

# KENILWORTH PARK DISTRICT, ILLINOIS



Kenilworth Park District  
419 Richmond Road  
Kenilworth, IL 60043

Telephone: 847.251.1666 Fax: 847.251.3908

## ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
MAY 31, 2010

**KENILWORTH PARK DISTRICT, ILLINOIS**

Annual Financial Report

For the Year Ended May 31, 2010

Prepared by:  
Finance Department

**KENILWORTH PARK DISTRICT, ILLINOIS**

**TABLE OF CONTENTS**

---

	<b>PAGE</b>
<b><u>INTRODUCTORY SECTION</u></b>	
List of Principal Officials .....	i
<b><u>FINANCIAL SECTION</u></b>	
<b>INDEPENDENT AUDITORS' REPORT</b> .....	1 - 2
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b> .....	MD&A 1 - 9
<b>BASIC FINANCIAL STATEMENTS:</b>	
Government-Wide Financial Statements	
Statement of Net Assets.....	3
Statement of Activities .....	4
Fund Financial Statements	
Balance Sheet – Governmental Funds.....	5 - 6
Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities .....	7
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	8 - 9
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	10
Notes to Financial Statements .....	11- 33
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Illinois Municipal Retirement Fund – Employer Contributions.....	34
Illinois Municipal Retirement Fund – Schedule of Funding Progress .....	35
Other Post-Employment Benefits Plan – Employer Contributions .....	36
Other Post-Employment Benefits Plan – Schedule of Funding Progress.....	37
General Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual .....	38
Recreation – Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual .....	39

**KENILWORTH PARK DISTRICT, ILLINOIS**

**TABLE OF CONTENTS**

---

**PAGE**

**FINANCIAL SECTION – Continued**

**INDIVIDUAL FUND SCHEDULES**

General Fund – Schedule of Expenditures – Budget and Actual .....	40 - 41
Recreation – Special Revenue Fund – Schedule of Expenditures – Budget and Actual .....	42 - 43
Working Cash – Permanent Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual .....	44
Marguerite L. Storch Memorial Garden – Permanent Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual .....	45

**SUPPLEMENTAL SECTION**

Assessed Valuations, Rates, Extensions and Collections – Last Ten Levy Years .....	46 - 47
--	---------

## **INTRODUCTORY SECTION**

This section regarding the Kenilworth Park District includes the List of Principal Officials.

---

**KENILWORTH PARK DISTRICT, ILLINOIS**

**List of Principal Officials**

**May 31, 2010**

---

**Thomas Feeney, President**

**BOARD OF COMMISSIONERS**

Jason Hanold

Heidi Higgins

Richmond Kenyon

Richard Peterson

**ADMINISTRATION**

Stephen Hoopes, Treasurer

Bradly Burke, Secretary

## **FINANCIAL SECTION**

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Individual Fund Schedules

## **INDEPENDENT AUDITORS' REPORT**

This section includes the opinion of the Kenilworth Park District's independent auditing firm.

**INDEPENDENT AUDITORS' REPORT**

September 30, 2010

Members of the Board of Commissioners  
Kenilworth Park District  
Kenilworth, Illinois

We have audited the accompanying basic financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Kenilworth Park District, as of and for the year ended May 31, 2010, which collectively comprise the Kenilworth Park District's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Kenilworth Park District, Illinois' management. Our responsibility is to express opinions on these basic 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic 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 Kenilworth Park District, Illinois as of May 31, 2010, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The individual fund schedules, as well as the information listed as supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Kenilworth Park District, Illinois. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

The Management's Discussion and Analysis and the other required supplementary information listed in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

The introductory information listed in the table of contents was not audited by us and, accordingly, we do not express an opinion thereon.

A handwritten signature in cursive script that reads "Lauterbach & Amen LLP".

LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# **KENILWORTH PARK DISTRICT, ILLINOIS**

## **Management's Discussion and Analysis May 31, 2010**

---

---

The Management Discussion and Analysis (MD&A) of the Kenilworth Park District is designed to 1) assist the reader in focusing on significant financial issues, 2) provide an overview of the District's financial activity, 3) identify the District's financial position and ability to address future challenges, 4) identify material deviations from the budget, and 5) identify individual fund issues or concerns.

### **FINANCIAL HIGHLIGHTS**

- The District's net assets were \$1,927,153 at May 31, 2010 as compared to net assets of \$1,962,522 at May 31, 2009, a decrease of \$35,369.
- During the year, government-wide revenues totaled \$512,538 while expenses totaled \$547,907, resulting in a decrease to net assets of \$35,369.
- The District's net assets totaled \$1,927,153 on May 31, 2010, which includes \$316,958 invested in capital assets, \$1,276,838 subject to external restrictions, and \$333,357 unrestricted net assets that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported a decrease this year of \$7,046, resulting in ending fund balance of \$62,060, a decrease of 10.2 percent.

### **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 3 - 4) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements begin on page 5. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operation in more detail than the government-wide statements by providing information about the District's most significant funds.

### **Government-Wide Financial Statements**

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 3 - 4 of this report.

The Statement of Net Assets reports information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the Park District.

# **KENILWORTH PARK DISTRICT, ILLINOIS**

## **Management's Discussion and Analysis May 31, 2010**

---

---

### **USING THIS ANNUAL REPORT – Continued**

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave). An important purpose of the design of the statement of activities is to show the financial reliance of the District's distinct activities or functions on revenues provided by the District's taxpayers.

The governmental activities of the District include general government and culture and recreation.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Park District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Within the basic financial statements, fund financial statements focus on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all others, if any, are combined into a single, aggregated presentation. All of the funds of the District are governmental funds and are all reported as major funds.

### **Governmental Funds**

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

# **KENILWORTH PARK DISTRICT, ILLINOIS**

## **Management's Discussion and Analysis May 31, 2010**

---

---

### **USING THIS ANNUAL REPORT - Continued**

#### **Governmental Funds - Continued**

The Park District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Recreation Fund, Working Cash Fund, and the Marguerite L. Storch Memorial Garden Fund, all of which are considered major funds.

The Park District adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 5 - 10 of this report.

#### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 11 - 33 of this report.

#### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budgetary information for the General Fund and the Recreation Fund and the District's Illinois Municipal Retirement Fund employee pension obligations and Other Post-Employment Benefit Plan employee obligations. Required supplementary information can be found on pages 34 - 39 of this report. Individual fund schedules can be found on pages 40 - 45 of this report.

# KENILWORTH PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis May 31, 2010

---

---

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. The following tables show that, in the case of the Park District, assets exceeded liabilities by \$1,927,153, a decrease of \$35,369.

	Net Assets	
	Governmental Activities	
	2010	2009
Current and Other Assets	\$ 1,932,359	1,982,828
Capital Assets	316,958	300,092
Total Assets	<u>2,249,317</u>	<u>2,282,920</u>
Long-Term Debt	24,343	25,950
Other Liabilities	297,821	294,448
Total Liabilities	<u>322,164</u>	<u>320,398</u>
Net Assets		
Invested in Capital Assets, Net of Related Debt	316,958	300,092
Restricted	1,276,838	1,255,014
Unrestricted	<u>333,357</u>	<u>407,416</u>
Total Net Assets	<u>1,927,153</u>	<u>1,962,522</u>

A portion of the District's net assets (approximately 16.4 percent) reflects its investment in capital assets (for example, land, buildings, machinery, and equipment). The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion, or 66.3 percent, of the District's net assets represents resources that are subject to external restrictions on how they may be used. The remaining 17.3 percent, or \$333,357, represents unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.

