

Sterling Park District
Sterling, Illinois
Annual Financial Report
For the Year Ended April 30, 2014

Sterling Park District
Table of Contents
For the Year Ended April 30, 2014

	Pages(s)
INDEPENDENT AUDITORS' REPORT	1 - 3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4 – 10
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	11
Statement of Activities	12
FUND FINANCIAL STATEMENTS	
Governmental Funds	
Balance Sheet	13
Statement of Revenue, Expenditures and Changes in Fund Balance	14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	16
NOTES TO FINANCIAL STATEMENTS	17 – 42
REQUIRED SUPPLEMENTARY INFORMATION	
Retirement Fund Commitment – Schedule of Funding Progress	43
Statement of Revenue, Expenditures and Changes in Fund Balance	
- Budget and Actual – Corporate Fund	44
Statement of Revenue, Expenditures and Changes in Fund Balance	
- Budget and Actual – Recreation Fund	45
MAJOR FUNDS	
Schedule of Revenue and Expenditures Budget and Actual	
General Fund	46
Recreation Fund	47
Statement of Revenue, Expenditures and Change in Fund Balance – Budget to Actual	
Debt Service Fund	48
Capital Projects Fund	49
NON-MAJOR FUNDS	
SUPPLEMENTAL SCHEDULES	
COMBINING AND INDIVIDUAL FUNDS	
Governmental Funds	
Combining Balance Sheet	50
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	51
Special Revenue Funds	
Liability Insurance Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	52

Sterling Park District
Table of Contents
For the Year Ended April 30, 2014

Social Security Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	53
P. W. Dillon Museum Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	54
Police Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	55
Illinois Municipal Retirement Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	56
Audit Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	57
Special Gift Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	58
Special Recreation Fund	
Schedule of Revenue, Expenditures and Changes in Fund Balance Budget to Actual	59
Notes to Supplemental Information	60
SUPPLEMENTAL SCHEDULES	
Debt Service Requirement – Bond Issue Dated December 2013	61
Debt Service Requirement – Alternative Revenue Bond Issue Dated July 2009	62
Debt Service Requirement – Alternative Revenue Bond Issue Dated July 2009	63
Debt Service Requirement – Alternative Revenue Bond Issue Dated June 2010	64
Computation of Legal Debt Margin	65
Trend Information	
Schedule of Assessed Valuation, Tax Levies, Rates and Extensions	66

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Sterling Park District
Sterling, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sterling Park District of Sterling, Illinois as of and for the year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the District's financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Sterling Park District as of April 30, 2014 and the respective changes in financial position and, cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedule of funding progress on pages 4-10 and 43-45 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Government Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America; which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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 Standard Board. The Required supplementary Information has been subject to the auditing procedures applied in the audit of the basic financial statements for the year ending April 30, 2014 and, in our opinion, is 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 Sterling Park District basic financial statements. The combining and individual fund financial schedules for the year ended April 30, 2014 listed in the table of content are presented for additional analysis and are not a required 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 have been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended April 30, 2014 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements and auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial schedules are fairly stated in all material respects in relation to the basic financial statement taken as a whole.

The supplementary schedules listed in the accompanying table of contents are presented for purpose of additional analysis and are not a required part of the basic financial statements of the Sterling Park District. The information has not been audited by us and accordingly, we express no opinion on such matter.

Reifler Sharps Schuetz, Ltd
REIFLER SHARPS SCHUETZ, LTD.

Chicago, Illinois
October 14, 2014

Sterling Park District Management's Discussion and Analysis

The Sterling Park District (the "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 District's financial activity, (3) identify changes in the District's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget) and (5) identify individual fund issues or concerns.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in its Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

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 District's financial statements (beginning on page 11)

Financial Highlights

- The District's total assets exceeded its total liabilities at the close of the most recent fiscal year by \$12,472,484.
- Net assets of governmental activities were \$12,472,484.
- Property taxes levied and collected were \$2,410,717 compared to the prior year of \$2,355,721 for an increase of \$54,996.
- The District's governmental funds reported combined ending fund balances of \$1,731,313 an increase of \$107,018. The increase is primarily due to control cost.
- The District continues to have the ability to devote resources toward maintaining, improving and expanding its parks, playgrounds and facilities. The District spent \$2,067,997 on capital improvements of which \$1,704,023 was spent for repairs to the Westwood Fitness and Sports Center. Those repairs, which were funded through insurance reimbursements, were the result of a fire in the facility in the spring of 2013.
- The District's outstanding long-term debt decreased by \$112,000 to \$8,313,000.

Overview of the Financial Statements

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

Sterling Park District
Management's Discussion and Analysis (Continued)

Government-wide Financial Statements

The government-wide statements are designed to provide readers with a broad overview of the District's finances. The two new government-wide financial statements, Statement of Net Position and Statement of Activities represent an overview of the District as a whole, separating its operations between governmental and business type activities. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis of full accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the Statement of Net Position. This is the District-wide statement of position presenting information that includes all of the District's assets and liabilities, with the difference reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating.

The second government-wide statement is the Statement of Activities that reports how the District's net position change during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the District's distinct activities or functions on revenue provided by the District's taxpayers.

Both government-wide financial statements distinguish governmental activities of the District that are principally supported by taxes and intergovernmental revenue, such as grants, Governmental activities that are intended to recover all or significant portion of costs through user fees and charges. Governmental activities include general government and recreation.

The government-wide financial statements are presented on pages 11-12 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statement, fund financial statements focus on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all other are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in the later section of this report.

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal

Sterling Park District
Management's Discussion and Analysis (Continued)

accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives 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 revenue, expenditures and change in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the general fund and major special revenue funds. Budgetary comparisons schedules for other special revenue funds can be found in a later section of the report. These statements and schedules demonstrate compliance with the District's adopted annual appropriated budget.

The basic government fund financial statements are presented on pages 13-14 of this report.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 17 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligations to provide pension benefits to its employees. Other supplementary information includes detail by funds for receivables, payables transfers and payments within the reporting entity. Supplementary information can be found on page 43 through 66 of this report.

Major funds are reported in the basic financial statements as discussed. Combined and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 44.

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Government-wide Financial Analysis

The District implemented the new financial reporting model used in this report beginning with the fiscal year ended April 30, 2005. Over time, as year to year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the District as a whole.

Statement of Net Position

As noted earlier, the District's combined net position for governmental activities increased to \$12,472,484.

<u>Financial Position</u>	<u>Governmental</u>
Current Assets	\$ 3,414,395
Capital Assets	<u>18,189,846</u>
 Total Assets	 <u>\$ 21,604,241</u>
 Current Liabilities	 \$ 2,642,757
Long Term Liabilities	<u>6,489,000</u>
 Total Liabilities	 <u>\$ 9,131,757</u>
 Net Assets Invested in Capital Assets	
Net of Related Debt	\$ 11,977,802
Restricted Net Assets	921,227
Unrestricted Net Assets	<u>(426,545)</u>
 Total Net Assets	 <u>\$ 12,472,484</u>

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Statement of Activities

The District's net position increased by \$1,644,581 during the current fiscal year.

	Governmental Activities
Revenue	
Charges for Services	\$ 1,745,813
Operating Grants and Contributions	438,530
Property Taxes	2,473,296
Replacement Taxes	268,240
Insurance Reimbursement	1,810,191
Miscellaneous	16,522
Total Revenue	6,752,592
Expenses	
Government Activities	
General Government	1,677,278
Recreation	3,149,399
Interest on Long Term Debt	281,334
Total Expenses	5,108,011
Increase/Decrease in Net Position	1,644,581
Net Assets Beginning of Year	10,827,903
Net Assets 4/30/2014	\$ 12,472,484

Governmental Activities

As stated previously, governmental activities increased the District's net position by \$1,644,581. This is primarily due to the insurance reimbursement for the fire at Westwood.

Property taxes increased by \$117,575. The District's tax rate is 1.1488 per \$100.

Program Fees increased by \$46,188.

Total Expenditures decreased by \$561,181.

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Business-type Activities

There are no Business-type Activities by the District.

Government Funds

As discussed, government funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$1,731,329. The total ending fund balances of governmental funds show an increase of \$107,016 from the previous year.

Major Government Funds

The General, Special Revenue, Debt Service, and Capital Projects funds are the primary operating funds of the District.

The General fund balance as of April 30, 2014 was \$-76,281, a decrease of \$248,761 from the prior year.

The Special Revenue fund balance was \$422,564, an increase of \$311,892 from the prior year.

The Debt Service fund balance was \$687,002, an increase of \$43,885 from the prior year.

The Capital Projects fund balance was \$698,044, an increase of \$0 from the prior year.

Proprietary Funds

The District has no proprietary funds.

Capital Assets and Debt Administration

The District's investment in capital assets, net of related debt for governmental activities as of April 30, 2014 was \$11,977,802.

**Sterling Park District
Management's Discussion and Analysis (Continued)**

Debt Administration

As of April 30, 2014 the Park District has general obligation bond issues of \$1,364,000, and alternative bond obligations of \$6,949,000 for a total \$8,313,000. The fund balance of the Debt Service Fund amounted to \$687,002 as of April 30, 2014.

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was not aware of any existing circumstances that would adversely affect its financial health in the near future.

