

**Salt Creek Rural Park District  
Palatine, Illinois  
Annual Financial Report  
For The Year Ended April 30, 2012**

**Salt Creek Rural Park District  
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For The Year Ended April 30, 2012**

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## INDEPENDENT AUDITORS' REPORT

To The Board of Commissioners  
Salt Creek Rural Park District  
Palatine, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Salt Creek Rural Park District as of and for the year ended April 30, 2012, which collectively comprise the District's financial statements, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Salt Creek Rural Park District, as of April 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

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

The major fund budgetary comparison schedules listed on the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. The budgetary comparison schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ending April 30, 2012 and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the Salt Creek Rural Park District's basic financial statements. The combining and individual fund financial schedules and supplemental schedules for the year ended April 30, 2012 listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The combining and individual fund financial schedules and supplemental schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended April 30, 2012 and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Knuttle & Associates, P.C.*

**SALT CREEK RURAL PARK DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2012**

The Salt Creek Rural Park District Management's Discussion and Analysis is designed to: (1) assist the reader in focusing on significant financial issues, 2) provide an overview of the Park District's financial activity, (3) identify changes in the Park District's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the approved budget and (5) identify individual fund issues or concerns.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Park District's Financial Statements.

**Financial Highlights**

The Park District's total net assets increased \$33,322. This .4% increase over the previous fiscal year was a result of diligent budgeting and conservation of cash resources.

**Overview of the Financial Statements**

Management's Discussions and Analysis introduces the Park District's basic financial statements. The basic financial statements include three components: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. The Park District also includes in this report additional information to supplement the basic financial statements.

**Government-wide Financial Statements**

The Government-wide Financial Statements (see page 7 - 8) are designed to provide readers with a broad overview of the Park District's finances in a manner similar to a private sector business using the accrual basis of accounting.

The *Statement of Net Assets* (see page 7) presents 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 as a whole is improving or deteriorating.

The *Statement of Activities* (see page 8) presents information showing how the District's net assets changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

**Fund Financial Statements**

The Fund Financial Statements of the District are organized into individual funds, each of which is considered a separate accounting entity. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. Funds are organized as major funds or non-major funds within the governmental statements.

*Governmental funds* are those through which most governmental functions of the District are financed. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. The acquisition, use, and balances of the District's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon the determination of changes in financial position, rather than upon net income determination.

Since the government -wide focus includes the long-term view, comparisons with the fund financial statements may provide insight into the long-term impact of short-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 assist in the understanding the differences between these two perspectives. The basic governmental fund financial statements (are presented on pages 9-10 of this report ).

Budgetary comparison statements are required supplementary information for the general fund and major special revenue funds. These statements and schedules demonstrate compliance with the District's adopted annual appropriation ordinance.

### Financial Analysis of the Park District as a Whole

#### Net Assets

The District's combined net assets increased by .4%, as seen in the table below.

	Governmental Activities		Total Change	
	2011	2012	\$	%
Current and other assets	\$2,459,066	\$2,586,265	\$127,199	5.17%
Capital assets	\$10,842,134	\$10,666,867	-\$175,267	-1.61%
Total Assets	\$13,301,200	\$13,253,132	-\$48,068	-.44%
Bonds Payable	\$4,627,000	\$4,383,000	-\$244,000	5.27%
Other Liabilities	\$499,807	\$662,417	\$162,610	32.53%
Total Liabilities	\$5,126,807	\$5,045,417	-\$81,390	-1.58%
Net Assets				
Invested in capital assets, net of related debt	\$6,215,134	\$6,283,867	-\$68,733	-1.1%
Unrestricted	\$1,959,259	\$1,923,848	-\$35,411	1.8%
Total Net Assets	\$8,174,393	\$8,207,715	\$33,322	.4%

Current and other assets decreased \$48,068. Cash and investments increased while non-current assets decreased due to depreciation.

The bonds payable decreased by \$244,000. The district does not have any plans at this time to increase the bond debt.

## Changes in Net Assets

	Governmental Activities		Total Change	
	<u>2011</u>	<u>2012</u>	<u>\$</u>	<u>%</u>
Revenues				
Program Revenues				
Charges for Services	\$1,140,589	\$1,207,470	\$66,881	5.86%
Operating Grants/Contributions	\$2,109	\$3,365	\$1,256	59.55%
General Revenues				
Property Taxes	\$1,493,676	\$1,647,324	\$153,648	10.28%
Other Taxes	\$11,756	\$10,605	-\$1,151	-9.79%
Other	\$23,992	\$34,541	\$10,549	43.96%
Total Revenues	<u>\$2,672,122</u>	<u>\$2,903,305</u>	<u>\$231,183</u>	<u>8.65%</u>
Expenses				
Recreation	\$2,420,017	\$2,671,925	\$251,908	10.4%
Interest of Long-Term Debt	\$211,471	\$198,058	-\$13,413	-6.34%
Total Expenses	<u>\$2,631,488</u>	<u>\$2,869,983</u>	<u>\$238,495</u>	<u>9.06%</u>
Increase in Net assets	<u>\$40,634</u>	<u>\$33,332</u>	<u>-\$7,302</u>	<u>-17.97%</u>

## Governmental Activities

Governmental activities increased the District's fund balance by \$175,542. As a result of lower property tax revenues, the district reduced its operating expenditures to ensure an increase in the fund balance. \$261,000 was transferred out of the Recreation and the Salt Creek Sports Center Funds and transferred into the General Fund, Twin Lakes Fund and Other Governmental Funds.

## Financial Analysis of the Park District's Funds

As the District completed this year, its governmental funds reported a combined fund balance of \$1,086,003.

## General Fund Budgetary Highlights

Actual expenditures for the Salt Creek Sports Center, Liability Insurance and Special Recreation Funds, did exceed the legally adopted budgets but did not exceed the appropriations in any of the funds.

## Capital Asset and Debt Administration

### Capital Assets

The Park District's investment in capital assets, net of accumulated depreciation as of April 30, 2012 was \$10,666,867. The Park District's capital budget for fiscal year 2011-2012 included Twin Lakes Deck Replacement, Salt Creek Sports Center Surveillance System and Twin Lakes Waterfall Pump Repair.

### Debt Administration

As of April 30, 2012, the Park District has total debt outstanding of \$4,383,000. More detailed information about the Park District's long term debt is presented in Note 4 (page 24) of the financial statements.



### **Factors Bearing on the Park District's Future**

At the time these financial statements were prepared and audited, the Park District was not aware of any existing circumstances that would adversely affect its' financial health in the near future. One ongoing factor that might adversely affect the Park District is the unpredictable Specific Tax Refunds that the District has been experiencing since 2001. (Note 8)

### **Outlook for FY 12-13**

The fiscal year 2011-2012 was taken apart line by line in order to provide a realistic and actual budget for the organization to operate. Fiscal year 2012-2013 will focus on continually maximizing profitability of program revenue, allowing for improved benefits for the residents and community, while continuing to prudently monitor expenses.

Twin Lakes, the Salt Creek Sports Center and the Recreation Department will continue to make significant improvements to enhance programming and increase revenue.

Overall, the fiscal year 2012-2013 budget represents a realistic and obtainable goal to allow for a financially successful year.

### **Contacting the Park District's Financial Management**

This financial report is designed to provide a general overview of the District's finances, comply with finance related laws and regulations and demonstrate the District's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact Diane Hilgers, Director of Parks & Recreation for the Salt Creek Rural Park District located at 530 S. Williams Avenue, Palatine, IL 60074.

