

ITASCA PARK DISTRICT
AUDITED FINANCIAL STATEMENTS
YEAR ENDED APRIL 30, 2010



ITASCA PARK DISTRICT

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INDEPENDENT AUDITORS' REPORT

To The President and The
Members of the Board of Commissioners
Itasca Park District
Itasca, Illinois

We have audited the accompanying basic financial statements of the Itasca Park District as of and for the year ended April 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the Park District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Park District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as, evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Itasca Park District as of April 30, 2010 and the respective changes in financial position and net assets thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying management's discussion and analysis as listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by the Government Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Detterbeck Johnson & Mosen, Ltd.
(An Illinois Professional
Service Corporation)
Palatine, Illinois
July 19, 2010





**ITASCA PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED APRIL 30, 2010**

This discussion and analysis is intended to be an easily readable overview of the Itasca Park District's financial activities for the year ended April 30, 2010, based on currently known facts, decisions and conditions. This analysis focuses on current year activities and operations, which should be read in combination with the transmittal letter and the basic financial statements that follow.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.

Financial Highlights

- The Park District's financial status continues to get stronger each year. Despite increased operational, energy costs and staff benefits, the Park District concluded with a positive balance. Overall, revenues for all funds this past year were \$3,621,173 and expenses were \$3,895,900 for a net decrease of \$(274,727).
- Assets exceeded liabilities by \$7,738,550 (net assets) at the close of the fiscal year. Of this amount, \$1,054,876 is unrestricted and available to meet ongoing and future obligations.
- The change in total net assets of the Park District is an increase of \$580,122 for governmental activities.
- Total governmental funds reported an end of the year fund balance of \$2,420,811; this represents an overall decrease of \$(274,727).
- Governmental funds reported a combined total of \$3,621,173 of revenues, and \$3,895,900 in expenditures. After offsetting transfers and debt proceeds, the resulting combined decrease in the fund balance of all governmental funds on April 30, 2010, was \$(274,727). The combined fund balance of all governmental funds on April 30, 2010, was \$2,420,811.
- The General Fund's total revenue of \$660,637 was below budgeted revenue by (\$21,047), mainly due to the decrease in projected interest revenue. The fund balance had a net increase of \$48,793. The expenses in the fund were (\$72,863) less than budgeted, which helped the fund perform better than planned. This activity resulted in an April 30, 2010 fund balance of \$488,234.
- The Recreation Fund's total revenue of \$1,550,632 was below budgeted revenue by (\$193,786). The fund balance had a net decrease of \$(119,955), compared to the budgeted net decrease of (\$169,759). This activity resulted in an April 30, 2010 fund balance of \$566,642.



Using the Annual Report/Report Layout

As a result of the implementation of GASB Statement No. 34, this report is significantly different from years prior to 2005. Besides the MD&A, the report consists of government-wide statements, fund financial statements and notes to the financial statements.

The government-wide statements are highly condensed and present information about the Park District's finances and operations as a whole, with a longer-term view. The fund financial statements indicate how we financed our governmental activities in the short-term, as well as what remains for future spending. The fund financial statements also report the Park District's operations in more detail than the government-wide financial statements by providing information about the Park District's major funds.

Reporting the Park District as a Whole

The accompanying government-wide financial statements include two statements that present financial data for the District as a whole. The Statement of Net Assets and the Statement of Activities report information about the District as a whole and its activities. The statements include all assets and liabilities using the accrual basis of accounting, similar to the accounting used by most private – sector companies. This basis of accounting includes all of the current year's revenues and expenses regardless of when cash is received or paid.

- *Statement of Net Assets*

The Statement of Net Assets presents the assets, liabilities and resulting net assets of the Park District's governmental and business-type activities.

Net assets, the difference between assets and liabilities, provide a measure of the District's financial strength, or financial position. Over time, increases or decreases in net assets are an indicator of improving or deteriorating financial health. It is important to consider other non-financial factors such as changes in the District's property tax base, or the condition of parks to accurately assess the overall health of the District.

- *Statement of Activities*

The Statement of Activities presents expenses of major programs (functions) and matches direct program revenues with each. To the extent that direct charges and grants do not recover a program's cost, it is paid from general taxes and other resources. The statement simplifies the user's analysis to determine what extent programs are self-supporting and/or subsidized by general revenues.

Reporting the Park District's Most Significant Funds

The analysis of the Park District's major funds statements reinforce information in the government-wide financial statements or provide additional information. The District's major funds are presented in a separate column in the fund financial statements, and the remaining funds are combined into a column titled "Nonmajor Governmental Funds." For each major fund, a Budgetary Comparison Statement is also presented.



All of the Park District's activities are reported in governmental funds, which focus on how money flows into and out of funds, and the remaining balances year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Park District's general government operations and the basic services it provides. Governmental activities include recreation and general government administration. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements of the governmental funds.

**The Park District as a Whole
Government-Wide Financial Statements**

Statement of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. On April 30, 2010, net assets for the Park District were \$7,738,550.

A condensed version of the Statement of Net Assets at April 30, 2010, follows:

	<u>2010</u>	<u>2009</u>
Assets:		
Current and other assets	\$ 4,806,412	\$ 5,181,947
Capital assets	<u>11,365,247</u>	<u>11,005,257</u>
Total assets	<u>16,171,659</u>	<u>16,187,204</u>
Liabilities:		
Current and other liabilities	2,638,918	2,719,586
Long-term liabilities:		
Due within one year	550,000	515,000
Due in more than one year	<u>5,244,191</u>	<u>5,794,191</u>
Total liabilities	<u>8,433,109</u>	<u>9,028,777</u>
Net Assets:		
Invested in capital assets, net of debt	7,675,831	7,155,841
Restricted	(4,632,082)	(4,929,607)
Unrestricted	<u>4,694,801</u>	<u>4,932,193</u>
Total Net Assets	<u>\$ 7,738,550</u>	<u>\$ 7,158,427</u>

The governmental activities end-of-year total net assets of \$7,738,550 reflect an increase of \$580,122 from the beginning year's net asset balance.