Contacting the 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 the Executive Director at:

Sterling Park District
1913 Third Avenue
Sterling, IL. 61081

Sterling Park District
Statement of Net Position
April 30, 2014

	<u>Governmental</u> <u>Activities</u>
ASSETS	
CURRENT ASSETS	
Cash and Cash Equivalents	\$ 729,486
Property Tax Receivable	2,473,296
Inventory	<u>211,613</u>
TOTAL CURRENT ASSETS	\$ 3,414,395
NON-CURRENT ASSET	
Land	3,570,319
Buildings	24,151,583
Furniture and Equipment	3,241,664
Accumulated Depreciation	<u>(12,773,720)</u>
TOTAL NON-CURRENT ASSETS	<u>18,189,846</u>
TOTAL ASSETS	<u>21,604,241</u>
DEFERRED OUTFLOWS	<u>0</u>
LIABILITIES	
CURRENT LIABILITIES	
Accounts Payable and Accrued Expenses	\$ 818,757
Long Term Liabilities Due Within One Year:	
Loans	460,000
General Obligation Bonds	<u>1,364,000</u>
TOTAL CURRENT LIABILITIES	2,642,757
NON-CURRENT LIABILITIES	
Long Term Liabilities Due In More Than One Year:	
General Obligation Bonds	<u>6,489,000</u>
TOTAL NON-CURRENT LIABILITIES	<u>6,489,000</u>
TOTAL LIABILITIES	<u>9,131,757</u>
DEFERRED INFLOWS	<u>0</u>
NET POSITION	
Net Investment In Capital Assets	11,977,802
Non-Spendable Endowment	11,570
Restricted	909,657
Unrestricted	<u>(426,545)</u>
TOTAL NET POSITION	<u>\$ 12,472,484</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Statement of Activities
For the Year Ended April 30, 2014

	<u>Expenses</u>	<u>Program Revenue</u>		<u>Net (Expenses) Revenue and Changes in Net Assets</u>	
		<u>Charges For Services</u>	<u>Operating Grants and Contributions</u>		<u>Capital Grants and Contributions</u>
GOVERNMENTAL ACTIVITIES					
Parks and Recreations	\$ 2,765,181	\$ 1,743,775	\$ 0	\$ 1,704,023	\$ 682,617
Museum	155,545	2,038	152,443	0	(1,064)
Insurance	228,673	0	0	0	(228,673)
Illinois Municipal Retirement and Social Security	265,465	0	0	0	(265,465)
General Administration	1,411,813	0	80,387	106,168	(1,225,258)
Debt Service	281,334	0	0	0	(281,334)
TOTAL GOVERNMENT ACTIVITIES	<u>\$ 5,108,011</u>	<u>\$ 1,745,813</u>	<u>\$ 232,830</u>	<u>\$ 1,810,191</u>	<u>\$ (1,319,177)</u>
GENERAL REVENUE					
Taxes					
Property Taxes Levied for General Purposes					1,099,291
Property Taxes Levied for Debt Services					1,374,005
Replacement Tax					268,240
Investment Earnings					0
Grants and Contributions not Restricted					205,700
Miscellaneous Local and Intermediate Revenue					16,522
TOTAL GENERAL REVENUE					<u>2,963,758</u>
CHANGE IN NET POSITION					1,644,581
NET POSITION - BEGINNING OF YEAR					<u>10,827,903</u>
NET POSITION - ENDING OF YEAR					<u>\$ 12,472,484</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Governmental Funds
Balance Sheet
April 30, 2014

	Governmental Fund Types					Total Government Funds
	General	Recreation	Debt Service	Capital Projects	Nonmajor Governmental	
ASSETS						
Cash	\$ 1,300	\$ 4,150	\$ 0	\$ 0	\$ 50	\$ 5,500
Cash in Bank - Savings	(90,854)	84,013	0	698,044	33,283	724,486
Property Tax Receivable	215,294	161,470	1,374,005	0	722,527	2,473,296
Inventory	17,500	194,113	0	0	0	211,613
TOTAL ASSETS	<u>143,240</u>	<u>443,746</u>	<u>1,374,005</u>	<u>698,044</u>	<u>755,860</u>	<u>3,414,895</u>
DEFERRED OUTFLOWS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 143,240</u>	<u>\$ 443,746</u>	<u>\$ 1,374,005</u>	<u>\$ 698,044</u>	<u>\$ 755,860</u>	<u>\$ 3,414,895</u>
LIABILITIES						
Accounts Payable	\$ 72,188	\$ 296,701	\$ 0	\$ 0	\$ 1,197	\$ 370,086
Accrued Payroll	25,115	33,799	0	0	3,347	62,261
Accrued Expenses	14,571	0	0	0	0	14,571
TOTAL LIABILITIES	<u>111,874</u>	<u>330,500</u>	<u>0</u>	<u>0</u>	<u>4,544</u>	<u>446,918</u>
DEFERRED INFLOWS						
Deferred Property Taxes	107,647	80,735	687,003	0	361,263	1,236,648
TOTAL DEFERRED INFLOWS	<u>107,647</u>	<u>80,735</u>	<u>687,003</u>	<u>0</u>	<u>361,263</u>	<u>1,236,648</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS	<u>219,521</u>	<u>411,235</u>	<u>687,003</u>	<u>0</u>	<u>365,807</u>	<u>1,683,566</u>
FUND BALANCES						
Non-Spendable	11,570	0	0	0	0	11,570
Restricted	125,147	32,511	687,002	698,044	361,263	1,903,967
Unreserved	(212,998)	0	0	0	28,790	(184,208)
TOTAL FUND EQUITY	<u>(76,281)</u>	<u>32,511</u>	<u>687,002</u>	<u>698,044</u>	<u>390,053</u>	<u>1,731,329</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND EQUITY	<u>\$ 143,240</u>	<u>\$ 443,746</u>	<u>\$ 1,374,005</u>	<u>\$ 698,044</u>	<u>\$ 755,860</u>	<u>\$ 3,414,895</u>

See Accompanying Notes to the Financial Statements

**Sterling Park District
Governmental Funds
Statement of Revenue, Expenditures and Changes in Fund Balance
For the Year Ended April 30, 2014**

	Governmental Fund Types					Total
	General	Recreation	Debt Service	Capital Projects	Nonmajor Governmental	Government Funds
REVENUES						
Property Taxes	\$ 216,832	\$ 162,625	\$ 1,326,942	\$ 0	\$ 704,318	\$ 2,410,717
Replacement Taxes	251,440	0	0	0	16,800	268,240
Program Fees And Charges	0	1,743,775	0	0	2,038	1,745,813
Contributions	80,387	180,700	0	25,000	152,443	438,530
Insurance Reimbursement	106,168	1,704,023			0	1,810,191
Other	0	16,453	0	0	69	16,522
TOTAL REVENUE	654,827	3,807,576	1,326,942	25,000	875,668	6,690,013
EXPENDITURES (CURRENT)						
General	1,761,130	0	0	0	0	1,761,130
Recreation Programs	0	4,244,991	0	0	0	4,244,991
Liability Insurance	0	0	0	0	0	0
Special Recreation	0	0	0	0	9,407	9,407
Municipal Retirement	0	0	0	0	0	0
Museum	0	0	0	0	155,545	155,545
Police Program	0	0	0	0	0	0
Debt Service						
Principal	0	0	1,725,000	0	0	1,725,000
Interest	0	0	286,242	0	0	286,242
Fees	0	0	2,104	0	0	2,104
Capital Improvements	0	0	0	7,200	0	7,200
Audit	0	0	0	0	0	0
Special Gift	0	0	0	0	4,378	4,378
TOTAL EXPENDITURES	1,761,130	4,244,991	2,013,346	7,200	169,330	8,195,997
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,106,303)	(437,415)	(686,404)	17,800	706,338	(1,505,984)
OTHER FINANCING SOURCES (USES)						
OPERATING TRANSFERS IN	857,542	526,997	730,289	0	8,806	2,123,634
OPERATING TRANSFERS OUT	0	(38,775)	0	(1,381,800)	(703,059)	(2,123,634)
EQUIPMENT LOAN	0	249,000	0	0	0	249,000
BOND ISSUE PROCEEDS	0	0	0	1,364,000	0	1,364,000
TOTAL OTHER FINANCING SOURCES	857,542	737,222	730,289	(17,800)	(694,253)	1,613,000
NET CHANGE IN FUND BALANCES	(248,761)	299,807	43,885	0	12,085	107,016
FUND BALANCE BEGINNING OF YEAR	172,480	(267,296)	643,117	698,044	377,968	1,624,313
FUND BALANCE END OF YEAR	\$ (76,281)	\$ 32,511	\$ 687,002	\$ 698,044	\$ 390,053	\$ 1,731,329

See Accompanying Notes to the Financial Statements

Sterling Park District
Governmental Funds
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
April 30, 2014

Total Fund Balances - Governmental Funds	\$ 1,731,329
Capital Assets used in the Governmental Activities are not Financial Resources and therefore are not reported in the Governmental Fund Financial Statements	30,963,566
Accumulated Depreciation has not been included in the Governmental Fund Financial Statements	(12,773,720)
Bonds Payable and Contractual Obligations have not been included in the Governmental Fund Financial Statements	(8,313,000)
Accrued Interest for Bond Obligations have not been reflected in the Governmental Fund Financial Statements	(119,944)
Accrued Liabilities for Employee Benefits have not been reflected in the Governmental Fund Financial Statements	(251,895)
Revenue reported as Deferred Revenue in the Governmental Fund Financial Statements was recorded as revenue in the Government-Wide Financial Statements	<u>1,236,148</u>
Net Position of Governmental Activities	<u>\$ 12,472,484</u>

See Accompanying Notes to the Financial Statements

Sterling Park District

Governmental Funds

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, 2014

Total Net Change in Fund Balances - Total Governmental Funds	\$ 107,016
Current Year Capital Outlays are Expenditures in the Governmental Fund Financial Statements, but they are shown as Increases in Capital Assets in the Government-Wide Financial Statements	2,067,997
Current Year Long Term Debt Principal Payments reported as Expenditures in the Government Fund Financial Statements are shown as Reductions in Long Term Debt in the Government-Wide Financial Statements	1,725,000
Interest is accrued on Outstanding Debt in the Government-Wide Financial Statements, whereas in the Governmental Fund Financial Statements, an Interest expenditure is reported when due	(119,944)
Revenue from Property Taxes is deferred in the Fund Financial Statements until they are considered available to finance Current Expenditures, but such Revenue are recognized when assessed net of an Allowance for Uncollectible Accounts in the Government-Wide Financial Statements	(62,579)
Depreciation is not recognized as an Expense in Governmental Funds since it does not require the use of current financial resources. The effect of the Current Year's Depreciation is to decrease Net Assets	(700,229)
The Government Fund Financial Statements reflect Bond Issue Proceeds as a Source of Funds. This is a Non-Revenue item Government-Wide Financial Statement	(1,613,000)
Payment of Prior Years Accrued Expenses deducted in Fund Financial Statement when paid. Accrued in Prior Year Government-Wide Financial Statements	<u>240,320</u>
Change in Net Position of Governmental Activities	<u>\$ 1,644,581</u>

See Accompanying Notes to the Financial Statements

Sterling Park District
Notes To The Financial Statements
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Sterling Park District (District) is operated under a board of commissioners - director form of government and is operated to improve the quality of life for the residents of Sterling Township by providing open spaces, facilities, programs, and activities for all residents regardless of age or disability.