# KENILWORTH PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis May 31, 2010

---

---

### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Assets	
	Governmental	
	Activities	
	2010	2009
Revenues		
Program Revenues		
Charges for Services	\$ 102,065	183,151
General Revenues		
Taxes		
Property	368,121	362,473
Replacement	3,665	4,414
Investment Income	36,408	(5,704)
Miscellaneous	2,279	592
Total Revenues	<u>512,538</u>	<u>544,926</u>
Expenses		
General Government	186,356	189,356
Culture and Recreation	<u>361,551</u>	<u>364,584</u>
Total Expenses	<u>547,907</u>	<u>553,940</u>
Change in Net Assets	(35,369)	(9,014)
Net Assets - Beginning as Restated	<u>1,962,522</u>	<u>1,971,536</u>
Net Assets-Ending	<u>1,927,153</u>	<u>1,962,522</u>

Net assets of the District's governmental activities decreased from \$1,962,522 to \$1,927,153. This is a 1.8 percent decrease. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints, decreased from \$407,416 the previous fiscal year to \$333,357 at the end of this year as a result of a decrease in fund balances of \$50,776 and entity-wide adjustments of \$912 and \$547 for compensated absences increases and for the recognition of the District's net other post-employment benefit obligation, respectively.

# KENILWORTH PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis May 31, 2010

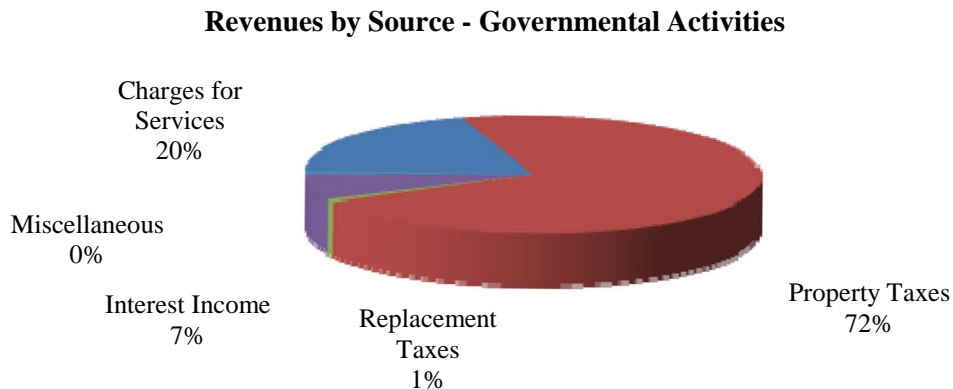
### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

#### Governmental Activities

Revenues for governmental activities decreased by 5.94% percent, or \$32,388 from 2009 to 2010. Charges for Services decreased from \$183,151 in 2009 to \$102,065 due to the District facing the same economic downturn that many other local governments are facing. This economic downturn has caused lower registrations in the Park District's summer cap program. Interest income increased from (\$5,704) in 2009 to \$36,408 in 2010.

For 2010, charges for services account for 19.9% or \$102,065 of the total revenue and property taxes account for 71.8% or \$368,121 of total revenue for the District. This compares to 33.6% or \$183,151 and 66.5% or \$362,473, respectively, during 2009. Interest, personal property replacement taxes and other miscellaneous revenue account for the remaining 8.3%.

The following table graphically presents the major revenue sources of the District in 2010. It depicts very clearly the reliance on property taxes to fund governmental activities. It also clearly identifies the smaller percentage the District receives from charges relating to services it provides.



# KENILWORTH PARK DISTRICT, ILLINOIS

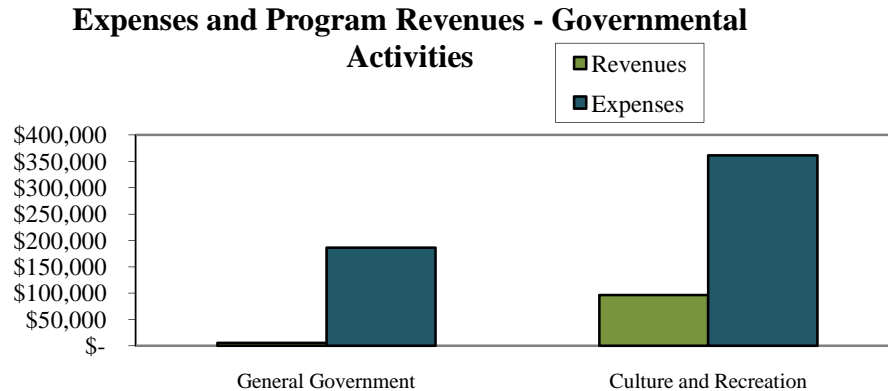
## Management's Discussion and Analysis May 31, 2010

---

---

### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

#### Governmental Activities – Continued



The 'Expenses and Program Revenues' Table summarizes the revenue and expenses of the governmental activities and identifies those governmental functions where program expenses greatly exceed revenues. As in all governmental funds, general revenues, such as property taxes, are also used to fund the general government and culture and recreation functions.

### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

#### Governmental funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements.

As of the end of the current fiscal year, the governmental funds reported a combined ending fund balance of \$1,640,487, which is \$50,776 less than last year's total of \$1,691,263. The fund balance in the General Fund decreased by \$7,046. This can be partly attributed to a decrease of property taxes in the current year. Included in this year's total change in fund balance, is a deficit of \$65,554 in the Recreation Fund. However, this compares favorably to a budgeted deficit in the Recreation Fund of \$76,069. The budgeted deficit was approved by the Park Board to fund purchases of capital equipment to improve recreation field maintenance activities. The Working Cash Fund increased \$268 due to interest income exceeding expenditures for the year. The Marguerite L. Storch Memorial Garden Fund also increased \$21,556 due to interest income exceeding expenditures for the year.

# KENILWORTH PARK DISTRICT, ILLINOIS

## Management's Discussion and Analysis May 31, 2010

---

---

### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

#### GENERAL FUND BUDGETARY HIGHLIGHTS

No amendments were made to the General Fund budget during the year. The General Fund reported revenues greater than budgeted by \$9,934. Revenues exceeded the budget in the areas of property taxes, village house rentals and miscellaneous income. General Fund expenditures of \$207,014 were \$7,464 below the final budgeted expenditures of \$214,478. Expenditures were under budget in benefits and contractual services.

As a result of the variances between the budgeted and actual amounts, the net change in fund balance was a deficit of \$7,046, which is \$25,482 more than the budgeted deficit of \$32,528.

#### CAPITAL ASSETS

The District's investment in capital assets for its governmental activities as of May 31, 2010 was \$316,958 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and constructed assets, and machinery and equipment. The District's additions to capital assets were \$50,808, current year depreciation was \$33,946 and retirements (including accumulated depreciation) had no financial impact, resulting in the total increase in the Park District's investment in capital assets for the current fiscal year of \$16,866.

	Capital Assets - Net of Depreciation	
	Governmental Activities	
	2010	2009
Land	\$ 107,557	107,557
Land Improvements	80,688	96,315
Building and Constructed Assets	51,898	53,694
Machinery and Equipment	76,815	42,526
Total	316,958	300,092

This year's additions to capital assets included:

Generator	\$ 15,830
2010 Ford Pick-Up Truck	29,928
Top Dresser Spreader	5,050
	<u>50,808</u>

Additional information on the District's capital assets can be found in Note 3 on page 22 of this report.

