

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2016**

# BYRON FOREST PRESERVE DISTRICT, ILLINOIS

## Table of Contents

### Financial Section

	<u>Page No.</u>
<b><u>Independent Auditor's Report</u></b>	1-2
<b><u>General Purpose External Financial Statements</u></b>	
Management's Discussion and Analysis	3-13
<b>Basic Financial Statements</b>	
<b>Government-Wide Financial Statements</b>	
Statement of Net Position	14
Statement of Activities	15
<b>Fund Financial Statements</b>	
<u>Governmental Funds</u>	
Balance Sheet	16
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Position	17
Statement of Revenues, Expenditures, and Changes in Fund Balances	18
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	19
<u>Proprietary Funds</u>	
Statement of Net Position	20
Statement of Revenues, Expenses, and Changes in Fund Net Position	21
Statement of Cash Flows	22-23

Notes to Financial Statements	24-46
-------------------------------	-------

**Required Supplementary Information**

Illinois Municipal Retirement Fund Multiyear Schedule of Changes in Net Pension Liability and Related Ratios	47
Illinois Municipal Retirement Fund Multiyear Schedule of Contributions	48
Notes to Schedule of Contributions	49
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	50
Notes to Required Supplementary Information	51

**Combining & Individual Fund Financial Statements and Schedules**

**Nonmajor Governmental Funds**

Combining Balance Sheet	52
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	53
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	
IMRF Fund	54
Liability Insurance Fund	55
Unemployment Insurance Fund	56
Worker’s Compensation Fund	57
Social Security Fund	58
Audit Fund	59
Land Acquisition Capital Projects Fund	60

**Supplementary Financial Information**

Schedule of Expenditures – Budget and Actual – General Fund	61-64
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Land Development Bond Fund	65
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Capital Projects Fund	66
Schedule of Expenditures – Budget and Actual – Capital Projects Fund	67

Page No.

Schedule of Revenues, Expenses, and Changes in Fund Net Position – PrairieView Golf Course Fund	68
Schedule of Operating Expenses – PrairieView Golf Course Fund	69
Assessed Valuations and Property Tax Rates, Extensions and Collections	70
Schedule of Legal Debt Margin	71

## INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners  
Byron Forest Preserve District, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Byron Forest Preserve District, Illinois, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

The prior year comparative information has been derived from the District's 2015 financial statements and in our report dated June 14, 2016, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information.

### **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 statements 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.

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Byron Forest Preserve District, Illinois, as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other-Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 13 and the Illinois Municipal Retirement Fund (IMRF) schedules, budgetary comparison information, and notes on pages 47 through 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Byron Forest Preserve District, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements on pages 52 through 60 and supplementary financial information on pages 61 through 69 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements 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 or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole. The supplementary financial information on pages 70 and 71 has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Beggin Sipp Lamm LLC*

Freeport, Illinois  
June 15, 2017

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis**  
December 31, 2016  
(Unaudited)

This section of the Byron Forest Preserve District's Annual Financial Report presents our discussion and analysis of the District's financial activities during the fiscal year ended December 31, 2016.

<b>FINANCIAL HIGHLIGHTS</b>
-----------------------------

- Net asset position and performance in total – The District's total net position at December 31, 2016 was \$13,769,693.
- Governmental activity summary – Net position for governmental activities increased by \$1,150,193 during the fiscal year.
- Business-type activity summary – Net position for business-type activities decreased by \$399,402 during the fiscal year.
- General Fund summary – The District's General Fund reported a decrease of \$120,355 in fund balance for the year.

<b>OVERVIEW OF THE FINANCIAL STATEMENTS</b>
---

The basic financial statements include two kinds of statements that present different views of the District: government-wide financial statements and fund financial statements. The basic financial statements also include notes to the financial statements.

Government-wide financial statements provide both short and long-term information about the District's overall financial status.

Fund financial statements focus on individual parts of the District government, reporting District operation in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by the required supplementary information section that further explains and supports the information in the financial statements.

In addition to all of the required financial statement elements, we have provided sections for combining statements to provide detail on non-major funds for additional supplementary information.

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Management's Discussion and Analysis (Continued)**  
December 31, 2016  
(Unaudited)

The following table summarizes the major features of the District's financial statements.

Description	Government-Wide Statements	FUND STATEMENTS	
		Governmental Funds	Proprietary Funds
Scope	Entire District government	Activities of the District that are not proprietary such as culture & recreation	Activities the District operates similar to private business such as the golf course
Required financial statements	<ul style="list-style-type: none"> <li>- Statement of net position</li> <li>- Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>- Balance sheet</li> <li>- Statement of revenues, expenditures, and changes in fund balance</li> </ul>	<ul style="list-style-type: none"> <li>- Statement of net position</li> <li>- Statement of revenues, expenses, and changes in net position</li> <li>- Statement of cash flows</li> </ul>
Accounting basis	Accrual	Modified accrual	Accrual
Measurement focus	Economic resources	Current financial resources	Economic resources
Type of assets & liability information	All assets and liabilities; both financial and capital, short and long-term	Assets expected to be used and liabilities that come due during the year or shortly thereafter; no capital assets	All assets and liabilities; both financial and capital, short and long-term
Type of inflow & outflow information	All revenues and expenses during the year regardless of when cash is received or paid	Revenues for which cash is received during the year or shortly thereafter; expenditures for goods or services that have been received and payment is due during the year or shortly thereafter	All revenues and expenses during the year regardless of when cash is received or paid

**Government-Wide Statements**

The government-wide financial statements are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns that add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to disclose bottom line results for the District and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2016  
(Unaudited)

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the District's basic services, including administration and culture & recreation. Property taxes finance the majority of these services.

The business-type activities reflect private sector type operations, where the fee for service typically covers all or most of the cost of operation, including depreciation.

**Fund Financial Statements**

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds, rather than fund types.

Governmental funds are presented on a sources and uses of liquid resources basis. This is the manner in which the budget is typically developed. Governmental funds provide a current resources (short-term) view that helps determine whether there are more or fewer current financial resources available to spend for District operations.

Proprietary funds account for services that are generally fully supported by user fees charged to customers. Proprietary funds are presented on a total economic resources basis. Proprietary fund statements, like government-wide statements, provide both short and long term financial information.

While the Total column on the Business-type Fund Financial Statements is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds Total column requires reconciliation because of the different measurement focus (current financial resources/modified accrual versus total economic resources/full accrual) which is reflected on the page following each statement.

The flow of current financial resources will reflect bonds issued, proceeds from sales of capital asset disposals, and inter-fund transfers as other financial sources as well as capital outlay expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the governmental activities column in the Government-wide financial statements.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
 December 31, 2016  
 (Unaudited)

**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

**NET POSITION**

**Statement of Net Position**

The following table reflects the condensed Statement of Net Position:

**Table 1**  
**Statement of Net Position**  
**As of December 31, 2016**  
**With Comparative Totals as of December 31, 2015**

	Governmental Activities		Business-type Activities		Total Government	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 4,102,349	4,339,496	226,433	248,735	4,328,782	4,588,231
Capital assets	12,742,796	11,723,375	4,251,759	4,623,165	16,994,555	16,346,540
<b>Total assets</b>	<b>16,845,145</b>	<b>16,062,871</b>	<b>4,478,192</b>	<b>4,871,900</b>	<b>21,323,337</b>	<b>20,934,771</b>
Deferred outflows of resources:						
Pension items - IMRF	274,191	331,676	-	-	274,191	331,676
<b>Total assets and deferred outflows of resources</b>	<b>17,119,336</b>	<b>16,394,547</b>	<b>4,478,192</b>	<b>4,871,900</b>	<b>21,597,528</b>	<b>21,266,447</b>
Other liabilities	181,851	180,686	47,330	41,636	229,181	222,322
Long-term liabilities	4,393,418	5,053,396	-	-	4,393,418	5,053,396
<b>Total liabilities</b>	<b>4,575,269</b>	<b>5,234,082</b>	<b>47,330</b>	<b>41,636</b>	<b>4,622,599</b>	<b>5,275,718</b>
Deferred inflows of resources:						
Property taxes	3,157,653	2,909,073	-	-	3,157,653	2,909,073
Pension items - IMRF	47,583	62,754	-	-	47,583	62,754
<b>Total liabilities and deferred inflows of resources</b>	<b>7,780,505</b>	<b>8,205,909</b>	<b>47,330</b>	<b>41,636</b>	<b>7,827,835</b>	<b>8,247,545</b>
<b>Net position:</b>						
Net investment in capital assets	8,753,730	7,072,639	4,251,759	4,623,165	13,005,489	11,695,804
Restricted for:						
Debt service	436,248	439,765	-	-	436,248	439,765
Capital projects	-	198,530	-	-	-	198,530
Unrestricted	148,853	477,704	179,103	207,099	327,956	684,803
<b>Total net position</b>	<b>\$ 9,338,831</b>	<b>8,188,638</b>	<b>4,430,862</b>	<b>4,830,264</b>	<b>13,769,693</b>	<b>13,018,902</b>

For more detailed information see the Statement of Net Position.