**Salt Creek Rural Park District  
Statement of Net Assets  
April 30, 2012**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
<b>Current Asset s</b>	
Cash and Investment s	\$ 1,578,907
Property Taxes Receivable	939,509
Accounts Receivable	12,512
Prepaid Expense s	<u>55,337</u>
<b>Total Current Assets</b>	<u>2,586,26 5</u>
<b>Non-Current Asset s</b>	
Capital Asset s	
Capital Assets Not Being Depreciate d	4,665,000
Capital Assets, Net of Depreciation	<u>6,001,867</u>
<b>Total Non Current Assets</b>	<u>10,666,86 7</u>
<b>TOTAL ASSETS</b>	<u>13,253,132</u>
<b>LIABILITIES</b>	
<b>Current Liabilities</b>	
Accounts Payabl e	83,131
Bonds Payabl e	868,000
Unearned Revenu e	199,537
Unfunded Pension Obligation	28,402
Accrued Vacation and Sick Pay	73,262
Accrued Payroll	18,084
Allowance For Property Tax Refunds	<u>260,001</u>
<b>Total Current Liabilities</b>	<u>1,530,417</u>
<b>Non Current Liabilities</b>	
Bonds Payabl e	<u>3,515,000</u>
<b>Total Non Current Liabilities</b>	<u>3,515,000</u>
<b>TOTAL LIABILITIES</b>	<u>5,045,417</u>
<b>NET ASSETS</b>	
Invested in Capital Assets, Net of Related Debt	6,283,867
Unrestricted Net Asset s	<u>1,923,84 8</u>
<b>TOTAL NET ASSETS</b>	<u><u>\$ 8,207,71 5</u></u>

See Accompanying Notes to the Financial Statements



**Salt Creek Rural Park District  
Governmental Funds  
Balance Sheet  
April 30, 2012**

	General	Recreation	Twin Lakes Facility	Salt Creek Sports Center	Debt Service	Capital Projects	Other Governmental Funds	Total
<b>ASSETS</b>								
Cash and Investments	\$ 379,015	\$ 207,036	\$ 93,181	\$ 69,772	\$ 330,001	\$ 365,437	\$ 134,465	\$ 1,578,907
Property Taxes Receivable	296,180	100,091	0	0	352,371	0	190,867	939,509
Accounts Receivable	198	12,314	0	0	0	0	0	12,512
Prepaid Expenditures	2,096	5,153	26,652	1,762	0	0	19,674	55,337
<b>TOTAL ASSETS</b>	<b>677,489</b>	<b>324,594</b>	<b>119,833</b>	<b>71,534</b>	<b>682,372</b>	<b>365,437</b>	<b>345,006</b>	<b>2,586,265</b>
<b>LIABILITIES</b>								
Accounts Payable	83,131	0	0	0	0	0	0	83,131
Deferred Program Revenue	3,122	110,412	40,323	45,680	0	0	0	199,537
Deferred Property Taxes	296,180	100,091	0	0	352,371	0	190,867	939,509
Accrued Payroll	4,547	3,565	5,328	4,644	0	0	0	18,084
Allowance For Property Tax Refunds	98,740	37,984	0	0	93,142	0	30,135	260,001
<b>TOTAL LIABILITIES</b>	<b>485,720</b>	<b>252,052</b>	<b>45,651</b>	<b>50,324</b>	<b>445,513</b>	<b>0</b>	<b>221,002</b>	<b>1,500,262</b>
<b>FUND BALANCES</b>								
Non-spendable	2,096	5,153	26,652	1,762	0	0	19,674	55,337
Restricted	0	67,389	0	0	236,859	0	104,330	408,578
Assigned	0	0	0	0	0	365,437	0	365,437
Unassigned	189,673	0	47,530	19,448	0	0	0	256,651
<b>TOTAL FUND BALANCE</b>	<b>191,769</b>	<b>72,542</b>	<b>74,182</b>	<b>21,210</b>	<b>236,859</b>	<b>365,437</b>	<b>124,004</b>	<b>1,086,003</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 677,489</b>	<b>\$ 324,594</b>	<b>\$ 119,833</b>	<b>\$ 71,534</b>	<b>\$ 682,372</b>	<b>\$ 365,437</b>	<b>\$ 345,006</b>	
Amounts reported for governmental activities in the statement of net assets are different because:								
Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds.								10,666,867
Unfunded pension obligation is not reported as a liability in the fund financial statements.								(28,402)
Accrued vacation and sick pay are not reported as a liability in the fund financial statements.								(73,262)
Deferred property tax revenue is not reported as a liability in the fund financial statements.								939,509
Bonds Payable are not reported as liabilities in the fund financial statements.								(4,383,000)
<b>NET ASSETS OF GOVERNMENTAL FUNDS</b>								<b>\$ 8,207,715</b>

See Accompanying Notes to the Financial Statements

**Salt Creek Rural Park District  
Governmental Funds  
Statement of Revenues, Expenditures and Changes in Fund Balances  
For The Year Ended April 30, 2012**

	General		Salt Creek Twin Lakes Sports Facility Center		Debt Service	Capital Projects	Other Governmental Funds	Total
<b>REVENUE S</b>								
Property Taxes	\$ 572,778	\$ 246,157	\$ 0	\$ 0	\$ 680,747	\$ 0	\$ 321,771	\$ 1,821,453
Replacement Taxes	10,605	0	0	0	0	0	0	10,605
Program Fees	0	225,290	322,755	521,300	0	0	0	1,069,345
Property Rentals	0	600	87,454	50,071	0	0	0	138,125
Grants	2,000	0	0	0	0	0	0	2,000
Donations	0	0	1,365	0	0	0	0	1,365
Impact Fees	0	0	0	0	0	10,882	0	10,882
Miscellaneous	689	0	21,168	1,403	0	399	0	23,659
<b>TOTAL REVENUE S</b>	<b>586,072</b>	<b>472,047</b>	<b>432,742</b>	<b>572,774</b>	<b>680,747</b>	<b>11,281</b>	<b>321,771</b>	<b>3,077,434</b>
<b>EXPENDITURE S</b>								
Salaries and Wages	302,750	209,925	245,367	262,147	0	0	5,373	1,025,562
Employees' Expenditures	31,511	23,878	37,569	17,340	0	0	0	110,298
Social Security	0	0	0	0	0	0	78,540	78,540
Pension	0	0	0	0	0	0	60,750	60,750
Operations								
Contractual Services	86,216	22,871	0	3,946	6,750	16,487	139,782	276,052
Committed Funds	11,551	0	0	0	0	0	0	11,551
Commodities	19,431	56,231	112,049	67,584	0	0	0	255,295
Maintenance and Repairs	11,557	0	59,685	0	0	0	6,013	77,255
Utilities	17,001	0	62,342	46,911	0	0	0	126,254
Audit	0	0	0	0	0	0	8,000	8,000
Insurance	0	0	0	0	0	0	153,668	153,668
Debt Service								
Principal	0	0	0	0	852,000	0	0	852,000
Interest	0	0	0	0	198,058	0	0	198,058
Bond Issue Costs	0	0	0	0	374	0	0	374
Capital Improvements	0	0	0	0	0	276,235	0	276,235
<b>TOTAL EXPENDITURE S</b>	<b>480,017</b>	<b>312,905</b>	<b>517,012</b>	<b>397,928</b>	<b>1,057,182</b>	<b>292,722</b>	<b>452,126</b>	<b>3,509,892</b>
<b>EXCESS (DEFICIENCY) OF REVENUE S OVER EXPENDITURE S</b>	<b>106,055</b>	<b>159,142</b>	<b>(84,270)</b>	<b>174,846</b>	<b>(376,435)</b>	<b>(281,441)</b>	<b>(130,355)</b>	<b>(432,458)</b>
<b>OTHER FINANCING SOURCE S</b>								
Issuance of Debt	0	0	0	0	439,470	168,530	0	608,000
Transfers In (Out)	66,000	(86,000)	86,000	(175,000)	0	0	109,000	0
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>66,000</b>	<b>(86,000)</b>	<b>86,000</b>	<b>(175,000)</b>	<b>439,470</b>	<b>168,530</b>	<b>109,000</b>	<b>608,000</b>
<b>NET CHANGE IN FUND BALANCE S</b>	<b>172,055</b>	<b>73,142</b>	<b>1,730</b>	<b>(154)</b>	<b>63,035</b>	<b>(112,911)</b>	<b>(21,355)</b>	<b>175,542</b>
<b>FUND BALANCE , BEGINNING OF YEAR</b>	<b>19,714</b>	<b>(600)</b>	<b>72,452</b>	<b>21,364</b>	<b>173,824</b>	<b>478,348</b>	<b>145,359</b>	<b>910,461</b>
<b>END OF YEAR</b>	<b>\$ 191,769</b>	<b>\$ 72,542</b>	<b>\$ 74,182</b>	<b>\$ 21,210</b>	<b>\$ 236,859</b>	<b>\$ 365,437</b>	<b>\$ 124,004</b>	<b>\$ 1,086,003</b>

See Accompanying Notes to the Financial Statements

**Salt Creek Rural Park District**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund**  
**Balances of Governmental Funds to the Statement of Activities**  
**For The Year Ended April 30, 2012**

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Net Change in Fund Balances - Total Governmental Funds (Combined Statement of Revenues, Expenditures and Changes in Fund Balances)	\$ 175,542
Amounts reported for governmental activities in the Statement of Activities are different because:	
Depreciation of capital assets is not considered an expenditure in the fund financial statements.	(439,554)
Purchases of capital assets are considered an expenditure in the fund financial statements.	322,626
Property tax revenues in the Statement of Activities that do not provide current financial resources are reported as deferred property tax revenue in the fund financial statements.	(174,129)
Loss on disposal of fixed asses is not reported in the fund financials.	(58,339)
Change in Unfunded Pension Obligation is not reported in the fund financials.	(8,429)
Payments of bond principal are treated as an expenditure in the fund financial statements.	852,000
Proceeds from the issuance of bonds are considered Other Financing Sources in the fund financial statements.	(608,000)
Change in accrued vacation and sick pay is not recorded in the fund financial statements.	<u>(28,395)</u>
Change in Net Assets of Governmental Activities (Statement of Activities)	<u><u>\$ 33,322</u></u>

See Accompanying Notes to the Financial Statements

**Salt Creek Rural Park District  
Notes To The Financial Statements  
For the Year Ended April 30, 2012**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Salt Creek Rural Park District (the "Park District") was established in 1956 and is located in Palatine, Illinois. The Park District operates under the Park District Code of Statutory Law which directly governs the power, duties and purposes relating to park districts in the state of Illinois. The mission of the Park District is to provide recreation and leisure services to the residents that live within the corporate boundaries of the district, as well as many non-residents.

