

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended
December 31, 2010

A Sikich LLP

Certified Public Accountants & Business Advisor

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS
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998 Corporate Boulevard • Aurora, IL 60502

INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Board of Commissioners
Western Springs Park District
Western Springs, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Western Springs Park District (the District) as of and for the year ended December 31, 2010, which collectively comprise the Western Springs Park District's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the District's 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 opinions.

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 Western Springs Park District at December 31, 2010 and the respective changes in financial position in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and other required supplementary information listed in the accompanying table of contents is not a required part of the basic 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 supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Western Springs Park District's basic financial statements. The combining and individual fund financial statements and schedules and the supplemental financial information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Western Springs Park District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink that reads "Seluch LLP". The signature is written in a cursive, flowing style.

Aurora, Illinois
March 23, 2011

BASIC FINANCIAL STATEMENTS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Western Springs Park District, we offer readers of the Western Springs District's financial statements this narrative overview and analysis of the Western Springs Park District for the fiscal year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which begin on page 3.

Financial Highlights

The assets of the Western Springs Park District exceeded its liabilities at the close of the most recent fiscal year by \$5,759,755 (*net assets*). Of this amount, \$708,369 (*unrestricted net assets*) may be used to meet the district's ongoing obligations to citizens and creditors. The total net assets of the District increased by \$657,826.

As of the close of the current fiscal year, the governmental funds of the Western Springs Park District reported combined ending fund balances of \$892,907, a decrease of \$58,672 in comparison with the prior year. Of this total amount, \$723,741, is available for spending at the discretion of the district (*unreserved fund balance*).

At the end of the current fiscal year, unreserved fund balance for the general fund was \$723,741, or 108 percent of total general fund expenditures.

The total debt of the Western Springs Park District decreased by \$63,696 during the current fiscal year.

Overview of the Financial Statements

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

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

The *statement of net assets* presents information on all of the Western Springs Park 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 Western Springs Park District is improving or deteriorating.

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).

(See independent auditor's report.)

The government-wide financial statements can be found on pages 3-4 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented 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 this comparison between *governmental funds* and *governmental activities*.

The Western Springs Park District maintains six 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. Data from the Illinois Municipal retirement fund, audit fund, liability insurance fund, capital projects fund and the debt service fund are considered non-major governmental funds and combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The Western Springs Park District adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget. (page 27).

The basic governmental fund financial statements can be found on pages 5-8 of this report.

(See independent auditor's 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 9-22 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 Western Springs Park District's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 23-26 of this report.

The combining statements referred to earlier in connection with major and non-major governmental funds are presented immediately following the notes to required supplementary information. Combining and individual fund statements and schedules can be found on page 27-35 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Western Springs Park District, assets exceeded liabilities by \$5,759,755 at the close of the most recent fiscal year.

Following is a condensed Schedule of Net Assets and Statement of Changes in Net Assets.

The following table reflects the condensed Statement of Net Assets:

Western Springs Park District
Net Assets as of December 31, 2009 and December 31, 2010

	Governmental Activities	
	2009	2010
Assets		
Current and other assets	\$ 1,834,880	\$ 1,791,610
Capital assets	5,544,194	6,197,306
Total Assets	\$ 7,379,074	\$ 7,988,916
Liabilities		
Current liabilities	\$ 887,316	\$ 902,458
Noncurrent liabilities	1,389,829	1,326,703
Total Liabilities	\$ 2,277,145	\$ 2,229,161
Net Assets		
Invested in capital assets, net of debt	\$ 4,165,412	\$ 4,882,220
Restricted	166,973	169,166
Unrestricted	769,544	708,369
Total Net Assets	\$ 5,101,929	\$ 5,759,755

For more detailed information see the Statement of Net Assets (page 3).

(See independent auditor's report.)

By far the largest portion of the Western Springs Park District's net assets (85 percent) reflects its investment in capital assets (e.g., land, buildings, land improvements and equipment); less any related debt used to acquire those assets that is still outstanding. The Western Springs Park District uses these capital assets to provide services to users of the district; consequently, these assets are *not* available for future spending. Although the Western Springs Park District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Western Springs Park District's net assets (3 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets*, \$708,369, may be used to meet the district's ongoing obligations to its residents and creditors.

Changes in Net Assets

The following table reflects the condensed Statement of Changes in Net Assets:

Western Springs Park District
Changes in Net Assets for the Fiscal Year Ended
December 31, 2009 and December 31, 2010

	Governmental Activities	
	2009	2010
Revenues		
Program revenues:		
Charges for services	\$ 85,015	\$ 84,693
Capital grants	180,004	676,370
General Revenues:		
Property taxes	678,320	683,377
Other	21,740	15,239
Total revenues	\$ 965,079	\$ 1,459,679
Expenses		
Culture and recreation	\$ 787,071	\$ 737,904
Interest	65,526	63,949
Total expenses	\$ 852,597	\$ 801,853
Change in Net Assets	\$ 112,482	\$ 657,826
Net Assets, January 1	5,082,246	5,101,929
Prior period adjustment	(92,799)	-
Net Assets, December 31	\$ 5,101,929	\$ 5,759,755

Governmental Activities. The Park District received a Federal Capital Grant to remove and replace Spring Rock Park's existing asphalt parking lot, pathways and sidewalks and lighting improvements in the park. The grant required the Park District to contribute 20% of the cost, while the Federal Highway Administration participation was 80%.

For the most part, property tax revenue increase remained flat. Expenses decreased slightly due to decreased capital outlay spending.