**Normal Impacts - Net Position**

There are six common (basic) types of transactions that will generally affect the comparability of the Statements of Net Position summary presentation.

Net Results Of Activities – Impacts (increases/decreases) current assets and unrestricted net position.

Borrowing For Capital – Increases current assets and long-term debt.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2016  
(Unaudited)

Spending Borrowed Proceeds On New Capital – Reduces current assets and increases capital assets. Also, an increase in investment in capital assets and an increase in related net debt will not change the net investment in capital assets.

Spending Of Non-borrowed Current Assets On New Capital – (a) Reduces current assets and increases capital assets; and (b) reduces unrestricted net position and increases net investment in capital assets.

Principal Payment On Debt – (a) Reduces current assets and reduces long-term debt; and, (b) reduces unrestricted net position and increases net investment in capital assets.

Reduction Of Capital Assets Through Depreciation – Reduces capital assets and net investment in capital assets.

**Current Year Impacts - Net Position**

Overall, the District's combined net position increased from \$13,018,902 to \$13,769,693, an increase of \$750,791. This net increase resulted primarily because of a transfer of capital assets. Net position of the District's governmental activities increased by \$1,150,193 during the year, due to the transfer of capital assets for business-type activities, and ended at \$9,338,831. The District's unrestricted net position for governmental activities, the part of net position that can be used to finance daily operations, decreased by \$328,851 and restricted net position decreased by \$202,047.

The net position of business-type activities decreased \$399,402 during the year and ended the year at \$4,430,862. Unrestricted net position, available to finance the continuing operation of its business-type activities, was \$179,103, a decrease of \$27,996. The annual operating cost of the District's business-type activities for fiscal year 2016 was \$1,418,181, an increase of \$75,497 from 2015.

**Statement of Changes In Net Position**

The following chart reflects the condensed Statement of Changes in Net Position.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
 December 31, 2016  
 (Unaudited)

**Table 2**  
**Changes in Net Position**  
**For the Fiscal Year Ended December 31, 2016**  
**With Comparative Totals for the Year Ended December 31, 2015**

	Governmental Activities		Business-type Activities		Total Government	
	2016	2015	2016	2015	2016	2015
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 217,663	232,507	956,620	928,539	1,174,283	1,161,046
General revenues:						
Property taxes	2,907,940	2,631,416	-	-	2,907,940	2,631,416
Interest	6,497	4,484	1,721	1,126	8,218	5,610
Equipment trade-ins	-	-	-	-	-	-
Bond interest refund	68,136	72,316	-	-	68,136	72,316
Other	19,171	22,508	-	-	19,171	22,508
Gain on sale of fixed assets	17,668	393	-	-	17,668	393
<b>Total revenues</b>	<b>3,237,075</b>	<b>2,963,624</b>	<b>958,341</b>	<b>929,665</b>	<b>4,195,416</b>	<b>3,893,289</b>
<b>Expenses</b>						
Culture & recreation	1,780,219	1,852,311	-	-	1,780,219	1,852,311
Interest on long-term debt	246,225	256,602	-	-	246,225	256,602
PrairieView Golf Course	-	-	1,418,181	1,342,684	1,418,181	1,342,684
<b>Total expenses</b>	<b>2,026,444</b>	<b>2,108,913</b>	<b>1,418,181</b>	<b>1,342,684</b>	<b>3,444,625</b>	<b>3,451,597</b>
Excess (deficiency) of						
Revenues over (under) expenses	1,210,631	854,711	(459,840)	(413,019)	750,791	441,692
Transfers to Prairie View Golf Course	(60,438)	(658,124)	60,438	658,124	-	-
Other transfers	-	425,235	-	(425,235)	-	-
<b>Changes in net position</b>	<b>1,150,193</b>	<b>621,822</b>	<b>(399,402)</b>	<b>(180,130)</b>	<b>750,791</b>	<b>441,692</b>
Beginning net position	8,188,638	7,566,816	4,830,264	5,010,394	13,018,902	12,577,210
<b>Ending net position</b>	<b>\$ 9,338,831</b>	<b>8,188,638</b>	<b>4,430,862</b>	<b>4,830,264</b>	<b>13,769,693</b>	<b>13,018,902</b>

**Current Year Impacts-Changes In Net Position**

**Governmental Activities**

**Revenues:**

Revenues from governmental activities total \$3,237,075, an increase of \$273,451 from prior year. Property taxes were the District's largest source of revenue at \$2,907,940 or approximately 90% of total revenue.

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Management's Discussion and Analysis (Continued)**  
December 31, 2016  
(Unaudited)

Charges for services were \$217,663 or 6.7%. Revenues from all other sources were \$111,472 or 3.4% of the total.

**Expenses:**

The expenses for governmental activities were \$2,026,444 a decrease of \$82,469 from 2015. All of the expenses were for cultural and recreational purposes. The following is a summary of the object classification of these expenses:

	<u>2016</u>		<u>2015</u>	
Personnel	\$ 1,044,146	52%	1,049,956	50%
Contractual services	252,115	12%	271,071	13%
Material & supplies	228,088	11%	274,457	13%
Depreciation	255,870	13%	256,827	12%
Interest on long-term debt	246,225	12%	256,602	12%
Total	<u>\$ 2,026,444</u>	<u>100%</u>	<u>2,108,913</u>	<u>100%</u>

**Business-Type Activities**

**Revenues:**

Revenue from business-type activities totaled \$958,341, which was \$28,676 higher than in 2015. The two major sources of business-type revenue are the charges for services \$660,105 and concessions \$296,515. Interest income on various cash balances earned \$1,721.

**Expenses:**

Expenses for business-type activities totaled \$1,418,181, as compared to \$1,342,684 in 2015. This equals an increase of \$75,497. The following is a summary of the object classification of these expenses:

	<u>2016</u>	<u>2015</u>	<u>Changes from 2015</u>
Personnel	\$ 519,116	493,801	25,315
Contractual services	109,738	112,807	(3,069)
Material & supplies	357,481	330,419	27,062
Depreciation	431,846	405,657	26,189
Total	<u>\$ 1,418,181</u>	<u>1,342,684</u>	<u>75,497</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
 December 31, 2016  
 (Unaudited)

<b>FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS</b>
---

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The governmental funds statement format presents a column for each major fund and a total column of all non-major funds.

A condensed review of the governmental funds, in total, as compared to 2015 is as follows:

	2016	2015	Changes from 2015
Revenues	\$ 3,193,271	2,891,665	301,606
Expenditures and other uses	5,323,619	4,388,064	935,555
Revenues (under) expenditures	(2,130,348)	(1,496,399)	(633,949)
Other financing resources	1,627,698	1,808,227	(180,529)
Change in Fund Balances	\$ (502,650)	311,828	(814,478)

Generally, the District's revenues are nearly the same from year to year since at least 85% of the revenues typically are from property taxes. Revenues from fees and charges decreased by \$14,844 to \$217,663. All other revenues in 2016 were \$67,668 as compared to \$27,742 in 2015, an increase of \$39,926.