Changes in Net Assets

A summary of the government-wide statement of changes in net assets for the year ended April 30, 2010 follows:

	<u>2010</u>	<u>2009</u>
Revenues		
Program Revenues:		
Charges for services	\$ 1,128,279	\$ 1,201,872
General Revenues:		
Taxes	2,269,109	2,188,973
Interest	24,810	72,792
Grants	-	327,507
Miscellaneous	<u>198,975</u>	<u>128,072</u>
Total Revenues	<u>3,621,173</u>	<u>3,919,216</u>
Expenses		
Program Expenses:		
Culture and Recreation	2,823,646	2,775,266
Interest	<u>217,405</u>	<u>310,261</u>
Total Expenses	<u>3,041,051</u>	<u>3,085,527</u>
Change in Net Assets	<u>\$ 580,122</u>	<u>\$ 833,689</u>

For 2009/2010, changes in net assets decreased \$(253,567) to \$580,122.

Governmental Activities The cost of all governmental activities in 2009/10 was \$3,041,051. Revenues to fund these activities included \$1,128,279 from those who directly benefited from or contributed to the programs, and \$2,269,109 financed through taxes. Revenue included other governmental revenue, grants, interest and miscellaneous income, which totaled \$223,785.

In the table below, we presented the cost of each of the Park District's largest functions, as well as program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden was placed on the Park District's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	2010	2009	2010	2009
Culture and Recreation	\$ 2,823,646	\$ 2,775,266	\$ 1,695,367	\$ 1,573,394
Interest	<u>217,405</u>	<u>310,261</u>	<u>217,405</u>	<u>310,261</u>
Total Expenses	<u>\$ 3,041,051</u>	<u>\$ 3,085,527</u>	<u>\$ 1,912,772</u>	<u>\$ 1,883,655</u>



The Park District's Funds

Governmental funds reported a combined total of \$3,621,173 of revenues, and \$3,895,900 in expenditures. After offsetting transfers and debt proceeds, the resulting combined decrease in the fund balance of all governmental funds on April 30, 2010, was \$(274,727). The combined fund balance of all governmental funds on April 30, 2010, was \$2,420,811.

Capital Assets

As of April 30, 2010, the District has approximately \$11.36 million in capital assets (net of accumulated depreciation), as reflected in the following table. Additional capital asset information is found in Note 3 to the financial statements.

	<u>2010</u>	<u>2009</u>
Land, Right of Way and Easements	\$ 664,790	\$ 664,790
Construction	-	-
Land Improvements	698,194	774,499
Buildings	9,273,993	8,804,589
Equipment	684,312	702,865
Licensed Vehicles	<u>43,958</u>	<u>58,514</u>
Net Capital Assets	\$ <u>11,365,247</u>	\$ <u>11,005,257</u>

Capital highlights for 2009/2010 included the following:

- Recreation Center Locker-Rooms Renovation Project
- Final close-outs for the Waterpark Project
- Roof Replacement & HVAC Rooftop Units Replaced
- Maintenance Garage Siding Project
- Misc Park/Building Projects

Debt Administration

As of year-end, governmental-type debt outstanding was \$5,794,191 compared to \$6,309,191 last year. Additional information on the District's long-term debt is found in Note 4 to the financial statements.

Budgets and Rates for 2010/11

The 2010/11 fiscal year total budget is \$4,518,008, an approximate 6.2% decrease over the fiscal year 2009/10.

The Park District's 2009 equalized assessed valuation increased .23% and is currently \$608,883,199. The 2010/11 budget reflects an approximate 1% increase in property taxes.



Included in the 2010/11 budget are capital expenditures of approximately \$750,000. The basic capital budget includes projects such as:

- Recreation Center Gymnasium Center – curtains/automated hoops
- Fitness Center Equipment Purchase/Replacement
- Joint Parking Lot Project with the Village of Itasca
- Waterpark Upgrades and VGB Compliance Project
- Computer System Upgrade/On-Line Registration
- Benson Park Project
- Pump House Renovation Project
- Miscellaneous Parks and Building Projects

Decisions Expected To Have an Effect on Future Operations

Many trends and economic factors can affect the future operations of the Park District, which are considered during budgeting and long range planning of these factors. Private sector development of competitive facilities and comparable services in the area, trends in facility usage, and the availability for acquisition of open space and facilities are constant considerations. There are several additional major factors that the Park District is dealing with and will address in the upcoming budget year as well:

- The continuing negative effects of the tax cap on the District's property tax revenue, along with the current CPI impact.
- The current State of Illinois budget situation which has slowed grant funding.
- Current state of the general economy.
- Increased pricing of utilities, wages and benefits.

Financial Contact

The Park District's financial statements are designed to present users (citizens, taxpayers, investors, customers and creditors) with a general overview of the Park District's finances and to demonstrate the Park District's accountability. If you have questions about the report or need additional financial information, please contact the Park District's Executive Director, Maryfran H. Leno, 350 East Irving Park Road, Itasca, IL 60143, 630-773-2257.



ITASCA PARK DISTRICT
STATEMENT OF NET ASSETS

APRIL 30, 2010

	<u>Total Primary Government Governmental Activities</u>
ASSETS	
Cash and Investments	\$ 2,554,974
Property Taxes Receivable, Net of Loss and Cost	2,251,438
Capital Assets, Net of Accumulated Depreciation	
Land and Improvements	1,362,984
Buildings/Facilities	9,273,994
Machinery, Equipment and Vehicles	<u>728,269</u>
Total Assets	<u>16,171,659</u>
LIABILITIES	
Deferred Revenue - Taxes	\$ 2,251,438
Deferred Program Revenue	129,698
Vouchers and Refunds Payable	4,465
Interest Payable	141,076
Compensated Absences Payable	49,491
Bond Premium	62,750
Bonds Payable - Current	550,000
Bonds Payable - Non-Current	<u>5,244,191</u>
Total Liabilities	<u>8,433,109</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	7,675,831
Restricted For:	
Debt Service Deficit	(5,966,214)
Special Services and Capital Outlay	1,334,132
Unrestricted	<u>4,694,801</u>
TOTAL NET ASSETS	<u>\$ 7,738,550</u>

See accompanying notes to the financial statements.