The accounting and reporting policies of the District relating to the funds 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 GASS 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.

Governmental Accounting Standards Board Statement No. 61, "The Financial Reporting Entity", is an amendment of GASS Statements No. 14 and No. 39, which does not have impact on the current year financial statements.

B. New Accounting Standards Implemented

As of May 1, 2012, the District has implemented GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. New Accounting Standards Implemented (Continued)

As of May 1, 2012, the District has implemented GASB Statement No. 65 "Items Previously Reported as Assets and Liabilities". The objective of this statement is to establish accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The Statement also recognizes as outflows of resources or inflows of resources certain items that were previously reported as assets and liabilities.

C. Basis of Presentation

GOVERNMENT - WIDE FINANCIAL STATEMENTS

The Statement of Net Position 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 is 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.

Separate financial statements are provided for governmental fund. Major individual governmental funds are reported as separate columns in the 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, deferred outflows, liabilities, deferred inflows, 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.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS

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

- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type and
- Total assets and deferred outflows, liabilities and deferred inflows, revenues or expenditures/expenses of the individual governmental fund are at least five percent of the corresponding total for all governmental 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 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 Corporate 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	Illinois Municipal Retirement
Special Recreation	Museum
Liability Insurance	Police Program
Social Security	Audit
Special Gifts	

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

GOVERNMENTAL FUNDS (GOVERNMENTAL ACTIVITIES) (CONTINUED)

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.

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.

Proprietary Fund Types

The proprietary fund type is used to account for activities which are similar to those often found in the private sector, where the determination of net income is necessary or useful to sound financial administration.

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The Park District has no funds which operate as enterprise funds.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS (CONTINUED)

GOVERNMENTAL FUNDS (GOVERNMENTAL ACTIVITIES) (CONTINUED)

Major Funds

The Park District reports the following major governmental funds:

- The General Fund, which accounts for the Park District's primary operating activities.
- The Recreation Fund, which 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 Debt Service Fund, which accounts for the payment of long-term debt principal, interest and related costs.
- The Capital Projects Fund, which accounts for financial resources to be used for the acquisition or construction of major capital facilities, equipment, and capital asset replacements.

Non-Major Funds

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

- Liability Insurance Fund
- Social Security Fund
- Illinois Municipal Retirement Fund
- Museum Fund
- Police Program Fund
- Audit Fund
- Special Gift Fund
- Special Recreation Fund

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental 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. "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.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The Park District considers property taxes available if they are due and collected by year-end. 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 Position and its Governmental Funds Balance Sheet. For government-wide financial statements, unearned revenues arise from program charges received before the program has started. For governmental fund financial statements, deferred revenues occur when potential revenue does not meet either 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.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus

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

The measurement focus of all governmental and 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 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. Accrued Vacation

As of April 30, 2014 and 2013, the amount of accumulated vacation and paid time off is, \$251,895 and \$248,557, respectively, reflecting an increase of \$3,337. This liability is accounted for as a governmental activity or a business activity on the Government-Wide Statement of Net Position and in the Fund Financial Statements, depending on the individual fund incurring the liability. Historically, the governmental activities liability has been paid from the General and Recreation Funds. The liability is expected to be paid within one year of the balance sheet date.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Budgetary Data

The Park District operates under the Appropriations Act. All financial statements utilize the term "budget" to reflect estimated revenue and appropriations. The budgets are prepared using the same basis of accounting to reflect revenues and expenditures/expenses as is used in the preparation of the general purpose financial statements.

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

1. The Director submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments.
3. Prior to June 1, the budget is legally enacted through passage of an ordinance.
4. The Treasurer is authorized to transfer up to 10% of the total budget between budget items within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Commissioners.
5. Formal budgetary integration is employed as a management control device during the year.
6. Budgeted amounts are as adopted by the Board of Commissioners.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are legally adopted on a basis consistent with GAAP. Because the level of legal control is at the individual fund level, expenditures may not legally exceed appropriations at the fund level. Any expenditures in excess of the legally adopted appropriation at the fund level must be approved by the Park District Board through a supplemental appropriation. No supplemental appropriations were made during the year ending April 30, 2014.

By law, management can make transfers between individual expenditure line items within a fund, but approval by the Board of Commissioners is required in order for management to make transfers between individual funds. The Board may authorize transfers not to exceed 10% of budgeted expenditures for the year. An ordinance must be filed with the county in order for the budget to be amended.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. 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.

Cash amounts are carried at cost, and represent funds held in the Park District's name by the applicable financial institution, adjusted for outstanding transactions.

Under Illinois law, the Park District is restricted to investing funds in specific types of investment instruments. The following generally represent the types of instruments allowable by State Law:

1. Securities issued or guaranteed by the U.S. Government.
2. Interest-bearing accounts of banks and savings and loan associations insured up to \$250,000 by the Federal Deposit Insurance Corporation.
3. Short-term obligations (less than 270 days) of U.S. corporations with assets over \$500 million dollars rated in the highest classification by at least two rating agencies.
4. Insured accounts of an Illinois credit union chartered under United States or Illinois law.
5. Money market mutual funds with portfolios of securities issued or guaranteed by the U.S. Government or agreements to repurchase these same types of obligations.
6. Illinois Park District Liquid Asset Fund Plus and the Illinois Funds Money Market Fund.

Repurchase agreements, which must meet instrument transaction requirements of Illinois law. The Park District does not invest in repurchase agreements.

J. Interfund Receivables / Payables

Amounts due to and due from other funds may arise during the course of the Park District's operations because of numerous transactions between funds to finance operations, provide services, construct assets and service debt at April 30, 2014, the Park District interfund balance was \$0.

K. Transfers

During the normal course of Park operations, transfers between funds may 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 were made for the year ended April 30, 2014 and amounted to \$2,123,634.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Inventories

The Park District does carry inventory at recreation facilities. Inventories are valued at the lower of cost or market.

M. Prepaid Expenses / Expenditures

Payments made to vendors for services that will benefit periods beyond April 30, 2014 are recorded as prepaid expenses/expenditures

N. Capital Assets

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

GOVERNMENT - WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, fixed assets are accounted for as capital assets. The Park has adopted a capitalization threshold of \$1,000 for capital asset additions. 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.

Prior to March 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.

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

Buildings	40 Years
Pools	40 Years
Furniture, Fixtures, Equipment	10 Years
Land Improvements	40 Years

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Capital Assets (Continued)

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.

O. 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 for the appropriate levy/budget year are recorded as revenue.

The County Assessor is responsible for assessment of all taxable real property within Whiteside 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 one-half 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 2013 levy has been recorded as a receivable at April 30, 2014.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. 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 Position. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenses when paid.

Q. Equity Classifications

GOVERNMENT – WIDE FINANCIAL STATEMENTS

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

- Net Investment in capital assets - consists of capital assets, net of accumulated depreciation and related debt, if applicable.
- Restricted Amounts - consists of amounts with constraints placed on the use either by external groups such as creditors, granters, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted Amounts - consists of all other amounts that do not meet the definition of restricted or invested in capital assets.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Equity Classifications (Continued)

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, granters, or contributors.
- Committed - consists of resources which have limitations imposed by the governing board through formal action. The board, which possesses the highest level of decision - making authority, establishes, modifies and rescinds commitments through a majority vote.
- Assigned - consists of resources which have limitations resulting from intended use. Management establishes assignments of fund balances pursuant to board discussion and consent.
- Unassigned - consists of the residual net resources of a fund.

The Park District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. If different levels of unrestricted funds are available for spending, the Park District considers committed funds to be expended first followed by assigned and, lastly, unassigned funds.

Fund	General	Recreation	Debt Service	Capital Projects	Non-Major Funds	Total
Non-Spendable						
Working Cash						
Fund Balance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 11,570	\$ 11,570
Restricted						
Corporate	125,147	0	0	0	0	125,147
Recreation	0	274,848	0	0	0	274,848
Special Recreation	0	0	0	0	43,059	43,059
Debt Service	0	0	687,002	0	0	687,002
Insurance	0	0	0	0	114,428	114,428
Social Security	0	0	0	0	102,050	102,050
Retirement	0	0	0	0	62,220	62,220
Museum	0	0	0	0	7,535	7,535
Audit	0	0	0	0	5,060	5,060
Police	0	0	0	0	26,911	26,911
Committed						
Capital Expenditures	0	0	0	698,044	0	698,044
Assigned	0	0	0	0	0	0
Unassigned	(212,998)	(242,337)	0	0	28,790	(426,545)
	<u>\$ (87,851)</u>	<u>\$ 32,511</u>	<u>\$ 687,002</u>	<u>\$ 698,044</u>	<u>\$ 401,623</u>	<u>\$1,731,329</u>

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 2 – DEPOSITS AND INVESTMENTS

Cash and cash equivalents are held separately and in pools by several of the District's funds.

Deposits - At year end, the carrying amount of the District's deposits was \$724,486 and the bank balance was \$927,854. Of the bank balance, \$250,000 was covered by federal depository insurance, and \$606,312 was collateralized by pledged securities by the financial institution.

The following table categorizes the Park District's cash according to level of risk:

	<u>Bank Balance</u>	<u>Carrying Amount</u>
(1) Deposits covered by federal depository insurance, or by collateral held by the District or its agent in the District's name	\$ 250,000	\$ 250,000
(2) Deposits covered by collateral held by the pledging financial institution, or its trust department, or its agent in the District's name	0	0
(3) Deposits covered by collateral held by the pledging financial institution, or its trust department, or its agent but not in the District's name, and deposits that are uninsured and uncollateralized	<u>677,854</u>	<u>474,486</u>
	<u>\$ 927,854</u>	<u>\$ 724,486</u>

Investments – Investments which consist of certificates of deposit, are recorded at cost and are held by the District. 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 flows demands of the District and conforming to all state statutes governing the investment in 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 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.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 3 – RESTRICTED ASSETS

The District maintains savings accounts and certificates of deposit whose use is restricted by request of individuals who made the initial donations. Following is a summary of such restricted assets:

Eberley Endowment - principal may not be used, interest to be used at the district's discretion	\$ 10,251
Sangrey Memorial - use restricted for maintaining and upgrading nature center	<u>1,319</u>
Total	<u>\$ 11,570</u>

NOTE 4 – GENERAL CAPITAL ASSETS

A summary of changes in Capital Assets is as follows:

	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retire- ments</u>	<u>Balance End of Year</u>
Land, buildings, and improvements	\$ 25,771,895	\$ 1,950,007	\$ 0	\$ 27,721,902
Equipment	<u>3,123,674</u>	<u>117,990</u>	<u>0</u>	<u>3,241,664</u>
	<u>\$ 28,895,569</u>	<u>\$ 2,067,997</u>	<u>\$ 0</u>	<u>\$ 30,963,566</u>
Accumulated depreciation	<u>\$ 12,073,491</u>	<u>\$ 700,229</u>	<u>\$ 0</u>	<u>\$ 12,773,720</u>
Net book value of fixed assets				<u>\$ 18,189,846</u>

Total depreciation expense for the year charged for governmental activities was \$700,229.