## **KENILWORTH PARK DISTRICT, ILLINOIS**

### **Management's Discussion and Analysis May 31, 2010**

---

---

#### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

The downturn in the economy has affected the District most notably in the slowdown of residents participating in the programs offered, especially summer camp registration.

#### **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Park District Secretary/Manager, Kenilworth Park District, 419 Richmond Road, Kenilworth, IL 60043.

## **BASIC FINANCIAL STATEMENTS**

The basic financial statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board (GASB). The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
  - Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Statement of Net Assets  
May 31, 2010**

---

---

**ASSETS**

Current Assets	
Cash and Investments	\$ 1,724,205
Receivables - Net of Allowances	
Taxes	176,328
Other	28,228
Prepays	3,598
Total Current Assets	<u>1,932,359</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	107,557
Depreciable	436,198
Accumulated Depreciation	<u>(226,797)</u>
Total Noncurrent Assets	<u>316,958</u>
Total Assets	<u>2,249,317</u>

**LIABILITIES**

Current Liabilities	
Accounts Payable	32,479
Unearned/Deferred Revenues	259,393
Compensated Absences	5,949
Total Current Liabilities	<u>297,821</u>
Noncurrent Liabilities	
Compensated Absences	23,796
Net Other Post-Employment Benefits	547
Total Noncurrent Liabilities	<u>24,343</u>
Total Liabilities	<u>322,164</u>

**NET ASSETS**

Invested in Capital Assets	316,958
Restricted	
Beautification Projects	1,181,879
Working Cash	94,959
Unrestricted	<u>333,357</u>
Total Net Assets	<u>1,927,153</u>

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

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Statement of Activities  
Year Ended May 31, 2010**

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants/ Contributions	
Governmental Activities				
General Government	\$ 186,356	5,550	-	(180,806)
Culture and Recreation	361,551	96,515	-	(265,036)
<b>Total Governmental Activities</b>	<b>547,907</b>	<b>102,065</b>	<b>-</b>	<b>(445,842)</b>

General Revenues	
Taxes	
Property Taxes	368,121
Replacement Taxes	3,665
Interest Income	36,408
Miscellaneous	2,279
	<u>410,473</u>
Change in Net Assets	(35,369)
Net Assets - Beginning as Restated	<u>1,962,522</u>
Net Assets - Ending	<u><u>1,927,153</u></u>

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

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Balance Sheet - Governmental Funds  
May 31, 2010**

---

**See Following Page**

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Balance Sheet - Governmental Funds  
May 31, 2010**

---

---

	<u>General</u>
<b>ASSETS</b>	
Cash and Investments	\$ 50,659
Receivables - Net of Allowances	
Taxes	84,700
Other	28,228
Prepays	<u>1,293</u>
Total Assets	<u><u>164,880</u></u>
<b>LIABILITIES AND FUND BALANCES</b>	
Liabilities	
Accounts Payable	14,719
Unearned/Deferred Revenue	<u>88,101</u>
Total Liabilities	<u>102,820</u>
Fund Balances	
Reserved - Prepays	1,293
Reserved - Working Cash	-
Reserved - Beautification Projects	-
Unreserved - General	60,767
Unreserved - Special Revenue	-
Total Fund Balances	<u>62,060</u>
Total Liabilities and Fund Balances	<u><u>164,880</u></u>

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

Special Revenue Recreation	Permanent		Total Governmental Funds
	Working Cash	Marguerite L. Storch Memorial Garden	
383,626	94,959	1,194,961	1,724,205
91,628	-	-	176,328
-	-	-	28,228
2,305	-	-	3,598
<u>477,559</u>	<u>94,959</u>	<u>1,194,961</u>	<u>1,932,359</u>
4,678	-	13,082	32,479
171,292	-	-	259,393
<u>175,970</u>	<u>-</u>	<u>13,082</u>	<u>291,872</u>
2,305	-	-	3,598
-	94,959	-	94,959
-	-	1,181,879	1,181,879
-	-	-	60,767
299,284	-	-	299,284
<u>301,589</u>	<u>94,959</u>	<u>1,181,879</u>	<u>1,640,487</u>
<u>477,559</u>	<u>94,959</u>	<u>1,194,961</u>	<u>1,932,359</u>

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

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Reconciliation of Total Governmental Fund Balance to  
Net Assets of Governmental Activities**

**May 31, 2010**

---

---

<b>Total Governmental Fund Balances</b>	<b>\$ 1,640,487</b>
 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.	  316,958
 Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	
Compensated Absences	(29,745)
Net Other Post-Employment Benefit Obligation	<u>(547)</u>
 <b>Net Assets of Governmental Activities</b>	  <u><u>1,927,153</u></u>

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

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
Year Ended May 31, 2010**

---

**See Following Page**

---

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
Year Ended May 31, 2010**

---

---

	<u>General</u>
Revenues	
Taxes	\$ 183,940
Charges for Services	5,550
Interest	115
Miscellaneous	2,279
Total Revenues	<u>191,884</u>
Expenditures	
Current	
General Government	188,697
Culture and Recreation	-
Capital Outlay	18,317
Total Expenditures	<u>207,014</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,130)
Other Financing Sources	
Disposal of Capital Assets	<u>8,084</u>
Net Change in Fund Balances	(7,046)
Fund Balances - Beginning as Restated	<u>69,106</u>
Fund Balances - Ending	<u><u>62,060</u></u>

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

Special Revenue Recreation	Permanent		Total Governmental Funds
	Working Cash	Marguerite L. Storch Memorial Garden	
187,846	-	-	371,786
96,515	-	-	102,065
1,387	268	34,638	36,408
-	-	-	2,279
285,748	268	34,638	512,538
-	-	-	188,697
296,020	-	-	296,020
55,282	-	13,082	86,681
351,302	-	13,082	571,398
(65,554)	268	21,556	(58,860)
-	-	-	8,084
(65,554)	268	21,556	(50,776)
367,143	94,691	1,160,323	1,691,263
301,589	94,959	1,181,879	1,640,487

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

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of  
Governmental Funds to the Statement of Activities**

**Year Ended May 31, 2010**

---

---

**Net Change in Fund Balances - Total Governmental Funds** **\$ (50,776)**

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

Governmental funds report capital outlays as expenditures. However, in the  
Statement of Activities the cost of those assets is allocated over their estimated  
useful lives and reported as depreciation expense.

Capital Outlays	50,808
Depreciation Expense	(33,942)

The net effect of various miscellaneous transactions involving capital assets  
is to increase net assets.

Disposals - Cost	(8,872)
Disposals - Accumulated Depreciation	8,872

The issuance of long-term debt provides current financial resources to  
governmental funds, while the repayment of long-term debt consumes  
the current financial resources of the governmental funds.

Increase in Compensated Absences Payable	(912)
Increase in Net Other Post-Employment Benefits Payable	<u>(547)</u>

**Changes in Net Assets of Governmental Activities** **(35,369)**

## **KENILWORTH PARK DISTRICT, ILLINOIS**

### **Notes to the Financial Statements May 31, 2010**

---

#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Kenilworth Park District of Illinois is duly organized and existing under the provisions of the laws of the State of Illinois. The District is operating under the provisions of the Park District Code of the State of Illinois approved July 8, 1947 and under all laws amendatory thereto. The District is governed by an elected Board of five District Commissioners. The District provides services which include: preservation of open space, recreational program activities, development and maintenance of the District's various parks and facilities, and general administration.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District's accounting policies established in GAAP and used by the District are described below.