(See independent auditor's report.)

Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the Western Springs Park District's governmental funds reported combined ending fund balances of \$892,907, a decrease of \$58,672 in comparison with the prior year. Roughly 81% of this total amount, \$723,741, constitutes *unreserved fund balance*, which is available for spending at the discretion of the district. The remainder of the fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed to pay specific items such as debt service and liability insurance.

During the current fiscal year, the fund balance of the general fund of the Western Springs Park District decreased by \$60,865. Excluding the Timber Trails reimbursement of \$180,002 received in 2009, revenues decreased 2%, while expenditures decreased by 4% for the fund.

General Fund Budgetary Highlights

Changes to the original budget were line items changes only, otherwise, there were no significant changes to the original budget of the General Fund.

Capital Asset and Debt Administration

Capital assets. The Western Springs Park District's investment in capital assets for its governmental activities as of December 31, 2010 amounts to \$6,197,306 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements to land and equipment.

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

- Replace Field Parks Tennis Court fence and basketball structures
- Replacement play structure in Northeast Park
- Rehab of men's and women's washrooms in Spring Rock Park
- Color Coat all tennis courts in Spring Rock Park

Additional information on the Western Springs capital assets can be found on pages 11 and 15 of this report.

Long-term debt. At the end of the current fiscal year, the Western Springs Park District had total bonded debt outstanding of \$1,306,711. Of this amount, all comprises debt backed by the full faith and credit of the government.

The total debt of the Western Springs Park District decreased by \$63,696, (about 5 percent).

The current debt limitation for the Western Springs Park District is \$22,325,934, which is significantly in excess of the Western Springs Park District's outstanding general obligation debt.

Additional information on the Western Springs Park District's long-term debt can be found on pages 16-17 of this report.

(See independent auditor's report.)

Economic Factors and Next Year's Budget

The community of Western Springs is an economically healthy community. The residents have a well above average wealth profile; for the year 2000, median family income was \$98,876 compared to medium income of \$45,922 for Cook County and \$46,590 for the State. Adequate employment opportunities are evidenced by the unemployment rate of 2.2 percent for Western Springs in 2008; this has consistently been below the Cook County rate of 6.5 percent and the state average of 6.5 percent in 2008.

The budget for next fiscal year includes capital spending of \$1,511,175 for a turf field in Spring Rock Park. A bond referendum for \$1,000,000 was placed on the April 5, 2011 ballot to fund the turf field along with its associated upkeep. This referendum was not passed and therefore, the turf field will not be constructed. Associated with the turf field, a Lyons Township grant for \$511,175 will not be used. Excluding this capital spending, the budget for next fiscal year will increase approximately \$26,000 over prior year.

Requests for Information

This financial report is designed to provide a general overview of the Western Springs Park District's finances for all those with an interest in the district's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Western Springs Park District Treasurer, 740 Hillgrove, Western Springs, Illinois, 60558.

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

STATEMENT OF NET ASSETS

December 31, 2010

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 991,359
Property taxes receivable (net of allowances)	792,486
Easement fee receivable	7,260
Interest receivable	505
Capital assets not being depreciated	3,609,816
Capital assets (net of accumulated depreciation)	<u>2,587,490</u>
Total assets	<u>7,988,916</u>
LIABILITIES	
Accounts payable	176,834
Accrued payroll	7,768
Accrued interest payable	3,755
Due to others	1,574
Deferred revenue	712,527
Long-term liabilities	
Due within one year	89,992
Due in more than one year	<u>1,236,711</u>
Total liabilities	<u>2,229,161</u>
NET ASSETS	
Invested in capital assets, net of related debt	4,882,220
Restricted for retirement	7,833
Restricted for insurance	39,541
Restricted for debt service	119,690
Restricted for audit	821
Restricted for capital projects	1,281
Unrestricted	<u>708,369</u>
TOTAL NET ASSETS	<u><u>\$ 5,759,755</u></u>

See accompanying notes to financial statements.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2010

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants	Capital Grants and Contributions	Revenue and Change in Net Assets
PRIMARY GOVERNMENT					Total Governmental Activities
Governmental Activities					
Culture and recreation	\$ 737,904	\$ 84,693	\$ -	\$ 676,370	\$ 23,159
Interest	63,949	-	-	-	(63,949)
Total governmental activities	801,853	84,693	-	676,370	(40,790)
TOTAL PRIMARY GOVERNMENT	\$ 801,853	\$ 84,693	\$ -	\$ 676,370	(40,790)
				General Revenues	
				Taxes	
				Property	675,797
				Replacement	7,580
				Investment income	11,967
				Miscellaneous	3,272
				Total	698,616
				CHANGE IN NET ASSETS	657,826
				NET ASSETS, JANUARY 1	5,101,929
				NET ASSETS, DECEMBER 31	\$ 5,759,755

See accompanying notes to financial statements.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