All capital assets are depreciated except for land and construction in process. Depreciation is calculated on the straight-line method over the following useful lives:

<u>Depreciation</u>	<u>Estimated Lives</u>
Building and improvements	40 years
Machinery and equipment	10 years

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 5 – DEBT COMMITMENTS

General Obligation

The District has issued general obligation park bonds to provide funds for building, maintaining, improving, and protecting park district facilities. Following is a summary of bond transactions:

Bonds payable beginning of year	\$ 1,275,000
Bond payments	1,275,000
Bond proceeds	<u>1,364,000</u>
Bonds payable - End of year	<u>\$ 1,364,000</u>

On December 3, 2012 the District issued General Obligation Bonds in the amount of \$1,275,000. Proceeds from the sale of the bonds will be used to build, maintain, improve, extend and protect the park and recreation facilities of the District. The bond issue matures on December 2, 2014. The interest rate is 0.73% annually.

Alternative Bonds

On June 15, 2009 the Board authorized the issuance of up to \$5,000,000 of alternative bonds payable from pledged revenues of the District. \$2,400,000 of the \$5,000,000 was issued on June 15, 2009 to fund primarily the Duis Recreation Center renovation project. The interest rates vary from 3.00% to 4.70% and mature gradually from 2011 to 2029 with interest payable semi-annually.

On June 1, 2010 the Board authorized the issuance of the \$2,600,000 alternative bond payable from pledge revenues of the District. The \$2,600,000 was used to fund primarily the Duis Recreation Center renovation project. The interest rates vary from 2.85% to 6.25% and mature gradually from 2012 to 2030 with interest payable semi-annually.

On August 3, 2010 the Board authorized the issuance of an additional \$3,000,000 in alternative revenue source bonds. The funds were used to refinance the General Obligation issued in 2001. The interest rates vary from 2.0% to 4.15% and the bonds mature gradually from 2010 to 2020.

Installment Agreement

During the year ended April 30, 2014 the Park District entered into an installment contract to finance new equipment for Westwood Sports Center. The loan has an original principal balance of \$249,000 bearing interest at 1.8% and is payable in annual installments beginning July 15, 2015 of \$65,337.85 and ending July 15, 2018.

Sterling Park District
 Notes To The Financial Statements (Continued)
 For the Year Ended April 30, 2014

NOTE 5 – DEBT COMMITMENTS (CONTINUED)

Changes in long-term debt during the year are as follows:

	Balance May 1, 2013	Debt Issued	Debt Retired or Defeased	Balance April 30, 2014	Amount Due Within One Year
Expected to be repaid by governmental funds:					
Loan Payable	\$ 0	\$ 249,000	\$ 0	\$ 249,000	\$ 0
Bonds: Alternative					
2009	2,215,000	0	95,000	2,120,000	95,000
2010A	2,520,000	0	85,000	2,435,000	90,000
2010B	2,415,000	0	270,000	2,145,000	275,000
December 3, 2012	1,275,000	0	1,275,000	0	0
December 3, 2013	0	1,364,000	0	1,364,000	1,364,000
	<u>\$ 8,425,000</u>	<u>\$ 1,613,000</u>	<u>\$ 1,725,000</u>	<u>\$ 8,313,000</u>	<u>\$ 1,824,000</u>

Sterling Park District
 Notes To The Financial Statements (Continued)
 For the Year Ended April 30, 2014

NOTE 5 – DEBT COMMITMENTS (CONTINUED)

The following is a summary of general obligation, alternative bonds and installment agreements debt service principal and interest maturities for each of the next five fiscal years and in five year increments thereafter required to service all governmental long-term obligations at April 30, 2014:

Fiscal Year	Principal	Interest	Total
2015	\$ 1,824,000	\$ 317,747	\$ 2,141,747
2016	544,773	298,752	843,525
2017	556,995	279,942	836,937
2018	568,069	260,657	828,726
2019	599,193	239,707	838,900
2020 - 2024	1,935,000	806,520	2,741,520
2025 - 2029	1,665,000	459,838	2,124,838
2030 - 2034	620,000	49,945	669,945
	<u>\$ 8,313,030</u>	<u>\$ 2,713,108</u>	<u>\$ 11,026,138</u>

Long-term liabilities will be liquidated as follows:

2015	\$ 1,824,000
2016	544,773
2017	556,995
2018	568,069
2019	599,193

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 6 – PENSION PLAN

A. Plan Description

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

B. Funding Policy

As set by statute, Employer Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Employer contribution rate for calendar year 2013 used by the Employer was 11.33 percent. The Employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

C. Annual Pension Cost

The required contribution for calendar year 2013 was \$136,768.

THREE YEAR TREND INFORMATION FOR THE REGULAR PLAN

<u>Calendar Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2013	\$ 136,768	100%	\$ 0
12/31/2012	\$ 137,408	94%	\$ 0
12/31/2011	\$ 145,977	81%	\$ 0

The required contribution for 2013 was determined as part of the December 31, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.5% 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

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 6 – PENSION PLAN (CONTINUED)

C. Annual Pension Cost (Continued)

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 Employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Employer Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

D. Funded Status and Funding Progress

As of December 31, 2012, the most recent actuarial valuation date, the Regular plan was 83.10% funded. The actuarial accrued liability for benefits was \$3,929,466 and the actuarial value of assets was \$3,505,244, resulting in an underfunded actuarial accrued liability (UAAL) of \$424,222. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$1,207,130 and the ratio of the UAAL to the covered payroll was 35 percent.

Note 7 – LEASE AGREEMENT

The lease covering the Harold Oppold Marina is a forty-year lease with the Department of Conservation, State of Illinois, due to expire in the year 2018. This lease may be terminated by either party upon 120 days written notice. The lessee agrees to maintain liability insurance and submit an annual payment of \$5.00. The District also has a certain lease with the Illinois Department of Natural Resources where the District use the facility and maintains the facility but pays no actual rent.

NOTE 8 – RISK MANAGEMENT

The District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses.

Since May 1, 1989, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. Property, general liability, automobile liability, crime, boiler, and machinery, public officials' liability, employment practices liability, workers compensation and pollution liability coverage is provided in excess of specified limits for the members acting as a single insurable unit. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2014 through January 1, 2014.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 9 – INSURANCE

Coverage	Member Deductible	PDRMA		Limits	Insurance Company	Policy Number
		Self-insured Retention				
1. Property:						
All losses per occurrence	\$ 1,000	\$ 1,000,000	\$1,000,000,000/all members	PDRMA Reinsurers:		P070113
Flood/except zones A & V	\$ 1,000	\$ 1,000,000	\$250,000,000/occurrence/ annual aggregate	Various Reinsurers through the Public		
Flood zones A & V	\$ 1,000	\$ 1,000,000	\$200,000,000 " " "	Entity Property		
Earthquake shock	\$ 1,000	\$ 1,000,000	\$200,000,000 " " "	Reinsurance Program (PEPIP)		
Auto Physical Damage Comprehensive and collision	\$ 1,000	\$ 1,000,000	Included			
Course of Construction	\$ 1,000	Included	\$25,000,000			
Business Interruption, rental income, tax income combined	\$ 1,000		\$100,000,000/reported values \$500,000/\$2,500,000/non-reported values			
Service interruption	24 hours	N/A	\$25,000,000			
			OTHER SUM-LIMITS APPLY - REFER TO COVERAGE DOCUMENT			
Boiler and machinery Property damage	\$ 1,000	\$ 9,000	\$100,000,000 equipment breakdown-property damage	Travelers Indemnity Co. of Illinois		BME10525L478
Business income	48 hours	N/A	included			
			OTHER SUM-LIMITS APPLY - REFER TO COVERAGE DOCUMENT			
Fidelity and crime	\$ 1,000	\$ 24,000	\$2,000,000/occurrence	National Union		01-770-96-51
Seasonal employees	\$ 1,000	\$ 9,000	\$1,000,000/occurrence	Fire Insurance Co.		
Blanket bond	\$ 1,000	\$ 24,000	\$2,000,000/occurrence			
2. Workers Compensation						
Employers' Liability	N/A	\$ 500,000	Statutory	PDRMA Government		WC010114
		\$ 500,000	\$3,500,000 Employers Liability	Entities Mutual (GEM)		GEM-0003- 814001
3. Liability						
General	None	\$ 500,000	\$21,500,000/occurrence	PDRMA Reinsurers:		L010114
Auto Liability	None	\$ 500,000	\$21,500,000/occurrence	GEM/Great American/		GEM-0003-
Employment Practices	None	\$ 500,000	\$21,500,000/occurrence	Starr Indemnity and		B13001
Public Officials' Liability	None	\$ 500,000	\$21,500,000/occurrence	Liability Co.		8090020
Law Enforcement Liability	None	\$ 500,000	\$21,500,000/occurrence			
Uninsured/Underinsured Motorists	None	\$ 500,000	\$1,000,000/occurrence			

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 9 – INSURANCE (CONTINUED)