#### **REPORTING ENTITY**

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 14, there are no component units included in the reporting entity.

#### **BASIS OF PRESENTATION**

##### **Government-Wide Statements**

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as governmental activities. The District's preservation of open space, recreational program activities, development and maintenance of the District's various parks and facilities, and general administration are all classified as governmental activities.

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

# **KENILWORTH PARK DISTRICT, ILLINOIS**

## **Notes to the Financial Statements May 31, 2010**

---

### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

#### **BASIS OF PRESENTATION – Continued**

##### **Government-Wide Statements – Continued**

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (general government, culture and recreation, etc.). The functions are supported by general government revenues (property taxes, certain intergovernmental revenues, charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which 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) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property tax, intergovernmental revenues, interest income, etc).

The District does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

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

##### **Fund Financial Statements**

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

## **KENILWORTH PARK DISTRICT, ILLINOIS**

### **Notes to the Financial Statements May 31, 2010**

---

#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

##### **BASIS OF PRESENTATION – Continued**

##### **Fund Financial Statements – Continued**

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

##### **Governmental Funds**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

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

**Special revenue funds** are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The District maintains one major special revenue fund, the Recreation Fund, which is used to account for the operations of the District's recreation programs and is financed by a specific annual property tax levy to the extent user charges are not sufficient to provide such financing.

**Permanent funds** are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the District's programs. The District maintains two major permanent funds. The Working Cash Fund is used to account for monies provided by a tax levy for the purpose of advancing working cash to other funds. These funds repay the Working Cash Fund from their tax levies, as collected. Expenditures are prohibited by State statute. The Marguerite L. Storch Memorial Garden Fund is used to account for assets of which the principal may not be spent. The District may expend the income earned on the assets for beautification projects as directed by the Restricted Gift agreement dated June 11, 1998.

##### **MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

##### **Measurement Focus**

On the government-wide Statement of Net Assets and the Statement of Activities, governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus is used.

# **KENILWORTH PARK DISTRICT, ILLINOIS**

## **Notes to the Financial Statements May 31, 2010**

---

### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

#### **MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued**

##### **Measurement Focus – Continued**

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

##### **Basis of Accounting**

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or an economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end.

The District recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

## **KENILWORTH PARK DISTRICT, ILLINOIS**

### **Notes to the Financial Statements May 31, 2010**

---

#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

#### **ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY**

##### **Cash and Investments**

For purpose of the Statement of Net Assets, the District's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with a fiscal agent.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

##### **Receivables**

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes and accounts receivable.

##### **Prepays**

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaids.

##### **Capital Assets**

Capital assets purchased or acquired with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year, depending on classification, are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

# KENILWORTH PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements May 31, 2010

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

##### Capital Assets – Continued

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	10 - 15 Years
Buildings and Constructed Assets	40 Years
Machinery and Equipment	7 - 10 Years

##### Compensated Absences

The District accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

##### Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

##### Unearned/Deferred Revenue

Governmental funds report unearned/deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

# **KENILWORTH PARK DISTRICT, ILLINOIS**

## **Notes to the Financial Statements May 31, 2010**

---

### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

#### **ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued**

##### **Fund Equity**

In the government-wide financial statements, equity is classified as net assets and displayed in three components:

Invested in capital assets, net of related debt—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.

Restricted net assets—Consists of net assets with constraints placed on the 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 legislations.

Unrestricted net assets—All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

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 a specific purpose. Designations of fund balance, if any, represent tentative management plans that are subject to change.

### **NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTANCY**

#### **BUDGETARY INFORMATION**

The budget and appropriation ordinance is prepared in tentative form by the District Secretary, reviewed and approved by the District Board, and is made available for public inspection at least ten days prior to final Board action. A public hearing is held on the tentative budget and appropriation ordinance to obtain taxpayer comments.

Prior to August 31, the budget and appropriations ordinance is legally enacted and represents the legal spending limit at the fund level. All actual expenditures contained herein have been compared to the annual operating budget, which is the same as the amount appropriated, except for an appropriation for a contingency amount in the appropriations ordinance.

## **KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements**  
**May 31, 2010**

---

### **NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTANCY – Continued**

#### **BUDGETARY INFORMATION – Continued**

The Board of Commissioners may:

By two-thirds vote transfer, within any department, amounts appropriated for an object or purpose to another object or purpose. No object or purpose can be reduced below an amount sufficient to provide for all obligations incurred, or to be incurred, against the appropriation.

Adopt a supplemental appropriation ordinance in an amount not to exceed any additional revenue available, including unappropriated fund balances or amount estimated to be received after adoption of the annual appropriation ordinance.

No other appropriation can be adopted during the fiscal year, unless approved by a petition signed by 50 percent of the number of individuals who voted for District President at the last general municipal election, or by a majority of individuals voting on the question in a regular general election or an emergency referendum.

Management cannot amend the budget and appropriation ordinance. However, expenditures may exceed appropriations at the subobject level. Expenditures that exceed individual appropriations at the object level must be approved by the Board of Commissioners, as outlined above.

The District does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system, in accordance with various legal requirements which govern the District.

Annual operating budgets are adopted on a basis consistent with generally accepted accounting principles for the general, special revenue and permanent funds. All annual appropriations lapse at fiscal year end.

The operating budget is the management control for spending and is less than, or equal to, the amounts appropriated. The Secretary is authorized to transfer budgeted amounts between departments within any fund, however, any revisions that alter the total expenditures of any fund are done through approval of the District Board of Commissioners and are supported by additional appropriations as needed.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements  
May 31, 2010**

---

**NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTANCY – Continued**

**BUDGETARY INFORMATION – Continued**

Operating budgets are adopted on a modified accrual basis of accounting for all governmental funds. Budgets have been adopted for the General, Recreation, Working Cash and Marguerite L. Storch Memorial Garden Funds.

All budgets are prepared based on the annual fiscal year of the District.

Budget amounts are as originally adopted or as amended by the District Board of Commissioners.

The financial schedules report management’s operating budget in the columns titled original budget and final budget for the General, Recreation, Working Cash and Marguerite L. Storch Memorial Garden Funds.

**COMPARISON OF ACTUAL EXPENDITURES TO BUDGET/APPROPRIATIONS IN INDIVIDUAL FUNDS**

The following schedule reports the appropriations, operating budgets and actual expenditures (excluding depreciation) by fund:

<u>Fund</u>	<u>Final Appropriations</u>	<u>Final Operating Budget</u>	<u>Actual</u>
General	\$ 214,478	214,478	207,183
Recreation	431,068	431,068	351,302
Working Cash	-	-	-
Marguerite L. Storch Memorial Garden	50,000	50,000	13,082

## **KENILWORTH PARK DISTRICT, ILLINOIS**

### **Notes to the Financial Statements May 31, 2010**

---

#### **NOTE 3 – DETAIL NOTES ON ALL FUNDS**

##### **DEPOSITS AND INVESTMENTS**

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments". In addition, investments are separately held by several of the District's funds.