December 31, 2010

	General	Debt Service	Nonmajor Governmental	Total
ASSETS				
Cash and investments	\$ 839,248	\$ 105,317	\$ 46,794	\$ 991,359
Property taxes receivable (net of allowances)	616,883	129,438	46,165	792,486
Easement fee receivable	7,260	-	-	7,260
Interest receivable	505	-	-	505
TOTAL ASSETS	\$ 1,463,896	\$ 234,755	\$ 92,959	\$ 1,791,610
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 173,434	\$ -	\$ 3,400	\$ 176,834
Accrued payroll	7,768	-	-	7,768
Due to others	1,574	-	-	1,574
Deferred revenue	557,379	115,065	40,083	712,527
Total liabilities	740,155	115,065	43,483	898,703
FUND BALANCES				
Reserved for retirement	-	-	7,833	7,833
Reserved for insurance	-	-	39,541	39,541
Reserved for debt service	-	119,690	-	119,690
Reserved for audit	-	-	821	821
Reserved for capital projects	-	-	1,281	1,281
Unreserved	723,741	-	-	723,741
Total fund balances	723,741	119,690	49,476	892,907
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,463,896	\$ 234,755	\$ 92,959	\$ 1,791,610

See accompanying notes to financial statements.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

December 31, 2010

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 892,907
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 governmental funds	6,197,306
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
General obligation bonds	(1,306,711)
Installment contracts	(8,375)
Compensated absences	(11,617)
Accrued interest on long-term liabilities is shown as a liability on the statement of net assets	<u>(3,755)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 5,759,755</u></u>

See accompanying notes to financial statements.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

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

For the Year Ended December 31, 2010

	General	Debt Service	Nonmajor Governmental	Total
REVENUES				
Property taxes	\$ 503,195	\$ 121,300	\$ 51,302	\$ 675,797
Personal property replacement taxes	5,306	1,289	985	7,580
Investment income	11,704	192	71	11,967
Donations	300	-	-	300
Picnic permits	4,939	-	-	4,939
Impact and easement fees	28,820	-	-	28,820
Miscellaneous	53,906	-	-	53,906
Total revenues	608,170	122,781	52,358	783,309
EXPENDITURES				
Current				
Culture and recreation	481,102	-	53,841	534,943
Capital outlay	179,133	-	-	179,133
Debt service				
Principal	7,967	70,000	-	77,967
Interest and issuance costs	833	48,405	700	49,938
Total expenditures	669,035	118,405	54,541	841,981
NET CHANGE IN FUND BALANCES	(60,865)	4,376	(2,183)	(58,672)
FUND BALANCES, JANUARY 1	784,606	115,314	51,659	951,579
FUND BALANCES, DECEMBER 31	\$ 723,741	\$ 119,690	\$ 49,476	\$ 892,907

See accompanying notes to financial statements.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

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

For the Year Ended December 31, 2010

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (58,672)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	144,897
Contributed capital is reported as revenue on the statement of activities but not recorded in governmental funds	676,370
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	77,967
Accretion on capital appreciation bonds recorded as an expense on statement of activities but not recorded in governmental funds as a noncash transaction	(14,271)
The change in accrued interest payable is reported as an expense on the statement of activities	260
The change in compensated absences are reported as an expense on the statement of activities	(570)
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	<u>(168,155)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 657,826</u></u>

See accompanying notes to financial statements.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Western Springs Park District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

a. Reporting Entity

The District is a body corporate and politic established under Illinois Compiled Statutes (ILCS) governed by an elected five member Board of Commissioners. These financial statements present the District's reporting entity as required by accounting principles generally accepted in the United States of America. The District is considered to be a primary government since its board is separately elected and the District is fiscally independent.

b. Fund Accounting

The District uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of capital assets (capital projects funds) and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the District not accounted for in some other fund. The District has no fiduciary funds.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, if any, which rely to a significant extent on fees and charges for support.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

The Debt Service Fund is used to accumulate monies for the payment of principal and interest on all general obligation bonds.

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period (60 days). The District recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related liability is incurred. Principal and interest on general long-term debt are recorded as expenditures become due.

Those revenues susceptible to accrual are property taxes, grants, interest revenue and charges for services.

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation
 (Continued)

The District reports deferred/unearned revenue on its financial statements. Deferred/unearned revenues arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period for governmental funds or earned at the government-wide level. Deferred/unearned revenues also arise when resources are received by the government before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met, or when the government has a legal claim to the resources by meeting all eligibility requirements, the liability for deferred/unearned revenue is removed from the financial statements and revenue is recognized.

e. Investments

The District has invested in Illinois Funds during the year. The investments are recorded at cost which approximates fair value.

f. Capital Assets

Capital assets are recorded as expenditures at the time of purchase. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., parking lots and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost in excess of \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value or service capacity of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	20
Construction	50
Machinery and equipment	5-20
Licensed vehicles	8

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. 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. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

h. Compensated Absences

Vacation leave is recorded in governmental funds upon employee retirement or termination. Vested or accumulated vacation leave of governmental activities is recorded as an expense and liability as the benefits accrue to employees. Vacation days are earned based on years of service. At the employee's anniversary date, up to five days may be carried forward to the next year. Any days in excess are forfeited without approval from the Executive Director. In the event of termination, an employee is reimbursed for the current year's accumulated vacation days. The General Fund is typically used to liquidate these liabilities. No liability is recorded for nonvesting accumulated rights to receive sick pay benefits.

i. Fund Balance/Net Assets

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. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt is the book value of the capital assets less than the principal balance of any long-term debt issued to construct or acquire the capital assets. Net assets are not restricted by any enabling legislation of the District.

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Interfund Transactions

Interfund service transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund service transactions and reimbursements, are reported as transfers.

k. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

2. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the District.

- The property tax lien date is January 1.
- The annual tax levy ordinance for the 2010 levy year was passed on December 14, 2010.
- Property taxes are due to the County Collector in two installments, March 1 and September 1.
- Significant amounts of property taxes for the 2009 levy year were distributed to the District in February through December 2010. The 2010 levy will be distributed to the District in February through September 2011.