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

**A. Reporting Entity**

The Park District follows the provisions of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14". As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Park District has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Park District is not required to be included as a component unit of any other entity.

**B. Changes in Accounting Methods**

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (GASB 34). The Salt Creek Rural Park District has implemented GASB 34 effective May 1, 2004. As a result, an entirely new financial presentation format is provided.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Changes in Accounting Methods (Continued)

The implementation of GASB 34 adds two "Government -Wide" financial statements as basic financial statements required for all governmental units. They are the Statement of Net Assets, which presents the financial condition of the governmental activities of the Park District at fiscal year end, and the Statement of Activities, which presents a comparison between direct expenses and program revenues for each program or function of the Park District's governmental activities.

The reporting model for GASB 34 classifies funds as either governmental activities, business activities, or fiduciary funds. Further, all non-fiduciary funds are classified as major or non-major funds. In reporting financial condition and results of operations for governmental units, the new standard concentrates on major funds versus non-major funds.

Both new statements are prepared on the full accrual basis. Previously, in accordance with accounting standards for governmental units, the Park District used the modified accrual basis accounting for certain funds. The modified accrual basis of accounting continues to be the appropriate basis of accounting for governmental activity fund financial statements.

C. Basis of Presentation

GOVERNMENT -WIDE FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business type activities, when applicable. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business type activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The Park District allocates indirect expenses to functions in the Statement of Activities in cases where a clear and direct connection exists. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into individual funds each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.



**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

Funds are organized as major funds or non-major funds within the governmental and proprietary statements. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

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

Governmental Funds (Governmental Activities)

Governmental fund types are those through which most governmental functions of the Park District are financed. The Park District's expendable financial resources (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the Park District's governmental funds follows:

General Fund

The General Fund is the general operating fund of the Park District. It is used to account for and report all financial resources not accounted for or reported in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Funds included in this fund category are:

Recreation	Liability Insurance
Twin Lakes Facility	Special Recreation
Salt Creek Sports Center	Museum
Audit	Paving and Lighting
Retirement	Police

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

Capital Projects Fund

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets, excluding those types of capital related outflows financed by proprietary funds.

MAJOR FUNDS

The Park District reports the following major governmental funds:

- The General Fund - accounts for the park district's primary operating activities.
- The Recreation Fund - accounts for the operations of the recreation programs offered to residents. Financing is provided by a specific annual property tax levy to the extent user charges are not sufficient to provide such financing.
- The Twin Lakes Recreation Facility Fund - accounts for operations of the Twin Lakes Recreation Facility.
- The Salt Creek Sports Center Fund - accounts for operations of the Salt Creek Sports Center facility.
- The Debt Service Fund - accounts for the accumulation of resources for the payment of bond principal, interest, and related costs.
- The Capital Projects Fund - accounts for financial resources acquired through a bond issue and/or an interfund transfer received from the Corporate (General) Fund which are to be used for capital improvements to existing park facilities and for new and replacement maintenance equipment for the general upkeep of all parks within the District.

NON-MAJOR FUNDS

The Park District reports the following non-major governmental funds:

- Audit Fund
- Retirement Fund
- Liability Insurance Fund
- Special Recreation Fund
- Museum Fund
- Paving and Lighting Fund
- Police Fund

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting

In the government -wide Statement of Net Assets and Statement of Activities, both governmental and business -type activities are presented using the economic resources measurement focus and 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 the 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. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The current financial resources measurement focus and the modified accrual basis of accounting are followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available to finance the Park District's operations. For governmental fund financial statements, deferred revenues occur when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the Park District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the Park District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

Property taxes, investment earnings, and charges for programs and services are the primary revenue sources susceptible to accrual. The Park District considers property taxes available in the fiscal year the tax levy is intended for. Class registration fees received by the Park District are recognized as revenue when the class starts. All other revenues are recognized when cash is received. Expenditures are recorded when the related fund liability is incurred.

The Park District reports unearned/deferred revenues on its Statement of Net Assets and its Governmental Funds Balance Sheet. For government -wide financial statements, unearned revenues arise from program revenues received before the program has started. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the Park District before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the Park District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

E. Measurement Focus

On the government -wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the flow of economic resources measurement focus, which means all assets and liabilities (whether current or non-current) are included on the Statement of Net Assets and the operating statements present increases and decreases in net total assets.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus (Continued)

The measurement focus of all governmental funds is the flow of current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources are included as liabilities in the government-wide fund financial statements, but are excluded from the governmental funds financial statements. The related expenditures are recognized in the governmental fund financial statements when the liabilities are liquidated.

F. Use of Estimates

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

G. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles. The Park District follows these procedures in establishing a budget:

1. The Director and department heads prepare a tentative budget for all funds of the Park District.
2. The budget document is submitted to the Board of Commissioners for review.
3. The Budget and Appropriation Ordinance must be enacted into law prior to the end of the first quarter of the fiscal year (July 31).
4. All unspent budgetary amounts lapse at year-end.
5. Expenditures legally may not exceed the total appropriations at the funds level. No amendments to the budget at this level are allowed without Board approval. Expenditures may not legally exceed appropriations at the fund level.

The budget is prepared for all funds on the same basis as the basic financial statements. The budget is prepared in accordance with Illinois Park District Code and is derived from the combined annual budget and appropriation ordinance of the Park District. All budgets are prepared based on the annual fiscal year of the Park District. All budgetary funds are controlled by an integrated budgetary accounting system in accordance with various legal requirements which govern the Park District.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Budget Basis of Accounting

Budgetary information for individual funds is prepared on the same basis as the general purpose financial statements. The budget is prepared in accordance with the Illinois Park District Code and is derived from the combined annual budget and appropriation ordinance of the Park District. Working budgets are prepared for all governmental fund types. All budgets are prepared based on the annual fiscal year of the Park District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements which govern the Park District.

I. Compensated Absences

Park District employees must use or lose their vacation time by their anniversary month each year and their personal days by the end of the calendar year. All are payable upon termination of employment. Park District employees may accrue up to 36 days of sick pay. No days are payable upon termination.

As of April 30, 2012, the amount of accumulated vacation and paid time off is \$73,262. This liability is accounted for as a governmental activity on the Government -Wide Statement of Net Assets but not in the Fund Financial Statements.

J. Cash, Cash Equivalents, and Investments

The Park District considers all highly liquid investments with an initial maturity date within three months of the date acquired by the Park District and investment pools to be cash equivalents.

All investment decisions are governed by the District's investment policy and the State of Illinois Public Funds Investment Act. Allowable investments include insured bank and savings and loan accounts; money market accounts; money market mutual funds meeting certain investment criteria; certificates of deposit; bonds, notes, certificates of indebtedness, treasury bills or other securities guaranteed by the full faith and credit of the U.S. Government; obligations of agencies of the U.S. Government; short-term obligations of United States corporations meeting specific requirements; the Illinois Funds, formerly called the Illinois Public Treasurer's Investment Pool (IPTIP); and the Illinois Park District Liquid Asset Fund Plus (IPDLAF).

K. Prepaid Expenditures

Payments totaling \$55,337 were made to vendors for services that will benefit periods beyond April 30, 2012 and are recorded as prepaid expenses/expenditures.

L. Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations, and whether they are reported in the government -wide or fund financial statements.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Capital Assets (Continued)

GOVERNMENT -WIDE FINANCIAL STATEMENTS

In the government -wide financial statements, fixed assets are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated. The Park District policy is to capitalize assets that have an original cost of \$1,000 or greater.