<u>Coverage</u>	<u>Member Deductible</u>	<u>PDRMA Self-insured Retention</u>	<u>Limits</u>	<u>Insurance Company</u>	<u>Policy Number</u>
4. <u>Pollution Liability</u>					
Liability - third party	None	\$ 25,000	\$5,000,000/occurrence	XL Environmental Insurance	PEC2535804
Property - first party	\$ 1,000	\$ 24,000	\$30,000,000 3-yr aggregate		
5. <u>Outbreak Expense</u>					
	24 hours	N/A	\$15,000 per day \$1 million aggregate policy limit	Great American	
6. <u>Information Security & Privacy Insurance with Electronic Media Liability Coverage</u>					
Information Security & Privacy Liability	None	\$ 100,000	\$2,000,000/occurrence/annual aggregate	Beazley Lloyds Syndicate	C121280
Privacy Notification Costs	None	\$ 100,000	\$500,000/occurrence/annual aggregate	AFB 2623/623 through the PEPiP Program	
Regulatory Defense & Penalties	None	\$ 100,000	\$2,000,000/occurrence/annual aggregate		
Website Media Content Liability	None	\$ 100,000	\$2,000,000/occurrence/annual aggregate		
Cyber Extortion	None	\$ 100,000	\$2,000,000/occurrence/annual aggregate		
Data Protection & Business Interruption	\$ 1,000	\$ 100,000	\$2,000,000/occurrence/annual aggregate		
First Party Business Interruption	8 hours	\$ 100,000	\$25,000 hourly sublimit/ \$25,000 forensic expense/ \$100,000 dependent business interruption		
7. <u>Volunteer Medical Accident</u>					
	None	\$ 5,000	\$5,000 medical expense and AD&D excess of any other collectible insurance	Self-insured	
8. <u>Underground Storage Tank Liability</u>					
	None	N/A	\$10,000 follows Illinois Leaking Underground Tank Fund	Self-insured	
9. <u>Unemployment Compensation</u>					
	N/A	N/A	Statutory	Member-funded	

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 9 – INSURANCE (CONTINUED)

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

As a member of PDRMA's Property/Casualty Program, the District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Sterling Park District and PDRMA is governed by a contract and by- laws that have been adopted by resolution of the District's governing body. The District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by PDRMA.

Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

PDRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Program Council. PDRMA also provides its members with risk management services, including the defense of and settlement of claims, and establishes reasonable and followed by the members.

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2013 and the statement of revenues and expenses for the period ending December 31, 2013. The District's portion of the overall equity of the pool is 0.587% or \$236,309.

Assets	\$	60,509,769
Liabilities	\$	20,225,423
Member Balances	\$	40,284,346
Revenues	\$	20,737,466
Expenditures	\$	17,177,774

Since 97% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 10 – DEFICIT FUND BALANCE

At April 30, 2014 the Corporate fund a deficit balance of \$-76,281.

NOTE 11 – DEFERRED COMPENSATION PLAN

On May 12, 1993 the District established a deferred compensation plan pursuant to code section 457 of the Internal Revenue Code. The Park District adopted the United States conference of Mayors Master Deferred Compensation Plan. Investments are handled by Public Employees Benefit Service Corporation.

Employees may elect to defer up to 10% of their annual salary. No contributions are made on behalf of employees by the District.

NOTE 12 – INSURANCE FUND EXPENDITURES

The proceeds from property tax revenue assessed for tort liability of \$225,907 were disbursed as follows:

Salary and Wages	\$	85,000
Insurance		97,362
Risk Management		<u>43,545</u>
	\$	<u>225,907</u>

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 13 – PROPERTY TAXES

The District's property tax is levied on January 1 of each year on all taxable real property located in the District. Property tax revenue received in fiscal year 2014 represents collection of the 2012 taxes. Property taxes from the 2014 levy will be collected in and are intended to finance fiscal year 2015 operations.

Property is assessed as of January 1 of each year by the Township Assessors. The values are adjusted by various percentages according to the type of property (residential, commercial, etc.). The assessed values are equalized by the Illinois Department of Revenue to ensure uniformity of property assessments throughout the state. The Whiteside County Clerk computes the annual tax rate by dividing the requested levy into the equalized value of each taxing unit. The Clerk then computes the tax for each parcel by multiplying the aggregate rates of all the taxing units having jurisdiction over the parcel by the equalized value. The tax amounts by parcel are forwarded to the Whiteside County Collector.

Taxes levied in one year become due and payable in two installments during the following year. The first installment is due no later than June 1 and the second installment is due no later than September 1. The District receives significant distributions of tax receipts approximately one month after these due dates.

The following are the taxes levied per \$100 of assessed valuation:

	<u>Maximum</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Park Corporate	0.1000	0.0915	0.0897	0.1000	0.1000	0.1000
Park Bonds + 1%		0.5659	0.5628	0.5762	0.5861	0.6382
Park Illinois Municipal Retirement		0.1685	0.1532	0.0536	0.0545	0.0578
Park Police	0.0250	0.0227	0.0222	0.0224	0.0227	0.0250
Park Audit	0.0050	0.0046	0.0045	0.0045	0.0046	0.0047
Park Insurance Liability		0.0784	0.0888	0.0893	0.1021	0.1063
Park Recreation	0.0750	0.0689	0.0675	0.0750	0.0750	0.0750
Museum Fund	0.3020	0.0005	0.0005	0.0005	0.0005	0.0070
Recreation Handicap	0.0400	0.0000	0.0400	0.0400	0.0400	0.0400
Social Security		<u>0.0000</u>	<u>0.0000</u>	<u>0.0906</u>	<u>0.0898</u>	<u>0.0948</u>
		<u>1.0010</u>	<u>1.0292</u>	<u>1.0521</u>	<u>1.0753</u>	<u>1.1488</u>

Sterling Park District
Notes To The Financial Statements (Continued)
For the Year Ended April 30, 2014

NOTE 14 – REQUIRED INDIVIDUAL FUND DISCLOSURE

Excess of expenditures over appropriation for the year ended April 30, 2014 are as follows:

	<u>Expenditures</u>	<u>Appropriation</u>	<u>Difference</u>
Recreation	\$ 4,854,348	\$ 2,871,350	\$ 1,982,998
Special gift fund	\$ 4,732	\$ 2,000	\$ 2,732

Deficit equity balances for fiscal year 2014 of individual funds are as follows:

Corporate	\$ 76,281
-----------	-----------

NOTE 15 – DATE OF MANAGEMENT REVIEW

Management has evaluated subsequent events through October 14, 2014, the date which the financial statements were available to be issued.

NOTE 16 - SUBSEQUENT EVENT

On May 19, 2014 the District entered into a second installment agreement with US Bank for \$249,000 with interest payable at 1.8% with annual payment on May 19, 2015 thru May 19, 2018 of \$65,222.

Sterling Park District
Required Supplementary Information
For the Year Ended April 30, 2014

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

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)
12/31/2013	\$ 3,505,244	\$ 3,929,466	\$ 424,222	89.20%	\$ 1,207,130	35.14%
12/31/2012	3,037,169	3,654,673	617,504	83.10%	1,218,155	50.69%
12/31/2011	2,825,618	3,434,846	609,228	82.26%	1,227,727	49.62%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$4,011,183. On a market basis, the funded ratio would be 102.08%.

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

Sterling Park District
Required Supplementary Information
Statement of Revenue, Expenditures and Change in Fund Balance
Budget and Actual General Fund
For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 220,000	\$ 220,000	\$ 216,832	\$ (3,168)
Replacement Tax	273,000	273,000	251,440	(21,560)
Contributions	313,550	313,550	80,387	(233,163)
Insurance Reimbursement	<u>0</u>	<u>0</u>	<u>106,168</u>	<u>106,168</u>
TOTAL REVENUE	<u>806,550</u>	<u>806,550</u>	<u>654,827</u>	<u>(151,723)</u>
DISBURSEMENTS:				
Salaries And Wages	618,000	618,000	615,022	(2,978)
Materials And Supplies	57,500	57,500	59,396	1,896
Insurance	47,000	47,000	192,756	145,756
Services	56,000	56,000	79,370	23,370
Repairs And Maintenance	686,000	686,000	483,506	(202,494)
Risk Management	4,000	4,000	3,022	(978)
Dues And Subscriptions	6,000	6,000	11,174	5,174
Utilities	40,500	40,500	33,926	(6,574)
Other Employee Expenses	73,750	73,750	66,400	(7,350)
Education And Training	750	750	759	9
I.M.R.F. And Social Security	143,000	143,000	156,561	13,561
Audit	1,500	1,500	1,500	0
Equipment Purchased	37,000	37,000	57,660	20,660
Other	<u>0</u>	<u>0</u>	<u>78</u>	<u>78</u>
TOTAL DISBURSEMENTS	<u>1,771,000</u>	<u>1,771,000</u>	<u>1,761,130</u>	<u>(9,870)</u>
EXCESS OF REVENUES OVER/(UNDER)				
DISBURSEMENTS	(964,450)	(964,450)	(1,106,303)	(141,853)
OTHER FINANCING SOURCES:				
Operational Transfers In	749,450	749,450	857,542	108,092
Operational Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>749,450</u>	<u>749,450</u>	<u>857,542</u>	<u>108,092</u>
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES &				
OTHER USES	<u>\$ (215,000)</u>	<u>\$ (215,000)</u>	(248,761)	<u>\$ (33,761)</u>
FUND BALANCE BEGINNING OF YEAR			<u>172,480</u>	
FUND BALANCE END OF YEAR			<u>\$ (76,281)</u>	

Sterling Park District
 Required Supplementary Information
 Statement of Revenue, Expenditures and Change in Fund Balance
 Budget to Actual Recreation Fund
 For the Year Ended April 30, 2014