Expenditures and other uses in 2016 were \$5,323,619 as compared to \$4,388,064 in 2015, an increase of \$935,555. Capital outlay increased from \$592,102 in 2015 to \$1,426,667 in 2016, an increase of \$834,565. A major change was in debt payments: principal payments increased from \$2,205,946 in 2015 to \$2,281,669 in 2016, and interest payments increased from \$232,370 in 2015 to \$236,199 in 2016. All other expenditures in 2015 were \$1,379,084 compared to \$1,357,646 in 2015, an increase of \$21,438. Other financing resources decreased by \$180,529 in 2016 compared to 2015.

The General Fund is the chief operating fund of the District. During the year ended December 31, 2016, the General Fund's unrestricted fund balance decreased from \$653,144 in 2015 to \$532,789 at December 31, 2016. This is a decrease of \$120,355 or approximately 18%. Revenues for 2016 were \$4,858 lower than in 2015. Charges & fees decreased by \$14,844.

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Management's Discussion and Analysis (Continued)**  
December 31, 2016  
(Unaudited)

General Fund expenditures were \$591,746, a decrease of \$12,922. Personnel cost increased by \$12,291 and contractual services decreased by \$17,398.

The Land Development Bond Fund, a debt service fund, reported a decrease in fund equity of \$3,517 resulting in a fund balance of \$436,248. The decrease was attributed to a larger G.O. bond.

The Capital Project Fund balance decreased by \$396,819 to a negative fund balance of \$339,370.

The Land Acquisition Capital Project Fund was previously reported as a major fund on the Governmental Funds financial statements prior to 2014. This fund was set up to account for the acquisition of preserves, which are funded through the issuance of bonds. Through 2011, this fund reported \$5,000,000 in bonds issued and \$2,772,758 in preserve acquisitions and had an ending fund balance of \$2,227,242. In 2012, the District purchased 2 parcels of land for \$566,798 and reported \$1,083,430 in construction in progress. The ending fund balance for 2012 was \$238,626. In 2013, the District obtained a loan in the amount of \$875,000 to complete the Maintenance Facility. The ending fund balance for 2016 is \$2,413.

**General Fund budgetary highlights**

General Fund	2016 Original & Final Budget	2016 Actual
<b>Revenues</b>		
Taxes	\$ 382,000	381,844
Charges & fees	202,330	217,663
Interest	1,500	4,618
Other	16,050	12,266
<b>Total revenues</b>	<b>601,880</b>	<b>616,391</b>
<b>Expenditures</b>		
Personnel	325,600	342,120
Contractual services	200,835	204,393
Material & supplies	49,950	45,233
<b>Total expenditures</b>	<b>576,385</b>	<b>591,746</b>
<b>Changes in fund balance</b>		
before transfers	\$ 25,495	24,645

Actual General Fund revenues were \$14,511 higher than originally budgeted during FY 16 and expenditures were \$15,361 higher than budgeted.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
 December 31, 2016  
 (Unaudited)

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal year 2016, the District's investment in capital assets for its governmental and business-type activities amounts to \$16,994,555 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, building improvements, equipment and vehicles. The net increase in the District's investment in capital assets for the current fiscal year was \$648,014 or 3.9% (governmental activities increased by \$1,019,421 and business-type activities decreased by \$371,407). Additional information on the District's capital assets can be found in Note 3 in the Notes to Financial Statements of this report.

**Table 3**  
**Net Capital Assets**  
 (net of depreciation)

	Governmental Activities		Business-type Activities		Total Government	
	2016	2015	2016	2015	2016	2015
Land	\$ 7,342,153	7,342,153	216,000	216,000	7,558,153	7,558,153
Construction in progress	1,590,513	350,049	-	-	1,590,513	350,049
Land improvements	514,506	561,750	624,618	754,965	1,139,124	1,316,715
Buildings & improvements	3,038,836	3,169,269	2,694,318	2,792,818	5,733,154	5,962,087
Equipment	231,419	254,866	699,935	838,521	931,354	1,093,387
Vehicles	25,369	45,288	16,888	20,862	42,257	66,150
<b>Total</b>	<b>\$ 12,742,796</b>	<b>11,723,375</b>	<b>4,251,759</b>	<b>4,623,166</b>	<b>16,994,555</b>	<b>16,346,541</b>

The District expended \$9,224 for land improvements, \$95,276 for equipment and 15,098 for building improvements in 2016. The District disposed of governmental and golf course equipment and vehicles of \$69,369 in 2016. The district had an increase in construction in progress of \$1,240,464.

**Long-Term Debt**

The District's outstanding debt at December 31, 2016 was \$4,393,418. This debt is comprised of \$3,545,000 in G.O. bonds, \$444,066 in loans & leases, and \$404,352 in unpaid vacation, comp time, and pension liability. The District's aggregate indebtedness is subject to a statutory limitation by the State of Illinois of 2.3% of its equalized assessed value. At December 31, 2016, the statutory limit of the District was \$14,687,165. The District's net debt applicable to limit was \$3,552,818, leaving a legal debt margin of \$11,134,347. Additional information on the District's long-term debt can be found in Note 5 in the Notes to Financial Statements of this report.



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2016  
(Unaudited)

**ECONOMIC FACTORS**

The District's finances are primarily controlled by the growth of the real property assessed value, since approximately 90% of the District's non-business revenues are from property tax. A significant factor in the anticipated future property tax revenues is associated with the assessed value of Exelon's Byron Nuclear Plant.

The District, along with 11 other governmental agencies, was entered into an agreement with Exelon establishing the equalized assessed value of the Byron Station for 3 years. This agreement provided that the equalized assessed value for 3 tax years were as follows: 2009 - \$460,000,000; 2010 - \$470,000,000 and 2011 - \$480,000,000. This agreement has not been renewed, therefore the Ogle County Assessor has assessed a valuation of \$499,000,000 for tax year 2012, \$509,000,000 for tax year 2013, and then was reassessed at \$482,400,000 for tax year 2014 & 2015. The assessed valuation was increased to \$546,000,000 for tax year 2016.

In January 2010, the District issued \$5,000,000 of Build America Bonds for the purpose of purchasing additional land. The interest on the Build America Bonds is taxable, but the U.S. Government reimburses the District for 35% of the interest paid.

The District's business-type operation operated in the red during 2015, 2014 and 2013. Prairie View Golf Course had a net operating loss of \$461,561 during 2016 and \$414,145 during 2015. Prairie View has taken steps to reduce the operating loss for 2017 i.e. by replacing full time workers with benefits that left with seasonal workers, booking more outings, offering more season pass options, and increasing concessions revenues by offering an expanded menu, repricing outing food options, and hiring entertainment during the summer. The number of booked outings has increased, but the economy and weather are major factors that influence the Golf Course's profitability.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Todd Tucker, Executive Director, 7993 North River Road, Byron, IL 61010.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