Prior to May 1, 2004, capital assets of governmental funds were accounted for in the general fixed assets account group and were not recorded directly as a part of any individual fund's financial statements. Infrastructure of governmental funds was not previously capitalized. Upon implementing GASB 34, governmental units are required to account for all capital assets, including infrastructure, in the government wide financial statements prospectively from the date of implementation. Retroactive reporting of all major general infrastructure assets is currently encouraged, but not required.

Depreciation of all exhaustible capital assets over the threshold of \$1,000 is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight -line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	40 Years
Machinery & Equipment	7 to 20 Years
Office Furniture and Equipment	3 to 10 Years
Land Improvements	12 to 30 Years

FUND FINANCIAL STATEMENTS

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made. Public domain (infrastructure) assets consisting of roads, curbs and gutters, sidewalks, drainage systems, and lighting systems are not capitalized in the fund financial statements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not included as capitalized assets or capitalized in the proprietary funds.

M. Long-Term Liabilities

In the government -wide financial statements, debt principal payments of both government and business -type activities (when applicable) are reported as decreases in the balance of the liability on the Statement of Net Assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized when paid.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Property Taxes

The Park District's property taxes are levied each calendar year on all taxable real property located in the Park District. For governmental funds, property taxes which are levied to fund the current fiscal year and collected by the fiscal year-end are recorded as revenue.

The County Assessor is responsible for assessment of all taxable real property within Cook County (County) except for certain railroad property which is assessed directly by the state.

Some portion of the County is reassessed each year on a repeating schedule established by the County Assessor. The County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the County Collector as the basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the units their respective shares of the collections. Taxes levied in one calendar year become due and payable in two installments on March 1 and September 1 during the following calendar year.

The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Taxes must be levied by the last Tuesday in December for the levy year.

The levy becomes an enforceable lien against the property as of January 1 of the levy year. The uncollected portion of the 2011 levy has been recorded as a receivable at April 30, 2012.

O. Personal Property Replacement Tax

All ad valorem personal property taxes in Illinois were abolished, effective January 1, 1979. A Personal Property Replacement Tax was enacted, effective July 1, 1979. The constitutionality of this replacement tax has been upheld by the Supreme Court of Illinois.

The Personal Property Replacement Tax represents an additional income tax for corporations (including certain utilities) at the rate of 2.5% of the net taxable income; an income tax for partnerships and S corporations at the rate of 1.5% of net taxable income; and a tax at the rate of 0.8% of invested capital for public utilities providing gas, communications, electrical and water services.

Revenues collected under the replacement tax are held in a special fund in the State Treasury called the Personal Property Tax Replacement Fund. Money from such Fund is allocated to each taxing district in January, March, April, May, June, July, August, October, and December.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. GASB Pronouncements

In June 1999, the GASB issued Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This Statement establishes new financial reporting requirements for state and local governments throughout the United States. The requirements of this Statement are effective in three phases based on a government's total revenues in the first year ending after June 15, 1999. The Park District has implemented this statement effective May 1, 2004.

Q. Equity Classifications

GOVERNMENT -WIDE FINANCIAL STATEMENTS

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

- Invested in capital assets – consists of capital assets, net of accumulated depreciation.
- Restricted net assets – consists of net assets with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted net assets – consists of all other net assets that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. The components of fund balance are:

- Non-spendable – consists of resources that cannot be spent because of their form.
- Restricted – consists of resources which have limitations imposed by enabling legislation and limitations imposed by creditors, grantors, or contributors.
- Committed – consists of resources which have limitations imposed by the governing board through formal action.
- Assigned – consists of resources which have limitations resulting from intended use.
- Unassigned – consists of the residual net resources of a fund.

Fund	Salt Creek							Total
	General	Recreation	Twin Lakes Facility	Sports Center	Capital Projects	Debt Service	Non-Major Funds	
Non-spendable								
Prepaid Items	\$ 2,096	\$ 5,153	\$ 26,652	\$ 1,762	\$ 0	\$ 0	\$ 19,674	\$ 55,337
Restricted								
Recreation	0	67,389	0	0	0	0	0	67,389
Audit	0	0	0	0	0	0	947	947
Retirement	0	0	0	0	0	0	969	969
Liability Insurance	0	0	0	0	0	0	2,667	2,667
Special Recreation	0	0	0	0	0	0	91,262	91,262
Museum	0	0	0	0	0	0	7,895	7,895
Paving and Lighting	0	0	0	0	0	0	589	589
Police	0	0	0	0	0	0	1	1
Debt Service	0	0	0	0	0	236,859	0	236,859
Assigned	0	0	0	0	365,437	0	0	365,437
Unassigned	189,673	0	47,530	19,448	0	0	0	256,651
	<u>\$ 191,769</u>	<u>\$ 72,542</u>	<u>\$ 74,182</u>	<u>\$ 21,210</u>	<u>\$ 365,437</u>	<u>\$ 236,859</u>	<u>\$ 124,004</u>	<u>\$ 1,086,003</u>



**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

R. Transfers

During the normal course of Park operations, transfers between funds arise to reimburse individual funds for expenditures/expenses incurred for the benefit of other funds. Typical expenses in the category are general administrative and maintenance expenses. Transfers during the year ended April 30, 2012 are as follows:

Fund	Transfers In	Transfers Out
General	\$ 66,000	\$ 0
Recreation	0	86,000
Twin Lakes	86,000	0
Salt Creek Sports Center	0	175,000
Audit	5,000	0
Retirement	38,000	0
Liability Insurance	55,000	0
Paving and Lighting	2,000	0
Police	9,000	0
	<u>\$ 261,000</u>	<u>\$ 261,000</u>

NOTE 2 - CASH AND INVESTMENTS

A. Bank Deposits

At April 30, 2012, the carrying amount of the District's deposits was \$1,577,057 excluding petty cash of \$1,850, and the bank balance was \$1,582,153. The deposits are categorized in accordance with risk factors created by governmental reporting standards. Also at April 30, 2012, the Park District maintained a balance in the Illinois Funds. This pooled investment with other park districts is similar in nature to a money market fund and consists primarily of certificates of deposit, U.S. Government securities, commercial paper, and corporate bonds. Because individual securities are not owned by the Park District, amounts invested in the Illinois Funds are not categorized. The following table categorizes the Park District's cash according to levels of risk.

	Carrying Amount	Bank Balance
Category #1	\$ 84,725	\$ 93,420
Category #2	0	0
Category #3	0	0
Illinois Funds	1,488,733	1,488,733
	<u>\$ 1,573,458</u>	<u>\$ 1,582,153</u>

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 2 - CASH AND INVESTMENTS

A. Bank Deposits (CONTINUED)

Category 1 includes deposits covered by depository insurance or collateralized, with securities held by the Park District or by its agent in the Park District's name.

Category 2 includes deposits which are collateralized, with securities held by the pledging financial institution's trust department or agent in the Park District's name.

Category 3 includes deposits which are uncollateralized. This includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the entity's name.

B. Investments

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 objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District's name.

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

**Salt Creek Rural Park District**  
**Notes to the Financial Statements (Continued)**  
**For The Year Ended April 30, 2012**

**NOTE 3 - CAPITAL ASSETS**

Total depreciation expense for the year charged for governmental activities was \$439,554. A summary of changes in capital assets for the year ended April 30, 2012 is as follows:

	Balance May 1, 2011	Additions	Deletions	Balance April 30, 2012
Capital Assets Not Being Depreciated				
Land	\$ 4,665,000	\$ 0	\$ 0	\$ 4,665,000
Total Capital Assets Not Being Depreciated	4,665,000	0	0	4,665,000
Capital Assets Being Depreciated				
Building	5,703,940	0	0	5,703,940
Vehicles	210,725	0	0	210,725
Concession Equipment	337,440	0	0	337,440
Maintenance Equipment	537,141	7,135	0	544,276
Office, Furniture and Equipment	199,573	1,844	0	201,417
Landscaping & Watering Systems	807,055	0	0	807,055
Rose Park Playground	232,804	0	0	232,804
Hat Trick Hockey	85,314	17,716	0	103,030
South Park	149,200	0	0	149,200
Grealish Park	210,524	0	0	210,524
Twin Lakes	2,647,177	295,931	175,000	2,768,108
Total Capital Assets Being Depreciated	11,120,893	322,626	175,000	11,268,519
Less Accumulated Depreciation	4,943,759	439,554	116,661	5,266,652
Net Capital Assets Being Depreciated	6,177,134	(116,928)	58,339	6,001,867
Net Capital Assets	\$ 10,842,134	\$ (116,928)	\$ 58,339	\$ 10,666,867