The District has elected, under governmental accounting standards, to match its property tax revenues to the fiscal year that the tax levy is intended to finance. Therefore, the entire 2010 levy receivable as been recorded as deferred revenue on the financial statements as it is intended to finance the 2011 fiscal year.

3. DEPOSITS AND INVESTMENTS

The District's investment policy authorizes the District to make deposits/invest in commercial banks, savings and loan institutions, interest-bearing general obligations of the U.S. Treasury and U.S. agencies and other non-interest-bearing general obligations of the United States when offered for sale in the open market at a price below the face value, money market mutual funds, taxable municipal bonds with at least a AA underlying or AAA insured bonds, fixed annuity products and variable annuity products (with a guaranteed minimum return).

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 of principal, liquidity, yield and maintaining the public trust.

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of 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 with the collateral held by an agent of the District in the District's name.

b. Investments

As of December 31, 2010, the District had the following investments and maturities:

	<u>Fair Value</u>	<u>Maturity</u>
Illinois Funds	\$ 189,948	On Demand

In accordance with its investment policy, the District limits its exposure to interest rate risk by diversifying its investment portfolio. A variety of financial instruments and maturities, properly balanced, will help to ensure liquidity and reduce risk or interest rate volatility and loss of principal. Diversifying investments and maturities will avoid incurring unreasonable risks in the investment portfolio regarding specific security types, issuers or individual financial institutions. The District's investment policy does not specifically limit the maximum maturity length of investments.

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 Illinois Funds and obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government. However, the District's investment policy does not specifically limit the District to these types of investments.

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. DEPOSITS AND INVESTMENTS (Continued)

b. Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the District's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the District's agent separate from where the investment was purchased.

4. CAPITAL ASSETS

Capital asset activity, resulting from modified cash transactions, for the year ended December 31, 2010 was as follows:

	Balance January 1	Increases	Decreases	Balance December 31
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 3,609,816	\$ -	\$ -	\$ 3,609,816
Construction in process	294,466	-	294,466	-
Total capital assets not being depreciated	<u>3,904,282</u>	<u>-</u>	<u>294,466</u>	<u>3,609,816</u>
Capital assets being depreciated				
Land improvements	968,210	703,092	-	1,671,302
Construction	514,867	315,660	-	830,527
Machinery and equipment	1,345,576	96,981	2,780	1,439,777
Licensed vehicles	108,705	-	-	108,705
Total capital assets being depreciated	<u>2,937,358</u>	<u>1,115,733</u>	<u>2,780</u>	<u>4,050,311</u>
Less accumulated depreciation for				
Land improvements	683,346	71,496	-	754,842
Construction	115,642	16,951	-	132,593
Machinery and equipment	417,173	72,996	2,780	487,389
Licensed vehicles	81,285	6,712	-	87,997
Total accumulated depreciation	<u>1,297,446</u>	<u>168,155</u>	<u>2,780</u>	<u>1,462,821</u>
Total capital assets being depreciated, net	<u>1,639,912</u>	<u>947,578</u>	<u>-</u>	<u>2,587,490</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 5,544,194</u>	<u>\$ 947,578</u>	<u>\$ 294,466</u>	<u>\$ 6,197,306</u>

Depreciation expense was charged to functions of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
Culture and recreation	<u>\$ 168,155</u>

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. GENERAL LONG-TERM DEBT

The following is a summary of changes in long-term debt reported in the governmental activities of the District for the year ended December 31, 2010.

	Balances January 1	Additions	Reductions	Balances December 31	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation bonds	\$ 1,062,000	\$ -	\$ 70,000	\$ 992,000	\$ 70,000
General obligation capital appreciation bonds	300,440	14,271	-	314,711	-
Installment contract	16,342	-	7,967	8,375	8,375
Compensated absences	11,047	11,617	11,047	11,617	11,617
TOTAL GOVERNMENTAL ACTIVITIES	\$ 1,389,829	\$ 25,888	\$ 89,014	\$ 1,326,703	\$ 89,992

Long-term debt at December 31, 2010 is comprised of the following individual bond issues.

a. General Obligation Bonds

The District issues general obligation bonds to provide funds for capital improvements for park purposes. General obligation bonds currently outstanding are as follows:

	Balance January 1	Issuances	Retirements	Balance December 31	Current Portion
\$1,045,000 General Obligation Refunding Bonds, series 1998, dated December 15, 1998, principal due in annual installments of \$70,000 to \$80,000 on December 1, interest rate at 3.70% to 4.75%.	\$ 370,000	\$ -	\$ 70,000	\$ 300,000	\$ 70,000
\$692,000 General Obligation Limited Park Bonds, series 2007A, dated February 27, 2007 principal due in annual installments of \$87,000 to \$111,000 on December 1 through December 1, 2026 interest rate at 4.50%.	692,000	-	-	692,000	-
TOTAL	\$ 1,062,000	\$ -	\$ 70,000	\$ 992,000	\$ 70,000

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. GENERAL LONG-TERM DEBT (Continued)

b. General Obligation Capital Appreciation Bonds

The District issues general obligation capital appreciation bonds to provide funds for capital improvements for park purposes. General obligation capital appreciation bonds currently outstanding are as follows:

Issue	Balance January 1	Issuances	Retirements	Balance December 31	Current Portion
\$435,000 2007B Series General Obligation Capital Appreciation Limited Park Bonds dated February 27, 2007, due in annual installments of \$87,000 through December 1, 2019 with interest ranging from 4.60% to 4.80%.	\$ 300,440	\$ 14,271*	\$ -	\$ 314,711	\$ -
TOTAL	\$ 300,440	\$ 14,271	\$ -	\$ 314,711	\$ -