Permitted Deposits and Investments – Statutes authorize the District to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the State of Illinois Public Treasurer's Investment Pool and the Illinois Park District Liquid Asset Fund

The Illinois Funds is an investment pool managed by the Illinois Public Treasurer's Office which allows governments within the State to pool their funds for investment purposes. Although not registered with the SEC, Illinois Funds operates in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at the share price, the price for which the investment could be sold.

##### **Credit Risk, Custodial Credit Risk and Concentration Risk**

At year-end the carrying amount of the District's deposits totaled \$585,831 and the bank balances totaled \$586,908. In addition, the District had \$1,020,034 invested in certificates of deposit, \$999 invested in the Illinois Funds, and \$117,341 invested in common stock.

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investments in the certificates of deposit and the Illinois Funds have an average maturity of less than one year. The District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

## KENILWORTH PARK DISTRICT, ILLINOIS

### Notes to the Financial Statements May 31, 2010

---

#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

#### DEPOSITS AND INVESTMENTS – Continued

#### Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

*Interest Rate Risk – Continued.* It is the policy of the District to invest its funds in a manner which will provide the highest investment 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 objectives of the policy are in order of priority, legality, safety of principal, liquidity and rate of return.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations. The District limits its exposure to credit risk by primarily investing in external investment pools. Illinois Funds are rated AAA.

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the District’s investment in a single issuer. The District’s investment policy requires diversification of investments to avoid unreasonable risk. At year-end, the District has over 5 percent of the total cash and investment portfolio (other than U.S. Government guaranteed obligations) invested in the North Shore Community Bank & Trust certificate of deposits in the amounts of \$444,400 and \$575,634.

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District’s investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by an independent third-party evidenced by a safekeeping agreement. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Illinois Funds are not subject to custodial credit risk. The District’s investment policy does not address custodial credit risk for investments.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements  
May 31, 2010**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**PROPERTY TAXES**

Property taxes for 2009 attach as an enforceable lien on January 1, 2009, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments on or about March 1, 2010, and August 1, 2010. The County collects such taxes and remits them periodically.

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 107,557	-	-	107,557
Depreciable Capital Assets				
Land Improvements	168,401	-	-	168,401
Buildings and Constructed Assets	116,058	-	-	116,058
Machinery and Equipment	109,803	50,808	8,872	151,739
	<u>394,262</u>	<u>50,808</u>	<u>8,872</u>	<u>436,198</u>
Less Accumulated Depreciation				
Land Improvements	72,086	15,627	-	87,713
Buildings and Constructed Assets	62,364	1,796	-	64,160
Machinery and Equipment	67,277	16,519	8,872	74,924
	<u>201,727</u>	<u>33,942</u>	<u>8,872</u>	<u>226,797</u>
Total Net Depreciable Capital Assets	<u>192,535</u>	<u>16,866</u>	<u>-</u>	<u>209,401</u>
Total Net Capital Assets	<u>300,092</u>	<u>16,866</u>	<u>-</u>	<u>316,958</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 1,796
Culture and Recreation	<u>32,146</u>
	<u>33,942</u>

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements  
May 31, 2010**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT**

**Long-Term Liability Activity**

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 28,833	1,824	912	29,745	5,949
Net Other Post-Employment Benefits Obligation	-	547	-	547	-
	<u>28,833</u>	<u>2,371</u>	<u>912</u>	<u>30,292</u>	<u>5,949</u>

Compensated Absences are liquidated by the General and Recreation Funds. In fiscal year 2010, the District implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions*. This pronouncement required the District to calculate and record a net other post-employment benefit obligation (NOPEBO) at May 31, 2010. The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since June 1, 2009. Payments on the NOPEBO are made by the General Fund.

**Legal Debt Margin**

Chapter 70, Section 1205/6-2 of the Illinois Compiled Statutes provides "...for the payment of land condemned or purchased for parks or boulevards, for the building, maintaining, improving and protection of the same and for the payment of the expenses incident thereto, or for the acquisition of real estate and lands to be used as a site for an armory, any park district is authorized to issue the bonds or notes of such park district and pledge its property and credit therefore to an amount including existing indebtedness of such district so that the aggregate indebtedness of such district does not exceed 2.875% of the value of the taxable property therein, to be ascertained by the last assessment for state and county taxes previous to the issue from time to time of such bonds or notes or, until January 1, 1983, if greater, the sum that is produced by multiplying the district's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979, if a petition, signed by voters in number equal to not less than 2% of the voters of the district, who voted at the last general election in the district, asking that the authorized aggregate indebtedness of the district be increased to not more that .575% of the value of the taxable property therein, is presented to the Board and such increase is approved by the voters of the district at a referendum held on the question."

# KENILWORTH PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements May 31, 2010

---

### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

#### LONG-TERM DEBT – Continued

##### Legal Debt Margin – Continued

Assessed Valuation - 2008	<u>\$ 374,813,452</u>
Legal Debt Limit - 2.875% of Equalized Assessed Value	<u>10,775,887</u>

### FUND BALANCE/NET ASSET RESTATEMENTS

As of May 31, 2010 the District has restated its beginning fund balance/net assets due to incorrect posting of prepaids/liabilities. The following is a summary of the fund balances as originally reported and as restated.

Fund	As Reported	As Restated	Increase (Decrease)
General	\$ 73,480	69,106	(4,374)
Recreation	364,927	367,143	2,216

### NOTE 4 – OTHER INFORMATION

#### RISK MANAGEMENT

##### Park District Risk Management Agency (PDRMA)

The 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, 2002, 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. The following table is a summary of the coverage in effect as of December 31, 2009:

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements  
May 31, 2010**

**NOTE 4 – OTHER INFORMATION – Continued**

**RISK MANAGEMENT – Continued**

**Park District Risk Management Agency (PDRMA) – Continued**

<b>Coverage</b>	<b>Member Deductible</b>	<b>PDRMA Self-Insured Retention</b>	<b>Limits</b>
<b>PROPERTY</b>			
Property/Bldg/Contents			
All Losses per Occurrence	\$1,000	\$1,000,000	\$1,000,000/All Members
All Losses Annual Aggregate		\$3,000,000	Declaration 11
Flood/Except Zones A&V	\$1,000	\$100,000	\$250,000,000/Occurrence/Annl Aggr
Flood Zones A&V	\$1,000	\$250,000	\$200,000,000/Occurrence/Annl Aggr
Eathquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annl Aggr
Auto Physical Damage	\$1,000	\$1,000,000	Included
Builders Risk	\$1,000	Included	\$25,000,000
Business Interruption, Rental	\$1,000		\$100,000,000/Reported Values
Income, Tax Income Combined			\$500,000/\$2,500,000/Non-Reported
Service Interruption	24 Hours	N/A	\$10,000,000
Boiler and Machinery/Property			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 Hours	N/A	Included
Fidelity/Crime	\$1,000	\$24,000	\$2,000,000
Seasonal Employees	\$1,000	\$9,000	\$1,000,000
Blanket Bond	\$1,000	\$24,000	\$2,000,000
<b>WORKERS COMPENSATION</b>			
Workers Compensation	N/A	\$500,000	Statutory
Employers Liability		\$500,000	\$3,500,000 Employers Liability
<b>LIABILITY</b>			
General	None	\$500,000	\$21,500,000/Occurrence/Annl Aggr
Auto Liability	None	Included	Included
Employment Practices	None	Included	\$21,500,000/Occurrence/Annl Aggr
Public Officials Liability	None	Included	
Law Enforcement Liability	None	Included	Included
Uninsured/Underinsured Motorist	None	Included	\$1,000,000/Occurrence