**NOTE 4 - LONG-TERM DEBT**

A summary of changes in long-term debt for the year ended April 30, 2012 is as follows:

	Balance April 30, 2011	Additions	Retirements	Balance April 30, 2012	Due Within One Year
General Obligation					
Series 2004 (ARS)	\$ 4,025,000	\$ 0	\$ 250,000	\$ 3,775,000	\$ 260,000
Series 2010A	100,000	0	100,000	0	0
Series 2010B	502,000	0	502,000	0	0
Series 2011A	0	95,000	0	95,000	95,000
Series 2010B	0	513,000	0	513,000	513,000
	\$ 4,627,000	\$ 608,000	\$ 852,000	\$ 4,383,000	\$ 868,000

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 4 - LONG-TERM DEBT (CONTINUED)

Debt commitments at April 30, 2012 are comprised of the following:

General Obligation Bonds, Series 2004 (Alternative Revenue Source) - \$5,325,000 original principal; dated November 1, 2004; due in annual installments through December 1, 2023; interest payable semi-annually on June 15 and December 15 at rates ranging from 3.50% to 5.00%

General Obligation Bonds, Series 2010A - \$100,000 original principal; dated June 14, 2010; due on June 1, 2011; interest payable on June 1, 2010 at 3.75%

General Obligation Bonds, Series 2010B - \$502,000 original principal; dated December 18, 2010; due on December 31, 2011; interest payable on December 31, 2010 at 2.5%

General Obligation Bonds, Series 2011A - \$95,000 original principal; dated June 1, 2011; due on June 1, 2012; interest payable on June 1, 2011 at 3.5%

General Obligation Bonds, Series 2011B - \$513,000 original principal; dated December 18, 2011; due on December 21, 2012; interest payable on December 31, 2011 at 2.95%

Future payments of long-term debt at April 30, 2012 consist of the follow :

Fiscal Year	Principal	Interest	Total
2013	868,000	189,944	1,057,944
2014	270,000	161,040	431,040
2015	280,000	150,240	430,240
2016	295,000	138,760	433,760
2017	305,000	126,370	431,370
2018 - 2022	1,755,000	414,280	2,169,280
2023 - 2024	610,000	41,000	651,000
	<u>\$ 4,383,000</u>	<u>\$ 1,221,634</u>	<u>\$ 5,604,634</u>

NOTE 5 - DEFERRED COMPENSATION

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

Effective May 1, 1998, the District implemented GASB Statement No. 32 "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans." This statement establishes accounting and financial reporting standards for the Internal Revenue Code Section 457 deferred compensation plans of state and local governments. The statement requires that all amounts deferred under a Section 457 plan maintained by the District be held in trust for the exclusive benefit of plan participants. The District's deferred compensation plan has been placed in a trust through its administrators. The assets of this trust, previously reported in the financial statements, have been removed from the financial statements since the District no longer acts in a fiduciary role. In addition, the corresponding liability has also been removed.

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 6 - RELATED PARTY TRANSACTIONS

The Park District is a member of the Northwest Special Recreation Association. The Park District pays annual contributions to this organization for services they provide for disabled members of the District. During the year ended April 30, 2012, the District paid \$40,941 to this organization.

NOTE 7 - EXPENDITURES OVER BUDGET

For the year ended April 30, 2012, the funds had actual expenditures that exceed the budget.

<u>Fund</u>	<u>Expenditures</u>	<u>Budget</u>	<u>Appropriation</u>
Salt Creek Sports Center	\$ 397,928	\$ 366,320	\$ 457,901
Liability Insurance Fund	153,668	141,700	191,295
Special Recreation Fund	113,221	91,941	114,926

NOTE 8 – ALLOWANCE FOR PROPERTY TAX REFUNDS

In September 2009, the Park District had to refund \$304,804 in property taxes to a significant commercial resident for the 2001-2006 tax years. An estimate of \$260,000 for the 2007-2011 tax years has been recorded as an allowance for real estate tax refunds on the fund financial statements.

NOTE 9 – DEFICIT FUND BALANCES

At April 30, 2012, none of the funds has a deficit fund balance.

NOTE 10 – RETIREMENT FUND BALANCE

For financial statement presentation purposes, the IMRF and Social Security Funds have been combined as a single fund. As of April 30, 2012, the IMRF Fund had a fund balance of \$136 and the Social Security Fund had a fund balance of \$830.

NOTE 11 – SUBSEQUENT EVENTS

The date to which events occurring after April 30, 2012, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosure is September 6, 2012, the date the financial statements were available to be issued.

NOTE 12 – RISK MANAGEMENT

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

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 12 – RISK MANAGEMENT (CONTINUED)

Insurance coverage in effect at April 30, 2012 is as follows:

Type of Coverage	Limit / Deductible
Legal Liability - Third Party Claims	
Limits of Liability	
Bodily/Personal Injury, Property Damage, and Advertising Liability	\$12,000,000 Per Occurrence \$0 Deductible
Premises Medical Payments	\$5,000 Per Person
Legal Liability - Real & Personal	Included
Day Care/Pre-School Sexual Abuse Liability	Included
Law Enforcement Operations	Included (if applicable)
Employee Benefit Liability	\$2,000,000 Per Occurrence \$1,000 Deductible
Broad Legal Defense Fund	\$2,500 Each Claim /
Broad Legal Defense Fund	\$5,000 Aggregate
Moral Obligation to Pay	\$3,000 Aggregate
Wrongful Acts	
Limit of Liability	\$12,000,000 Each Claim
Deductible	\$2,500 Each Claim
Automobile Liability and Physical Damage	
Limits of Liability	
Bodily Injury & Property Damage (\$0 Deductible)	\$12,000,000 Per Occurrence
Medical Payments	\$5,000 Per Person
Hired & Non-owned Automobile	\$12,000,000 Per Occurrence
Uninsured & Underinsured Motorist	\$40,000 Each Member \$40,000 Each Accident
Comprehensive Deductible	\$1,000 Per Accident
Collison Deductible	\$1,000 Per Accident
Property and Inland Marine	
Limits of Liability	
Total Building Limits (Deductible \$1,000)	\$7,939,400
Total Personal Property Limits (Deductible \$1,000)	\$482,100
Total Miscellaneous Property (Deductible \$1,000)	\$737,500
Boiler and Machinery - Power Generating Equipment Excluded (Deductible \$1,000)	\$8,421,500
Boiler and Machinery Extra Expense (Deductible \$1,000)	\$100,000
EDP Hardware & Software (Deductible \$1,000)	\$165,000
Monies & Securities (Deductible \$0)	\$15,000
Earnings (Deductible \$1,000)	\$500,000
Dishonesty (Deductible \$0)	\$10,000
Tees & Greens (Deductible \$1,000)	\$270,000

NOTE 13 - PENSION COMMITMENT

*Plan Description* . The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Park District plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple -employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org) .

**Salt Creek Rural Park District  
Notes to the Financial Statements (Continued)  
For The Year Ended April 30, 2012**

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NOTE 12 - PENSION COMMITMENT(CONTINUED)

*Funding Policy.* As set by statute, the Park District Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate from calendar year 2011 used by the employer was 9.31 percent of annual covered payroll. The Park District annual required contribution rate for calendar year 2011 was 10.60 percent. The Park District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Annual Pension Cost.* For calendar year ending December 31, 2011, the Park District's actual contributions for pension costs for Regular were \$60,829. Its required contribution for calendar year 2011 was \$69,258.

**Three-Year Trend Information for the Regular Plan**

<u>Actual Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/11	\$ 69,258	88%	\$ 8,429
12/31/10	73,447	73%	19,973
12/31/09	31,623	100%	0

The required contribution was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Park District Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investment over a five-year period with a 20% corridor between the actuarial and market value of assets. The District Regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

*Funded Status and Funding Progress.* As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 77.86 percent funded. The actuarial accrued liability for benefits was \$1,800,922 and the actuarial value of assets was \$1,402,146, resulting in an underfunded actuarial accrued liability (UAAL) of \$398,776. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$653,374 and the ratio of the UAAL to the covered payroll was 61 percent.

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

**Salt Creek Rural Park District  
 Required Supplementary Information  
 For The Year Ended April 30, 2012**

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**Salt Creek Rural Park District  
 EMPLOYER NUMBER: 04972R  
 REQUIRED SUPPLEMENTARY INFORMATION  
 Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2011	\$ 1,402,146	\$ 1,800,922	\$ 398,776	77.86%	\$ 653,374	61.03%
12/31/2010	1,639,268	1,889,195	249,927	86.77%	632,077	39.54%
12/31/2009	1,475,246	1,719,651	244,405	85.79%	594,411	41.12%

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$1,323,972. On a market basis, the funded ratio would be 73.52%.