**Statement of Net Position**

December 31, 2016

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>Assets:</b>			
Cash & cash equivalents:			
Pooled	\$ 344,595	62,624	407,219
Non-pooled	7,060	8,021	15,081
Investments:			
Pooled	526,314	95,648	621,962
Non-pooled	-	14,631	14,631
Receivables:			
Taxes receivable	3,157,653	-	3,157,653
Other receivables	-	2,142	2,142
Health insurance deposit	59,000	-	59,000
Prepaid items	7,727	974	8,701
Inventories	-	42,393	42,393
Capital assets not being depreciated	8,932,666	216,000	9,148,666
Capital assets (net of accumulated depreciation)	3,810,130	4,035,759	7,845,889
<b>Total assets</b>	<b>16,845,145</b>	<b>4,478,192</b>	<b>21,323,337</b>
<b>Deferred Outflows of Resources:</b>			
Pension items - IMRF	274,191	-	274,191
<b>Total assets and deferred outflows of resources</b>	<b>17,119,336</b>	<b>4,478,192</b>	<b>21,597,528</b>
<b>Liabilities:</b>			
Accounts payable	15,836	6,425	22,261
Accrued liabilities	35,611	11,414	47,025
Accrued interest payable	103,451	-	103,451
Unearned fee revenue	-	29,491	29,491
Unamortized bond premium	26,953	-	26,953
Noncurrent liabilities:			
Due within one year	739,733	-	739,733
Due in more than one year	3,653,685	-	3,653,685
<b>Total liabilities</b>	<b>4,575,269</b>	<b>47,330</b>	<b>4,622,599</b>
<b>Deferred Inflows of Resources:</b>			
Property taxes	3,157,653	-	3,157,653
Pension items - IMRF	47,583	-	47,583
<b>Total liabilities and deferred inflows of resources</b>	<b>7,780,505</b>	<b>47,330</b>	<b>7,827,835</b>
<b>Net Position:</b>			
Net investment in capital assets	8,753,730	4,251,759	13,005,489
Restricted for:			
Debt service	436,248	-	436,248
Unrestricted	148,853	179,103	327,956
<b>Total Net Position</b>	<b>\$ 9,338,831</b>	<b>4,430,862</b>	<b>13,769,693</b>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Statement of Activities**  
For the Year Ended December 31, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
<b>Governmental activities:</b>							
Culture & recreation	\$ 1,780,219	217,663	-	-	(1,562,556)	-	(1,562,556)
Interest on long-term debt	246,225	-	-	-	(246,225)	-	(246,225)
Total governmental activities	<u>2,026,444</u>	<u>217,663</u>	<u>-</u>	<u>-</u>	<u>(1,808,781)</u>	<u>-</u>	<u>(1,808,781)</u>
<b>Business-type activities:</b>							
PrairieView Golf Course	1,418,181	956,620	-	-	-	(461,561)	(461,561)
Total business-type activities	<u>1,418,181</u>	<u>956,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(461,561)</u>	<u>(461,561)</u>
<b>Total</b>	<u>\$ 3,444,625</u>	<u>1,174,283</u>	<u>-</u>	<u>-</u>	<u>(1,808,781)</u>	<u>(461,561)</u>	<u>(2,270,342)</u>
<b>General revenues:</b>							
Property taxes					\$ 2,907,940	-	2,907,940
Interest					6,497	1,721	8,218
Bond interest refund					68,136	-	68,136
Other					19,171	-	19,171
Gain on sale of fixed assets					17,668	-	17,668
<b>Transfers:</b>							
Contribution of capital assets to Prairie View Golf Course					(60,438)	60,438	-
<b>Total general revenues and transfers</b>					<u>2,958,974</u>	<u>62,159</u>	<u>3,021,133</u>
<b>Change in net position</b>					1,150,193	(399,402)	750,791
<b>Net position:</b>							
Beginning					8,188,638	4,830,264	13,018,902
Ending					<u>\$ 9,338,831</u>	<u>4,430,862</u>	<u>13,769,693</u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Balance Sheet  
**Governmental Funds**  
December 31, 2016

	General Fund	Land Development Bond Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets:</b>					
Cash & cash equivalents					
Pooled	\$ 60,699	172,612	6,658	104,626	344,595
Non-pooled	4,647	-	-	2,413	7,060
Investments					
Pooled	92,709	263,636	10,170	159,799	526,314
Property taxes receivable, net	398,500	2,383,153	-	376,000	3,157,653
Other receivable	-	-	-	-	-
Health insurance deposit	59,000	-	-	-	59,000
Prepaid items	4,484	-	3,243	-	7,727
Due from other funds	345,000	-	-	-	345,000
Due from employees	-	-	-	-	-
<b>Total assets</b>	<b>965,039</b>	<b>2,819,401</b>	<b>20,071</b>	<b>642,838</b>	<b>4,447,349</b>
<b>Liabilities:</b>					
Accounts payable	11,261	-	3,535	1,040	15,836
Accrued payroll liabilities	22,489	-	10,906	2,216	35,611
Due to other funds	-	-	345,000	-	345,000
Total liabilities	<b>33,750</b>	<b>-</b>	<b>359,441</b>	<b>3,256</b>	<b>396,447</b>
<b>Deferred Inflows of Resources:</b>					
Property taxes	398,500	2,383,153	-	376,000	3,157,653
<b>Total liabilities and deferred inflows of resources</b>	<b>432,250</b>	<b>2,383,153</b>	<b>359,441</b>	<b>379,256</b>	<b>3,554,100</b>
<b>Fund balances:</b>					
Nonspendable:					
Prepaid items	4,484	-	3,243	-	7,727
Restricted for:					
Special revenue funds	-	-	-	261,169	261,169
Debt service fund	-	436,248	-	-	436,248
Committed to:					
Capital projects funds	-	-	-	2,413	2,413
Unassigned	528,305	-	(342,613)	-	185,692
Total fund balances	<b>532,789</b>	<b>436,248</b>	<b>(339,370)</b>	<b>263,582</b>	<b>893,249</b>
<b>Total liabilities, deferred inflows of resources, &amp; fund balances</b>	<b>\$ 965,039</b>	<b>2,819,401</b>	<b>20,071</b>	<b>642,838</b>	<b>4,447,349</b>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Reconciliation of Fund Balances of Governmental Funds to the  
Governmental Activities in the Statement of Net Position**  
December 31, 2016

**Fund balances of Governmental Funds** \$ 893,249

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

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the fund:

Capital assets	\$ 16,275,767	
Accumulated depreciation	<u>(3,532,971)</u>	12,742,796

Premiums on bonds are recognized in the current period in governmental funds but are capitalized and amortized over the life of the bond issue in the statement of net position:

Unamortized bond premium		(26,953)
--------------------------	--	----------

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

Bonds payable	(3,545,000)	
Net pension liability - IMRF	(339,634)	
Construction loan payable	(228,043)	
Capital leases payable	(216,023)	
Accrued interest payable	(103,451)	
Compensated absences	<u>\$ (64,718)</u>	(4,496,869)

Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings, and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position.

226,608

**Net position of governmental activities** **\$ 9,338,831**

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
**Governmental Funds**  
For the Year Ended December 31, 2016

	General Fund	Land Development Bond Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Property taxes	\$ 381,844	2,170,231	-	355,865	2,907,940
Charges & fees	217,663	-	-	-	217,663
Interest	4,618	592	1,065	222	6,497
Other	12,266	-	40,800	8,105	61,171
Total revenue	<u>616,391</u>	<u>2,170,823</u>	<u>41,865</u>	<u>364,192</u>	<u>3,193,271</u>
<b>Expenditures:</b>					
Current:					
Culture & recreation					
Personnel	342,120	-	370,430	262,783	975,333
Contractual services	204,393	803	15,530	69,354	290,080
Material & supplies	45,233	-	28,639	14,014	87,886
Capital outlay	-	-	1,426,667	-	1,426,667
Debt service:					
Principal	-	1,955,000	326,669	-	2,281,669
Interest	-	218,537	17,662	-	236,199
Bond issue costs	-	-	25,785	-	25,785
Total expenditures	<u>591,746</u>	<u>2,174,340</u>	<u>2,211,382</u>	<u>346,151</u>	<u>5,323,619</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	24,645	(3,517)	(2,169,517)	18,041	(2,130,348)
<b>Other financing sources (uses):</b>					
Bond proceeds	-	-	1,620,000	-	1,620,000
Bond interest refund	-	-	68,136	-	68,136
Transfers in (out)	(145,000)	-	84,562	-	(60,438)
Total other financing sources (uses)	<u>(145,000)</u>	<u>-</u>	<u>1,772,698</u>	<u>-</u>	<u>1,627,698</u>
<b>Net change in fund balances</b>	(120,355)	(3,517)	(396,819)	18,041	(502,650)
<b>Fund balances:</b>					
Beginning	653,144	439,765	57,449	245,541	1,395,899
Ending	<u>\$ 532,789</u>	<u>436,248</u>	<u>(339,370)</u>	<u>263,582</u>	<u>893,249</u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Reconciliation of the Governmental Funds Statement of Revenues,  
Expenditures, and Changes in Fund Balances to the  
Governmental Activities in the Statement of Activities**

December 31, 2016

**Net Change in Fund Balances - total governmental funds** \$ (502,650)

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

Governmental funds report capital outlays as expenditures. However, they are capitalized and depreciated in the statement of activities:

Capital asset purchases capitalized	\$ 1,299,623	
Depreciation expense	(255,870)	
Proceeds received on sale of capital assets	(42,000)	
Gain on sale of capital assets	<u>17,668</u>	1,019,421

The issuance of long-term debt is reported as an other financing source in the governmental funds but as an increase in outstanding principal in the statement of net position:

Bond proceeds		(1,620,000)
---------------	--	-------------

The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities:

