated Depreciated:				
Land improvements	2,572,301	430,345	-	3,002,646
Buildings	589,590	84,697	-	674,287
Machinery and equipment	1,424,162	266	-	1,424,428
Licensed vehicles	<u>161,369</u>	<u>3,375</u>	<u>22,922</u>	<u>141,822</u>
Subtotal	<u>4,747,422</u>	<u>518,683</u>	<u>22,922</u>	<u>5,243,183</u>
Net Capital Assets	<u>\$ 24,142,939</u>	<u>\$ (224,347)</u>	<u>\$ -</u>	<u>\$ 23,918,592</u>
Depreciation was charged to functions as follows:				
Governmental Activities:				
Unallocated		<u>\$ 518,683</u>		
Total Governmental Depreciation Expense		<u>\$ 518,683</u>		

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 6 - CHANGES IN LONG-TERM DEBT

The following is a summary of the long-term debt transaction of the District for the year ended May 31, 2013:

	Balance June 1, 2012	Additions	Subtractions	Balance May 31, 2013	Due Within One Year
Petroleum loan	\$ 4,475	\$ -	\$ 854	\$ 3,621	\$ 854
Debt certificates	730,000	-	75,000	655,000	80,000
2004 G.O. Bonds	2,830,000	-	230,000	2,600,000	240,000
2006 G.O. Bonds	1,465,000	-	100,000	1,365,000	105,000
Total	5,029,475	-	405,854	4,623,621	425,854
Bond premium, net	18,084	-	1,387	16,697	1,387
Other post employment benefits	5,109	2,661	-	7,770	-
Less deferred amounts For issuance costs	(39,391)	-	(39,391)	-	-
Total Long Term Debt	\$ 5,013,277	\$ 2,661	\$ 367,850	\$ 4,648,088	\$ 427,241

On April 19, 2012, the District received a Petroleum Loan to provide gasoline storage totaling \$4,475. The loan will be paid back annually over a three year period. At May 31, 2013, the remaining outstanding balance is \$3,621.

The District issued 2008 General Obligation Debt Certificates in the total amount of \$875,000 at interest rates ranging from 2.75% to 3.9%. At May 31, 2013, the remaining outstanding balance is \$655,000.

The District issued 2004 General Obligation Bonds in the total amount of \$4,000,000 at interest rates ranging from 4.625% to 4.8%. At May 31, 2013, the remaining outstanding balance is \$2,600,000.

The District issued 2006 General Obligation Bonds in the total amount of \$1,900,000 at interest rates ranging from 4.25% to 5.0%. At May 31, 2013, the remaining outstanding balance is \$1,365,000.

The District's estimated future annual requirements to amortize the long term debt outstanding as of May 31, 2013, including principal and interest are as follows:

Year Ending May 31,	Principal	Interest	Total
2014	\$ 425,854	\$ 204,241	\$ 630,095
2015	442,767	184,831	627,598
2016	460,000	165,619	625,619
2017	490,000	146,677	636,677
2018	510,000	126,160	636,160
2019	535,000	103,385	638,385
2020	565,000	79,245	644,245
2021	475,000	54,358	529,358
2022	495,000	32,685	527,685
2023	155,000	9,675	164,675
2024	70,000	3,010	73,010
Total	\$ 4,623,621	\$ 1,109,886	\$ 5,733,507

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 7 - PENSION PLAN

Plan Description. The employer'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 employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit 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.

Funding Policy. As set by statute, your employer Regular plan members are required to contribute 4.50 percent 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 employer annual required contribution rate for calendar year 2012 was 13.23 percent. The employer 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.

Annual Pension Cost. The required contribution for calendar year 2012 was \$130,237.

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 130,237	100%	\$ 0
12/31/2011	113,469	100%	0
12/31/2010	108,516	100%	0

The required contribution for 2012 was determined as part of the December 31, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% 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 your employer 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 employer Regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2012, the most recent actuarial valuation date, the Regular plan was 64.84 percent funded. The actuarial accrued liability for benefits was \$2,272,600 and the actuarial value of assets was \$1,473,558, resulting in an underfunded actuarial accrued liability (UAAL) of \$799,042. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$984,406 and the ratio of the UAAL to the covered payroll was 81 percent

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

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 8 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, or damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since March 15, 1991, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability, and workers' compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit.

NOTE 9 – PDRMA PROPERTY/CASUALTY PROGRAM

The Grayslake Community 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 Grayslake Community 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 an intergovernmental cooperative agreement among its members. Property, general liability, automobile liability, crime, boiler and machinery, public officials' liability, employment practices liabilities, worker's compensation and pollution liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2013 through January 1, 2014:

COVERAGE	MEMBER DEDUCTIBLE	PDRMA		LIMITS	INSURANCE COMPANY	POLICY NUMBER
		SELF-INSURED RETENTION				
1. Property						
All losses per occurrence	\$ 1,000	\$ 1,000,000		\$1,000,000,000/all members Declaration 11	PDRMA Reinsurers:	P070112
Flood/except Zones A & V	\$ 1,000	\$ 1,000,000		\$250,000,000/occurrence/annual aggregate	Various Reinsurers:	
Flood, Zones A & V	\$ 1,000	\$ 1,000,000		\$200,000,000/occurrence/annual aggregate	through the Public Entity	
Earthquake Shock	\$ 1,000	\$ 100,000		\$100,000,000/occurrence/annual aggregate	Property Reinsurance Program (PEPIP)	
Auto Physical Damage Comprehensive and Collision	\$ 1,000	\$ 1,000,000		Included		
Course of Construction	\$ 1,000		Included	\$25,000,000		
Business interruption, Rental Income, Tax Income Combined	\$ 1,000			\$100,000,000/reported values \$500,000/\$2,500,000/non-reported values		
Service interruption		24 hours		N/A \$25,000,000		
				OTHER SUB-LIMITS APPLY - REFER TO COVERAGE DOCUMENT		
Boiler and Machinery				\$100,000,000 Equip. Breakdow	Travelers	BME1 0525L478
Property damage	\$ 1,000	\$ 9,000		Property damage - included	Indemnity Co. of Illinois	
Business Income		48 hours		N/A Included		
				OTHER SUB-LIMITS APPLY - REFER TO COVERAGE DOCUMENT		