ITASCA PARK DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED APRIL 30, 2010

	<u>Expenses</u>	<u>Program Revenues Charges for Services</u>	<u>Net (Expense) Revenue</u>
PRIMARY GOVERNMENT			
Governmental Activities			
Culture and Recreation	\$ 2,823,646	\$ 1,128,279	\$ (1,695,367)
Interest on Bonds	<u>217,405</u>	<u>-</u>	<u>(217,405)</u>
Total Governmental Activities	<u>\$ 3,041,051</u>	<u>\$ 1,128,279</u>	<u>(1,912,772)</u>
GENERAL REVENUES			
Property Taxes, levied for general purposes			1,520,104
Property Taxes, levied for debt service			723,393
Personal Property Replacement Taxes			25,612
Interest			24,810
Miscellaneous			<u>198,975</u>
Total General Revenues			<u>2,492,894</u>
CHANGE IN NET ASSETS			580,122
NET ASSETS			
Beginning			<u>7,158,428</u>
Ending			<u>\$ 7,738,550</u>

See accompanying notes to the financial statements.



ITASCA PARK DISTRICT

BALANCE SHEET
GOVERNMENTAL FUNDS

APRIL 30, 2010

	<u>General</u>	<u>Recreation</u>	<u>Recreation For the Handicapped</u>	<u>Social Security and IMRF</u>
ASSETS				
Cash and Investments	\$ 488,234	\$ 700,805	\$ 224,795	\$ 88,497
Property Taxes Receivable, Net of Loss and Cost	<u>596,164</u>	<u>396,036</u>	<u>241,118</u>	<u>241,118</u>
TOTAL ASSETS	<u>\$ 1,084,398</u>	<u>\$ 1,096,841</u>	<u>\$ 465,913</u>	<u>\$ 329,615</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Vouchers and Refunds Payable	\$ -	\$ 4,465	\$ -	\$ -
Deferred Revenue - Taxes	596,164	396,036	241,118	241,118
Deferred Program Revenue	<u>-</u>	<u>129,698</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>596,164</u>	<u>530,199</u>	<u>241,118</u>	<u>241,118</u>
FUND BALANCES				
Reserved for:				
Debt Service	-	-	-	-
Special Revenue Funds	-	-	224,795	88,497
Capital Projects	-	-	-	-
Unreserved	<u>488,234</u>	<u>566,642</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>488,234</u>	<u>566,642</u>	<u>224,795</u>	<u>88,497</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,084,398</u>	<u>\$ 1,096,841</u>	<u>\$ 465,913</u>	<u>\$ 329,615</u>



Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 31,803	\$ 851,091	\$ 169,749	\$ 2,554,974
<u>731,792</u>	<u>-</u>	<u>45,210</u>	<u>2,251,438</u>
<u>\$ 763,595</u>	<u>\$ 851,091</u>	<u>\$ 214,959</u>	<u>\$ 4,806,412</u>
\$ -	\$ -	\$ -	4,465
731,792	-	45,210	2,251,438
<u>-</u>	<u>-</u>	<u>-</u>	<u>129,698</u>
<u>731,792</u>	<u>-</u>	<u>45,210</u>	<u>2,385,601</u>
31,803	-	-	31,803
-	-	169,749	483,041
-	851,091	-	851,091
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,054,876</u>
<u>31,803</u>	<u>851,091</u>	<u>169,749</u>	<u>2,420,811</u>
<u>\$ 763,595</u>	<u>\$ 851,091</u>	<u>\$ 214,959</u>	

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

Capital Assets used in governmental activities are not financial resources and therefore are not reported in the funds 11,365,247

Certain liabilities including compensated absences, interest and bonds payable are not reported on a modified accrual basis and therefore not reported in the funds (6,047,508)

Net Assets of Governmental Activities \$ 7,738,550

See accompanying notes to the financial statements.



ITASCA PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

YEAR ENDED APRIL 30, 2010

	General	Recreation	Recreation For The Handicapped	Social Security and IMRF	Debt Service
REVENUES					
Property Taxes	\$ 575,600	\$ 376,728	\$ 241,955	\$ 243,076	\$ 723,393
Personal Property Replacement Taxes	25,612	-	-	-	-
Program and Event Fees	-	709,341	-	-	-
Developer Contributions	-	-	-	-	-
Fundraising	-	-	-	-	-
Land Use Fees	-	-	-	-	-
Fitness Center	-	182,766	-	-	-
Swimming Pool	-	148,963	-	-	-
Concessions	-	37,151	-	-	-
Rent	27,829	22,229	-	-	-
Interest	14,546	-	-	738	2,136
Miscellaneous	17,050	73,454	-	-	-
Total Revenues	<u>660,637</u>	<u>1,550,632</u>	<u>241,955</u>	<u>243,814</u>	<u>725,529</u>
EXPENDITURES					
Current:					
Salaries and Wages	208,437	708,417	-	-	-
Services	200,154	198,017	112,128	263,333	1,338
Repairs and Maintenance	58,468	34,926	-	-	-
Program and Event Costs	-	399,365	-	-	-
Supplies	25,512	40,516	-	-	-
Miscellaneous	9,289	5,417	-	-	-
Capital Outlay	9,984	237,623	51,484	-	-
Debt Service:					
Principal	-	-	-	-	515,000
Interest	-	-	-	-	203,495
Total Expenditures	<u>511,844</u>	<u>1,624,281</u>	<u>163,612</u>	<u>263,333</u>	<u>719,833</u>
Excess of Revenues Over (Under) Expenditures	<u>148,793</u>	<u>(73,649)</u>	<u>78,343</u>	<u>(19,519)</u>	<u>5,696</u>
OTHER FINANCING SOURCES (USES)					
Bonds and Bond Premiums Issued	-	-	-	-	-
Transfers	(100,000)	(46,306)	-	-	-
Total Other	<u>(100,000)</u>	<u>(46,306)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	48,793	(119,955)	78,343	(19,519)	5,696
FUND BALANCE					
Beginning	<u>439,441</u>	<u>686,597</u>	<u>146,452</u>	<u>108,016</u>	<u>26,107</u>
Ending	<u>\$ 488,234</u>	<u>\$ 566,642</u>	<u>\$ 224,795</u>	<u>\$ 88,497</u>	<u>\$ 31,803</u>