Bond payments	\$ 1,955,000	
Construction loan payment	221,708	
Capital lease payments	<u>104,962</u>	2,281,670

The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities. (12)

The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities. (42,314)

Some expenses in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Change in compensated absences		(1,680)
Change in accrued interest expense		10,114
Amortization of bond premium		<u>5,644</u>

**Change in net position of governmental activities** \$ 1,150,193

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Net Position  
**Proprietary Fund - PrairieView Golf Course**  
December 31, 2016  
With Comparative Totals for December 31, 2015

	2016	2015
<b>Current Assets:</b>		
Cash & cash equivalents		
Pooled	\$ 62,624	119,786
Non-pooled	8,021	8,809
Investments		
Pooled	95,648	79,095
Non-pooled	14,631	14,587
Other receivables	2,142	948
Prepaid expenses	974	944
Inventories	42,393	24,566
Total current assets	226,433	248,735
<b>Noncurrent Assets:</b>		
Capital assets:		
Non-depreciable	216,000	216,000
Depreciable, net of accumulated depreciation	4,035,759	4,407,165
Total noncurrent assets	4,251,759	4,623,165
<b>Total Assets</b>	4,478,192	4,871,900
<b>Current Liabilities:</b>		
Accounts payable	6,425	2,226
Accrued wages	11,414	9,996
Unearned fee revenue	29,491	29,414
Total current liabilities	47,330	41,636
<b>Total Liabilities</b>	47,330	41,636
<b>Net Position:</b>		
Net investment in capital assets	4,251,759	4,623,165
Unrestricted	179,103	207,099
<b>Total Net Position</b>	\$ 4,430,862	4,830,264

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



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Revenues, Expenses, and  
Changes in Fund Net Position  
**Proprietary Fund - PrairieView Golf Course**  
For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016	2015
<b>Operating revenues:</b>		
Charges for services	\$ 660,105	637,213
Concessions	296,515	291,326
Total operating revenues	956,620	928,539
<b>Operating expenses:</b>		
Operations	986,335	937,027
Depreciation	431,846	405,657
Total operating expenses	1,418,181	1,342,684
<b>Net operating income (loss)</b>	(461,561)	(414,145)
<b>Nonoperating revenue (expense):</b>		
Interest on investments	1,721	1,126
Total nonoperating revenue (expense)	1,721	1,126
<b>Net income (loss) before transfers and other extraordinary items:</b>	(459,840)	(413,019)
<b>Transfers:</b>		
Transfers in	60,438	658,124
Transfers out	-	(425,235)
Total transfers	60,438	232,889
<b>Change in net position</b>	(399,402)	(180,130)
<b>Net position:</b>		
Beginning	4,830,264	5,010,394
Ending	\$ 4,430,862	4,830,264

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Cash Flows  
**Proprietary Fund - PrairieView Golf Course**  
December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	<u>2016</u>	<u>2015</u>
<b>Cash flows from operating activities:</b>		
Receipts from customers & users	\$ 956,697	930,425
Payments to suppliers	(482,071)	(299,268)
Payments to employees	(450,737)	(430,145)
Payments for employee benefits	(66,961)	(62,045)
Net cash provided (used) by operating activities	<u>(43,072)</u>	<u>138,967</u>
<b>Cash flows from capital financing activities:</b>		
Transfer for lease payment on golf carts	-	(172,000)
Net cash provided (used) by capital financing activities	<u>-</u>	<u>(172,000)</u>
<b>Cash flows used in investing activities:</b>		
Sale (purchase) of investments, net	(16,599)	10,997
Interest on investments	1,721	1,126
Net cash provided (used) by investing activities	<u>(14,878)</u>	<u>12,123</u>
Net increase (decrease) in cash and cash equivalents	(57,950)	(20,910)
<b>Cash and cash equivalents:</b>		
Beginning	<u>128,595</u>	<u>149,505</u>
Ending	\$ <u><u>70,645</u></u>	<u><u>128,595</u></u>
<b>Noncash capital activities:</b>		
Contributions of capital assets from government	\$ <u><u>60,438</u></u>	<u><u>658,124</u></u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Cash Flows (Continued)  
**Proprietary Fund - PrairieView Golf Course**  
December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016	2015
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>		
Operating income (loss)	\$ (461,561)	(414,145)
Adjustment to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation	431,846	405,657
Increase (decrease) from changes in assets & liabilities:		
Accounts receivable	(1,194)	221
Inventories	(17,827)	8,759
Prepaid expenses	(30)	135,996
Accounts payable	4,199	(1,018)
Accrued liabilities	1,418	1,611
Unearned fee revenues	77	1,886
<b>Net cash provided (used) by operating activities</b>	<b>\$ (43,072)</b>	<b>138,967</b>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Byron Forest Preserve District, Illinois (the District) have been prepared in conformity with U.S. generally accepted accounting principles, as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. The District was organized in 1980 under the provisions of "an act to provide for the creation and management of forest preserve districts in counties having a population of less than 3,000,000", approved June 27, 1913 as amended. The District is a separate, autonomous, special purpose taxing district governed by a five member elected Board of Commissioners. The District is a primary unit of government as defined by GASB-14.

B. Financial Reporting Entity

Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The District is not financially accountable for any component units or other entities.

C. Fund Accounting

The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain District functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: government and proprietary. Each category, in turn, is divided into separate fund types.

Governmental funds are used to account for all or most of a District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of capital assets (capital projects funds), and the servicing of long-term debt (debt service funds).

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued)

The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are usually provided to outside parties (enterprise funds).

D. Government-Wide and Fund Financial Statements

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

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The District reports the following major governmental funds:

The General Fund accounts for the resources devoted to finance the services traditionally associated with local government. Included in these services are general administration of the District and financial management. Any other activity for which a special fund has not been created is accounted for in the general fund.

The Land Development Bond Fund (Debt Service Fund) accounts for the periodic payment of principal and interest on the non-referendum general obligation bond payments.

The Capital Projects Fund accounts for major capital expenditures not financed by enterprise funds.

The District reports the following major proprietary fund:

The PrairieView Golf Course Fund accounts for revenues and cost of operations of the District's golf course. These operations are financed similar to a private business enterprise; the intent is that the cost of the service is financed by user charges and the activities be measured on a net income basis.

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

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

Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants, contributions and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Non-operating revenue/expenses are incidental to the operations of these funds.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The revenues susceptible to accrual are property taxes. Fees, admissions and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible-to-accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible-to-accrual criteria are met.

The District reports deferred inflows of resources on its financial statements for property taxes, levied in the current year to finance the subsequent year's budget, since they do not meet both the "measurable" and "available" criteria for revenue recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the deferred inflows of resources are removed from the financial statements and revenue is recognized.

F. Cash and Cash Equivalents

For purposes of reporting cash flows, the District considers all demand deposits and highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investments with a maturity of one year or less and all non-negotiable certificates of deposits are recorded at cost or amortized cost. All other investments are recorded at fair value.

H. Inventory

Inventory is recorded at cost using the first-in/first-out (FIFO) method of valuation. Inventory is recorded in proprietary funds only. Inventory in the governmental funds is determined to be immaterial to the financial statements.

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

J. Property Taxes

The District annually establishes a legal right to revenue from property tax assessments upon enactment of a tax levy ordinance by its Board of Commissioners. Property taxes are recognized as a receivable at the time they are levied. Revenue from property taxes is recognized as the taxes are collected in the year intended to finance or when they become available to be used to pay liabilities of the current period, generally considered to be within sixty days after year-end.

Revenue from those taxes which are not considered available is reported as a deferred inflow of resources.

The property tax calendar for the 2015 tax levy is as follows:

Lien Date	January 1, 2015
Levy Date	November 16, 2015
Tax Bills Mailed (at least 30 days prior to first installment due date)	
First Installment Due	June 17, 2016
Second Installment Due	September 2, 2016



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Property Taxes (Continued)

Property taxes are billed and collected by the County Treasurer of Ogle County, Illinois. The 2016 tax levy, which attached as an enforceable lien on property as of January 1, 2016, has been recorded as a receivable as of December 31, 2016 as the tax was levied in December 2016. However, since the tax will not be received within 60 days, the entire levy is also recorded as a deferred inflow of resources.