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 9 – PDRMA PROPERTY/CASUALTY PROGRAM (Cont'd)

COVERAGE	MEMBER		PDRMA		LIMITS	INSURANCE COMPANY	POLICY NUMBER
	DEDUCTIBLE	RETENTION	SELF-INSURED	RETENTION			
Fidelity and Crime	\$ 1,000	\$ 24,000	\$ 2,000,000			National Union	01-582-86-58
Seasonal employees	\$ 1,000	\$ 9,000	\$ 1,000,000			Fire Insurance	
Blanket bond	\$ 1,000	\$ 24,000	\$ 2,000,000			Co.	
2. Workers Compensation		N/A	\$ 500,000	Statutory		PDRMA	WC010113
Employer's Liability		\$ 500,000	\$ 3,500,000	Employers Liability		Government Entities Mutual (GEM)	GEM-0003- B13001
3. Liability							
General	None	\$ 500,000	\$ 21,500,000/occurrence			PDRMA	L010113
Auto Liability	None	\$ 500,000	\$ 21,500,000/occurrence			Reinsurers:	GEM-0003-
Employment Practices	None	\$ 500,000	\$ 21,500,000/occurrence			GEM/ Great	B13001
Public Officials' Liability	None	\$ 500,000	\$ 21,500,000/occurrence			American/ Starr	
Law Enforcement Liability	None	\$ 500,000	\$ 21,500,000/occurrence			Indemnity and Liability Co.	
Uninsured/Underinsured Motorists	None	\$ 500,000	\$ 1,000,000/occurrence				8090016
4. Pollution Liability							
Liability - third party	None	\$ 25,000	\$ 5,000,000/occurrence			XL Environmenta	PEC 2535804
Property - first party	\$ 1,000	\$ 24,000	\$ 30,000,000 3 yr. aggregate			Insurance	
5. Outbreak Expense	24 hours		N/A	\$15,000 per day		Great	
				\$1 million aggregate policy limit		American	
6. Information Security and Privacy Insurance with Electronic Media Liability Coverage							
Information Security & Privacy Liability	None	\$ 100,000	\$ 2,000,000 occurrence/ annual aggregate			Beazley Lloyds Syndicate	C121280
Privacy Notrification Costs	None	\$ 100,000	\$ 500,000 occurrence/ annual aggregate			AFB 2623/623 through the	
Regulatory Defense and Penalties	None	\$ 100,000	\$ 2,000,000 occurrence/ annual aggregate			PEPIP program	
Website Media Content Liability	None	\$ 100,000	\$ 2,000,000 occurrence/ annual aggregate				
Cyber Extortion	None	\$ 100,000	\$ 2,000,000 occurrence/ annual aggregate				
Data Protection & Business Interruption	\$ 1,000	\$ 100,000	\$ 2,000,000 occurrence/ annual aggregate				
First Party Business Interruption	8 hours	\$ 100,000	\$ 25,000 hourly sublimit/ \$25,000 forensic expense/ \$100,000 dependent business interruption				

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 9 – PDRMA PROPERTY/CASUALTY PROGRAM (Cont'd)

COVERAGE	MEMBER DEDUCTIBLE	PDRMA SELF-INSURED RETENTION	LIMITS	INSURANCE COMPANY	POLICY NUMBER
6. <u>Volunteer Medical Accident</u>	None	\$ 500	\$5,000 medical expense and AD&D excess of any other collectible insurance	Self-insured	
7. <u>Underground Storage Tank Liability</u>	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	Self-insured	
8. <u>Unemployment Compensation</u>	N/A	N/A	Statutory	Member funded	

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the Grayslake Community Park District.

As a member of PDRMA's Property/Casualty, the Grayslake Community 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 Grayslake Community Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Grayslake Community Park District's governing body. The Grayslake Community 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.

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, 2012 and the statement of revenues and expenses for the period ending December 31, 2012. The Grayslake Community Park District's portion of the overall equity of the pool is 0.111% or 40,608.

Assets	\$ 58,731,852
Liabilities	\$ 22,007,198
Member Balances	\$ 36,724,654
Revenues	\$ 21,144,568
Expenditures	\$ 17,586,080

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 Grayslake Community Park District became a member of the Park District Risk 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 \$225,000. Until January 1, 2001, the PDRMA Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 9 – PDRMA PROPERTY/CASUALTY PROGRAM (Cont'd)

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 Grayslake Community Park District is represented on the Health Program Council as well as the Membership Assembly, and is entitled to one vote on each. The relationship between the member agency and the PDRMA Health Program is governed by a contract and by-laws that have been adopted by resolution of each member's governing body. Members are 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 PDRMA's Health Program's balance sheet at December 31, 2012 and the statement of revenues and expenses for the period ending December 31, 2012.

Assets	\$	12,097,161
Liabilities	\$	5,303,695
Member Balances	\$	6,793,466
Revenues	\$	27,286,495
Expenditures	\$	25,678,129

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.

NOTE 10 – OVEREXPENDITURE OF BUDGET

During the year ended May 31, 2013, the following funds had an excess of actual expenditures disbursed over legally enacted budgeted amounts.

Fund	Budget	Actual	Variance
General Fund	\$ 850,910	\$ 933,270	\$ (82,360)
Special Recreation Fund	245,121	252,051	(6,930)
Debt Service Fund	520,679	629,326	(108,647)
Audit Fund	6,315	6,438	(123)
IMRF Fund	115,000	136,410	(21,410)

NOTE 11 – DEFICIT FUND BALANCES

At May 31, 2013, the following District funds had deficit fund balances:

Fund	Deficit
Capital Projects Fund	\$ 501,462
Social Security Fund	36,831

NOTE 12 – DEFERRED COMPENSATION PLAN

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to District employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 12 – DEFERRED COMPENSATION PLAN (Cont'd)

The District's deferred compensation plan has been placed in a trust for the exclusive benefit of plan participants through the District's plan administrators. Since the District does not act in a fiduciary role, the plan assets and liabilities are not included in the District's financial statements.

NOTE 13 – PRIOR PERIOD ADJUSTMENT

During the year ended May 31, 2013, The District adopted Under GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, debt issuance costs should be recognized as an expense in the period incurred resulting in a prior period adjustment to the financial statements.