*\$14,271 of the increase is current year accretion.

c. Installment Contracts

The District issues installment contracts for the purchase of vehicles or land purchases for park purposes. Installment contracts currently outstanding are as follows:

	Balance January 1	Issuances	Retirements	Balance December 31	Current Portion
\$25,142 Bobcat Skid-Steer Loader Installment Contract dated July 29, 2009, due with annual installments of \$8,880 including interest through July 29, 2011.	\$ 16,342	\$ -	\$ 7,967	\$ 8,375	\$ 8,375
TOTAL	\$ 16,342	\$ -	\$ 7,967	\$ 8,375	\$ 8,375

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. GENERAL LONG-TERM DEBT (Continued)

d. Debt Service Requirements to Maturity

Debt service to maturity on general obligation bonds is as follows:

Fiscal Year	Principal	Interest
2011	\$ 70,000	\$ 45,065
2012	75,000	41,915
2013	75,000	38,465
2014	80,000	34,940
2015	-	31,140
2016	-	31,140
2017	-	31,140
2018	-	31,140
2019	-	31,140
2020	87,000	31,140
2021	90,000	27,225
2022	94,000	23,175
2023	99,000	18,945
2024	103,000	14,490
2025	108,000	9,855
2026	111,000	4,995
TOTAL	\$ 992,000	\$ 445,910

Debt service to maturity on general obligation capital appreciation bonds is as follows:

Fiscal Year	Accretion	Principal Repayment
2011	\$ 14,950	\$ -
2012	15,659	-
2013	16,405	-
2014	17,182	-
2015	18,000	87,000
2016	14,807	87,000
2017	11,421	87,000
2018	7,833	87,000
2019	4,032	87,000
TOTAL	\$ 120,289	\$ 435,000

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. GENERAL LONG-TERM DEBT (Continued)

d. Debt Service Requirements to Maturity (Continued)

Debt service to maturity on installment contracts is as follows:

Fiscal Year	Principal	Interest
2011	\$ 8,375	\$ 426
TOTAL	\$ 8,375	\$ 426

6. INSURANCE

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. Employee health is covered by commercial insurance purchased from independent third parties.

On June 1, 1992, the District joined the Park District Risk Management Agency (PDRMA), 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' and workers' compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table summarizes the coverage in effect for the period January 1, 2010 through December 31, 2010.

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
1. Property					
Property - building/contents	\$ 1,000		\$1,000,000,000/all members	PDRMA Reinsurers: Government Entities Mutual, Allied World Assurance Corp and others	P070108
All losses per occurrence		\$ 1,000,000			
All losses annual aggregate		\$ 3,000,000			
Flood/except Zones A&V	\$ 1,000	\$ 100,000	\$250,000,000/occurrence/ annual aggregate		
Flood Zones A&V	\$ 1,000	\$ 250,000	\$200,000,000/occurrence/ annual aggregate		
Earthquake shock	\$ 1,000	\$ 100,000	\$100,000,000/occurrence/ annual aggregate		
Auto physical damage					
Comprehensive and collision	\$ 1,000	\$ 1,000,000	Included		
Builders' risk	\$ 1,000	Included	\$25,000,000		
Business interruption, rental Income, tax income combined	\$ 1,000		\$1,000,000,000/reported values \$500,000/\$2,500,000/ nonreported values		
Service interruption	24 Hours	N/A	\$10,000,000 Other sublimits apply - refer to coverage document		

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. INSURANCE (Continued)

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
1. Property (Continued)					
Boiler and machinery	\$ 1,000	\$ 9,000	\$100,000,000 equipment breakdown	Travelers Indemnity Co. of Illinois	BM210525L478
Property damage	48 Hours	N/A	property damage - included		
Business income					
Fidelity and crime	\$ 1,000	\$ 24,000	\$ 2,000,000	National Union	14238811
Seasonal employees	\$ 1,000	\$ 9,000	\$ 1,000,000	Fire Insurance	
Blanket bond	\$ 1,000	\$ 24,000	\$ 2,000,000	Co.	
2. Workers' compensation	N/A	\$ 500,000	Statutory \$3,500,000 employer's liability	PDRMA Reinsures: Government Entities Mutual, Safety National Casualty Corp.	WC010110 GEM-0003-A09001 SP-404146
3. Liability					
General liability	None	\$ 500,000	\$21,500,000/occurrence/annual aggregate	PDRMA Reinsurers: Government Entities Mutual, Markel	L010110 GEM-0003-A10001
Auto liability	None	Included	\$21,500,000/occurrence/annual aggregate		
Employment practices					
Public officials' liability	None	Included	Annual aggregate per member	Everest Reinsurance Co.	71RE200001-101
Law enforcement liability	None	Included	Included		
Public officials' liability	None	Included	Included		
Uninsured/underinsured motorists	None	Included	\$1,000,000/occurrence		
4. Pollution liability					
Liability - third party	None	\$ 25,000	\$5,000,000/occurrence	XL Environmental Insurance	PEC 002535802
Property - first party	\$ 1,000	\$ 24,000	\$10,000,000 general aggregate		

For the January 1, 2010 through December 31, 2010 period, liability losses exceeding \$21,500,000 per occurrence self-insured and reinsurance limit would be the responsibility of the District.