<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 82,745	\$ 2,243,497
-	-	25,612
-	-	709,341
39,362	-	39,362
1,660	-	1,660
28,000	-	28,000
-	-	182,766
-	-	148,963
-	-	37,151
-	-	50,058
7,213	177	24,810
<u>-</u>	<u>39,449</u>	<u>129,953</u>
<u>76,235</u>	<u>122,371</u>	<u>3,621,173</u>
-	-	916,854
-	70,678	845,648
-	5,087	98,481
-	30,212	429,577
-	3,106	69,134
-	-	14,706
503,914	-	803,005
-	-	515,000
<u>-</u>	<u>-</u>	<u>203,495</u>
<u>503,914</u>	<u>109,083</u>	<u>3,895,900</u>
<u>(427,679)</u>	<u>13,288</u>	<u>(274,727)</u>
-	-	-
<u>146,306</u>	<u>-</u>	<u>-</u>
<u>146,306</u>	<u>-</u>	<u>-</u>
<u>(281,373)</u>	<u>13,288</u>	<u>(274,727)</u>
<u>1,132,464</u>	<u>156,461</u>	<u>2,695,538</u>
<u>\$ 851,091</u>	<u>\$ 169,749</u>	<u>\$ 2,420,811</u>

See accompanying notes to the financial statements.



ITASCA PARK DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

YEAR ENDED APRIL 30, 2010

Net Change in Fund Balances - Total Governmental Funds \$ (274,727)

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

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$775,242 were greater than depreciation expense of \$413,812 and loss on disposal of \$1,440. 359,990

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which bond proceeds of \$0 were less than \$515,000 of bond repayments. 515,000

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. An increase in the compensated absences payable of \$6,231 and increase in bond interest payable of \$13,910 are this amount. (20,141)

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES \$ 580,122

See accompanying notes to the financial statements.



ITASCA PARK DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

YEAR ENDED APRIL 30, 2010

	General		Recreation		Rec for the
	Budget Original/Final	Actual Budget/GAAP	Budget Original/Final	Actual Budget/GAAP	Budget Original/Final
REVENUES					
Property Taxes	\$ 577,113	\$ 575,600	\$ 378,465	\$ 376,728	\$ 242,995
Personal Property					
Replacement Taxes	20,000	25,612	-	-	-
Program and Event Fees	-	-	838,908	709,341	-
Developer Contributions	-	-	-	-	-
Fundraising	-	-	-	-	-
Land Use Fees	-	-	-	-	-
Fitness Center	-	-	216,745	182,766	-
Swimming Pool	-	-	167,400	148,963	-
Concessions	-	-	44,700	37,151	-
Rent	27,750	27,829	24,000	22,229	-
Interest	40,000	14,546	-	-	-
Miscellaneous	16,821	17,050	74,200	73,454	-
Total Revenues	<u>681,684</u>	<u>660,637</u>	<u>1,744,418</u>	<u>1,550,632</u>	<u>242,995</u>
EXPENDITURES					
Current:					
Salaries and Wages	216,857	208,437	732,700	708,417	-
Services	241,300	200,154	239,530	198,017	125,000
Repairs and Maintenance	84,050	58,468	34,500	34,926	-
Program and Event Costs	-	-	508,647	399,365	-
Supplies	34,500	25,512	44,550	40,516	-
Miscellaneous	8,000	9,289	4,250	5,417	-
Capital Outlay	-	9,984	350,000	237,623	170,000
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	<u>584,707</u>	<u>511,844</u>	<u>1,914,177</u>	<u>1,624,281</u>	<u>295,000</u>
Excess of Revenues Over (Under) Expenditures	<u>96,977</u>	<u>148,793</u>	<u>(169,759)</u>	<u>(73,649)</u>	<u>(52,005)</u>
OTHER FINANCING SOURCES (USES)					
Bonds Issued	-	-	-	-	-
Transfers	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>(46,306)</u>	<u>-</u>
Total Other	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>(46,306)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(3,023)	48,793	(169,759)	(119,955)	(52,005)
FUND BALANCE					
Beginning	<u>459,277</u>	<u>439,441</u>	<u>705,750</u>	<u>686,597</u>	<u>146,450</u>
Ending	<u>\$ 456,254</u>	<u>\$ 488,234</u>	<u>\$ 535,991</u>	<u>\$ 566,642</u>	<u>\$ 94,445</u>



Handicapped		Social Security and IMRF		Debt Service		Capital Projects	
Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
Budget/GAAP	Original/Final	Budget/GAAP	Original/Final	Budget/GAAP	Original/Final	Budget/GAAP	Original/Final
\$ 241,955	\$ 244,210	\$ 243,076	\$ 726,555	\$ 723,393	\$ -	\$ -	
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	5,000	39,362	
-	-	-	-	-	1,660	1,660	
-	-	-	-	-	28,000	28,000	
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	738	-	2,136	12,000	7,213	
-	-	-	-	-	-	-	-
<u>241,955</u>	<u>244,210</u>	<u>243,814</u>	<u>726,555</u>	<u>725,529</u>	<u>46,660</u>	<u>76,235</u>	
-	-	-	-	-	-	-	-
112,128	300,000	263,333	8,059	1,338	-	-	
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
51,484	-	-	-	-	762,667	503,914	
-	-	-	515,000	515,000	-	-	
-	-	-	203,496	203,495	-	-	
<u>163,612</u>	<u>300,000</u>	<u>263,333</u>	<u>726,555</u>	<u>719,833</u>	<u>762,667</u>	<u>503,914</u>	
<u>78,343</u>	<u>(55,790)</u>	<u>(19,519)</u>	<u>-</u>	<u>5,696</u>	<u>(716,007)</u>	<u>(427,679)</u>	
-	-	-	-	-	-	-	-
-	-	-	-	-	100,000	146,306	
-	-	-	-	-	100,000	146,306	
78,343	(55,790)	(19,519)	-	5,696	(616,007)	(281,373)	
<u>146,452</u>	<u>108,000</u>	<u>108,016</u>	<u>26,100</u>	<u>26,107</u>	<u>1,178,781</u>	<u>1,132,464</u>	
<u>\$ 224,795</u>	<u>\$ 52,210</u>	<u>\$ 88,497</u>	<u>\$ 26,100</u>	<u>\$ 31,803</u>	<u>\$ 562,774</u>	<u>\$ 851,091</u>	

See accompanying notes to the financial statements.