The District's 2015 tax rates per \$100 of assessed valuation together with the related maximum tax rates are as follows:

Type of Levy	Rate Per \$100 of Assessed Valuation	
	Rate	Legal Maximum
District		
General	0.05982	0.06000
Audit	0.00219	0.00500
Insurance	0.01879	None
IMRF	0.01597	None
Unemployment	0.00157	None
Workers' Compensation Insurance	0.00392	None
Social Security	0.01331	None
Bond	<u>0.33999</u>	None
 TOTAL DISTRICT	 <u>0.45556</u>	

K. Capital Assets

Capital assets, which include property, plant, equipment and vehicles, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 (all amounts not rounded) with an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
 December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Capital Assets (Continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	20-25
Buildings & improvements	20-50
Equipment	5-15
Vehicles	5-8

L. Compensated Absences

Employees earn vacation based upon their length of service. Such pay is expensed when paid by the District. In the event of termination, an employee is paid for accumulated vacation days. The total liability for these compensated absences will be payable from future resources and is recorded in long-term debt.

M. Short-Term Interfund Receivables/Payables

During the course of operations, a few transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans, if any, are classified as interfund receivables/payables.

N. Fund Equity/Net Position

Fund balances for the governmental funds are reported in classifications that comprise a hierarchy based on the extent to which the government honors constraints on the specific purposes for which amounts in those funds can be spent.

The non-spendable classification contains amounts not in spendable form or legally or contractually required to be maintained intact.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Fund Equity/Net Position (Continued)

Restricted amounts contain restraints on their use externally imposed by creditors, grantors, contributors, or law or regulation of other governments; or imposed by law through constitutional provisions or enabling legislation. The District reports restricted fund balance amounts for the debt service fund and special revenue funds imposed by tax levies.

Committed amounts can only be used for specific purposes imposed by formal action of the government's highest level of decision-making authority. The highest level of decision-making authority is the District's Board of Commissioners, and it takes an ordinance, resolution, or formal vote of approval to establish a fund balance commitment. Capital projects fund balances are reported as committed based on the Budget & Appropriation Ordinance.

Amounts intended to be used for specific purposes are assigned. Assignments should not cause deficits in the unassigned fund balance. The District did not have any assigned fund balances at the end of the year.

Unassigned fund balance is the residual classification for the general fund and is used for any deficit fund balances.

When both restricted and unrestricted resources are available for use, the District uses restricted resources first, and then unrestricted resources as they are needed. When committed, assigned, and unassigned resources are available for use, the District uses committed resources first, then assigned resources, and then unassigned resources as they are needed.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets. All other net position that does not meet the definition of "restricted" or "net investment in capital assets" is classified as unrestricted net position.

O. Deferred Outflows and Inflows of Resources

The District implemented GASB Statement 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, effective with the December 31, 2012 financial statements, and GASB Statement 65, *Items Previously Reported as Assets and Liabilities*, effective with the December 31, 2013 financial statements. GASB Statement 63 changes the title

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Deferred Outflows and Inflows of Resources (Continued)

of the "Statement of Net Assets" to the "Statement of Net Position" and also standardizes the presentation of deferred outflows of resources and deferred inflows of resources. Under GASB Statements 63 and 65, certain items previously reported as assets are now reported as deferred outflows of resources in a separate section following total assets, and certain items previously reported as liabilities are now reported as deferred inflows of resources in a separate section following total liabilities. In addition, GASB Statement 65 reclassifies certain assets and liabilities as current outflows of resources and inflows of resources (not deferred). The District's deferred revenue from property taxes is classified as a deferred inflow of resources. The District also has deferred inflows and outflows of resources related to pension items for IMRF.

2. DEPOSITS AND INVESTMENTS

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, public funds money market and short-term certificates of deposit with original maturities of three months or less from date of acquisition.

The District's investment policy allows funds to be invested in savings, money market accounts, certificates of deposit, Illinois Park District Liquid Asset Fund, Illinois Public Treasurer's Investment Pool and U.S. Government Securities backed by the full faith and credit of the U.S. Government.

Deposits or investments in financial institutions in excess of amounts of Federal Depository Insurance are to be collateralized with a third party for the benefit of the District. For pledged securities with a maturity in excess of one year, the market value at the time of pledging shall equal or exceed 110% of the portion of the deposit requiring collateralization.

Investments, which consist of certificates of deposit, are reported at cost, which approximates fair market value of the investment.

At December 31, 2016, the District's cash, cash equivalents and investments consisted of the following:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

2. DEPOSITS AND INVESTMENTS (Continued)

Cash & cash equivalents		
Cash on hand	\$	5,210
Demand deposits and money market		<u>417,090</u>
Total cash & cash equivalents		<u>422,300</u>
Investments		
Certificates of deposit		<u>636,593</u>
TOTAL	\$	<u><u>1,058,893</u></u>

Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not specifically address the risks attributable to the concentration of credit risk. The District's deposits were all collateralized either by FDIC or additional pledged collateral held by an independent third party. All of the District's deposits and investments are with the same bank.

The District maintains pooled checking, savings and certificate of deposit accounts to maximize interest earnings. The following is a listing of each fund's share of pooled accounts:

	<u>Checking / Savings</u>	<u>Investments</u>	<u>Total</u>
General Fund	\$ <u>60,699</u>	<u>92,709</u>	<u>153,408</u>
Enterprise Funds:			
PrairieView Golf Fund	<u>62,624</u>	<u>95,648</u>	<u>158,272</u>
Special revenue funds:			
IMRF	7,618	11,636	19,254
Social Security	18,831	28,762	47,593
Audit	2,627	4,012	6,639
Unemployment Insurance	18,589	28,390	46,979
Liability Insurance	42,441	64,822	107,263
Worker's Compensation	14,520	22,177	36,697
Land Development Bond	<u>172,612</u>	<u>263,636</u>	<u>436,248</u>
Total special revenue funds	<u>277,238</u>	<u>423,435</u>	<u>700,673</u>
Capital Projects Fund	<u>6,658</u>	<u>10,170</u>	<u>16,828</u>
TOTAL POOLED CASH	\$ <u><u>407,219</u></u>	<u><u>621,962</u></u>	<u><u>1,029,181</u></u>

The General Fund, Land Acquisition Capital Projects Fund, and Golf Fund have other small cash, checking and savings accounts.

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2016

3. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2016 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b><u>Governmental Activities</u></b>				
Capital assets not being depreciated:				
Land	\$ 7,342,153	-	-	7,342,153
Construction in progress	350,049	1,240,464	-	1,590,513
Total capital assets not being depreciated	<u>7,692,202</u>	<u>1,240,464</u>	<u>-</u>	<u>8,932,666</u>
Capital assets being depreciated:				
Land improvements	1,242,155	-	-	1,242,155
Building & improvements	4,906,754	-	-	4,906,754
Equipment	837,464	59,159	52,408	844,215
Vehicles	366,938	-	16,961	349,977
Total capital assets being depreciated	<u>7,353,311</u>	<u>59,159</u>	<u>69,369</u>	<u>7,343,101</u>
Less accumulated depreciation for:				
Land improvements	680,405	47,244	-	727,649
Building & improvements	1,737,485	130,433	-	1,867,918
Equipment	582,598	58,274	28,076	612,796
Vehicles	321,650	19,919	16,961	324,608
Total accumulated depreciation	<u>3,322,138</u>	<u>255,870</u>	<u>45,037</u>	<u>3,532,971</u>
Net capital assets being depreciated	<u>4,031,173</u>	<u>(196,711)</u>	<u>24,332</u>	<u>3,810,130</u>
Net governmental activities capital assets	<u>\$ 11,723,375</u>	<u>1,043,753</u>	<u>24,332</u>	<u>12,742,796</u>

All depreciation expense of governmental activities capital assets was for culture and recreation purposes.