**Salt Creek Rural Park District  
General Fund  
Budgetary Comparison Schedule  
For The Year Ended April 30, 2012**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance With Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Property Taxes	\$ 493,911	\$ 493,911	\$ 572,778	\$ 78,867
Replacement Taxes	8,000	8,000	10,605	2,605
Grants	1,600	1,600	2,000	400
Miscellaneous	1,125	1,125	689	(436)
<b>TOTAL REVENUES</b>	<b>504,636</b>	<b>504,636</b>	<b>586,072</b>	<b>81,436</b>
<b>EXPENDITURES</b>				
Salaries and Wages	322,150	322,150	302,750	19,400
Employees' Expenditure Operations	34,800	34,800	31,511	3,289
Contractual Services	63,405	63,405	86,216	(22,811)
Committed Funds	7,580	7,580	11,551	(3,971)
Commodities	26,750	26,750	19,431	7,319
Maintenance and Repairs	15,800	15,800	11,557	4,243
Utilities	17,600	17,600	17,001	599
<b>TOTAL EXPENDITURES</b>	<b>488,085</b>	<b>488,085</b>	<b>480,017</b>	<b>8,068</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>16,551</b>	<b>16,551</b>	<b>106,055</b>	<b>89,504</b>
<b>OTHER FINANCING SOURCES</b>				
Transfers Out	0	0	66,000	66,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>0</b>	<b>0</b>	<b>66,000</b>	<b>66,000</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 16,551</b>	<b>\$ 16,551</b>	<b>172,055</b>	<b>\$ 155,504</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<b>19,714</b>	
<b>END OF YEAR</b>			<b>\$ 191,769</b>	

**Salt Creek Rural Park District  
Recreation Fund  
Budgetary Comparison Schedule  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 266,501	\$ 266,501	\$ 246,157	\$ (20,344)
Program Fees	226,334	226,334	225,290	(1,044)
Property Rental s	200	200	600	400
<b>TOTAL REVENUES</b>	<u>493,035</u>	<u>493,035</u>	<u>472,047</u>	<u>(20,988)</u>
<b>EXPENDITURES</b>				
Salaries and Wages	225,858	225,858	209,925	15,933
Employees' Expenditure Operations	27,022	27,022	23,878	3,144
Contractual Services	21,236	21,236	22,871	(1,635)
Commodities	64,255	64,255	56,231	8,024
<b>TOTAL EXPENDITURES</b>	<u>338,371</u>	<u>338,371</u>	<u>312,905</u>	<u>25,466</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	154,664	154,664	159,142	4,478
<b>OTHER FINANCING USES</b>				
Transfers Out	0	0	(86,000)	(86,000)
<b>TOTAL OTHER FINANCING USES</b>	<u>0</u>	<u>0</u>	<u>(86,000)</u>	<u>(86,000)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 154,664</u>	<u>\$ 154,664</u>	73,142	<u>\$ (81,522)</u>
<b>FUND (DEFICIT) BALANCE, BEGINNING OF YEAR</b>			<u>(600)</u>	
<b>END OF YEAR</b>			<u>\$ 72,542</u>	

**Salt Creek Rural Park District  
Twin Lakes Facility Fund  
Budgetary Comparison Schedule  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Program Fees	\$ 419,450	\$ 419,450	\$ 322,755	\$ (96,695)
Property Rentals	98,560	98,560	87,454	(11,106)
Donations	350	350	1,365	1,015
Miscellaneous	28,568	28,568	21,168	(7,400)
<b>TOTAL REVENUES</b>	<b>546,928</b>	<b>546,928</b>	<b>432,742</b>	<b>(114,186)</b>
<b>EXPENDITURES</b>				
Salaries and Wages	259,050	259,050	245,367	13,683
Employees' Expenditure Operations	38,750	38,750	37,569	1,181
Commodities	117,580	117,580	112,049	5,531
Maintenance and Repairs	57,100	57,100	59,685	(2,585)
Utilities	58,200	58,200	62,342	(4,142)
<b>TOTAL EXPENDITURES</b>	<b>530,680</b>	<b>530,680</b>	<b>517,012</b>	<b>13,668</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>16,248</b>	<b>16,248</b>	<b>(84,270)</b>	<b>(100,518)</b>
<b>OTHER FINANCING SOURCES</b>				
Transfers In	0	0	86,000	86,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>0</b>	<b>0</b>	<b>86,000</b>	<b>86,000</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 16,248</b>	<b>\$ 16,248</b>	<b>1,730</b>	<b>\$ (14,518)</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<b>72,452</b>	
<b>END OF YEAR</b>			<b>\$ 74,182</b>	

**Salt Creek Rural Park District  
Salt Creek Sports Center Fund  
Budgetary Comparison Schedule  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Program Fees	\$ 472,950	\$ 472,950	\$ 521,300	\$ 48,350
Property Rentals	54,200	54,200	50,071	(4,129)
Miscellaneous	2,725	2,725	1,403	(1,322)
<b>TOTAL REVENUES</b>	<u>529,875</u>	<u>529,875</u>	<u>572,774</u>	<u>42,899</u>
<b>EXPENDITURES</b>				
Salaries and Wages	242,950	242,950	262,147	(19,197)
Employees' Expenditure Operations	17,835	17,835	17,340	495
Commodities	55,245	55,245	67,584	(12,339)
Contractual	5,640	5,640	3,946	1,694
Utilities	44,650	44,650	46,911	(2,261)
<b>TOTAL EXPENDITURES</b>	<u>366,320</u>	<u>366,320</u>	<u>397,928</u>	<u>(31,608)</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	163,555	163,555	174,846	11,291
<b>OTHER FINANCING USES</b>				
Transfers Out	0	0	(175,000)	(175,000)
<b>TOTAL OTHER FINANCING USES</b>	<u>0</u>	<u>0</u>	<u>(175,000)</u>	<u>(175,000)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 163,555</u>	<u>\$ 163,555</u>	(154)	<u>\$ (163,709)</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>21,364</u>	
<b>END OF YEAR</b>			<u>\$ 21,210</u>	

**Salt Creek Rural Park District  
Debt Service Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 636,846	\$ 636,846	\$ 680,747	\$ 43,901
<b>TOTAL REVENUES</b>	<u>636,846</u>	<u>636,846</u>	<u>680,747</u>	<u>43,901</u>
<b>EXPENDITURES</b>				
Operations				
Contractual Services	7,000	7,000	6,750	250
Debt Service				
Principal	852,000	852,000	852,000	0
Interest	198,058	198,058	198,058	(0)
Bond Issue Costs	500	500	374	126
<b>TOTAL EXPENDITURES</b>	<u>1,057,558</u>	<u>1,057,558</u>	<u>1,057,182</u>	<u>376</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>(420,712)</u>	<u>(420,712)</u>	<u>(376,435)</u>	<u>44,277</u>
<b>OTHER FINANCING SOURCES</b>				
Issuance of Debt	439,270	439,270	439,470	200
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>439,270</u>	<u>439,270</u>	<u>439,470</u>	<u>200</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (18,558)</u>	<u>\$ (18,558)</u>	63,035	<u>\$ 81,593</u>
<b>FUND BALANCE , BEGINNING OF YEAR</b>			<u>173,824</u>	
<b>END OF YEAR</b>			<u>\$ 236,859</u>	

**Salt Creek Rural Park District  
Capital Projects Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Impact Fees	\$ 0	\$ 0	\$ 10,882	\$ (10,882)
Miscellaneous	0	0	399	(399)
<b>TOTAL REVENUES</b>	<u>0</u>	<u>0</u>	<u>11,281</u>	<u>(11,281)</u>
<b>EXPENDITURES</b>				
Operations				
Contractual Services	16,500	16,500	16,487	13
Capital Improvements	287,200	287,200	276,235	10,965
<b>TOTAL EXPENDITURES</b>	<u>303,700</u>	<u>303,700</u>	<u>292,722</u>	<u>10,978</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>(303,700)</u>	<u>(303,700)</u>	<u>(281,441)</u>	<u>(303)</u>
<b>OTHER FINANCING SOURCES</b>				
Issuance of Debt	162,730	162,730	168,530	5,800
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>162,730</u>	<u>162,730</u>	<u>168,530</u>	<u>5,800</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (140,970)</u>	<u>\$ (140,970)</u>	<u>(112,911)</u>	<u>\$ 5,497</u>
<b>FUND BALANCE , BEGINNING OF YEAR</b>			<u>478,348</u>	
<b>END OF YEAR</b>			<u>\$ 365,437</u>	