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Park District have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant accounting policies:

A. Financial Reporting Entity

As defined by GAAP, the financial reporting entity consists of a primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. The Park District has no component units and is not a component unit of any other entity.

B. Basis of Presentation

Government-wide Statements – The government-wide statement of net assets and statement of activities report the overall financial activity of the Park District, excluding fiduciary activities (of which the Park District has none). Governmental activities generally are financed through taxes, contributions, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenue for each function of the Park District's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipients of goods or services offered by the programs. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements – The fund financial statements provide information about the Park District's funds, of which they only have governmental funds. The emphasis on fund financial statements is on major governmental funds, each displayed in a separate column. The other remaining governmental funds are reported in total as non-major funds.

General – This is the primary operating fund of the Park District. It accounts for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that may be legally restricted to expenditures for specified purposes. The majority of services administered by the Park District are accounted for in the recreation fund and include the operations of the swimming pool and the recreation center fitness facility. Other major funds are Recreation for the Handicapped and Social Security/IMRF. The non-major funds are the insurance, audit, museum, paving and lighting, Itasca Angels and Scher Trust.

(CONTINUED)



ITASCA PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Bond Debt Service – This fund accounts for the resources accumulated and payments made for principal, interest, and related issuance costs on general obligation long-term debt of the governmental funds.

Capital Projects - These funds account for financial resources to be used and amounts paid for the acquisition or construction of major capital facilities or improvements.

C. Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Non-exchange transactions, in which the Park District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, personal property replacement taxes, grants, and contributions. On an accrual basis, revenues from personal property and personal property replacement taxes are recognized in the fiscal year in which the underlying exchange transaction occurs. Revenues from grants, contributions and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon thereafter to pay liabilities of the current period. For this purpose, the Park District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year and are needed to fund liabilities of the current period. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, principal and interest on general long-term debt and compensated absences are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds on general long-term debt are reported as other financing sources.

Significant revenue sources, which are susceptible to accrual, include property taxes, personal property replacement taxes, rentals, concession income, charges for services, grants and interest.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989 generally are followed in the government-wide fund financial statements to the extent that those standards do not conflict or contradict GASB.

(CONTINUED)



ITASCA PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Cash and Investments

Cash and short-term investments are stated at cost, which approximate market and include an investment account holding government bonds in the debt service fund.

E. Interfund Transfers

The Park District makes interfund transfers. These are flows of assets, namely cash, without equivalent flows of assets in return and without a requirement for repayment. In the governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving the transfers.

F. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

G. Compensated Absences

The liability for compensated absences reported in the government-wide statements of net assets consists of unpaid, accumulated annual vacation and sick leave balances. The liability has been calculated based on current salary costs and the amount that would be paid upon termination.

H. Property Taxes

The property taxes receivable are based on equalized assessed valuation and tax rates for the year 2009. The reserve for loss and costs on collections has been provided for 2009 at 1% of the tax extensions, which is approximately the loss and cost percentage in prior years. The Park District will begin to receive these 2009 levied funds in June of 2010. In the government-wide accrual basis and governmental fund modified accrual basis financial statements the Park District has deferred these revenues and the 2008 levy is recorded as revenue.

Property taxes for the Park District are assessed by and paid to the DuPage County Tax Collector who remits to the Park District monies collected following a calendar prescribed by law. The Park District's taxes are billed along with all other taxes due County taxing entities. The collector pays the Park District interest on monies held from day of collection to day of distribution. The Park District has no control over the investment program of the Tax Collector as those programs are governed by State Law.

(CONTINUED)



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)

I. Fund Balances

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for specific purpose. Designations of fund balances represent tentative Park District plans that are subject to change.

J. Net Assets

In the government-wide financial statements, equity is displayed in three components as follows:

Invested in Capital Assets, Net of Related Debt – This consists of capital assets, net of accumulated depreciation and the debt incurred to purchase the assets.

Restricted – This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the Park District's policy to use restricted resources first, and then unrestricted resources when they are needed.

Unrestricted – This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets".

K. Use of Estimates

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

NOTE 2. CASH AND INVESTMENTS AND CUSTODIAL CREDIT RISK

At April 30, 2010, the carrying amount of the Park District's bank deposits were \$2,475,836 and the respective bank balances totaled \$2,561,265. Of the total bank balance, \$250,000 was insured through the Federal Depository Insurance Corporation (FDIC). The bank has pledged \$3,300,000 face amount as of April 30, 2010 of collateral with securities in the Park District's name that are held by a safekeeping agent on behalf of the bank. The Park District limits its investment activity to Certificates of Deposit, money market funds and U.S. Treasury Securities.



ITASCA PARK DISTRICT
NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 3. CAPITAL ASSETS

A summary of capital assets activity for the year ended April 30, 2010 is as follows:

	Balance May 1, 2009	Additions	Deletions	Balance April 30, 2010
Land, Right of Way and Easements – not being depreciated	\$ 664,790	\$ -	\$ -	\$ 664,790
Construction in Progress - not being depreciated	-	-	-	-
Capital Assets being depreciated:				
Land Improvements	2,262,482	12,689	-	2,275,171
Buildings/Facilities	10,799,374	706,615	-	11,505,989
Equipment	1,336,451	55,938	8,368	1,384,021
Licensed Vehicles	208,642	-	-	208,642
Total Capital Assets Being Depreciated	14,606,949	775,242	8,368	15,373,823
Less Accumulated Depreciation:				
Land Improvements	1,487,983	88,994	-	1,576,977
Buildings/Facilities	1,994,785	237,211	-	2,231,996
Equipment	633,586	73,051	6,928	699,709
Licensed Vehicles	150,128	14,556	-	164,684
Total Accumulated Depreciation	4,266,482	413,812	6,928	4,673,366
Total Capital Assets Being Depreciated, Net	10,340,467	361,430	1,440	10,700,457
Governmental Activity Capital Assets, Net	\$ 11,005,257	\$ 361,430	\$ 1,440	\$ 11,365,247

Depreciation expense for governmental activities for the year ended April 30, 2010 was included in culture and recreation on the statement of activities of \$413,812 and the loss on the disposal of assets of \$1,440.