At May 31, 2013, the District had the following prior period adjustment on the government-wide and the fund financial statements:

Government-Wide Financial Statements	
Net Position - Beginning	\$ 22,833,390
Prior Period Adjustment:	
Deferred program revenues (recreation fund)	(30,883)
Bond issuance costs	(34,431)
Restated Net Position - Beginning	\$ 22,768,076
Fund Financial Statements	
Fund Balance - Beginning	\$ 236,615
Prior Period Adjustment:	
Deferred program revenues (recreation fund)	(30,883)
Restated Fund Balance - Beginning	\$ 205,732

NOTE 14 – INTERFUND LOANS

At May 31, 2013, the District had the following loans outstanding:

Fund	Description	Due From	Due To
General Fund	Due to Recreation Fund	\$ -	\$ 6,611
Recreation Fund	Due from Capital Projects Fund	292,872	-
Recreation Fund	Due from General Fund	6,611	-
Capital Projects Fund	Due to Recreation Fund	-	292,872
Total		\$ 299,483	\$ 299,483

NOTE 15 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued or available to be issued. There are two types of subsequent events: recognized (events that relate to conditions present at the balance sheet date) and non-recognized (events or conditions that did not exist at the balance sheet date but arose after that date).

There have been no recognized or non-recognized subsequent events that have occurred between May 31, 2013, and the date of this audit report requiring disclosure in the financial statements.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 16 – OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The District provides a limited single-employer defined benefit healthcare plan for its eligible retired employees. As of May 31, 2013, 1 participant is eligible to receive benefits.

Funding Policy

IMRF retirees may continue medical indefinitely at full cost. The District contributes to the plan on a pay-as-you-go cash basis. With this type of policy, the District funds no more than the current year cost of the post-employment benefits for the retirees.

Annual OPEB Cost and Net OPEB Obligation

The District's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding (excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation to the Plan.

Annual Required Contribution (ARC)	\$ 2,661
Interest on net OPEB obligation	-
Adjustment to annual required contribution	-
Annual OPEB cost	2,661
Contributions made	-
Change in net OPEB obligation	2,661
Net OPEB Obligation - beginning of the year	5,109
Net OPEB Obligation/(Asset) - end of year	\$ 7,770

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the 2013 fiscal year and the two preceding years is as follows:

Actuarial Valuation	Annual OPEB Cost	Percentage Annual OPEB Cost Contributed	Net OPEB Obligation/ (Asset)
5/31/2013	\$ 2,661	0.0%	\$ 7,770
5/31/2012	2,590	0.0%	5,109
5/31/2011	2,519	0.0%	2,519

Funding Status and Funding Progress

As of May 31, 2013, the actuarial accrued liability for benefits was 19,005, all of which is unfunded. The covered payroll (annual payroll of active employees covered by the plan) and the ratio of the unfunded actuarial accrued liability to the covered payroll is 1.35%.

**GRAYSLAKE COMMUNITY PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
MAY 31, 2013**

NOTE 16 – OTHER POST-EMPLOYMENT BENEFITS (Cont'd)

The projection of future benefit payments, for an ongoing plan, involved estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information 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 liabilities for benefits.

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Contribution Rates:	
District	NA
Plan members	0.00%
Actuarial valuation date	May 31, 2013
Actuarial cost method	Entry age
Amortization period	Level percentage of pay, open
Remaining amortization period	30 years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return (includes 3% inflation)	5.00%
Projected salary increases	5.00%
Healthcare inflation rate	8% initial, 6% ultimate
Mortality, turnover, disability, retirement ages	Same as utilized for IMRF
Percentage of active employees assumed to elect benefits	20%
Employer provided benefits	Explicit: none Implicit: 40% of premium to age 65

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REQUIRED SUPPLEMENTARY INFORMATION

GRAYSLAKE COMMUNITY PARK DISTRICT

ILLINOIS MUNICIPAL RETIREMENT FUND
 REQUIRED SUPPLEMENTARY INFORMATION
 Schedule of Funding Progress

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]
12/31/2012	\$ 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%
12/31/2010	988,741	1,856,212	867,471	53.27%	967,162	89.69%

On a market value basis, the actuarial value of assets as of December 31, 2012 is \$1,539,802. On a market basis, the funded ratio would be 67.76%.

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

GRAYSLAKE COMMUNITY PARK DISTRICT

OTHER POST EMPLOYMENT BENEFITS
 REQUIRED SUPPLEMENTARY INFORMATION
 Schedule of Funding Progress

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]
5/31/2013	\$ -	\$ 19,005	\$ 19,005	0.00%	\$ 1,405,030	1.35%
5/31/2012	-	19,005	19,005	0.00%	1,399,051	1.36%
5/31/2011	-	19,005	19,005	0.00%	1,455,916	1.31%

GRAYSLAKE COMMUNITY PARK DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 891,491	\$ 889,910	\$ (1,581)
Personal property replacement taxes	15,000	19,109	4,109
Interest income	700	188	(512)
Miscellaneous	17,000	12,509	(4,491)
Total Revenues	924,191	921,716	(2,475)
EXPENDITURES			
Administration	309,508	337,754	(28,246)
Public works	559,610	595,516	(35,906)
Total Expenditures	869,118	933,270	(64,152)
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing (Uses)	55,073	(11,554)	(66,627)
OTHER FINANCING SOURCES (USES)			
Sale of fixed assets	1,000	600	(400)
Transfer to debt service fund - principal	(53,941)	(38,354)	15,587
Transfer to debt service fund - interest	-	(13,213)	(13,213)
Total Other Financing Sources (Uses)	(52,941)	(50,967)	1,974
Net Change in Fund Balance	\$ 2,132	(62,521)	\$ (64,653)
Fund Balance at Beginning of Year		235,031	
Fund Balance at End of Year		\$ 172,510	