**Salt Creek Rural Park District  
 Non-Major Governmental Funds  
 Combining Balance Sheet  
 April 30, 2012**

	SPECIAL REVENUE FUNDS							Total
	Audit	Retirement	Liability Insurance	Special Recreation	Museum	Paving and Lighting	Police	
<b>ASSETS</b>								
Cash and Investments	\$ 1,581	\$ 7,785	\$ 8,984	\$ 105,632	\$ 8,280	\$ 918	\$ 1,285	\$ 134,465
Property Taxes Receivable	4,605	72,765	56,493	40,937	2,661	2,149	11,257	190,867
Prepaid Expenditures	0	0	0	19,456	0	0	218	19,674
<b>TOTAL ASSETS</b>	<b>6,186</b>	<b>80,550</b>	<b>65,477</b>	<b>166,025</b>	<b>10,941</b>	<b>3,067</b>	<b>12,760</b>	<b>345,006</b>
<b>LIABILITIES</b>								
Deferred Property Taxes	4,605	72,765	56,493	40,937	2,661	2,149	11,257	190,867
Allowance for Property Tax Refunds	634	6,816	6,317	14,370	385	329	1,284	30,135
<b>TOTAL LIABILITIES</b>	<b>5,239</b>	<b>79,581</b>	<b>62,810</b>	<b>55,307</b>	<b>3,046</b>	<b>2,478</b>	<b>12,541</b>	<b>221,002</b>
<b>FUND BALANCES</b>								
Non-spendable	0	0	0	19,456	0	0	218	19,674
Restricted	947	969	2,667	91,262	7,895	589	1	104,330
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<b>947</b>	<b>969</b>	<b>2,667</b>	<b>110,718</b>	<b>7,895</b>	<b>589</b>	<b>219</b>	<b>124,004</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 6,186</b>	<b>\$ 80,550</b>	<b>\$ 65,477</b>	<b>\$ 166,025</b>	<b>\$ 10,941</b>	<b>\$ 3,067</b>	<b>\$ 12,760</b>	<b>\$ 345,006</b>

**Salt Creek Rural Park District  
Non-Major Governmental Funds  
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances  
For The Year Ended April 30, 2012**

	SPECIAL REVENUE FUNDS							Total
	Audit	Retirement	Liability Insurance	Special Recreation	Museum	Paving and Lighting	Police	
<b>REVENUES</b>								
Property Taxes	\$ 8,490	\$ 102,286	\$ 97,333	\$ 86,799	\$ 4,583	\$ 3,723	\$ 18,557	\$ 321,771
<b>TOTAL REVENUES</b>	8,490	102,286	97,333	86,799	4,583	3,723	18,557	321,771
<b>EXPENDITURES</b>								
Salaries and Wages	5,373	0	0	0	0	0	0	5,373
Pension	0	60,750	0	0	0	0	0	60,750
Operations								
Contractual Services	0	0	0	113,221	0	0	26,561	139,782
Maintenance and Repairs	0	0	0	0	0	6,013	0	6,013
Audit	8,000	0	0	0	0	0	0	8,000
Social Security	0	78,540	0	0	0	0	0	78,540
Insurance	0	0	153,668	0	0	0	0	153,668
<b>TOTAL EXPENDITURES</b>	13,373	139,290	153,668	113,221	0	6,013	26,561	452,126
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(4,883)	(37,004)	(56,335)	(26,422)	4,583	(2,290)	(8,004)	(130,355)
<b>OTHER FINANCING SOURCES</b>								
Transfers In	5,000	38,000	55,000	0	0	2,000	9,000	109,000
<b>TOTAL OTHER FINANCING SOURCES</b>	5,000	38,000	55,000	0	0	2,000	9,000	109,000
<b>NET CHANGE IN FUND BALANCES</b>	117	996	(1,335)	(26,422)	4,583	(290)	996	(21,355)
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	830	(27)	4,002	137,140	3,312	879	(777)	145,359
<b>END OF YEAR</b>	\$ 947	\$ 969	\$ 2,667	\$ 110,718	\$ 7,895	\$ 589	\$ 219	\$ 124,004



**Salt Creek Rural Park District  
Audit Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 8,884	\$ 8,884	\$ 8,490	\$ (394)
<b>TOTAL REVENUES</b>	<u>8,884</u>	<u>8,884</u>	<u>8,490</u>	<u>(394)</u>
<b>EXPENDITURES</b>				
Salaries and Wages	6,000	6,000	5,373	627
Audit	7,750	7,750	8,000	(250)
<b>TOTAL EXPENDITURES</b>	<u>13,750</u>	<u>13,750</u>	<u>13,373</u>	<u>377</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>(4,866)</u>	<u>(4,866)</u>	<u>(4,883)</u>	<u>(17)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers In	0	0	5,000	5,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>0</u>	<u>0</u>	<u>5,000</u>	<u>5,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (4,866)</u>	<u>\$ (4,866)</u>	<u>117</u>	<u>\$ 4,983</u>
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>			<u>830</u>	
<b>END OF YEAR</b>			<u>\$ 947</u>	

**Salt Creek Rural Park District  
Retirement Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 81,727	\$ 81,727	\$ 102,286	\$ 20,559
<b>TOTAL REVENUES</b>	<u>81,727</u>	<u>81,727</u>	<u>102,286</u>	<u>20,559</u>
<b>EXPENDITURES</b>				
Social Security	80,905	80,905	78,540	2,365
Pension	74,622	74,622	60,750	13,872
<b>TOTAL EXPENDITURES</b>	<u>155,527</u>	<u>155,527</u>	<u>139,290</u>	<u>16,237</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>(73,800)</u>	<u>(73,800)</u>	<u>(37,004)</u>	<u>36,796</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers In	0	0	38,000	38,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>0</u>	<u>0</u>	<u>38,000</u>	<u>38,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (73,800)</u>	<u>\$ (73,800)</u>	<u>996</u>	<u>\$ 74,796</u>
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>			<u>(27)</u>	
<b>END OF YEAR</b>			<u>\$ 969</u>	

**Salt Creek Rural Park District  
 Liability Insurance Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit)  
 Budget and Actual  
 For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 97,717	\$ 97,717	\$ 97,333	\$ (384)
<b>TOTAL REVENUES</b>	<u>97,717</u>	<u>97,717</u>	<u>97,333</u>	<u>(384)</u>
<b>EXPENDITURES</b>				
Insurance	141,700	141,700	153,668	(11,968)
<b>TOTAL EXPENDITURES</b>	<u>141,700</u>	<u>141,700</u>	<u>153,668</u>	<u>(11,968)</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	(43,983)	(43,983)	(56,335)	(12,352)
<b>OTHER FINANCING SOURCES</b>				
Transfers In	0	0	55,000	55,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>0</u>	<u>0</u>	<u>55,000</u>	<u>55,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (43,983)</u>	<u>\$ (43,983)</u>	(1,335)	<u>\$ 42,648</u>
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>			<u>4,002</u>	
<b>END OF YEAR</b>			<u>\$ 2,667</u>	

**Salt Creek Rural Park District  
Special Recreation Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 93,100	\$ 93,100	\$ 86,799	\$ (6,301)
<b>TOTAL REVENUES</b>	<u>93,100</u>	<u>93,100</u>	<u>86,799</u>	<u>(6,301)</u>
<b>EXPENDITURES</b>				
Operations				
Contractual Services	91,941	91,941	113,221	(21,280)
<b>TOTAL EXPENDITURES</b>	<u>91,941</u>	<u>91,941</u>	<u>113,221</u>	<u>(21,280)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 1,159</u>	<u>\$ 1,159</u>	<u>(26,422)</u>	<u>\$ (27,581)</u>
<b>FUND BALANCE , BEGINNING OF YEAR</b>			<u>137,140</u>	
<b>END OF YEAR</b>			<u>\$ 110,718</u>	

**Salt Creek Rural Park District**  
**Museum Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual**  
**For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 4,441	\$ 4,441	\$ 4,583	\$ 142
<b>TOTAL REVENUES</b>	<u>4,441</u>	<u>4,441</u>	<u>4,583</u>	<u>142</u>
<b>EXPENDITURES</b>				
Operations				
Contractual Services	10,000	10,000	0	10,000
<b>TOTAL EXPENDITURES</b>	<u>10,000</u>	<u>10,000</u>	<u>0</u>	<u>10,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (5,559)</u>	<u>\$ (5,559)</u>	4,583	<u>\$ 10,142</u>
<b>FUND BALANCE,</b>				
<b>BEGINNING OF YEAR</b>			<u>3,312</u>	
<b>END OF YEAR</b>			<u>\$ 7,895</u>	