The assets are being depreciated on a straight-line basis based on the following useful lives:

- Land Improvements – 20 years
- Buildings – 7 to 50 years
- Equipment – 5 to 20 years
- Licensed Vehicles – 8 years



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 4. BONDS PAYABLE

The following is a summary of the General Obligation Bond transactions of the Park District for the year ended April 30, 2010:

	2002 Park Bonds	2002A Park Bonds	2006 Park Bonds	2006A Park Bonds	2006B Park Bonds	Total
Original Bond Amounts	<u>\$ 1,265,031</u>	<u>\$ 734,852</u>	<u>\$ 3,650,000</u>	<u>\$ 1,735,000</u>	<u>\$ 379,416</u>	<u>\$ 7,764,299</u>
Bonds Payable at May 1, 2009	\$ 614,923	\$ 734,852	\$ 3,470,000	\$ 1,110,000	\$ 379,416	\$ 6,309,191
Bonds Retired	-	-	160,000	355,000	-	515,000
Bonds Issued	-	-	-	-	-	-
Bonds Payable at April 30, 2010	<u>\$ 614,923</u>	<u>\$ 734,852</u>	<u>\$ 3,310,000</u>	<u>\$ 755,000</u>	<u>\$ 379,416</u>	<u>\$ 5,794,191</u>

The principal amount due in each of the years, in the amounts and bearing interest per annum, are as follows:

Year of Maturity	Principal					Interest				
	2002 Bonds	2002A Bonds	2006 Bonds	2006A Bonds	2006B Bonds	2002 Bonds	2002A Bonds	2006 Bonds	2006A Bonds	2006B Bonds
2010	-	-	180,000	370,000	-	-	-	4.50%	4.05%	-
2011	216,651	-	200,000	385,000	-	4.60%	-	4.50%	4.55%	-
2012	204,886	-	215,000	-	-	4.70%	-	4.50%	-	-
2013	193,386	-	240,000	-	-	4.80%	-	4.75%	-	-
2014	-	179,952	260,000	-	-	-	5.00%	4.75%	-	-
2015	-	169,028	285,000	-	-	-	5.10%	4.75%	-	-
2016	-	158,455	310,000	-	-	-	5.20%	4.50%	-	-
2017	-	148,257	335,000	-	-	-	5.30%	4.50%	-	-
2018	-	79,160	370,000	-	-	-	5.35%	4.50%	-	-
2019	-	-	400,000	-	-	-	-	4.25%	-	-
2021	-	-	515,000	-	379,416	-	-	4.30%	-	4.85%
Totals	<u>\$ 614,923</u>	<u>\$ 734,852</u>	<u>\$ 3,310,000</u>	<u>\$ 755,000</u>	<u>\$ 379,416</u>					

The 2002 and 2002A bonds were issued to complete the recreation center renovation. The 2006 bonds were issued to rebuild and improve the pool, payoff/fund certain bond issues, fund bond issue costs and provide funds for other park projects.



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 5. NORTHEAST DUPAGE SPECIAL RECREATION ASSOCIATION

The Itasca Park District is a charter member of the Northeast DuPage Special Recreation Association (NEDSRA). The purpose of NEDSRA is to provide comprehensive recreation programs and equipment for physically and/or mentally handicapped individuals.

In connection with the program, the Itasca Park District levied property taxes for 2009 at the rate of .0400 resulting in a tax extension of \$243,553. These taxes are reflected in a separate fund titled: Recreation For the Handicapped.

NOTE 6. PENSION PLAN

Plan Description

The Park District's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The 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. The report may be obtained at www.imrf.org.

Funding Policy

As set by statute, regular employees are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2009 was 14.29% of annual covered payroll. 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

For calendar year 2009, the Park District's annual pension cost of \$96,696 for the Regular plan was equal to the required and actual contributions made by the Park District.

Three-Year Trend Information for the Regular Plan

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/09	\$ 96,696	100%	\$0
12/31/08	96,522	100%	0
12/31/07	101,624	100%	0

(CONTINUED)



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 6. PENSION PLAN (Concluded)

The required contribution for 2009 was determined as part of the December 31, 2007 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007, included (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from .4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Park District's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor between the actuarial and market value of assets. The Park District's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at the December 31, 2007, valuation was 27 years.

Funded Status and Funding Progress

As of December 31, 2009, the most recent actuarial valuation date, the Regular plan was 52.47% funded. The actuarial accrued liability for benefits was \$1,475,669 and the actuarial value of assets was \$774,298, resulting in an underfunded actuarial accrued liability (UAAL) of \$701,371. The covered payroll (annual payroll of active employees covered by the plan) was \$676,672 and the ratio of UAAL to the covered payroll was 104%. In conjunction with the December 2009 actuarial valuation the market value of investments was determined using techniques that spread the effect 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. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 30 year basis.

The schedule of funding progress, shown below, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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)
12/31/09	\$ 774,298	\$1,475,669	\$ 701,371	52.47%	\$676,672	103.65%
12/31/08	465,193	1,329,259	864,066	35.00%	638,371	135.35%
12/31/07	487,684	1,176,335	688,651	41.46%	622,314	110.66%

On a market value basis, the actuarial value of assets as of December 31, 2009 is \$732,603. On a market basis, the funded ratio would be 49.65%.



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 7. HEALTH INSURANCE RISK POOL

On February 1, 1990, the Itasca 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 \$200,000. Until January 1, 2001 The PDRMA health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network.

Members can choose to provide any combination of coverages available to their employees, and pay premiums accordingly.

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

The following represents a summary of PDRMA's balance sheet at December 31, 2009 and the statement of revenues and expenses for the period then ended.