	Beginning Balance	Increases	Decreases	Ending Balance
<b><u>Business-type Activities</u></b>				
Capital assets not being depreciated:				
Land	\$ 216,000	-	-	216,000
Total capital assets not being depreciated	<u>216,000</u>	<u>-</u>	<u>-</u>	<u>216,000</u>
Capital assets being depreciated:				
Land improvements	3,434,744	9,224	-	3,443,968
Building & improvements	4,032,313	15,098	-	4,047,411
Equipment	1,958,941	36,117	-	1,995,058
Vehicles	71,763	-	-	71,763
Total capital assets being depreciated	<u>9,497,761</u>	<u>60,439</u>	<u>-</u>	<u>9,558,200</u>
Less accumulated depreciation for:				
Land improvements	2,679,779	139,571	-	2,819,350
Building & improvements	1,239,496	113,597	-	1,353,093
Equipment	1,120,420	174,703	-	1,295,123
Vehicles	50,901	3,974	-	54,875
Total accumulated depreciation	<u>5,090,596</u>	<u>431,845</u>	<u>-</u>	<u>5,522,441</u>
Net capital assets being depreciated	<u>4,407,165</u>	<u>(371,406)</u>	<u>-</u>	<u>4,035,759</u>
Net business-type activities capital assets	<u>\$ 4,623,165</u>	<u>(371,406)</u>	<u>-</u>	<u>4,251,759</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

4. CAPITAL LEASES

In 2015, the District entered into two lease agreements for financing the acquisition of golf carts and GPS units for the PrairieView Golf Course. These lease agreements qualified as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases, the future minimum lease obligations, and the net present value of these minimum lease payments as of December 31, 2016 are as follows:

	PrairieView Golf Course	Year Ending December 31,	Governmental Activities
Asset:		2017	111,200
Equipment	\$ 598,800	2018	111,200
Less: Accumulated depreciation	<u>(134,050)</u>	Total minimum lease payments	<u>\$ 222,400</u>
Total	<u>\$ 464,750</u>	Less: amount representing interest	<u>(6,377)</u>
		Present value of minimum lease payments	<u>\$ 216,023</u>

5. LONG-TERM DEBT

A. The following is a summary of debt transactions of the District for the year ended December 31, 2016:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Beginning Balance</u>	<u>New Issues</u>	<u>Retired</u>	<u>Ending Balance</u>
G.O. Bonds - Series 2016	\$ -	1,620,000	1,620,000	-
G.O. Bonds - Series 2010B	3,880,000	-	335,000	3,545,000
Construction loan	449,751	-	221,708	228,043
Capital leases	320,985	-	104,962	216,023
Net pension liability - IMRF	339,622	12	-	339,634
Compensated absences	63,038	66,458	64,778	64,718
Total	<u>\$ 5,053,396</u>	<u>1,686,470</u>	<u>2,346,448</u>	<u>4,393,418</u>

G.O. Bonds were issued to fund the capital projects activities.

Compensated absences are paid from the general and golf funds. The construction loan and lease payments are made from the capital projects fund. All other debt is paid from the debt service fund.

The outstanding debt as of December 31, 2016 consists of the following individual amounts:

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2016

5. LONG-TERM DEBT (Continued)

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Balances 12/31/16</u>	<u>Current Portion</u>
<ul style="list-style-type: none"> <li>▪ \$5,165,000 G.O. Bonds, Series 2010B, Build America Bonds, principal due January 1, 2012 through 2025; interest rates vary 2.375% to 6.25% based on time, and are payable January 1 and July 1. 35% of the interest paid is then reimbursed to the District, after each payment is made.</li> </ul>	\$ 3,545,000	340,000
<ul style="list-style-type: none"> <li>▪ \$875,000 Construction loan, 2.4% interest payable in 4 annual installments of \$233,131 beginning June 2014 through June 2017</li> </ul>	228,043	228,043
<ul style="list-style-type: none"> <li>▪ Accumulated unpaid vacation and comp time</li> </ul>	64,718	64,718
<ul style="list-style-type: none"> <li>▪ Net pension liability - IMRF</li> </ul>	339,634	-
<ul style="list-style-type: none"> <li>▪ Lease-Purchase Agreement (1) for \$414,000 Lease term is for 48 months with rental payment due in advance; payable in 4 annual installments; final payment is due on March 1, 2018, interest rate 3.42% annum.</li> </ul>	123,623	60,772
<ul style="list-style-type: none"> <li>▪ Lease-Purchase Agreement (2) for \$184,800 Non-interest bearing lease term is for 48 months with rental payment due in advance; payable in 4 annual installments; final payment is due on April 1, 2018.</li> </ul>	<u>92,400</u>	<u>46,200</u>
<ul style="list-style-type: none"> <li>Total outstanding debt</li> </ul>	<u>\$ 4,393,418</u>	<u>739,733</u>

B. The annual requirements to amortize all debt outstanding as of December 31, 2016 including interest are as follows:

Year Ending Dec. 31,	<u>G.O. Bonds 2010B</u>		<u>Capital Leases</u>		<u>Construction Loan</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2017	\$ 340,000	193,265	106,972	4,228	228,043	5,473	675,015	202,966
2018	350,000	176,137	109,051	2,149	-	-	459,051	178,286
2019	365,000	157,358	-	-	-	-	365,000	157,358
2020	375,000	137,236	-	-	-	-	375,000	137,236
2021	390,000	115,811	-	-	-	-	390,000	115,811
2022-2026	1,725,000	217,697	-	-	-	-	1,725,000	217,697
Total	<u>\$ 3,545,000</u>	<u>997,504</u>	<u>216,023</u>	<u>6,377</u>	<u>228,043</u>	<u>5,473</u>	<u>3,989,066</u>	<u>1,009,354</u>
							Compensated absences 64,718	
							Net pension liability - IMRF 339,634	
							<u>\$ 4,393,418</u>	



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

5. LONG-TERM DEBT (Continued)

C. Legal Debt Margin

The District's aggregate indebtedness is subject to a statutory limitation by the State of Illinois of 2.3% of its equalized assessed value (EAV) of \$638,572,393. At December 31, 2016, the statutory limit for the District was \$14,687,165. The District's legal debt margin was \$11,134,347.

Effective January 1, 2015, indebtedness incurred for any purpose other than land acquisition is limited to .6% of the District's EAV, as amended from the previous limit of .3%. The total indebtedness for any purpose other than land acquisition at December 31, 2016 is \$444,066. At December 31, 2016 the .6% statutory limit for the District was \$3,831,434 which leaves a legal debt margin of \$3,387,368.

6. MAJOR TAXPAYER - EXELON

Exelon's Byron Nuclear Power Plant currently accounts for approximately 86% of the District's equalized assessed value. The Plant's assessed value of \$482,000,000 in tax year 2015 has now increased to \$546,000,000 in tax year 2016. The Plant received a 20-year renewal license in 2015 to operate the nuclear towers in Byron through 2044.

7. HEALTH INSURANCE AGREEMENT

In 2010, the District entered into an intergovernmental agreement with the Byron School District to create the Byron Health Insurance Cooperative, which provides group health insurance and coverage benefits for District employees and, if applicable their spouses and dependents, under the terms and conditions of the agreement. This agreement also required the District to contribute \$59,000 in initial reserves which is recognized as a deposit in the financial statements. The contract was renewed in July 2013 and is renewed on an annual basis.