GRAYSLAKE COMMUNITY PARK DISTRICT
RECREATION FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 662,251	\$ 661,092	\$ (1,159)
Rental	11,500	7,565	(3,935)
Interest income	500	52	(448)
Program fees and charges	1,127,800	972,649	(155,151)
Miscellaneous	69,500	74,258	4,758
Golf course	103,100	68,504	(34,596)
	<u>1,974,651</u>	<u>1,784,120</u>	<u>(190,531)</u>
EXPENDITURES			
Administration	770,200	707,550	62,650
Public works	248,900	229,768	19,132
Program services	778,700	676,216	102,484
Golf course	126,950	149,712	(22,762)
	<u>1,924,750</u>	<u>1,763,246</u>	<u>161,504</u>
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing Sources	<u>49,901</u>	<u>20,874</u>	<u>(29,027)</u>
OTHER FINANCING (USES)			
Transfer to debt service fund - principal	(46,314)	(37,500)	8,814
Transfer to debt service fund - interest	-	(13,213)	(13,213)
	<u>(46,314)</u>	<u>(50,713)</u>	<u>(4,399)</u>
Net Change in Fund Balance	<u>\$ 3,587</u>	<u>(29,839)</u>	<u>\$ (33,426)</u>
Fund Balance at Beginning of Year		236,615	
Prior Period Adjustment:			
Adjustment to deferred program revenues		<u>(30,883)</u>	
Restated Fund Balance at Beginning of Year		<u>205,732</u>	
Fund Balance at End of Year		<u>\$ 175,893</u>	

GRAYSLAKE COMMUNITY PARK DISTRICT
SPECIAL RECREATION FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 254,712	\$ 257,927	\$ 3,215
Interest income	1,100	362	(738)
Total Revenues	<u>255,812</u>	<u>258,289</u>	<u>2,477</u>
EXPENDITURES			
Contractual services	85,121	85,121	-
Capital outlay	<u>160,000</u>	<u>166,930</u>	<u>(6,930)</u>
Total Expenditures	<u>245,121</u>	<u>252,051</u>	<u>(6,930)</u>
Net Change in Fund Balance	<u>\$ 10,691</u>	6,238	<u>\$ (4,453)</u>
Fund Balance at Beginning of Year		<u>608,842</u>	
Fund Balance at End of Year		<u>\$ 615,080</u>	

GRAYSLAKE COMMUNITY PARK DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 528,527	\$ 527,652	\$ (875)
Interest income	45	123	78
Total Revenues	528,572	527,775	(797)
EXPENDITURES			
Debt service	520,679	629,326	(108,647)
Total Expenditures	520,679	629,326	(108,647)
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing (Uses)	7,893	(101,551)	(109,444)
OTHER FINANCING SOURCES (USES)			
Transfers out	(7,000)	-	(7,000)
Transfer from General fund - principal	-	38,354	(38,354)
Transfer from General fund - interest	-	13,213	(13,213)
Transfer from Recreation fund - principal	-	37,500	(37,500)
Transfer from Recreation fund - interest	-	13,213	(13,213)
Total Other Financing Sources (Uses)	(7,000)	102,280	(109,280)
Net Change in Fund Balance	\$ 893	729	\$ (218,724)
Fund Balance at Beginning of Year		90,693	
Fund Balance at End of Year		\$ 91,422	

GRAYSLAKE COMMUNITY PARK DISTRICT
CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Miscellaneous	\$ 758,200	\$ 179,831	\$ (578,369)
Total Revenues	<u>758,200</u>	<u>179,831</u>	<u>(578,369)</u>
EXPENDITURES			
Contractual services	17,000	15,940	1,060
Capital outlay	<u>739,900</u>	<u>126,009</u>	<u>613,891</u>
Total Expenditures	<u>756,900</u>	<u>141,949</u>	<u>614,951</u>
Net Change in Fund Balance	<u>\$ 1,300</u>	37,882	<u>\$ 36,582</u>
Fund Balance at Beginning of Year		<u>(539,344)</u>	
Fund Balance at End of Year		<u>\$ (501,462)</u>	

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SUPPLEMENTARY INFORMATION

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS
AND SCHEDULES**

GRAYSLAKE COMMUNITY PARK DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 891,491	\$ 889,910	\$ (1,581)
Personal property replacement taxes	15,000	19,109	4,109
Interest income	700	188	(512)
Miscellaneous	17,000	12,509	(4,491)
Total Revenues	924,191	921,716	(2,475)
EXPENDITURES			
Administration:			
Personnel:			
Salaries and wages	158,200	189,518	(31,318)
Fringe benefits	37,600	38,270	(670)
Total Personnel	195,800	227,788	(31,988)
Contractual Services:			
Professional services	16,000	22,424	(6,424)
Legal services	10,000	7,012	2,988
Public relations/legislative	4,000	3,396	604
Staff and volunteer recognition	2,900	4,561	(1,661)
Mileage and transportation reimbursement	6,000	6,767	(767)
Dues and subscriptions	4,500	4,621	(121)
Training and conferences	13,000	14,061	(1,061)
Advertisements and publications	400	213	187
Printing services	2,708	1,737	971
Fireworks display	14,000	14,000	-
Utilities	17,600	17,533	67
Total Contractual Services	91,108	96,325	(5,217)
Commodities:			
District clothing and apparel	250	-	250
Equipment/tools/computer supplies	1,400	1,702	(302)
Office supplies	2,500	2,563	(63)
Postage	4,500	2,436	2,064
Miscellaneous supplies	250	-	250
Total Commodities	8,900	6,701	2,199

GRAYSLAKE COMMUNITY PARK DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
Administration: (Cont'd)			
Other Charges:			
Miscellaneous	\$ 7,000	\$ 4,400	\$ 2,600
Total Other Charges	7,000	4,400	2,600
Capital Outlay:			
Equipment/machinery/computer	4,700	1,657	3,043
Furniture and fixtures	1,000	883	117
Miscellaneous improvements	1,000	-	1,000
Total Capital Outlay	6,700	2,540	4,160
Total Administration	309,508	337,754	(28,246)
Public Works:			
Personnel:			
Salaries and wages	230,000	217,526	12,474
Fringe benefits	45,200	40,129	5,071
Total Personnel	275,200	257,655	17,545
Contractual Services:			
Professional services	-	5,815	(5,815)
Mileage and transportation reimbursement	-	118	(118)
Dues and subscriptions	310	932	(622)
Training and conferences	1,600	1,779	(179)
Equipment rental	5,100	4,692	408
Utilities	32,600	39,711	(7,111)
Maintenance and repairs	75,500	100,266	(24,766)
Pump-outs	16,000	11,742	4,258
Total Contractual Services	131,110	165,055	(33,945)
Commodities:			
Fuel	40,000	45,089	(5,089)
Uniforms	5,000	6,390	(1,390)
Building maintenance supplies	10,000	16,940	(6,940)
Equipment/tools/computer supplies	3,200	10,294	(7,094)
Vehicle supplies	1,500	1,911	(411)
Landscape/turf supplies	49,000	48,692	308
Office supplies	-	254	(254)
Total Commodities	108,700	129,570	(20,870)