As a member of PDRMA, the District is represented on the Board of Directors and is entitled to one vote. The relationship between the District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of each unit'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 investigation and settlement and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member. The District is not aware of any additional assessments due to PDRMA at December 31, 2010.

7. ILLINOIS MUNICIPAL RETIREMENT FUND

The District's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan 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 that can only be amended by the Illinois General Assembly. 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 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 eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% 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 IMRF are required to contribute 4.50% of their annual covered salary. The member 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 6.35% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

For December 31, 2010, the District's annual pension cost of \$15,887 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2008 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 0.40% to 10% per year depending on age and service, attributable to seniority/merit and (d) postretirement benefits 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. 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, 2008 was 22 years.

WESTERN SPRINGS PARK DISTRICT
 WESTERN SPRINGS, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

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.

For Calendar Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (NPO)
2008	\$ 8,068	100.00%	\$ -
2009	11,607	100.00%	-
2010	15,887	100.00%	-

The funded status of IMRF as of December 31, 2010 is based on actuarial valuation performed as of December 31, 2009 for IMRF and is as follows. The actuarial assumptions used to determine the funded status of the plan is the same actuarial assumptions used to determine the employer APC of the plan as disclosed above.

	Illinois Municipal Retirement
Actuarial accrued liability (AAL)	\$ 539,128
Actuarial value of plan assets	472,866
Unfunded actuarial accrued liability (UAAL)	66,262
Funded ratio (actuarial value of plan assets/AAL)	87.71%
Covered payroll (active plan members)	\$ 182,784
UAAL (OAAL) as a percentage of covered payroll	36.25%

See the schedule of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of IMRF.

Information as of December 31, 2010 was not available at the time of printing.

8. OTHER POSTEMPLOYMENT BENEFITS

The District has evaluated its potential other postemployment benefits liability. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. However, no former employees have chosen to stay in the District's health insurance plan. Therefore, there has been 0% utilization and, therefore, no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the District had no former employees for which the District was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any postemployment benefit liability as of December 31, 2010.

REQUIRED SUPPLEMENTARY INFORMATION

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
GENERAL FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
REVENUES			
Property taxes	\$ 524,000	\$ 524,000	\$ 503,195
Personal property replacement taxes	-	-	5,306
Investment income	2,000	2,000	11,704
Donations	5,000	5,000	300
Picnic permits	4,000	4,000	4,939
Impact and easement fees	28,000	28,000	28,820
Miscellaneous	57,500	57,500	53,906
Total revenues	620,500	620,500	608,170
EXPENDITURES			
Current			
Culture and recreation			
Wages	202,026	206,860	206,842
Administration	80,500	78,840	78,873
Operation and maintenance	216,950	195,535	195,387
Capital outlay	194,000	179,466	179,133
Debt service			
Principal	8,800	8,800	7,967
Interest	-	-	833
Total expenditures	702,276	669,501	669,035
NET CHANGE IN FUND BALANCE	\$ (81,776)	\$ (49,001)	(60,865)
FUND BALANCE, JANUARY 1			784,606
FUND BALANCE, DECEMBER 31			\$ 723,741

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 2010

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2004	\$ 382,387	\$ 326,450	117.13%	\$ (55,937)	\$ 144,366	(38.75%)
2005	427,129	359,382	118.85%	(67,747)	148,999	(45.47%)
2006	474,215	383,012	123.81%	(91,203)	145,040	(62.88%)
2007	492,517	434,887	113.25%	(57,630)	156,319	(36.87%)
2008	418,891	477,937	87.65%	59,046	175,384	33.67%
2009	472,866	539,128	87.71%	66,262	182,784	36.25%

Information as of December 31, 2010 was not available at the time of printing.

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 2010

<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Contributed</u>
2005	\$ 8,985	\$ 8,985	100.00%
2006	9,616	9,616	100.00%
2007	9,238	9,238	100.00%
2008	8,068	8,068	100.00%
2009	11,607	11,607	100.00%
2010	15,887	15,887	100.00%

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2010

1. BUDGETS AND BUDGETARY ACCOUNTING

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

- a. The appropriation is adopted substantially on a GAAP basis of accounting.
- b. The District each year prior to the end of March of the subsequent fiscal year must file and pass the combined budget and appropriation ordinance for the year ended December 31. This budget and appropriation can be subsequently amended by a vote of the Commissioners. The amounts shown on the financial statements under the final appropriation column reflect amendments that have been adopted by ordinance since the original appropriation was passed.
- c. Formal budgetary integration is employed as a control device during the year at the object level for the General Fund, Debt Service Fund and Special Revenue Funds.
- d. At the end of the fiscal year for which the combined budget and appropriation ordinance is adopted the appropriations lapse.

2. EXCESS OF ACTUAL EXPENDITURES OVER APPROPRIATE

The Audit Fund expenditure of \$8,600 exceeded the appropriation of \$7,000. The Capital Fund expenditures of \$700 exceeded the appropriation of \$0.