Assets	\$10,463,230
Liabilities	\$ 2,844,691
Member Balances	\$ 7,618,539
Revenues	\$16,117,195
Expenditures	\$15,737,135

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 8. INSURANCE RISK POOL

The Park District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since June 1, 1992, the Park District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a public entity risk pool of park and forest preserve districts, special recreation associations and certain non-profits serving the needs of public entities. Property, general and automobile liability, crime, boiler and machinery, public officials' and employment practices liability, workers 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

(CONTINUED)



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

(CONTINUED)

NOTE 8. INSURANCE RISK POOL (Continued)

in effect for the period January 1, 2010 through January 1, 2011:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company
<u>Property</u>				
Property/Bldg/Contents			\$1,000,000,000/ all members Declaration 11	PDRMA Reinsurers: Various through the Public Entity Property Reinsurance Program (PEPIP)
All losses/occurrence	\$ 1,000	\$1,000,000		
All losses annual agg		\$3,000,000	\$250,000,000/Occurrence	
Flood/except Zones A&V	\$ 1,000	\$100,000	\$200,000,000/Occurrence	
Flood, Zones A & V	\$ 1,000	\$250,000	\$100,000,000/Occurrence	
Earthquake Shock	\$ 1,000	\$100,000		
Auto Physical Damage				
Comprehensive and Collision	\$ 1,000	\$1,000,000	Included	
Builders Risk	\$ 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	
Service Interruption	24 hours	N/A	\$ 10,000,000	
Boiler and Machinery			\$100,000,000 Equip	Travelers Indemnity Co of Illinois
Property damage	\$ 1,000	\$ 9,000	Breakdown	
Buisness Income	48 hours	N/A	Prop damage Included	
Fidelity and Crime	\$ 1,000	\$ 24,000	\$2,000,000	National Union Fire Insurance Co
Seasonal Employees	\$ 1,000	\$ 9,000	\$1,000,000	
Blanket Bond	\$ 1,000	\$ 24,000	\$2,000,000	
<u>Workers Compensation</u> Employers Liability	N/A	\$ 500,000 \$ 500,000	Statutory \$3,500,000 Employers Liability	PDRMA Reinsurers: Government Entities Mutual, Safety National Casualty
<u>Liability</u>				
General	None	\$ 500,000	\$21,500,000/Occurrence	PDRMA Reinsurers: Government Entities Mutual, Markel Everest Reinsurance Co
Auto Liability	None	Included	Included	
Employment Practices	None	Included	\$21,500,000/Occurrence/	
Public Officials' Liability	None	Included	Annual Aggregate	
Law Enforcement Liability	None	Included	Included	
Uninsured/Underinsured Motorists	None	Included	\$1,000,000/Occurrence	
<u>Pollution Liability</u>				
Liability-third party	None	\$ 25,000	\$5,000,000/Occurrence	XL Environmental Insurance
Property-first party	\$1,000	\$ 24,000	\$10,000,000 general aggregate	
<u>Outbreak Expense</u>	24 hours	N/A	\$15,000 per day \$450,000 per location \$1 million aggregate policy	Markel

(CONTINUED)



ITASCA PARK DISTRICT

NOTES TO FINANCIAL STATEMENTS

(CONCLUDED)

NOTE 8. INSURANCE RISK POOL (Concluded)

<u>Coverage</u>	<u>Member Deductible</u>	<u>PDRMA Self-Insured</u>		<u>Insurance Company</u>
		<u>Retention</u>	<u>Limits</u>	
<u>Volunteer Medical Accident</u>	None	\$5,000	\$5,000 medical expense and AD&D excess of any other collectible insurance	Self-insured
<u>Underground Storage Tank Liability</u>	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	Self-insured
<u>Unemployment Compensation</u>	N/A	N/A	Statutory	Self-funded

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

As a member of PDRMA's Property/Casualty Program, the Park District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Board of Directors of the Park District. The Park District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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 balance sheet at December 31, 2009 and the statement of revenues and expenses for the period then ended. The Park District's portion of the overall equity of the pool is .198% or \$58,710.

Assets	\$48,983,630
Liabilities	\$19,377,129
Member Balances	\$29,606,501
Revenues	\$15,335,883
Expenditures	\$19,134,589

Since 95% 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.



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INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTAL MATERIAL

Our audit of the basic financial statements included in the preceding section of this report was made for the purpose of forming an opinion on those financial statements taken as a whole. The accompanying information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Detterbeck Johnson & Mosen

Detterbeck Johnson & Mosen, Ltd.
(An Illinois Professional
Service Corporation)
Palatine, Illinois
July 19, 2010





ITASCA PARK DISTRICT
SUPPLEMENTAL MATERIAL
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

APRIL 30, 2010

	<u>Insurance</u>	<u>Audit</u>	<u>Museum</u>	<u>Paving and Lighting</u>
ASSETS				
Cash and Investments	\$ 71,852	\$ 3,631	\$ 7,353	\$ 15,540
Property Taxes Receivable, Net of Loss and Cost	<u>18,084</u>	<u>8,439</u>	<u>10,248</u>	<u>8,439</u>
TOTAL ASSETS	<u>\$ 89,936</u>	<u>\$ 12,070</u>	<u>\$ 17,601</u>	<u>\$ 23,979</u>
LIABILITIES				
Deferred Revenue - Taxes	\$ 18,084	\$ 8,439	\$ 10,248	\$ 8,439
FUND BALANCES				
Special Revenue Funds	<u>71,852</u>	<u>3,631</u>	<u>7,353</u>	<u>15,540</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 89,936</u>	<u>\$ 12,070</u>	<u>\$ 17,601</u>	<u>\$ 23,979</u>



<u>Itasca Angels</u>	<u>Scher Trust</u>	<u>Total Nonmajor Governmental Funds</u>
\$22,159	\$ 49,214	\$ 169,749
<u>-</u>	<u>-</u>	<u>45,210</u>
<u>\$22,159</u>	<u>\$ 49,214</u>	<u>\$ 214,959</u>
\$ -	\$ -	\$ 45,210
<u>22,159</u>	<u>49,214</u>	<u>169,749</u>
<u>\$22,159</u>	<u>\$ 49,214</u>	<u>\$ 214,959</u>