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements  
May 31, 2010**

**NOTE 4 – OTHER INFORMATION – Continued**

**RISK MANAGEMENT – Continued**

**Park District Risk Management Agency (PDRMA) – Continued**

<b>POLLUTION LIABILITY</b>			
Liability - Third Party	None	\$25,000	\$5,000,000/Occurrence
Liability - First Party	\$1,000	\$24,000	\$10,000,000 General Aggregate
<b>OUTBREAK EXPENSE</b>			\$15,000/Day \$450,000/Location
	24 Hours	N/A	\$1 Million Aggregate Policy Limit
<b>VOLUNTEER MEDICAL ACCIDENT</b>			\$5,000 Medical Expense and AD&D
	None	\$5,000	Excess of any other Collectible Ins
<b>UNDERGROUND STORAGE TANK LIABILITY</b>			\$10,000 Follows Illinois Leaking
	None	N/A	Underground Tank Fund
<b>UNEMPLOYMENT COMPENSATION</b>			
	N/A	N/A	Statutory

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

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

# KENILWORTH PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements May 31, 2010

---

### NOTE 4 – OTHER INFORMATION – Continued

#### RISK MANAGEMENT – Continued

##### Park District Risk Management Agency (PDRMA) – Continued

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2009 and the statement of revenues and expenses for the period ending December 31, 2009. The District's portion of the overall equity of the pool is (0.03)% or \$(8,817).

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.

##### North Suburban Employee Benefit Cooperative (NSEBC)

Full-time employees' health care insurance coverage is included under the Village's participation in the North Suburban Employee Benefit Cooperative (NSEBC).

NSEBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi governmental and nonprofit public service entities.

NSEBC acts as an administrative agency to receive, process, and pay such claims as may come within the benefit program of each member.

Management consists of a Board of Directors comprised of one appointed representative from each member. While the District does not have its own appointed member on the Board, it is represented by the Village's representative. Each member is entitled to one vote.

The District does not exercise any control over the activities of NSEBC beyond its representation on the Board of Directors.

## **KENILWORTH PARK DISTRICT, ILLINOIS**

### **Notes to the Financial Statements May 31, 2010**

---

#### **NOTE 4 – OTHER INFORMATION – Continued**

##### **RISK MANAGEMENT – Continued**

##### **North Suburban Employee Benefit Cooperative (NSEBC) – Continued**

For the year ended December 31, 2009, NSEBC had total equity of \$5,402,916. The District's total payments for the year ended May 31, 2010 were \$23,989.

##### **JOINT VENTURE**

##### **Northern Suburban Special Recreation Association (NSSRA)**

The District, along with ten other park districts and one village, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each member agency shares equally in the Association and generally provides funding based on up to .0400 cents per \$100 of its equalized assessed valuation. The District contributed \$35,609 to NSSRA during the current fiscal year. The District does not have a direct financial interest in the NSSRA and, therefore, its investment therein is not reported within the financial statements. Upon dissolution of NSSRA, the assets, if any, shall be divided among the members in accordance with an equitable formula as determined by a unanimous vote of the Board of Directors of the Association.

A complete, separate financial statement for the Association can be obtained from the Association's administrative offices at 3104 MacArthur Blvd., Northbrook, Illinois 60062.

##### **CONTINGENT LIABILITIES**

##### **Litigation**

The District is not currently involved in any litigation.

##### **Grants**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

## **KENILWORTH PARK DISTRICT, ILLINOIS**

### **Notes to the Financial Statements May 31, 2010**

---

#### **NOTE 4 – OTHER INFORMATION – Continued**

#### **EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN**

##### **Illinois Municipal Retirement System**

##### **Plan Descriptions and Provisions**

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan, those provisions can only be amended by the Illinois General Assembly. IMRF provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained at [www.imrf.org/pubs\\_homepage.htm](http://www.imrf.org/pubs_homepage.htm) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2009 was 9.38 percent.

##### **Funding Policy and Annual Pension Cost**

For 2010, the District's annual pension cost of \$16,405 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2007 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007 was 23 years.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements  
May 31, 2010**

---

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued**

**Illinois Municipal Retirement System – Continued**

**Trend Information**

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the APC and the contributions actually made.

<u>Year Ended</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2008	\$ 15,924	100.00%	None
2009	15,345	100.00%	None
2010	16,405	100.00%	None

**Funded Status and Funding Progress**

The District's funded status for the current year and related information for IMRF is as follows:

Actuarial Valuation Date	12/31/09
Percent Funded	73.81%
Actuarial Accrued Liability for Benefits	\$769,031
Actuarial Value of Assets	\$567,627
Over (Under) Funded Actuarial Accrued Liability (UAAL)	\$201,404
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$174,892
Ratio of UAAL to Covered Payroll	115.16%

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

# KENILWORTH PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements May 31, 2010

---

### NOTE 4 – OTHER INFORMATION – Continued

#### OTHER POST-EMPLOYMENT BENEFITS

##### Plan Descriptions, Provisions, and Funding Policies

In addition to providing the pension benefits described, the District provides post-employment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the District and can be amended by the District through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the District's General Fund.

The District provides pre and post Medicare post-employment healthcare benefits to all retirees who worked for the District, were enrolled in one of the District's healthcare plans at the time of employment, and receive a pension from the District through the Illinois Municipal Retirement Fund.

All health care benefits are provided through the District's health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the District's plan becomes secondary.

All retirees contribute 100% of the actuarially determined premium to the plan. For the fiscal year ending May 31, 2010, retirees contributed \$0. Active employees do not contribute to the plan until retirement.

At May 31, 2010, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	-
Active Employees	<u>3</u>
Total	<u><u>3</u></u>
Participating Employers	-

The District does not currently have a funding policy.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Notes to the Financial Statements  
May 31, 2010**

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Annual OPEB Costs and Net OPEB Obligation**

The District first had an actuarial valuation performed for the plan as of May 31, 2010 to determine the funded status of the plan as of that date as well as the employer’s annual required contribution (ARC) for the fiscal year ended May 31, 2010.

The net OPEB obligation (NOPEBO) as of May 31, 2010, was calculated as follows:

Annual Required Contribution	\$	547
Interest on the NPO		-
Adjustment to the ARC		-
		<hr/>
Annual OPEB Cost		547
Actual Contribution		-
		<hr/>
Increase in the NPO		547
NOPEBO - Beginning of Year		-
		<hr/>
NOPEBO - End of Year		<u>547</u>

**Trend Information**

The Districts’ annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation are as follows:

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2008	\$ N/A	\$ N/A	N/A	\$ N/A
2009	N/A	N/A	N/A	N/A
2010	547	-	0.00%	547

# KENILWORTH PARK DISTRICT, ILLINOIS

## Notes to the Financial Statements May 31, 2010

---

### NOTE 4 – OTHER INFORMATION – Continued

#### OTHER POST-EMPLOYMENT BENEFITS – Continued

##### Funded Status and Funding Progress

The funded status of the plan as of May 31, 2010, was as follows:

Actuarial Accrued Liability (AAL)	\$	7,507
Actuarial Value of Plan Assets		-
Unfunded Actuarial Accrued Liability (UAAL)	\$	7,507
Funded Ratio (Actuarial Value of Plan Assets/AAL)		0.00%
Covered Payroll (Active Plan Members)	\$	-
UAAL as a Percentage of Covered Payroll		0.00%