	Original	Final		Variance With
	Budget	Budget	Actual	Final Budget
				Positive
				(Negative)
REVENUE:				
Property Taxes	\$ 165,250	\$ 165,250	\$ 162,625	\$ (2,625)
Contributions	59,700	59,700	180,700	121,000
Insurance Reimbursement	211,000	211,000	1,704,023	1,493,023
Program Fees And Charges	1,937,150	1,937,150	1,743,775	(193,375)
Other	1,850	1,850	16,453	14,603
TOTAL REVENUE	2,374,950	2,374,950	3,807,576	1,432,626
DISBURSEMENTS:				
Salaries And Wages	949,620	949,620	847,474	(102,146)
Materials And Supplies	423,000	423,000	418,351	(4,649)
Insurance	28,500	28,500	28,500	0
Services	257,950	257,950	253,328	(4,622)
Repairs And Maintenance	538,605	538,605	2,002,475	1,463,870
Printing And Publishing	33,000	33,000	20,974	(12,026)
Risk Management	3,000	3,000	7,045	4,045
Rentals	48,700	48,700	42,551	(6,149)
Dues And Subscriptions	4,750	4,750	8,301	3,551
Utilities	249,750	249,750	225,634	(24,116)
Other Employee Expenses	47,975	47,975	47,924	(51)
Education And Training	2,250	2,250	2,639	389
I.M.R.F. And Social Security	93,800	93,800	93,904	104
Audit	3,250	3,250	3,250	0
Equipment Purchased	175,500	175,500	240,905	65,405
Other	1,700	1,700	1,736	36
TOTAL DISBURSEMENTS	2,861,350	2,861,350	4,244,991	1,383,641
EXCESS OF REVENUES OVER/(UNDER)				
DISBURSEMENTS	(486,400)	(486,400)	(437,415)	48,985
OTHER FINANCING SOURCES:				
Operational Transfers In	674,500	674,500	526,997	(147,503)
Operational Transfers Out	(155,100)	(155,100)	(38,775)	116,325
Installment Loan	0	0	249,000	0
TOTAL OTHER FINANCING SOURCES	519,400	519,400	737,222	(31,178)
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES &				
OTHER USES	\$ 33,000	\$ 33,000	299,807	\$ 266,807
FUND BALANCE BEGINNING OF YEAR			(267,296)	
FUND BALANCE END OF YEAR			\$ 32,511	

Sterling Park District
General Fund
Schedule of Revenue and Expenditures Budget and Actual
For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 220,000	\$ 220,000	\$ 216,832	\$ (3,168)
Replacement Tax	273,000	273,000	251,440	(21,560)
Contributions	313,550	313,550	80,387	(233,163)
Insurance Reimbursement	<u>0</u>	<u>0</u>	<u>106,168</u>	<u>106,168</u>
TOTAL REVENUE	<u>806,550</u>	<u>806,550</u>	<u>654,827</u>	<u>(151,723)</u>
DISBURSEMENTS:				
Salaries And Wages	618,000	618,000	615,022	(2,978)
Materials And Supplies	57,500	57,500	59,396	1,896
Insurance	47,000	47,000	192,756	145,756
Services	56,000	56,000	79,370	23,370
Repairs And Maintenance	686,000	686,000	483,506	(202,494)
Risk Management	4,000	4,000	3,022	(978)
Dues And Subscriptions	6,000	6,000	11,174	5,174
Utilities	40,500	40,500	33,926	(6,574)
Other Employee Expenses	73,750	73,750	66,400	(7,350)
Education And Training	750	750	759	9
I.M.R.F. And Social Security	143,000	143,000	156,561	13,561
Audit	1,500	1,500	1,500	0
Equipment Purchased	37,000	37,000	57,660	20,660
Other	<u>0</u>	<u>0</u>	<u>78</u>	<u>78</u>
TOTAL DISBURSEMENTS	<u>1,771,000</u>	<u>1,771,000</u>	<u>1,761,130</u>	<u>(9,870)</u>
EXCESS OF REVENUES OVER/(UNDER)				
DISBURSEMENTS	(964,450)	(964,450)	(1,106,303)	(141,853)
OTHER FINANCING SOURCES:				
Operational Transfers In	749,450	749,450	857,542	108,092
Operational Transfers Out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>749,450</u>	<u>749,450</u>	<u>857,542</u>	<u>108,092</u>
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES &				
OTHER USES	<u>\$ (215,000)</u>	<u>\$ (215,000)</u>	<u>\$ (248,761)</u>	<u>\$ (33,761)</u>

Sterling Park District
 Recreation Fund
 Schedule of Revenue and Expenditures Budget and Actual
 For the Year Ended April 30, 2014

	Original	Final		Variance With
	Budget	Budget	Actual	Final Budget
				Positive
				(Negative)
REVENUE:				
Property Taxes	\$ 165,250	\$ 165,250	\$ 162,625	\$ (2,625)
Replacement Tax	0	0	0	0
Interest	0	0	0	0
Contributions	59,700	59,700	180,700	121,000
Insurance Reimbursement	211,000	211,000	1,704,023	1,493,023
Program Fees And Charges	1,937,150	1,937,150	1,743,775	(193,375)
Other	1,850	1,850	16,453	14,603
TOTAL REVENUE	<u>2,374,950</u>	<u>2,374,950</u>	<u>3,807,576</u>	<u>1,432,626</u>
DISBURSEMENTS:				
Salaries And Wages	949,620	949,620	847,474	(102,146)
Materials And Supplies	423,000	423,000	418,351	(4,649)
Insurance	28,500	28,500	28,500	0
Services	257,950	257,950	253,328	(4,622)
Repairs And Maintenance	538,605	538,605	2,002,475	1,463,870
Printing And Publishing	33,000	33,000	20,974	(12,026)
Risk Management	3,000	3,000	7,045	4,045
Rentals	48,700	48,700	42,551	(6,149)
Dues And Subscriptions	4,750	4,750	8,301	3,551
Utilities	249,750	249,750	225,634	(24,116)
Other Employee Expenses	47,975	47,975	47,924	(51)
Education And Training	2,250	2,250	2,639	389
I.M.R.F. And Social Security	93,800	93,800	93,904	104
Audit	3,250	3,250	3,250	0
Equipment Purchased	175,500	175,500	240,905	65,405
Other	1,700	1,700	1,736	36
TOTAL DISBURSEMENTS	<u>2,861,350</u>	<u>2,861,350</u>	<u>4,244,991</u>	<u>1,383,641</u>
EXCESS OF REVENUES OVER/(UNDER)				
DISBURSEMENTS	<u>(486,400)</u>	<u>(486,400)</u>	<u>(437,415)</u>	<u>48,985</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	674,500	674,500	526,997	(147,503)
Operational Transfers Out	(155,100)	(155,100)	(38,775)	116,325
Installment Loan	0	0	249,000	0
TOTAL OTHER FINANCING SOURCES	<u>519,400</u>	<u>519,400</u>	<u>737,222</u>	<u>(31,178)</u>
EXCESS OF REVENUE & OTHER SOURCES				
OVER/(UNDER) EXPENDITURES &				
OTHER USES	<u>\$ 33,000</u>	<u>\$ 33,000</u>	<u>\$ 299,807</u>	<u>\$ 266,807</u>

Sterling Park District
Debt Service Fund
Statement of Revenue, Expenditures and Change in Fund Balance
Budget to Actual Debt Service Fund
For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 1,290,000	\$ 1,290,000	\$ 1,326,942	\$ 36,942
TOTAL REVENUE	<u>1,290,000</u>	<u>1,290,000</u>	<u>1,326,942</u>	<u>36,942</u>
DISBURSEMENTS:				
Services	2,100	2,100	2,104	4
Certificate Interest	275,550	275,550	274,993	(557)
Certificate Principal	450,000	450,000	450,000	0
Bond Interest	11,250	11,250	11,249	(1)
Bond Principal	1,275,000	1,275,000	1,275,000	0
TOTAL DISBURSEMENTS	<u>2,013,900</u>	<u>2,013,900</u>	<u>2,013,346</u>	<u>(554)</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>(723,900)</u>	<u>(723,900)</u>	<u>(686,404)</u>	<u>37,496</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	726,650	762,650	730,289	(32,361)
Operational Transfers Out	0	0	0	0
Bond Proceeds	0	0	0	0
TOTAL OTHER FINANCING SOURCES	<u>726,650</u>	<u>762,650</u>	<u>730,289</u>	<u>(32,361)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 2,750</u>	<u>\$ 38,750</u>	43,885	<u>\$ 5,135</u>
FUND BALANCE BEGINNING OF YEAR			<u>643,117</u>	
FUND BALANCE END OF YEAR			<u>\$ 687,002</u>	

Sterling Park District
 Capital Projects Fund
 Statement of Revenue, Expenditures and Change in Fund Balance
 Budget to Actual Capital Projects Fund
 For the Year Ended April 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Contributions	\$ 25,000	\$ 25,000	\$ 25,000	\$ 0
Total Revenue	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
DISBURSEMENTS:				
Services	5,750	5,750	7,200	1,450
Repairs & Maintenance	15,000	15,000	0	0
Total Disbursements	<u>20,750</u>	<u>20,750</u>	<u>7,200</u>	<u>1,450</u>
Excess Of Revenues Over/(Under)				
Disbursements	<u>4,250</u>	<u>4,250</u>	<u>17,800</u>	<u>(1,450)</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(1,259,250)	(1,259,250)	(1,381,800)	(122,550)
Bond Proceeds	<u>1,265,000</u>	<u>1,265,000</u>	<u>1,364,000</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>5,750</u>	<u>5,750</u>	<u>(17,800)</u>	<u>(122,550)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER(UNDER) EXPENDITURES & OTHER USES				
	<u>\$ 10,000</u>	<u>\$ 10,000</u>	0	<u>\$ (10,000)</u>
FUND BALANCE BEGINNING OF YEAR			<u>698,044</u>	
FUND BALANCE END OF YEAR			<u>\$ 698,044</u>	

Sterling Park District
 Non-Major Governmental Fund
 Combining Schedule of Revenue, Expenditures and Changes in Fund Balances
 Special Revenue Funds
 April 30, 2014