COMBINING AND INDIVIDUAL FUND STATEMENTS

MAJOR GOVERNMENTAL FUNDS

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES -
APPROPRIATION AND ACTUAL
GENERAL FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
GENERAL FUND			
Wages			
Superintendent	\$ 68,869	\$ 70,111	\$ 70,107
Maintenance employees	133,157	136,749	136,735
Total wages	<u>202,026</u>	<u>206,860</u>	<u>206,842</u>
Administration			
Legal	15,000	10,580	10,580
Professional services	2,500	5,750	5,750
Clothing allowance	250	200	196
Secretarial services	8,000	5,465	5,464
Training and education	1,200	575	569
Printing and office supplies	1,000	1,260	1,256
Advertising and promotion	1,500	1,355	1,353
Legal notices	1,400	2,300	2,295
Dues and subscriptions	200	1,440	1,435
Village financial services	11,000	10,605	10,604
Miscellaneous	2,050	2,875	2,951
Employee health and accident insurance	36,400	36,435	36,420
Total administration	<u>80,500</u>	<u>78,840</u>	<u>78,873</u>
Operation and maintenance			
Buildings	5,000	3,520	3,511
Grounds, trees and roads	71,500	55,400	55,391
Trucks and machinery	7,000	8,900	8,900
Athletic fields and courts	40,000	37,310	37,292
Picnic and playground equipment	4,000	3,800	3,792
Playground surface material	12,000	10,235	10,234
Miscellaneous	20,250	17,620	17,602
Gasoline and oil	13,000	10,860	10,860
Utilities			
Electricity	17,500	18,320	18,312
Water and garbage removal	16,000	22,475	22,467
Telephone	6,000	4,420	4,351
Gas heating - garage	4,700	2,675	2,675
Total operation and maintenance	<u>216,950</u>	<u>195,535</u>	<u>195,387</u>

(This schedule is continued on the following page.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES -
APPROPRIATION AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
GENERAL FUND (Continued)			
Capital outlay			
Computer equipment, software	\$ 4,000	\$ 3,500	\$ 3,447
Replacement benches	5,000	4,550	4,524
Washroom rehab	15,000	17,900	17,878
Basketball backboards	9,000	5,690	5,644
Playground equipment	90,000	90,266	90,207
Tennis court color coating	28,000	24,990	24,990
Tennis backboard	5,500	7,450	7,422
Drinking fountain replacement	5,000	3,320	3,315
Tennis court repairs	30,000	19,300	19,300
Picnic tables, trash can	2,500	2,500	2,406
	194,000	179,466	179,133
Debt service			
Principal	8,800	8,800	7,967
Interest	-	-	833
	8,800	8,800	8,800
TOTAL GENERAL FUND	\$ 702,276	\$ 669,501	\$ 669,035

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
DEBT SERVICE FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
REVENUES			
Property taxes	\$ 122,813	\$ 122,813	\$ 121,300
Personal property replacement taxes	-	-	1,289
Investment income	-	-	192
Total revenues	122,813	122,813	122,781
EXPENDITURES			
Debt service			
Principal	65,000	70,000	70,000
Interest and issuance costs	51,965	48,580	48,405
Total expenditures	116,965	118,580	118,405
NET CHANGE IN FUND BALANCE	\$ 5,848	\$ 4,233	4,376
FUND BALANCE, JANUARY 1			115,314
FUND BALANCE, DECEMBER 31			\$ 119,690

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2010

	Special Revenue				
	Illinois Municipal Retirement	Audit	Liability Insurance	Capital Projects	Total
ASSETS					
Cash and investments	\$ 4,161	\$ 81	\$ 41,271	\$ 1,281	\$ 46,794
Property taxes receivable (net of allowances)	22,056	8,361	15,748	-	46,165
TOTAL ASSETS	\$ 26,217	\$ 8,442	\$ 57,019	\$ 1,281	\$ 92,959
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ 3,400	\$ -	\$ 3,400
Deferred revenue	18,384	7,621	14,078	-	40,083
Total liabilities	18,384	7,621	17,478	-	43,483
FUND BALANCES					
Reserved for retirement	7,833	-	-	-	7,833
Reserved for audit	-	821	-	-	821
Reserved for insurance	-	-	39,541	-	39,541
Reserved for capital projects	-	-	-	1,281	1,281
Total fund balances	7,833	821	39,541	1,281	49,476
TOTAL LIABILITIES AND FUND BALANCES	\$ 26,217	\$ 8,442	\$ 57,019	\$ 1,281	\$ 92,959

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

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

For the Year Ended December 31, 2010

	Special Revenue				Total
	Illinois Municipal Retirement	Audit	Liability Insurance	Capital Projects	
REVENUES COLLECTED					
Property taxes	\$ 30,957	\$ 6,247	\$ 14,098	\$ -	\$ 51,302
Personal property replacement taxes	455	75	455	-	985
Investment income	11	2	58	-	71
Total revenues	31,423	6,324	14,611	-	52,358
EXPENDITURES PAID					
Current					
Culture and recreation	31,643	8,600	13,598	-	53,841
Debt service					
Interest and issuance costs	-	-	-	700	700
Total expenditures	31,643	8,600	13,598	700	54,541
NET CHANGE IN FUND BALANCES	(220)	(2,276)	1,013	(700)	(2,183)
FUND BALANCES, JANUARY 1	8,053	3,097	38,528	1,981	51,659
FUND BALANCES, DECEMBER 31	\$ 7,833	\$ 821	\$ 39,541	\$ 1,281	\$ 49,476

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
ILLINOIS MUNICIPAL RETIREMENT FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
REVENUES			
Property taxes	\$ 30,781	\$ 30,781	\$ 30,957
Personal property replacement taxes	-	-	455
Investment income	-	-	11
Total revenues	30,781	30,781	31,423
EXPENDITURES			
Retirement and pension contributions	30,781	31,656	31,643
Total expenditures	30,781	31,656	31,643
NET CHANGE IN FUND BALANCE			
	\$ -	\$ (875)	(220)
FUND BALANCE, JANUARY 1			8,053
FUND BALANCE, DECEMBER 31			\$ 7,833