Actuarial valuations of an ongoing plan involve 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 cost 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 that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

##### Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as 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 actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the May 31, 2010 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 5.00% discount rate, a 3.00% price inflation assumption, a 5.00% wage inflation assumption as well as a healthcare cost trend rate of 6.00% to 8.00% depending on fiscal year. The actuarial value of assets was not determined as the District has not advanced its obligation. The 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 May 31, 2010, was 30 years.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board (GASB) but are not considered a part of the basic financial statements. Such information includes:

- Schedules of Employer Contributions
  - Illinois Municipal Retirement Fund
  - Other Post-Employment Benefit Plan
  
- Schedules of Funding Progress
  - Illinois Municipal Retirement Fund
  - Other Post-Employment Benefit Plan
  
- Budgetary Comparison Schedules
  - General Fund
  - Recreation – Special Revenue Fund

### Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information**

**Employer Contributions**

**May 31, 2010**

---

---

<b>Year Ended</b>	<b>Employer Contributions</b>	<b>Annual Required Contribution</b>	<b>Percent Contributed</b>
2005	\$ 17,221	\$ 17,221	100.00%
2006	13,840	13,840	100.00%
2007	16,020	16,020	100.00%
2008	15,924	15,924	100.00%
2009	15,345	15,345	100.00%
2010	16,405	16,405	100.00%

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Funding Progress  
May 31, 2010**

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2004	\$ 388,095	\$ 444,678	87.28%	\$ 56,583	\$ 138,652	40.81%
2005	439,820	483,777	90.91%	43,957	133,208	33.00%
2006	515,957	545,735	94.54%	29,778	148,201	20.09%
2007	585,154	614,866	95.17%	29,712	157,974	18.81%
2008	474,189	678,295	69.91%	204,106	163,243	125.03%
2009	567,627	769,031	73.81%	201,404	174,892	115.16%

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Other Post-Employment Benefit Plan**

**Required Supplementary Information  
Employer Contributions  
May 31, 2010**

Year Ended May 31	Employer Contributions	Annual Required Contributions	Percent Contributed
2005	\$ N/A	\$ N/A	N/A
2006	N/A	N/A	N/A
2007	N/A	N/A	N/A
2008	N/A	N/A	N/A
2009	N/A	N/A	N/A
2010	-	547	0.00%

The District implemented GASB Statement No. 45 for the fiscal year ended May 31, 2010. Information for prior years is not available.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Other Post-Employment Benefit Plan**

**Required Supplementary Information  
Schedule of Funding Progress  
May 31, 2010**

Actuarial Valuation Date May 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2005	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2006	N/A	N/A	N/A	N/A	N/A	N/A
2007	N/A	N/A	N/A	N/A	N/A	N/A
2008	N/A	N/A	N/A	N/A	N/A	N/A
2009	N/A	N/A	N/A	N/A	N/A	N/A
2010	-	7,507	-	7,507	N/A	N/A

The District implemented GASB Statement No. 45 for the fiscal year ended May 31, 2010. Information for prior years is not available. The District is required to have an actuarial valuation performed triennially.

**KENILWORTH PARK DISTRICT, ILLINOIS**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget and Actual  
Year Ended May 31, 2010**

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
<b>Taxes</b>			
Property Taxes	\$ 172,550	172,550	180,275
Replacement Taxes	4,000	4,000	3,665
<b>Charges for Services</b>			
Village House Rentals	1,200	1,200	1,550
Village Property Maintenance	4,000	4,000	4,000
Interest	200	200	115
Miscellaneous	-	-	2,279
<b>Total Revenues</b>	<b>181,950</b>	<b>181,950</b>	<b>191,884</b>
<b>Expenditures</b>			
General Government	199,328	199,328	188,697
Capital Outlay	15,150	15,150	18,317
<b>Total Expenditures</b>	<b>214,478</b>	<b>214,478</b>	<b>207,014</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(32,528)</b>	<b>(32,528)</b>	<b>(15,130)</b>
<b>Other Financing Sources</b>			
Disposal of Capital Assets	-	-	8,084
<b>Net Change in Fund Balance</b>	<b>(32,528)</b>	<b>(32,528)</b>	<b>(7,046)</b>
<b>Fund Balance - Beginning as Restated</b>			<b>69,106</b>
<b>Fund Balance - Ending</b>			<b>62,060</b>

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Recreation Fund**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget and Actual  
Year Ended May 31, 2010**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 195,699	195,699	187,846
Charges for Services	150,800	150,800	96,515
Interest	4,000	4,000	1,387
Miscellaneous	4,500	4,500	-
Total Revenues	<u>354,999</u>	<u>354,999</u>	<u>285,748</u>
Expenditures			
Current			
Culture and Recreation	313,168	313,168	296,020
Capital Outlay	117,900	117,900	55,282
Total Expenditures	<u>431,068</u>	<u>431,068</u>	<u>351,302</u>
Net Change in Fund Balance	<u>(76,069)</u>	<u>(76,069)</u>	(65,554)
Fund Balance - Beginning as Restated			<u>367,143</u>
Fund Balance - Ending			<u>301,589</u>

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board (GASB), nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such schedules include:

- **Budgetary Comparison Schedules – Major Governmental Funds**
  - **General Fund**
  - **Recreation – Special Revenue Fund**
  - **Working Cash – Permanent Fund**
  - **Marguerite L. Storch Memorial Garden – Permanent Fund**

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

## **GENERAL FUND**

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

---

## **SPECIAL REVENUE FUNDS**

Special Revenue Funds are created to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

### **Recreation Fund**

The Recreation Fund is used to account for the operations of the District's recreation programs and is financed by a specific annual property tax levy to the extent user charges are not sufficient.

---

## **PERMANENT FUNDS**

Permanent funds are used to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the District's programs, that is, for the benefit of the District.

### **Working Cash Fund**

The Working Cash Fund is used to account for monies provided by a tax levy for the purpose of advancing working cash to other funds. These funds repay the Working Cash Fund from their tax levies as collected. Expenditures are prohibited by State statute.

### **Marguerite L. Storch Memorial Garden Fund**

The Marguerite L. Storch Memorial Garden Fund is used to account for assets of which the principal may not be spent. The District may expend the income earned on the assets for beautification projects on District property.

---

**KENILWORTH PARK DISTRICT, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended May 31, 2010**

	Budget		Actual
	Original	Final	
<b>General Government</b>			
<b>Personnel</b>			
Salaries - Wages	\$ 91,100	91,100	92,602
Overtime	1,000	1,000	644
Part-Time Salaries	6,000	6,000	5,526
	<u>98,100</u>	<u>98,100</u>	<u>98,772</u>
<b>Benefits</b>			
Medical	11,700	11,700	11,098
Dental	1,000	1,000	896
Life Insurance	168	168	169
Other	20,900	20,900	18,528
	<u>33,768</u>	<u>33,768</u>	<u>30,691</u>
<b>Contractual Services</b>			
Insurance	14,050	14,050	13,909
Utilities	7,200	7,200	6,711
Audit	5,625	5,625	5,625
Legal	1,500	1,500	319
Printing and Publishing	800	800	411
Telephone	975	975	815
Cellular Phone Service	1,360	1,360	1,376
Internet Service	650	650	599
Outside Maintenance Services	700	700	-
Miscellaneous Services	500	500	55
Postage	300	300	96
Repairs and Maintenance	3,000	3,000	2,010
Equipment Rental	350	350	-
Water Removal	700	700	145
Tree Removal	8,000	8,000	5,950
	<u>45,710</u>	<u>45,710</u>	<u>38,021</u>