	Illinois Municipal Retirement Fund	Social Security Fund	P.W. Dillon Home Fund	Audit Fund	Insurance Fund	Special Recreation Fund	Special Gifts Fund	Police Fund	Total
ASSETS									
Cash	\$ 0	\$ 0	\$ 50	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 50
Cash In Bank - Savings	0	0	0	0	0	0	33,283	0	33,283
Property Tax Receivable	124,440	204,099	15,071	10,119	228,857	86,118	0	53,823	722,527
TOTAL ASSETS	124,440	204,099	15,121	10,119	228,857	86,118	33,283	53,823	755,860
TOTAL DEFERRED OUTFLOWS	0	0	0	0	0	0	0	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 124,440	\$ 204,099	\$ 15,121	\$ 10,119	\$ 228,857	\$ 86,118	\$ 33,283	\$ 53,823	\$ 755,860
LIABILITIES									
Accounts Payable	\$ 0	\$ 0	\$ 1,197	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,197
Accrued Payroll	0	0	3,347	0	0	0	0	0	3,347
TOTAL LIABILITIES	0	0	4,544	0	0	0	0	0	4,544
DEFERRED INFLOWS DEFERRED REVENUE	62,220	102,049	7,535	5,059	114,429	43,059	0	26,912	361,263
TOTAL DEFERRED INFLOWS	62,220	102,049	7,535	5,059	114,429	43,059	0	26,912	370,351
TOTAL LIABILITIES AND DEFERRED INFLOWS	62,220	102,049	12,079	5,059	114,429	43,059	0	26,912	374,895
FUND BALANCE:									
Restricted	\$ 62,220	\$ 102,050	\$ 7,535	\$ 5,060	\$ 114,428	\$ 43,059	\$ 0	\$ 26,911	\$ 361,263
Unrestricted	0	0	(4,493)	0	0	0	33,283	0	28,790
TOTAL FUND BALANCE	62,220	102,050	3,042	5,060	114,428	43,059	33,283	26,911	390,053
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	\$ 124,440	\$ 204,099	\$ 15,121	\$ 10,119	\$ 228,857	\$ 86,118	\$ 33,283	\$ 53,823	\$ 760,404

Sterling Park District
 Non-Major Governmental Fund
 Combining Schedule of Revenue, Expenditures and Changes in Fund Balances
 Special Revenue Funds
 April 30, 2014

	Illinois Municipal Retirement Fund	Social Security Fund	P.W. Dillon Home Fund	Audit Fund	Insurance Fund	Special Recreation Fund	Special Gifts Fund	Police Fund	Total
REVENUES									
Property Taxes	\$ 121,728	\$ 200,090	\$ 8,081	\$ 10,083	\$ 225,907	\$ 86,733	\$ 0	\$ 51,696	\$ 704,318
Replacement Taxes	16,800	0	0	0	0	0	0	0	16,800
Program Fees And Charges	0	0	2,038	0	0	0	0	0	2,038
Contributions	0	0	152,443	0	0	0	0	0	152,443
Other	0	0	69	0	0	0	0	0	69
TOTAL REVENUE	138,528	200,090	162,631	10,083	225,907	86,733	0	51,696	875,668
EXPENDITURES									
Salaries And Wages	0	0	91,932	0	0	0	0	0	91,932
Material And Supplies	0	0	3,650	0	0	0	0	0	3,650
Insurance	0	0	7,417	0	0	0	0	0	7,417
Services	0	0	2,916	0	0	9,319	0	0	12,235
Repairs And Maintenance	0	0	6,930	0	0	88	4,378	0	11,396
Risk Management	0	0	105	0	0	0	0	0	105
Dues And Subscriptions	0	0	170	0	0	0	0	0	170
Utilities	0	0	12,682	0	0	0	0	0	12,682
Other Employee Expenses	0	0	12,493	0	0	0	0	0	12,493
And Social Security	0	0	15,000	0	0	0	0	0	15,000
Audit	0	0	2,250	0	0	0	0	0	2,250
TOTAL EXPENDITURES	0	0	155,545	0	0	9,407	4,378	0	169,330
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	138,528	200,090	7,086	10,083	225,907	77,326	(4,378)	51,696	706,338
OTHER FINANCING SOURCES (USES)									
Operating Transfers In	0	8,806	0	0	0	0	0	0	8,806
Operating Transfers Out	(136,110)	(205,392)	(125)	(10,070)	(223,511)	(78,158)	0	(49,693)	(703,059)
TOTAL OTHER FINANCING SOURCES	(136,110)	(196,586)	(125)	(10,070)	(223,511)	(78,158)	0	(49,693)	(694,253)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USE	2,418	3,504	6,961	13	2,396	(832)	(4,378)	2,003	12,085
FUND BALANCE, BEGINNING OF YEAR	59,802	98,546	(3,919)	5,047	112,032	43,891	37,661	24,908	377,968
FUND BALANCE, END OF YEAR	\$ 62,220	\$ 102,050	\$ 3,042	\$ 5,060	\$ 114,428	\$ 43,059	\$ 33,283	\$ 26,911	\$ 390,053

Sterling Park District
 Liability Insurance Fund
 Schedule of Revenue, Expenditures and Changes in Fund Balances
 Budget to Actual
 April 30, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 225,000	\$ 225,000	\$ 225,907	\$ 907
TOTAL REVENUE	<u>225,000</u>	<u>225,000</u>	<u>225,907</u>	<u>907</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>225,000</u>	<u>225,000</u>	<u>225,907</u>	<u>907</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(225,000)	(225,000)	(223,511)	1,489
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(225,000)</u>	<u>(225,000)</u>	<u>(223,511)</u>	<u>1,489</u>
EXCESS OF REVENUE & OTHER SOURCES OVER(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	2,396	<u>\$ 2,396</u>
FUND BALANCE BEGINNING OF YEAR			<u>112,032</u>	
FUND BALANCE END OF YEAR			<u>\$ 114,428</u>	

Sterling Park District
 Social Security Fund
 Schedule of Revenue, Expenditures and Changes in Fund Balances
 Budget to Actual
 April 30, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 198,000	\$ 198,000	\$ 200,090	\$ 2,090
TOTAL REVENUE	<u>198,000</u>	<u>198,000</u>	<u>200,090</u>	<u>2,090</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>198,000</u>	<u>198,000</u>	<u>200,090</u>	<u>2,090</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	8,806	8,806
Operational Transfers Out	(198,000)	(198,000)	(205,392)	(7,392)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(198,000)</u>	<u>(198,000)</u>	<u>(196,586)</u>	<u>1,414</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	3,504	<u>\$ 3,504</u>
FUND BALANCE BEGINNING OF YEAR			<u>98,546</u>	
FUND BALANCE END OF YEAR			<u>\$ 102,050</u>	

Sterling Park District
P.W. Dillon Museum Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2014

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUE:				
Property Taxes	\$ 1,000	\$ 1,000	\$ 8,081	\$ 7,081
Contributions	156,250	156,250	152,443	(3,807)
Program Fees And Charges	1,100	1,100	2,107	1,007
TOTAL REVENUE	<u>158,350</u>	<u>158,350</u>	<u>162,631</u>	<u>4,281</u>
DISBURSEMENTS:				
Salaries And Wages	94,000	94,000	91,932	(2,068)
Materials And Supplies	3,350	3,350	3,650	300
Insurance	7,500	7,500	7,417	(83)
Services	3,000	3,000	2,916	(84)
Repairs And Maintenance	7,500	7,500	6,930	(570)
Risk Management	150	150	105	(45)
Dues And Subscriptions	50	50	170	120
Utilities	12,000	12,000	12,682	682
Other Employee Expenses	13,550	13,550	12,493	(1,057)
I.M.R.F. And Social Security	15,000	15,000	15,000	0
Audit	2,250	2,250	2,250	0
TOTAL DISBURSEMENTS	<u>158,350</u>	<u>158,350</u>	<u>155,545</u>	<u>(2,805)</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>7,086</u>	<u>7,086</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	0	0	(125)	(125)
Installment Loan	0	0	0	0
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>0</u>	<u>(125)</u>	<u>(125)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	<u>6,961</u>	<u>\$ 6,961</u>
FUND BALANCE BEGINNING OF YEAR			<u>(3,919)</u>	
FUND BALANCE END OF YEAR			<u>\$ 3,042</u>	

Sterling Park District
 Police Fund
 Schedule of Revenue, Expenditures and Changes in Fund Balances
 Budget to Actual
 April 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 50,000	\$ 50,000	\$ 51,696	\$ 1,696
TOTAL REVENUE	<u>50,000</u>	<u>50,000</u>	<u>51,696</u>	<u>1,696</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>50,000</u>	<u>50,000</u>	<u>51,696</u>	<u>1,696</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(50,000)	(50,000)	(49,693)	307
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(50,000)</u>	<u>(50,000)</u>	<u>(49,693)</u>	<u>307</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	2,003	<u>\$ 2,003</u>
FUND BALANCE BEGINNING OF YEAR			<u>24,908</u>	
FUND BALANCE END OF YEAR			<u>\$ 26,911</u>	

Sterling Park District
 Illinois Municipal Retirement Fund
 Schedule of Revenue, Expenditures and Changes in Fund Balances
 Budget to Actual
 April 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 120,000	\$ 120,000	\$ 121,728	\$ 1,728
Replacement Tax	19,500	19,500	16,800	(2,700)
TOTAL REVENUE	<u>139,500</u>	<u>139,500</u>	<u>138,528</u>	<u>(972)</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>139,500</u>	<u>139,500</u>	<u>138,528</u>	<u>(972)</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(139,500)	(139,500)	(136,110)	3,390
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(139,500)</u>	<u>(139,500)</u>	<u>(136,110)</u>	<u>3,390</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	2,418	<u>\$ 2,418</u>
FUND BALANCE BEGINNING OF YEAR			<u>59,802</u>	
FUND BALANCE END OF YEAR			<u>\$ 62,220</u>	

Sterling Park District
 Audit Fund
 Schedule of Revenue, Expenditures and Changes in Fund Balances
 Budget to Actual
 April 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 10,000	\$ 10,000	\$ 10,083	\$ 83
TOTAL REVENUE	<u>10,000</u>	<u>10,000</u>	<u>10,083</u>	<u>83</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>10,000</u>	<u>10,000</u>	<u>10,083</u>	<u>83</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(10,000)	(10,000)	(10,070)	(70)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(10,000)</u>	<u>(10,000)</u>	<u>(10,070)</u>	<u>(70)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	13	<u>\$ 13</u>
FUND BALANCE BEGINNING OF YEAR			<u>5,047</u>	
FUND BALANCE END OF YEAR			<u>\$ 5,060</u>	

Sterling Park District
Special Gift Fund
Schedule of Revenue, Expenditures and Changes in Fund Balances
Budget to Actual
April 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
TOTAL REVENUE	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
DISBURSEMENTS:				
TOTAL DISBURSEMENTS	<u>2,000</u>	<u>2,000</u>	<u>4,378</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>(2,000)</u>	<u>(2,000)</u>	<u>(4,378)</u>	<u>0</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	0	0	0	0
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ (2,000)</u>	<u>\$ (2,000)</u>	(4,378)	<u>\$ (2,378)</u>
FUND BALANCE BEGINNING OF YEAR			<u>37,661</u>	
FUND BALANCE END OF YEAR			<u>\$ 33,283</u>	