**Salt Creek Rural Park District  
Paving and Lighting Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit)  
Budget and Actual  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 3,553	\$ 3,553	\$ 3,723	\$ 170
<b>TOTAL REVENUES</b>	<u>3,553</u>	<u>3,553</u>	<u>3,723</u>	<u>170</u>
<b>EXPENDITURES</b>				
Operations				
Maintenance and Repairs	11,000	11,000	6,013	4,987
<b>TOTAL EXPENDITURES</b>	<u>11,000</u>	<u>11,000</u>	<u>6,013</u>	<u>4,987</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	(7,447)	(7,447)	(2,290)	5,157
<b>OTHER FINANCING SOURCES</b>				
Transfers In	0	0	2,000	2,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>0</u>	<u>0</u>	<u>2,000</u>	<u>2,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (7,447)</u>	<u>\$ (7,447)</u>	<u>(290)</u>	<u>\$ 7,157</u>
<b>FUND BALANCE, BEGINNING OF YEAR</b>			<u>879</u>	
<b>END OF YEAR</b>			<u>\$ 589</u>	

**Salt Creek Rural Park District  
Police Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Deficit  
Budget and Actual  
For The Year Ended April 30, 2012**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 17,766	\$ 17,766	\$ 18,557	\$ 791
<b>TOTAL REVENUES</b>	<u>17,766</u>	<u>17,766</u>	<u>18,557</u>	<u>791</u>
<b>EXPENDITURES</b>				
Operations				
Contractual Services	27,000	27,000	26,561	439
<b>TOTAL EXPENDITURES</b>	<u>27,000</u>	<u>27,000</u>	<u>26,561</u>	<u>439</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	(9,234)	(9,234)	(8,004)	1,230
<b>OTHER FINANCING SOURCES</b>				
Transfers In	0	0	9,000	9,000
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>0</u>	<u>0</u>	<u>9,000</u>	<u>9,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (9,234)</u>	<u>\$ (9,234)</u>	996	<u>\$ 10,230</u>
<b>FUND DEFICIT, BEGINNING OF YEAR</b>			<u>(777)</u>	
<b>END OF YEAR</b>			<u>\$ 219</u>	

**Salt Creek Rural Park District  
Debt Service Requirements  
General Obligation Park Bonds (Alternate Revenue Source), Series 2004  
April 30, 2012**

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Date of Issue: November 1, 2004  
Authorized Issue: \$5,325,000  
Interest Rates: 3.50 - 5.00%  
Interest Dates: June 15 and December 15  
Principal Maturity Date: December 15, 2023

Fiscal Year	Requirements			Interest Due On		
	Principal Payments	Interest	Total	June 15	Amount December 15	Total
2013	\$ 260,000	\$ 171,440	431,440	2011	85,720	85,720
2014	270,000	161,040	431,040	2013	80,520	80,520
2015	280,000	150,240	430,240	2014	75,120	75,120
2016	295,000	138,760	433,760	2015	69,380	69,380
2017	305,000	126,370	431,370	2016	63,185	63,185
2018	320,000	113,255	433,255	2017	56,628	56,628
2019	335,000	99,175	434,175	2018	49,588	49,588
2020	350,000	84,100	434,100	2019	42,050	42,050
2021	365,000	68,000	433,000	2020	34,000	34,000
2022	385,000	49,750	434,750	2021	24,875	24,875
2023	400,000	30,500	430,500	2022	15,250	15,250
2024	210,000	10,500	220,500	2023	5,250	5,250
	<u>\$ 3,775,000</u>	<u>\$ 1,203,130</u>	<u>\$ 4,978,130</u>		<u>\$ 601,565</u>	<u>\$ 601,565</u>



**Salt Creek Rural Park District  
 Debt Service Requirements  
 General Obligation Park Bonds, Series 2011A  
 April 30, 2012**

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Date of Issue: June 1, 2011  
 Authorized Issue: \$95,000  
 Interest Rates: 3.50%  
 Interest Dates: June 1  
 Principal Maturity Date: June 1, 2012

Fiscal Year	Requirements			Interest Due On	
	Principal Payments	Interest	Total	June 1	Amount
2013	\$ 95,000	\$ 3,325	\$ 98,325	2012	\$ 3,325
	<u>\$ 95,000</u>	<u>\$ 3,325</u>	<u>\$ 98,325</u>		<u>\$ 3,325</u>

**Salt Creek Rural Park District  
 Debt Service Requirements  
 General Obligation Park Bonds, Series 2011B  
 April 30, 2012**

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Date of Issue: November 18, 2011  
 Authorized Issue: \$513,000  
 Interest Rates: 2.50%  
 Interest Dates: December 31  
 Principal Maturity Date: December 1, 2012

Fiscal Year	Requirements			December 1	Interest Due On Amount
	Principal Payments	Interest	Total		
2013	\$ 513,000	\$ 15,179	\$ 528,179	2012	\$ 15,179
	<u>\$ 513,000</u>	<u>\$ 15,179</u>	<u>\$ 528,179</u>		<u>\$ 15,179</u>

**Salt Creek Rural Park District  
Assessed Valuations, Extensions, Collections, and Tax Rates (Unaudited)  
Last Seven Tax Years**

	2010	2009	2008	2007	2006	2005	2004
Assessed Valuation	\$ 215,877,487	\$ 237,286,867	\$ 262,089,140	\$ 246,260,048	\$ 211,929,006	\$ 211,225,575	\$ 204,830,332
Tax Rates							
Corporate	0.2379	0.2992	0.2709	0.2765	0.2886	0.1180	0.0920
Recreation	0.1263	0.1094	0.0978	0.0998	0.1174	0.0885	0.0690
Debt Service	0.3009	0.2666	0.2409	0.2552	0.2982	0.2992	0.3086
Illinois Municipal Retirement	0.0135	0.0004	0.0004	0.0004	0.0004	0.0493	0.0396
Police	0.0084	0.0004	0.0004	0.0004	0.0004	0.0014	0.0230
Social Security	0.0252	0.0004	0.0004	0.0004	0.0004	0.0590	0.0507
Audit	0.0042	0.0004	0.0004	0.0004	0.0004	0.0049	0.0048
Liability Insurance	0.0463	0.0004	0.0004	0.0004	0.0004	0.0617	0.0528
Paving and Lighting	0.0017	0.0004	0.0004	0.0004	0.0004	0.0049	0.0027
Museum	0.0021	0.0004	0.0004	0.0004	0.0004	0.0034	0.0543
Handicapped Recreation	0.0400	0.0400	0.0376	0.0364	0.0400	0.0389	0.0368
Total Tax Extension	0.8065	0.7180	0.6500	0.6707	0.7470	0.7292	0.7343
Tax Extension							
Corporate	\$ 513,572	\$ 709,962	\$ 709,999	\$ 680,910	\$ 611,627	\$ 249,260	\$ 188,440
Recreation	272,653	259,591	256,323	245,767	248,805	186,945	141,330
Debt Service	649,549	632,553	631,373	628,409	631,972	631,911	632,041
Illinois Municipal Retirement	29,143	949	1,048	985	848	104,236	81,113
Police	18,133	949	1,048	985	848	3,009	47,110
Social Security	54,401	949	1,048	985	848	124,630	103,915
Audit	9,066	949	1,048	985	848	10,280	9,422
Liability Insurance	99,951	949	1,048	985	848	130,295	108,150
Paving and Lighting	3,669	949	1,048	985	848	10,280	5,451
Museum	4,533	949	1,048	985	848	7,234	111,295
Handicapped Recreation	86,351	94,915	98,546	89,697	84,772	82,236	75,376
Total Tax Extension	\$ 1,741,021	\$ 1,703,664	\$ 1,703,577	\$ 1,651,678	\$ 1,583,112	\$ 1,540,316	\$ 1,503,643
Collections	\$ 1,677,774	\$ 1,503,774	\$ 1,641,786	\$ 1,642,142	\$ 1,519,448	\$ 1,459,612	\$ 1,394,947
Percent Collected	96.37%	88.27%	96.37%	99.42%	95.98%	94.76%	92.77%

**Salt Creek Rural Park District  
Computation of Legal Debt Margin  
April 30, 2012**

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2010 ASSESSED VALUATION	<u>\$ 215,877,48 7</u>
STATUTORY DEBT LIMITATION 2.875% of Assessed Valuation	6,206,47 8
General Obligation Bonds	4,383,000
Less: Alternative Revenue Source Bonds	<u>3,775,000</u>
Total Applicable Debt	<u>608,000</u>
LEGAL DEBT MARGIN	<u>\$ 5,598,47 8</u>