GRAYSLAKE COMMUNITY PARK DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
Public Works: (Cont'd)			
Other Charges:			
Miscellaneous	\$ 6,000	\$ 6,278	\$ (278)
Total Other Charges	<u>6,000</u>	<u>6,278</u>	<u>(278)</u>
Capital Outlay:			
Equipment/machinery/computer	6,900	7,658	(758)
Vehicles	31,700	29,300	2,400
Total Capital Outlay	<u>38,600</u>	<u>36,958</u>	<u>1,642</u>
Total Public Works	<u>559,610</u>	<u>595,516</u>	<u>(35,906)</u>
Total Expenditures	<u>869,118</u>	<u>933,270</u>	<u>(64,152)</u>
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing Sources	<u>55,073</u>	<u>(11,554)</u>	<u>(66,627)</u>
OTHER FINANCING SOURCES (USES)			
Sale of fixed assets	1,000	600	(400)
Transfer to debt service fund - principal	(53,941)	(38,354)	15,587
Transfer to debt service fund - interest	-	(13,213)	(13,213)
Total Other Financing Sources (Uses)	<u>(52,941)</u>	<u>(50,967)</u>	<u>1,974</u>
Net Change in Fund Balance	<u>\$ 2,132</u>	(62,521)	<u>\$ (64,653)</u>
Fund Balance at Beginning of Year		<u>235,031</u>	
Fund Balance at End of Year		<u>\$ 172,510</u>	

GRAYSLAKE COMMUNITY PARK DISTRICT
RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 662,251	\$ 661,092	\$ (1,159)
Rental	11,500	7,565	(3,935)
Interest income	500	52	(448)
Program fees and charges	1,127,800	972,649	(155,151)
Miscellaneous	69,500	74,258	4,758
Golf:			
Fees and charges	90,000	57,992	(32,008)
Rental	2,600	2,161	(439)
Miscellaneous	10,500	8,351	(2,149)
Total Revenues	1,974,651	1,784,120	(190,531)
EXPENDITURES			
Administration:			
Personnel:			
Salaries and wages	436,400	408,263	28,137
Fringe benefits	106,700	108,179	(1,479)
Total Personnel	543,100	516,442	26,658
Contractual Services:			
Professional services	15,000	16,257	(1,257)
Public relations/legislative	4,000	4,371	(371)
Staff and volunteer recognition	4,000	2,067	1,933
Mileage and transportation reimbursement	13,500	13,101	399
Dues and subscriptions	5,000	5,526	(526)
Training and conferences	27,000	22,482	4,518
Printing services	40,000	36,850	3,150
Portable facilities	5,000	5,313	(313)
Equipment rental	500	-	500
Bank and credit card charges	15,000	16,950	(1,950)
Utilities	41,600	22,803	18,797
Equipment maintenance and repairs	500	76	424
Total Contractual Services	171,100	145,796	25,304

GRAYSLAKE COMMUNITY PARK DISTRICT
RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
EXPENDITURES			
Administration: (Cont'd)			
Commodities:			
Fuel	\$ 4,000	\$ 767	\$ 3,233
District clothing and apparel	5,000	1,188	3,812
Equipment/tools/computer supplies	3,000	615	2,385
Office supplies	3,000	3,289	(289)
General recreation supplies	4,000	4,954	(954)
Postage	15,000	10,944	4,056
Resale food and beverage	15,000	17,485	(2,485)
	<u>49,000</u>	<u>39,242</u>	<u>9,758</u>
Total Commodities			
Other Charges:			
Miscellaneous	2,000	3,509	(1,509)
	<u>2,000</u>	<u>3,509</u>	<u>(1,509)</u>
Total Other Charges			
Capital Outlay:			
Equipment/machinery/computer	4,500	2,561	1,939
Furniture and fixtures	500	-	500
	<u>5,000</u>	<u>2,561</u>	<u>2,439</u>
Total Capital Outlay			
Total Administration			
	<u>770,200</u>	<u>707,550</u>	<u>62,650</u>
Public Works:			
Personnel:			
Salaries and wages	204,000	186,990	17,010
Fringe benefits	35,900	31,570	4,330
	<u>239,900</u>	<u>218,560</u>	<u>21,340</u>
Total Personnel			
Contractual Services:			
Building maintenance and repairs	5,000	8,362	(3,362)
	<u>5,000</u>	<u>8,362</u>	<u>(3,362)</u>
Total Contractual Services			
Commodities:			
Building maintenance supplies	4,000	2,846	1,154
	<u>4,000</u>	<u>2,846</u>	<u>1,154</u>
Total Commodities			
Total Public Works			
	<u>248,900</u>	<u>229,768</u>	<u>19,132</u>

GRAYSLAKE COMMUNITY PARK DISTRICT
RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
EXPENDITURES			
Program Services:			
Personnel:			
Salaries and wages	\$ 337,400	\$ 293,440	\$ 43,960
Total Personnel	337,400	293,440	43,960
Contractual Services:			
Other charges	441,300	382,776	58,524
Total Contractual Services	441,300	382,776	58,524
Total Program Services	778,700	676,216	102,484
Golf Course:			
Personnel:			
Salaries and wages	90,100	88,571	1,529
Fringe benefits	3,800	9,488	(5,688)
Total Personnel	93,900	98,059	(4,159)
Contractual Services:			
Professional services	-	292	(292)
Dues and subscriptions	-	165	(165)
Training and conferences	100	-	100
Advertisements and publications	500	400	100
Printing services	100	-	100
Software maintenance and lease	700	-	700
Permit and license fees	750	2,424	(1,674)
Utilities	7,000	12,867	(5,867)
Maintenance and repairs	2,300	7,144	(4,844)
Total Contractual Services	11,450	23,292	(11,842)
Commodities:			
Equipment/tools/computer supplies	750	5,430	(4,680)
Landscape/turf supplies	13,000	15,699	(2,699)
Office supplies	100	565	(465)
Resale	6,000	4,920	1,080
Safety and first aid supplies	50	47	3
Total Commodities	19,900	26,661	(6,761)