Sterling Park District
 Special Recreation Fund
 Schedule of Revenue, Expenditures and Changes in Fund Balances
 Budget to Actual
 April 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
REVENUE:				
Contributions	\$ 88,000	\$ 88,000	\$ 88,594	\$ 594
TOTAL REVENUE	<u>88,000</u>	<u>88,000</u>	<u>88,594</u>	<u>594</u>
DISBURSEMENTS:				
Services	5,000	5,000		
Repairs and Maintenance	5,000	5,000	6,760	
TOTAL DISBURSEMENTS	<u>10,000</u>	<u>10,000</u>	<u>6,760</u>	<u>0</u>
EXCESS OF REVENUES OVER/(UNDER) DISBURSEMENTS	<u>78,000</u>	<u>78,000</u>	<u>81,834</u>	<u>594</u>
OTHER FINANCING SOURCES:				
Operational Transfers In	0	0	0	0
Operational Transfers Out	(78,000)	(78,000)	(82,588)	(4,588)
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OTHER FINANCING SOURCES	<u>(78,000)</u>	<u>(78,000)</u>	<u>(82,588)</u>	<u>(4,588)</u>
EXCESS OF REVENUE & OTHER SOURCES OVER/(UNDER) EXPENDITURES & OTHER USES	<u>\$ 0</u>	<u>\$ 0</u>	(754)	<u>\$ (754)</u>
FUND BALANCE BEGINNING OF YEAR			<u>44,615</u>	
FUND BALANCE END OF YEAR			<u>\$ 43,861</u>	

Sterling Park District
Notes to Supplemental Information
April 30, 2014

Budgetary Data - The Board of Commissioners follows these procedures in establishing the budgetary data reflected in the financial statements. Prior to April 30, the Director submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing on May 1. The operating budget includes proposed expenditures and the means of financing them. The District's budgetary operations are governed by the appropriation law detailed in the Illinois Park District Code and administered by the Director under the supervision of the treasurer. Notice is given and public meetings are conducted to obtain taxpayer comments. The Board may add to, subtract from, or change appropriations, but may not change the form of the budget. Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of a Board Resolution.

Budgets for General and Special Revenue Funds are prepared on a cash basis of accounting. This method is not in compliance with generally accepted accounting principles (GAAP). Budgetary comparisons presented in this report are on this Non-GAAP basis.

The appropriation law allows for budgeted transfers among categories in any fund. The appropriation law also allows for non-budgeted transfers that do not exceed an aggregate of 10% of the total amount appropriated in such fund, without additional District Board action. After the first six months of any fiscal year, the District Board may, by two-thirds vote, amend the initially approved appropriation ordinance. Unused appropriations lapse at the end of the fiscal year.

Expenditures legally may not exceed the total of appropriations and beginning fund balance at the fund level.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized in the governmental funds during the year. All outstanding encumbrances lapse at fiscal year-end.

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 District. Working Budgets are prepared for all funds within the governmental fund type. All budgets are prepared based on the annual fiscal year of the District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements that govern the Park District.

Sterling Park District
 Bond Issue Dated December 2013
 April 30, 2014

Fiscal Year	Bonds Issued	Interest Payable in Future Years	Levy Position
2014	\$ 1,364,000	\$ 9,957	\$ 1,364,000
	<u>\$ 1,364,000</u>	<u>\$ 9,957</u>	<u>\$ 1,364,000</u>

Original Issue: \$ 1,364,000

Denomination: \$ 1,000

Bonds Due: December 2

Interest Dates: December 2

Interest Rates: 0.875%

Paying Agent: US Bank

Purpose: Park Development

Sterling Park District
Alternative Revenue Bond Issue Dated July, 2009
April 30, 2014

Fiscal Year	Bonds Issued	Interest Payable in Future Years	Total
2014	90,000	\$ 138,705	\$ 228,705
2015	95,000	135,465	230,465
2016	95,000	131,546	226,546
2017	100,000	127,153	227,153
2018	110,000	122,028	232,028
2019	115,000	116,253	231,253
2020	120,000	110,043	230,043
2021	125,000	103,293	228,293
2022	135,000	96,105	231,105
2023	145,000	88,208	233,208
2024	155,000	79,725	234,725
2025	160,000	70,658	230,658
2026	175,000	61,058	236,058
2027	185,000	50,558	235,558
2028	195,000	39,180	234,180
2029	210,000	27,188	237,188
2030	225,000	14,063	239,063
	<u>\$ 2,435,000</u>	<u>\$ 1,511,229</u>	<u>\$ 3,946,229</u>

Original Issue: \$ 2,600,000

Denomination: \$ 5,000

Bonds Due: December 15

Interest Dates: June 15 and December 15

Interest Rates: 2.85% and 6.25%

Paying Agent: Bank New York

Purpose: Duis Center Renovation

Sterling Park District
Alternative Revenue Bond Issue Dated June, 2010
April 30, 2014

<u>Fiscal Year</u>	<u>Bonds Issued</u>	<u>Interest Payable in Future Years</u>	<u>Total</u>
2014	\$ 95,000	\$ 92,825	\$ 187,825
2015	100,000	89,025	189,025
2016	105,000	85,025	190,025
2017	105,000	80,825	185,825
2018	110,000	76,625	186,625
2019	115,000	72,225	187,225
2020	120,000	67,453	187,453
2021	125,000	62,473	187,473
2022	130,000	57,285	187,285
2023	135,000	51,565	186,565
2024	145,000	45,625	190,625
2025	150,000	39,245	189,245
2026	160,000	32,195	192,195
2027	165,000	24,675	189,675
2028	175,000	16,920	191,920
2029	185,000	8,695	193,695
	<u>\$ 2,120,000</u>	<u>\$ 902,681</u>	<u>\$ 3,022,681</u>

Original Issue: \$ 2,400,000

Denomination: \$ 5,000

Bonds Due: December 15

Interest Dates: June 15 and December 15

Interest Rates: 3.00% to 4.70%

Paying Agent: Bank New York

Purpose: Duis Center Renovation

Sterling Park District
Alternative Revenue Bond Issue Dated June, 2010
April 30, 2014

<u>Fiscal Year</u>	<u>Bonds Issued</u>	<u>Interest Payable in Future Years</u>	<u>Total</u>
2014	\$ 275,000	\$ 76,260	\$ 351,260
2015	290,000	68,698	358,698
2016	295,000	59,998	354,998
2017	300,000	50,410	350,410
2018	315,000	39,910	354,910
2019	330,000	27,270	357,270
2020	340,000	14,110	354,110
	<u>\$ 2,145,000</u>	<u>\$ 336,656</u>	<u>\$ 2,481,656</u>

Original Issue: \$ 3,000,000
Denomination: \$ 5,000
Bonds Due: December 15
Interest Dates: June 15 and December 15
Interest Rates: 2.00% to 4.15%
Paying Agent: Bank New York
Purpose: Refinance Bonds

Sterling Park District
Schedule Of Assessed Valuation, Tax Levies, Rates And Extensions
April 30, 2014

	<u>2012</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Equalized assessed valuation (Thousand of dollars)	\$ 216,376	\$ 220,559	\$ 224,159	\$ 225,330	\$ 220,830
Total Extension (After TIF and EZ)					
Corporate	\$ 216,376	\$ 220,559	\$ 224,159	\$ 202,121	\$ 202,059
Bond	1,380,910	1,292,698	1,291,606	1,268,159	1,249,675
Recreation Fund	162,282	165,419	168,120	152,098	152,152
Handicap/Joint Recreation Fund	86,550	88,224	89,664	90,132	0
Illinois Municipal Retirement Fur	125,065	120,205	120,149	345,206	372,098
Social Security	205,124	198,062	203,088	0	0
Liability Insurance Fund	230,007	225,191	200,174	200,093	173,131
Museum Fund	15,146	1,103	1,121	1,127	1,104
Audit Fund	10,170	10,146	10,087	10,140	10,158
Police Fund	54,094	50,067	50,212	50,023	50,128
	<u>\$ 2,485,724</u>	<u>\$ 2,371,674</u>	<u>\$ 2,358,380</u>	<u>\$ 2,319,099</u>	<u>\$ 2,210,505</u>
Tax Levy Rates (per \$100 of assessed value)					
Corporate	0.100000	0.100000	0.100000	0.089700	0.091473
Bond	0.638200	0.586100	0.576200	0.562600	0.563102
Recreation Fund	0.075000	0.075000	0.075000	0.067500	0.068831
Handicap/Joint Recreation Fund	0.040000	0.040000	0.040000	0.040000	0.000000
Illinois Municipal Retirement Fur	0.057800	0.054500	0.053600	0.153200	0.168456
Social Security	0.094800	0.089800	0.090600	0.000000	0.000000
Liability Insurance Fund	0.106300	0.102100	0.089300	0.088800	0.078341
Museum Fund	0.007000	0.000500	0.000500	0.000500	0.000453
Audit Fund	0.004700	0.004600	0.004500	0.004500	0.004528
Police Fund	0.025000	0.022700	0.022400	0.022200	0.022642
	<u>1.148800</u>	<u>1.075300</u>	<u>1.052100</u>	<u>1.029000</u>	<u>0.997826</u>
Total Tax Extension					
Corporate	\$ 231,251	\$ 237,261	\$ 237,239	\$ 212,932	\$ 212,424
Bond	1,475,841	1,390,589	1,366,972	1,335,986	1,313,778
Recreation Fund	173,438	177,946	177,929	160,233	159,956
Handicap/Joint Recreation Fund	92,500	94,905	94,896	94,953	0
Illinois Municipal Retirement Fur	133,663	129,307	127,160	363,669	391,185
Social Security	219,225	213,061	214,939	0	0
Liability Insurance Fund	245,819	242,244	211,855	210,795	182,011
Museum Fund	16,187	1,186	1,186	1,187	1,161
Audit Fund	10,869	10,914	10,676	10,682	10,679
Police Fund	57,813	53,858	53,142	52,699	52,700
	<u>\$ 2,656,606</u>	<u>\$ 2,551,271</u>	<u>\$ 2,495,994</u>	<u>\$ 2,443,136</u>	<u>\$ 2,323,894</u>