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
AUDIT FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
REVENUES			
Property taxes	\$ 6,200	\$ 6,200	\$ 6,247
Personal property replacement taxes	-	-	75
Investment income	-	-	2
Total revenues	6,200	6,200	6,324
EXPENDITURES			
Annual audit	7,600	7,600	8,600
Total expenditures	7,600	7,600	8,600
NET CHANGE IN FUND BALANCE	\$ (1,400)	\$ (1,400)	(2,276)
FUND BALANCE, JANUARY 1			3,097
FUND BALANCE, DECEMBER 31			\$ 821

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
LIABILITY INSURANCE FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
REVENUES			
Property taxes	\$ 14,000	\$ 14,000	\$ 14,098
Personal property replacement taxes	-	-	455
Investment income	-	-	58
Total revenues	14,000	14,000	14,611
EXPENDITURES			
Insurance and other employee benefits	14,000	13,600	13,598
Total expenditures	14,000	13,600	13,598
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 400</u>	1,013
FUND BALANCE, JANUARY 1			<u>38,528</u>
FUND BALANCE, DECEMBER 31			<u><u>\$ 39,541</u></u>

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
CAPITAL PROJECTS FUND

For the Year Ended December 31, 2010

	Original Appropriation	Final Appropriation	Actual
REVENUES			
None	\$ -	\$ -	\$ -
Total revenues	-	-	-
EXPENDITURES			
Debt service			
Interest and issuance costs	-	-	700
Total expenditures	-	-	700
NET CHANGE IN FUND BALANCE	\$ -	\$ -	(700)
FUND BALANCE, JANUARY 1			1,981
FUND BALANCE, DECEMBER 31			\$ 1,281

(See independent auditor's report.)

SUPPLEMENTAL FINANCIAL INFORMATION

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES, TAX EXTENSIONS AND TAX COLLECTIONS

For the Last Ten Levy Years

	Tax Levy Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
ASSESSED VALUATIONS	***	\$ 776,554,231	\$ 732,054,437	\$ 624,621,308	\$ 584,489,689	\$ 557,353,036	\$ 437,711,383	\$ 414,927,842	\$ 306,999,730	\$ 301,422,344
TAX RATES BY FUND										
General		0.0662	0.0697	0.0770	0.0775	0.0728	0.0911	0.0916	0.0887	0.1157
Special Revenue Funds										
Illinois Municipal Retirement		0.0041	0.0031	0.0029	0.0030	0.0038	0.0005	0.0005	0.0005	0.0003
Audit		0.0008	0.0008	0.0008	0.0008	0.0006	0.0009	0.0009	0.0008	0.0010
Liability insurance		0.0019	0.0017	0.0019	0.0019	0.0018	0.0012	0.0012	0.0012	0.0041
Debt Service Fund		0.0160	0.0166	0.0199	0.0212	0.0216	0.0284	0.0295	0.0291	0.0412
TOTAL TAX RATES	***	0.0890	0.0919	0.1025	0.1044	0.1006	0.1221	0.1237	0.1203	0.1623
TAX EXTENSIONS BY FUND										
General		\$ 513,727	\$ 510,241	\$ 480,958	\$ 452,979	\$ 405,753	\$ 398,943	\$ 380,254	\$ 366,334	\$ 348,780
Special Revenue Funds										
Illinois Municipal Retirement		31,704	22,693	18,114	17,534	21,179	2,139	2,065	2,065	1,000
Audit		6,386	5,856	4,996	4,675	3,344	3,730	3,600	3,304	3,144
Liability insurance		14,420	12,444	11,867	11,105	10,032	5,180	5,000	4,956	12,415
Debt Service Fund		124,089	121,842	124,122	124,045	120,533	124,192	122,302	120,123	124,111
TOTAL TAX EXTENSIONS	***	\$ 690,326	\$ 673,076	\$ 640,057	\$ 610,338	\$ 560,841	\$ 534,184	\$ 513,221	\$ 496,782	\$ 489,450
TAX COLLECTIONS - ALL FUNDS										
Collected through December 31, 2009		\$ -	\$ 619,976	\$ 637,141	\$ 619,498	\$ 550,263	\$ 534,772	\$ 510,912	\$ 496,031	\$ 489,363
Collected year ended December 31, 2010		588,003	41,428	-	-	-	-	-	-	-
TOTAL COLLECTED THROUGH DECEMBER 31, 2010 (includes back taxes)	***	\$ 588,003	\$ 661,404	\$ 637,141	\$ 619,498	\$ 550,263	\$ 534,772	\$ 510,912	\$ 496,031	\$ 489,363
PERCENT COLLECTED		85.18%	98.27%	99.54%	101.50%	98.11%	100.11%	99.55%	99.85%	99.98%

*** Required data not available from County at date of report.

(See independent auditor's report.)

WESTERN SPRINGS PARK DISTRICT
WESTERN SPRINGS, ILLINOIS

SCHEDULE OF LEGAL DEBT MARGIN

December 31, 2010

ASSESSED VALUATION - 2009 (LATEST AVAILABLE)	<u>\$ 776,554,231</u>
STATUTORY DEBT LIMITATIONS (2.875% of assessed valuation)	\$ 22,325,934
GENERAL OBLIGATION DEBT General obligation bonds	<u>1,306,711</u>
LEGAL DEBT MARGIN	<u>\$ 21,019,223</u>

(See independent auditor's report.)