GRAYSLAKE COMMUNITY PARK DISTRICT
RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
EXPENDITURES			
Golf Course: (Cont'd)			
Capital Outlay:			
Building and building improvements	\$ 1,700	\$ 1,700	\$ -
Total Capital Outlay	1,700	1,700	-
Total Golf Course	126,950	149,712	(22,762)
Total Expenditures	1,924,750	1,763,246	161,504
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing (Uses)	49,901	20,874	(29,027)
OTHER FINANCING (USES)			
Transfer to debt service fund - principal	(46,314)	(37,500)	8,814
Transfer to debt service fund - interest	-	(13,213)	(13,213)
Total Other Financing (Uses)	(46,314)	(50,713)	(4,399)
Net Change in Fund Balance	3,587	(29,839)	(33,426)
Fund Balance at Beginning of Year, as Previously Reported		236,615	
Prior Period Adjustment:			
Adjustment of deferred program revenues		(30,883)	
Fund Balance at Beginning of Year, Restated		205,732	
Fund Balance at End of Year		\$ 175,893	

GRAYSLAKE COMMUNITY PARK DISTRICT
SPECIAL RECREATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 254,712	\$ 257,927	\$ 3,215
Interest income	1,100	362	(738)
Total Revenues	255,812	258,289	2,477
EXPENDITURES			
Contractual Services:			
Dues and subscriptions	85,121	85,121	-
Total Contractual Services	85,121	85,121	-
Capital Outlay:			
Special projects	160,000	166,930	(6,930)
Total Capital Outlay	160,000	166,930	(6,930)
Total Expenditures	245,121	252,051	(6,930)
Net Change in Fund Balance	\$ 10,691	6,238	\$ (4,453)
Fund Balance at Beginning of Year		608,842	
Fund Balance at End of Year		\$ 615,080	

GRAYSLAKE COMMUNITY PARK DISTRICT
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 528,527	\$ 527,652	\$ (875)
Interest income	45	123	78
Total Revenues	528,572	527,775	(797)
EXPENDITURES			
Principal	520,679	405,854	114,825
Interest	-	222,567	(222,567)
Fees	-	905	(905)
Total Expenditures	520,679	629,326	(108,647)
Excess (Deficiency) of Revenues Over Expenditures Before Other Financing (Uses)	7,893	(101,551)	(109,444)
OTHER FINANCING SOURCES (USES)			
Transfers out	(7,000)	-	(7,000)
Transfer from General fund - principal	-	38,354	(38,354)
Transfer from General fund - interest	-	13,213	(13,213)
Transfer from Recreation fund - principal	-	37,500	(37,500)
Transfer from Recreation fund - interest	-	13,213	(13,213)
Total Other Financing Sources (Uses)	(7,000)	102,280	(109,280)
Net Change in Fund Balance	<u>\$ 893</u>	729	<u>\$ (218,724)</u>
Fund Balance at Beginning of Year		<u>90,693</u>	
Fund Balance at End of Year		<u>\$ 91,422</u>	

GRAYSLAKE COMMUNITY PARK DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Miscellaneous	\$ 758,200	\$ 179,831	\$ (578,369)
Total Revenues	<u>758,200</u>	<u>179,831</u>	<u>(578,369)</u>
EXPENDITURES			
Contractual Services:			
Professional services	<u>17,000</u>	<u>15,940</u>	<u>1,060</u>
Total Contractual Services	<u>17,000</u>	<u>15,940</u>	<u>1,060</u>
Capital Outlay:			
Special projects	6,500	11,635	(5,135)
Neighborhood parks	222,000	35,329	186,671
Alleghany Park	106,400	79,045	27,355
Jones Island	<u>405,000</u>	<u>-</u>	<u>405,000</u>
Total Capital Outlay	<u>739,900</u>	<u>126,009</u>	<u>613,891</u>
Total Expenditures	<u>756,900</u>	<u>141,949</u>	<u>614,951</u>
Net Change in Fund Balance	<u>\$ 1,300</u>	37,882	<u>\$ 36,582</u>
Fund Balance at Beginning of Year		<u>(539,344)</u>	
Fund Balance at End of Year		<u>\$ (501,462)</u>	

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GRAYSLAKE COMMUNITY PARK DISTRICT
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
MAY 31, 2013

	Liability Insurance	Audit	Illinois Municipal Retirement
ASSETS			
Cash	\$ 38,413	\$ 58,940	\$ 47,797
Property taxes receivable	88,479	-	114,503
Total Assets	\$ 126,892	\$ 58,940	\$ 162,300
LIABILITIES			
Cash overdraft	\$ -	\$ -	\$ -
Deferred property tax revenue	93,366	-	120,827
Total Liabilities	93,366	-	120,827
FUND BALANCES (DEFICITS)			
Restricted	33,526	58,940	41,473
Total Fund Balances	33,526	58,940	41,473
Total Liabilities and Fund Balances	\$ 126,892	\$ 58,940	\$ 162,300

Paving and Lighting	Aquarium and Museum Maintenance	Social Security	Total
\$ 57,203	\$ 230,513	\$ -	\$ 432,866
<u>-</u>	<u>10,409</u>	<u>114,503</u>	<u>327,894</u>
<u>\$ 57,203</u>	<u>\$ 240,922</u>	<u>\$ 114,503</u>	<u>\$ 760,760</u>
\$ -	\$ -	\$ 30,507	\$ 30,507
<u>-</u>	<u>10,984</u>	<u>120,827</u>	<u>346,004</u>
<u>-</u>	<u>10,984</u>	<u>151,334</u>	<u>376,511</u>
<u>57,203</u>	<u>229,938</u>	<u>(36,831)</u>	<u>384,249</u>
<u>57,203</u>	<u>229,938</u>	<u>(36,831)</u>	<u>384,249</u>
<u>\$ 57,203</u>	<u>\$ 240,922</u>	<u>\$ 114,503</u>	<u>\$ 760,760</u>