ITASCA PARK DISTRICT

SUPPLEMENTAL MATERIAL

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

YEAR ENDED APRIL 30, 2010

REVENUES	<u>Insurance</u>	<u>Audit</u>	<u>Museum</u>	<u>Paving and Lighting</u>
Property Taxes	\$ 54,939	\$ 8,970	\$ 10,312	\$ 8,524
Interest	-	-	-	-
Miscellaneous	<u>3,620</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>58,559</u>	<u>8,970</u>	<u>10,312</u>	<u>8,524</u>
EXPENDITURES				
Current:				
Salaries and Wages	-	-	-	-
Services	48,727	8,100	11,675	-
Repairs and Maintenance	-	-	-	5,087
Program and Event Costs	-	-	-	-
Supplies	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>48,727</u>	<u>8,100</u>	<u>11,675</u>	<u>5,087</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	9,832	870	(1,363)	3,437
FUND BALANCE (DEFICIT)				
Beginning	<u>62,020</u>	<u>2,761</u>	<u>8,716</u>	<u>12,103</u>
Ending	<u>\$ 71,852</u>	<u>\$ 3,631</u>	<u>\$ 7,353</u>	<u>\$ 15,540</u>



Itasca Angels	Scher Trust	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 82,745
-	177	177
<u>35,829</u>	<u>-</u>	<u>39,449</u>
<u>35,829</u>	<u>177</u>	<u>122,371</u>
-	-	-
-	2,176	70,678
-	-	5,087
30,212	-	30,212
-	3,106	3,106
<u>-</u>	<u>-</u>	<u>-</u>
<u>30,212</u>	<u>5,282</u>	<u>109,083</u>
5,617	(5,105)	13,288
<u>16,542</u>	<u>54,319</u>	<u>156,461</u>
<u>\$ 22,159</u>	<u>\$ 49,214</u>	<u>\$ 169,749</u>



ITASCA PARK DISTRICT

SUPPLEMENTAL MATERIAL

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - NONMAJOR FUNDS

YEAR ENDED APRIL 30, 2010

	Insurance		Audit	
	Budget Original/Final	Actual Budget/GAAP	Budget Original/Final	Actual Budget/GAAP
REVENUES				
Property Taxes	\$ 55,281	\$ 54,939	\$ 9,112	\$ 8,970
Interest	-	-	-	-
Miscellaneous	3,500	3,620	-	-
Total Revenues	<u>58,781</u>	<u>58,559</u>	<u>9,112</u>	<u>8,970</u>
EXPENDITURES				
Current:				
Salaries and Wages	-	-	-	-
Services	57,544	48,727	8,500	8,100
Repairs and Maintenance	-	-	-	-
Program and Event Costs	-	-	-	-
Supplies	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>57,544</u>	<u>48,727</u>	<u>8,500</u>	<u>8,100</u>
Excess of Revenues Over (Under) Expenditures	<u>1,237</u>	<u>9,832</u>	<u>612</u>	<u>870</u>
OTHER FINANCING SOURCES (USES)				
Bonds Issued	-	-	-	-
Transfers	-	-	-	-
Total Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	1,237	9,832	612	870
FUND BALANCE (DEFICIT)				
Beginning	<u>62,000</u>	<u>62,020</u>	<u>2,760</u>	<u>2,761</u>
Ending	<u>\$ 63,237</u>	<u>\$ 71,852</u>	<u>\$ 3,372</u>	<u>\$ 3,631</u>



Museum		Paving and Lighting	
Budget Original/Final	Actual Budget/GAAP	Budget Original/Final	Actual Budget/GAAP
\$ 10,327	\$ 10,312	\$ 8,505	\$ 8,524
-	-	-	-
-	-	-	-
<u>10,327</u>	<u>10,312</u>	<u>8,505</u>	<u>8,524</u>
-	-	-	-
14,000	11,675	-	-
-	-	7,500	5,087
-	-	-	-
-	-	-	-
-	-	-	-
<u>14,000</u>	<u>11,675</u>	<u>7,500</u>	<u>5,087</u>
<u>(3,673)</u>	<u>(1,363)</u>	<u>1,005</u>	<u>3,437</u>
-	-	-	-
-	-	-	-
-	-	-	-
(3,673)	(1,363)	1,005	3,437
<u>8,700</u>	<u>8,716</u>	<u>12,100</u>	<u>12,103</u>
<u>\$ 5,027</u>	<u>\$ 7,353</u>	<u>\$ 13,105</u>	<u>\$ 15,540</u>



ITASCA PARK DISTRICT
SUPPLEMENTAL MATERIAL

ASSESSED VALUATION, RATES AND EXTENSIONS

APRIL 30, 2010

	TAX YEARS		
	<u>2009</u>	<u>2008</u>	<u>2007</u>
ASSESSED VALUATION	<u>\$ 608,883,199</u>	<u>\$ 607,487,673</u>	<u>\$ 573,940,567</u>
TAX RATES			
Corporate Fund	0.0989	0.0950	0.0938
Recreation Fund	0.0657	0.0623	0.0627
Bond and Interest Fund	0.1214	0.1196	0.1251
Audit Fund	0.0014	0.0015	0.0015
Liability Insurance Fund	0.0030	0.0091	0.0109
Recreation For The Handicapped Fund	0.0400	0.0400	0.0400
I.M.R.F. Fund	0.0400	0.0402	0.0405
Museum Fund	0.0017	0.0017	0.0018
Paving and Lighting Fund	<u>0.0014</u>	<u>0.0014</u>	<u>0.0014</u>
	<u>0.3735</u>	<u>0.3708</u>	<u>0.3777</u>
TAX EXTENSIONS			
Corporate Fund	\$ 602,185	\$ 577,113	\$ 538,356
Recreation Fund	400,036	378,465	359,861
Bond and Interest Fund	739,184	726,555	718,000
Audit Fund	8,524	9,112	8,609
Liability Insurance Fund	18,266	55,281	62,560
Recreation For The Handicapped Fund	243,553	242,995	229,576
I.M.R.F. Fund	243,553	244,210	232,446
Museum Fund	10,351	10,327	10,331
Paving and Lighting Fund	<u>8,524</u>	<u>8,505</u>	<u>8,035</u>
	<u>\$ 2,274,179</u>	<u>\$ 2,252,564</u>	<u>\$ 2,167,774</u>