**KENILWORTH PARK DISTRICT, ILLINOIS**

**General Fund - Continued**

**Schedule of Expenditures - Budget and Actual - Continued**  
**Year Ended May 31, 2010**

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
Commodities			
Office Supplies	\$ 250	250	277
Other Supplies	6,000	6,000	4,806
Building Repairs	800	800	1,488
Building Supplies	1,000	1,000	951
Uniforms	500	500	742
Auto Allowance	2,400	2,400	2,400
Garden and Landscaping Supplies	6,500	6,500	5,358
Fuel	2,500	2,500	2,398
Recruitment and Training	600	600	183
Chemicals and Fertilizers	700	700	1,047
Miscellaneous	500	500	1,563
	<u>21,750</u>	<u>21,750</u>	<u>21,213</u>
<b>Total General Government</b>	<u>199,328</u>	<u>199,328</u>	<u>188,697</u>
<b>Capital Outlay</b>	<u>15,150</u>	<u>15,150</u>	<u>18,317</u>
<b>Total Expenditures</b>	<u>214,478</u>	<u>214,478</u>	<u>207,014</u>

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Recreation Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended May 31, 2010**

	Budget		Actual
	Original	Final	
<b>Culture and Recreation</b>			
<b>Personnel</b>			
Salaries - Wages	\$ 91,100	91,100	91,082
Overtime	1,200	1,200	663
Part-Time Salaries	99,300	99,300	97,819
	<u>191,600</u>	<u>191,600</u>	<u>189,564</u>
<b>Benefits</b>			
Medical	11,700	11,700	11,098
Dental	1,000	1,000	896
Life Insurance	168	168	169
Other	20,900	20,900	25,446
	<u>33,768</u>	<u>33,768</u>	<u>37,609</u>
<b>Contractual Services</b>			
Insurance	1,000	1,000	707
Utilities	1,000	1,000	525
Legal	1,000	1,000	-
Postage	250	250	81
Dues, Memberships and Subscriptions	35,750	35,750	35,609
Professional Services	12,000	12,000	-
	<u>51,000</u>	<u>51,000</u>	<u>36,922</u>
<b>Commodities</b>			
Auto Allowance	2,400	2,400	2,400
Fuel	2,500	2,500	2,398
Uniforms	500	500	742
Recruitment and Training	100	100	-
Chemicals and Fertilizers	1,200	1,200	902
Miscellaneous	2,000	2,000	1,767
	<u>8,700</u>	<u>8,700</u>	<u>8,209</u>

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Recreation Fund - Continued**

**Schedule of Expenditures - Budget and Actual - Continued**  
**Year Ended May 31, 2010**

	Budget		Actual
	Original	Final	
Culture and Recreation - Continued			
Other			
Basketball League Expenses	\$ 15,000	15,000	7,159
Summer Program Expenses	12,500	12,500	12,459
Lacrosse Program Expenses	-	-	3,600
T-Ball Program Expenses	600	600	498
	<u>28,100</u>	<u>28,100</u>	<u>23,716</u>
Total Culture and Recreation	<u>313,168</u>	<u>313,168</u>	<u>296,020</u>
Capital Outlay	<u>117,900</u>	<u>117,900</u>	<u>55,282</u>
Total Expenditures	<u><u>431,068</u></u>	<u><u>431,068</u></u>	<u><u>351,302</u></u>

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Working Cash - Permanent Fund**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget and Actual  
Year Ended May 31, 2010**

---

---

	Budget		Actual
	Original	Final	
Revenues			
Interest	\$ 1,000	1,000	268
Expenditures			
General Government	-	-	-
Net Change in Fund Balance	<u>1,000</u>	<u>1,000</u>	268
Fund Balance - Beginning			<u>94,691</u>
Fund Balance - Ending			<u>94,959</u>

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Marguerite L. Storch Memorial Garden - Permanent Fund**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget and Actual  
Year Ended May 31, 2010**

---

---

	Budget		Actual
	Original	Final	
Revenues			
Interest	\$ 22,000	22,000	34,638
Expenditures			
Capital Outlay	50,000	50,000	13,082
Net Change in Fund Balance	<u>(28,000)</u>	<u>(28,000)</u>	21,556
Fund Balance - Beginning			<u>1,160,323</u>
Fund Balance - Ending			<u>1,181,879</u>

**SUPPLEMENTAL SECTION**

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Assessed Valuations, Rates, Extensions and Collections - Last Ten Levy Years  
May 31, 2010 (Unaudited)**

---

**See Following Page**

**KENILWORTH PARK DISTRICT, ILLINOIS**

**Assessed Valuations, Rates, Extensions and Collections - Last Ten Levy Years  
May 31, 2010 (Unaudited)**

	2000	2001	2002
Assessed Valuations	\$ 142,378,099	182,970,392	195,696,685
Tax Rates (%)			
Corporate Fund	0.0710	0.0570	0.0551
Recreation Fund	0.0606	0.0481	0.0460
Illinois Municipal Retirement Fund	0.0210	0.0173	0.0199
Liability/Unemployment Insurance Fund	0.0173	0.0138	0.0085
Audit Fund	0.0029	0.0025	0.0023
Special Recreation Fund	0.0083	0.0071	0.0066
Total Tax Rates	0.1811	0.1458	0.1384
Tax Extensions			
Corporate Fund	\$ 101,100	104,300	107,900
Recreation Fund	86,300	88,100	90,100
Illinois Municipal Retirement Fund	29,900	31,589	39,000
Liability/Unemployment Insurance Fund	24,700	25,200	16,600
Audit Fund	4,100	4,500	4,500
Special Recreation Fund	11,800	12,995	12,995
Total Tax Extensions	257,900	266,684	271,095
Tax Collections	\$ 267,714	258,006	269,865
Percentage of Extensions Collected	103.81%	96.75%	99.55%

N/A - Not Available

2003	2004	2005	2006	2007	2008	2009
201,567,586	256,846,026	273,129,153	273,102,828	361,536,274	374,813,452	N/A
0.0543	0.0439	0.0438	0.0464	0.0367	0.0372	N/A
0.0533	0.0483	0.0472	0.0496	0.0392	0.0397	N/A
0.0185	0.0128	0.0116	0.0122	0.0092	0.0093	N/A
0.0056	0.0048	0.0048	0.0050	0.0038	0.0038	N/A
0.0024	0.0020	0.0019	0.0019	0.0015	0.0016	N/A
0.0074	0.0071	0.0067	0.0072	0.0065	0.0067	N/A
0.1415	0.1189	0.1160	0.1223	0.0969	0.0983	-
109,488	112,807	119,630	126,719	132,683	139,430	N/A
107,480	124,032	128,916	135,459	141,722	148,800	N/A
37,255	32,785	31,682	33,318	33,261	34,857	N/A
11,299	12,234	13,108	13,653	13,737	14,242	N/A
4,828	5,100	5,189	5,188	5,423	5,997	N/A
15,000	18,360	18,360	19,645	23,397	25,092	N/A
285,350	305,318	316,885	333,982	350,223	368,418	N/A
292,354	293,677	317,061	329,587	344,948	363,394	190,489
102.45%	96.19%	100.06%	98.68%	98.49%	98.64%	N/A