GRAYSLAKE COMMUNITY PARK DISTRICT
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED MAY 31, 2013

	Liability Insurance	Audit	Illinois Municipal Retirement
REVENUES			
Property taxes	\$ 95,362	\$ -	\$ 114,529
Interest income	56	33	75
	95,418	33	114,604
EXPENDITURES			
Personnel	16,200	1,373	136,410
Contractual services	76,426	5,065	-
Commodities	1,687	-	-
Capital outlay	-	-	-
	94,313	6,438	136,410
Net Change in Fund Balance	1,105	(6,405)	(21,806)
Fund Balance at Beginning of Year	32,421	65,345	63,279
Fund Balance at End of Year	\$ 33,526	\$ 58,940	\$ 41,473

<u>Paving and Lighting</u>	<u>Aquarium and Museum Maintenance</u>	<u>Social Security</u>	<u>Total</u>
\$ 6,391	\$ 12,529	\$ 102,991	\$ 331,802
29	130	30	353
<u>6,420</u>	<u>12,659</u>	<u>103,021</u>	<u>332,155</u>
-	-	105,994	259,977
873	8,032	-	90,396
-	-	-	1,687
<u>4,590</u>	<u>-</u>	<u>-</u>	<u>4,590</u>
<u>5,463</u>	<u>8,032</u>	<u>105,994</u>	<u>356,650</u>
957	4,627	(2,973)	(24,495)
<u>56,246</u>	<u>225,311</u>	<u>(33,858)</u>	<u>408,744</u>
<u>\$ 57,203</u>	<u>\$ 229,938</u>	<u>\$ (36,831)</u>	<u>\$ 384,249</u>

GRAYSLAKE COMMUNITY PARK DISTRICT
LIABILITY INSURANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 95,517	\$ 95,362	\$ (155)
Interest income	1,550	56	(1,494)
Total Revenues	97,067	95,418	(1,649)
EXPENDITURES			
Personnel:			
Salaries and wages	17,000	16,200	800
Total Personnel	17,000	16,200	800
Contractual Services:			
Legal services	4,000	1,560	2,440
Background checks	2,500	1,106	1,394
Insurance	66,487	67,177	(690)
Employment practice surety	4,610	4,433	177
Safety incentives	500	-	500
Hazardous removals	784	2,150	(1,366)
Total Contractual Services	78,881	76,426	2,455
Commodities:			
Safety and first aid supplies	1,000	1,687	(687)
Total Commodities	1,000	1,687	(687)
Total Expenditures	96,881	94,313	2,568
Net Change in Fund Balance	\$ 186	1,105	\$ 919
Fund Balance at Beginning of Year		32,421	
Fund Balance at End of Year		\$ 33,526	

GRAYSLAKE COMMUNITY PARK DISTRICT
AUDIT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Interest income	\$ 25	\$ 33	\$ 8
Total Revenues	<u>25</u>	<u>33</u>	<u>8</u>
EXPENDITURES			
Personnel:			
Accounting	<u>1,250</u>	<u>1,373</u>	<u>(123)</u>
Total Personnel	<u>1,250</u>	<u>1,373</u>	<u>(123)</u>
Contractual Services:			
Audit services	<u>5,065</u>	<u>5,065</u>	<u>-</u>
Total Contractual Services	<u>5,065</u>	<u>5,065</u>	<u>-</u>
Total Expenditures	<u>6,315</u>	<u>6,438</u>	<u>(123)</u>
Net Change in Fund Balance	<u>\$ (6,290)</u>	(6,405)	<u>\$ (115)</u>
Fund Balance at Beginning of Year		<u>65,345</u>	
Fund Balance at End of Year		<u>\$ 58,940</u>	

GRAYSLAKE COMMUNITY PARK DISTRICT
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 114,620	\$ 114,529	\$ (91)
Interest income	75	75	-
Total Revenues	<u>114,695</u>	<u>114,604</u>	<u>(91)</u>
EXPENDITURES			
Personnel:			
IMRF employer contribution	<u>115,000</u>	<u>136,410</u>	<u>(21,410)</u>
Total Personnel	<u>115,000</u>	<u>136,410</u>	<u>(21,410)</u>
Total Expenditures	<u>115,000</u>	<u>136,410</u>	<u>(21,410)</u>
Net Change in Fund Balance	<u>\$ (305)</u>	<u>(21,806)</u>	<u>\$ (21,501)</u>
Fund Balance at Beginning of Year		<u>63,279</u>	
Fund Balance at End of Year		<u>\$ 41,473</u>	

GRAYSLAKE COMMUNITY PARK DISTRICT
PAVING AND LIGHTING FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 6,368	\$ 6,391	\$ 23
Interest income	25	29	4
Total Revenues	6,393	6,420	27
EXPENDITURES			
Contractual Services:			
Utilities	1,000	834	166
Professional services	-	39	(39)
Total Contractual Services	1,000	873	127
Capital Outlay:			
Special projects	5,000	4,590	410
Total Capital Outlay	5,000	4,590	410
Total Expenditures	6,000	5,463	537
Net Change in Fund Balance	\$ 393	957	\$ 564
Fund Balance at Beginning of Year		56,246	
Fund Balance at End of Year		\$ 57,203	

GRAYSLAKE COMMUNITY PARK DISTRICT
 AQUARIUM AND MUSEUM MAINTENANCE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED MAY 31, 2013

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Property taxes	\$ 12,736	\$ 12,529	\$ (207)
Interest income	35	130	95
 Total Revenues	 <u>12,771</u>	 <u>12,659</u>	 <u>(112)</u>
EXPENDITURES			
Contractual Services:			
Professional services	<u>12,000</u>	<u>8,032</u>	<u>3,968</u>
 Total Contractual Services	 <u>12,000</u>	 <u>8,032</u>	 <u>3,968</u>
 Total Expenditures	 <u>12,000</u>	 <u>8,032</u>	 <u>3,968</u>
 Net Change in Fund Balance	 <u><u>\$ 771</u></u>	 4,627	 <u><u>\$ 3,856</u></u>
 Fund Balance at Beginning of Year		 <u>225,311</u>	
 Fund Balance at End of Year		 <u><u>\$ 229,938</u></u>	

GRAYSLAKE COMMUNITY PARK DISTRICT
 SOCIAL SECURITY FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED MAY 31, 2013

	Original and Final Budget	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 101,885	\$ 102,991	\$ 1,106
Interest income	25	30	5
Total Revenues	101,910	103,021	1,111
EXPENDITURES			
Personnel:			
FICA employer contribution	112,000	85,866	26,134
Medicare employer contribution	-	20,128	(20,128)
Total Personnel	112,000	105,994	6,006
Total Expenditures	112,000	105,994	6,006
Net Change in Fund Balance	\$ (10,090)	(2,973)	\$ 7,117
Fund Balance at Beginning of Year		<u>(33,858)</u>	
Fund Balance at End of Year		<u>\$ (36,831)</u>	

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OTHER INFORMATION

STATISTICAL SECTION

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GRAYSLAKE COMMUNITY PARK DISTRICT
 ASSESSED VALUATIONS, TAX RATES, ALLOCATIONS AND EXTENSIONS (UNAUDITED)
 TAX LEVY YEARS 2012-2002

Fiscal Year	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
ASSESSED VALUATIONS (In thousands)	<u>\$ 549,213</u>	<u>\$ 636,779</u>	<u>\$ 672,785</u>	<u>\$ 709,150</u>	<u>\$ 726,367</u>
TAX RATES					
Corporate	0.168	0.140	0.126	0.118	0.114
Recreation	0.125	0.104	0.096	0.092	0.090
Liability insurance	0.017	0.015	0.014	0.013	0.014
Audit	0.000	0.000	0.001	0.000	0.001
Debt service	0.096	0.083	0.078	0.074	0.075
Retirement	0.022	0.018	0.017	0.016	0.005
Paving and lighting	0.000	0.001	0.004	0.000	0.005
Handicapped recreation	0.040	0.040	0.040	0.040	0.040
Aquarium and museum maintenance	0.002	0.002	0.002	0.000	0.002
Social security	<u>0.022</u>	<u>0.016</u>	<u>0.014</u>	<u>0.013</u>	<u>0.013</u>
TOTAL TAX RATES	<u>0.492</u>	<u>0.419</u>	<u>0.392</u>	<u>0.366</u>	<u>0.359</u>
TAX EXTENSIONS					
Corporate	\$ 922,678	\$ 891,491	\$ 847,709	\$ 836,797	\$ 828,059
Recreation	686,516	662,250	645,874	652,418	653,731
Liability insurance	93,366	95,517	94,190	92,190	101,692
Audit	-	-	6,728	-	7,264
Debt service	527,244	528,527	524,772	524,771	544,776
Retirement	120,827	114,620	114,373	113,464	36,318
Paving and lighting	-	6,368	26,911	-	36,318
Handicapped recreation	219,685	254,712	269,114	283,660	290,547
Aquarium and museum maintenance	10,984	12,735	13,456	-	14,527
Social security	<u>120,827</u>	<u>101,885</u>	<u>94,190</u>	<u>92,190</u>	<u>94,428</u>
TOTAL TAX EXTENSIONS	<u>\$ 2,702,127</u>	<u>\$ 2,668,105</u>	<u>\$ 2,637,317</u>	<u>\$ 2,595,490</u>	<u>\$ 2,607,660</u>
COLLECTIONS	<u>\$ 141,435</u>	<u>\$ 2,663,246</u>	<u>\$ 2,611,303</u>	<u>\$ 2,539,115</u>	<u>\$ 2,592,375</u>
COLLECTION RATE	<u>5.23%</u>	<u>99.82%</u>	<u>99.01%</u>	<u>97.83%</u>	<u>99.41%</u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>\$ 694,822</u>	<u>\$ 627,503</u>	<u>\$ 575,588</u>	<u>\$ 540,505</u>	<u>\$ 508,882</u>	<u>\$ 465,174</u>
0.112	0.107	0.100	0.100	0.100	0.099
0.087	0.083	0.075	0.075	0.075	0.075
0.014	0.019	0.024	0.019	0.025	0.014
0.003	0.002	0.002	0.002	0.004	0.005
0.077	0.084	0.092	0.099	0.033	0.005
0.005	0.014	0.025	0.024	0.024	0.033
0.005	0.005	0.005	0.002	0.005	0.005
0.040	0.040	0.040	0.019	0.040	0.028
0.002	0.003	0.010	0.019	0.003	0.000
0.014	0.019	0.017	0.016	0.016	0.000
<u>0.359</u>	<u>0.376</u>	<u>0.390</u>	<u>0.375</u>	<u>0.325</u>	<u>0.264</u>
\$ 778,201	\$ 671,428	\$ 575,589	\$ 540,505	\$ 508,883	\$ 460,522
604,495	520,828	431,691	405,379	381,662	348,881
97,275	119,226	138,141	102,696	127,221	65,124
20,845	12,550	11,512	10,810	20,355	23,259
535,013	527,103	529,541	535,100	167,931	23,259
34,741	87,850	143,898	129,721	122,132	153,507
34,741	31,375	28,779	10,810	25,444	23,259
277,929	251,001	230,235	102,696	203,553	130,249
13,897	18,825	57,559	102,696	15,266	-
97,275	119,226	97,850	86,481	81,421	-
<u>\$ 2,494,412</u>	<u>\$ 2,359,412</u>	<u>\$ 2,244,795</u>	<u>\$ 2,026,894</u>	<u>\$ 1,653,868</u>	<u>\$ 1,228,060</u>
<u>\$ 2,465,985</u>	<u>\$ 2,346,125</u>	<u>\$ 2,215,674</u>	<u>\$ 1,971,757</u>	<u>\$ 1,644,407</u>	<u>\$ 1,226,196</u>
<u>98.86%</u>	<u>99.44%</u>	<u>98.70%</u>	<u>97.28%</u>	<u>99.43%</u>	<u>99.85%</u>

GRAYSLAKE COMMUNITY PARK DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
MAY 31, 2013

Assessed Valuation 2012	<u>\$ 549,212,890</u>
Statutory Debt Limitation (2.875% of Assessed Valuation)	\$ 15,789,871
Total Debt Outstanding	<u>4,648,088</u>
Legal Debt Margin	<u>\$ 11,141,783</u>