8. RISK MANAGEMENT COOPERATIVE

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 August 1, 2004 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. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2016 through December 31, 2016:

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2016

**8. RISK MANAGEMENT COOPERATIVE (Continued)**

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<b><u>1. Property</u></b>					
All losses per occurrence	\$1,000	\$1,000,000	\$1,000,000,000/all members Declaration 11	PDRMA Reinsurers: Various	P070115
Flood/except Zones A&V	\$1,000	\$1,000,000	\$250,000,000/occurrence/annual aggregate	Reinsurers through the Public Entity	
Flood, Zones A&V	\$1,000	\$1,000,000	\$200,000,000/occurrence/annual aggregate	Property Reinsurance Program (PEPIP)	
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/occurrence/annual aggregate		
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			\$100,000,000/reported values		
Combined	\$1,000		\$500,000/\$2,500,000/non-reported values		
Service interruption	24 hours	N/A	\$25,000,000		
			<b>Other sub-limits apply - refer to coverage document</b>		
Boiler and Machinery			\$100,000,000 Equip. Breakdown		
Property damage	\$1,000	\$9,000	Property damage-included	Travelers Indemnity Co. of Illinois	BME1 0525L478
Business Income	48 hours	N/A	Included		
			<b>Other sub-limits apply - refer to coverage document</b>		
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/occurrence	National Union Fire Insurance Co.	04-766-58-14
Seasonal employees	\$1,000	\$9,000	\$1,000,000/occurrence		
Blanket bond	\$1,000	\$24,000	\$2,000,000/occurrence		
<b><u>2. Workers Compensation</u></b>					
EMPLOYERS LIABILITY	N/A	\$500,000	Statutory	PDRMA Government Entities Mutual (GEM)	WC010116
		\$500,000	\$3,500,000 Employers Liability	Safety National	GEM-0003-A16002
					SP4054429
<b><u>3. Liability</u></b>					
General	None	\$500,000	\$21,500,000/occurrence	PDRMA	
Auto Liability	None	\$500,000	\$21,500,000/occurrence	Reinsurers: GEM/Great American/Genesis	L010116
Employment Practices	None	\$500,000	\$21,500,000/occurrence		GEM-0003
Public Officials' Liability	None	\$500,000	\$21,500,000/occurrence		A16002
Law Enforcement Liability	None	\$500,000	\$21,500,000/occurrence		C501
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/occurrence		
<b><u>4. Pollution Liability</u></b>					
Liability - third party	None	\$25,000	\$5,000,000/occurrence	XL Environmental Insurance	PEC 2535805
Property - first party	\$1,000	\$24,000	\$30,000,000 3 year aggregate		
<b><u>5. Outbreak Expense</u></b>					
	24 hours	N/A	\$15,000 per day \$1 million aggregate policy limit	Great American	OB010116
<b><u>6. Information Security and Privacy Insurance with Electronic Media Liability Coverage</u></b>					
Information Security & Privacy Liability	None	\$100,000	\$2,000,000/occurrence/annual aggregate	Beazley Lloyds Syndicate	PH1533938
Privacy Notification Costs	None	\$100,000	\$500,000/occur/annual aggregate	AFB 2623/623 through the PEPIP program	
Regulatory Defense & Penalties	None	\$100,000	\$2,000,000/occur/annual aggregate		
Website Media Content Liability	None	\$100,000	\$2,000,000/occur/annual aggregate		
Cyber Extortion	None	\$100,000	\$2,000,000/occur/annual aggregate		
Data Protect. & Bus. Interrupt.	\$1,000	\$100,000	\$2,000,000/occur/annual aggregate		

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2016

8. RISK MANAGEMENT COOPERATIVE (Continued)

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<b>6. Information Security (Cont.)</b> First Party Bus. Interruption	8 hours	\$100,000	\$50,000 hourly sublimit / \$50,000 forensic expense / \$150,000 dependent business interruption		
<b>7. Volunteer Medical Accident</b>	None	\$5,000	\$5,000 medical expense of any other collectible insurance	self-insured	
<b>8. Underground Storage Tank Liability</b>	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	self-insured	
<b>9. Unemployment Compensation</b>	N/A	N/A	Statutory	member-funded	

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the Byron Forest Preserve District. Settlements have not exceeded insurance claims in each of the past three years.

As a member of PDRMA's Property/Casualty Program, the Byron Forest Preserve 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 Byron Forest Preserve District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Byron Forest Preserve District's governing body. The Byron Forest Preserve District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by PDRMA.

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

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

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2015 and the statement of revenues and expenses for the period ending December 31, 2015. The Byron Forest Preserve District's portion of the overall equity of the pool is 0.012% or \$4,865.

Assets	\$ 63,181,823
Liabilities	\$ 23,063,014
Member Balances	\$ 40,708,211
Revenues	\$ 18,585,098
Expenditures	\$ 19,500,046

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

8. RISK MANAGEMENT COOPERATIVE (Continued)

Since 95.90% 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 Net Position is impacted annually as more recent loss information becomes available.

9. EMPLOYEE RETIREMENT SYSTEMS

*IMRF Plan Description*

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The District's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

*Benefits Provided*

The District's defined benefit pension plan has two tiers. Employees hired before January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
 December 31, 2016

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

*Employees Covered by Benefit Terms*

As of December 31, 2016, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	22
Inactive Plan Members entitled to but not yet receiving benefits	21
Active Plan Members	<u>23</u>
Total	<u><u>66</u></u>

*Contributions*

As set by statute, the District's Regular Plan Members are required to contribute 4.5% 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 District's annual contribution rate for calendar year 2016 was 9.95%. For the fiscal year ended December 31, 2016, the District contributed \$92,611 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Net Pension Liability*

The District's net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions*

The following are the methods and assumptions used to determine total pension liability at December 31, 2016:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- **The Investment Rate of Return** was assumed to be 7.50%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. An IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012).

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
 December 31, 2016

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

*Actuarial Assumptions (continued)*

- **For Disabled Retirees**, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- **For Active Members**, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Return 12/31/2016</u>	<u>Projected Returns/Risk</u>	
			<u>One Year Arithmetic</u>	<u>Ten Year Geometric</u>
Equities	38.0%	7.77%	8.30%	6.85%
International Equities	17.0%	3.54%	8.45%	6.75%
Fixed Income	27.0%	4.85%	3.05%	3.00%
Real Estate	8.0%	8.97%	6.90%	5.75%
Alternatives	9.0%			
Private Equity		N/A	12.45%	7.35%
Hedge Funds		N/A	5.35%	5.25%
Commodities		N/A	4.25%	2.65%
Cash Equivalents	1.0%	N/A	2.25%	2.25%

*Single Discount Rate*

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

*Single Discount Rate (continued)*

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.78%, and the resulting single discount rate is 7.50%. The discount rate increased .01% from the prior measurement date of December 31, 2015 which used a discount rate of 7.49%.

*Changes in Net Pension Liability*

Changes in the District's net pension liability for the year ended December 31, 2016 were as follows:

	(A) Total Pension Liability	(B) Plan Fiduciary Net Position	(A) - (B) Net Pension Liability (Asset)
Balance, December 31, 2015	\$ 4,035,890	\$ 3,696,268	\$ 339,622
Changes for the year:			
Service Cost	96,433	-	96,433
Interest	299,480	-	299,480
Difference between expected and actual experience	37,833	-	-
Changes of assumptions	(5,947)	-	(5,947)
Contributions - employees	-	41,884	(41,884)
Contributions - employer	-	92,611	(92,611)
Net investment income	-	252,845	(252,845)
Benefit payments including refunds of Employee Contributions	(171,417)	(171,417)	-
Other (Net Transfer)	-	40,447	(40,447)
Net Changes	<u>256,382</u>	<u>256,370</u>	<u>12</u>
Balance, December 31, 2016	<u>\$ 4,292,272</u>	<u>\$ 3,952,638</u>	<u>\$ 339,634</u>

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate*

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate (continued)*

	1% Decrease 6.50%	Current Single Discount Rate Assumption 7.50%	1% Increase 8.50%
Total Pension Liability	\$ 4,941,846	\$ 4,292,272	\$ 3,780,421
Plan Fiduciary Net Position	3,952,638	3,952,638	3,952,638
Net Pension Liability/(Asset)	<u>\$ 989,208</u>	<u>\$ 339,634</u>	<u>\$ (172,217)</u>

*Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources*

For the year ended December 31, 2016, the District realized pension expense of \$134,937. At December 31, 2016, the District realized deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 49,456	\$ 43,033	\$ 6,423
Changes of assumptions	29,957	4,550	25,407
Net difference between projected and actual earnings on plan investments	194,778	-	194,778
Total	<u>\$ 274,191</u>	<u>\$ 47,583</u>	<u>\$ 226,608</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending December 31	Net Deferred Outflows of Resources
2017	\$ 98,707
2018	60,257
2019	60,815
2020	6,829
2021	-
Thereafter	-
Total	<u>\$ 226,608</u>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
 December 31, 2016

10. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

The District has evaluated its potential other postemployment benefits (OPEB) liability. The District provides limited health insurance coverage for its eligible retired employees until age 65, when coverage ends. There was one former employee with an employment contract where the District paid 100% of the health insurance benefits after employment but that contract ended in 2014. Besides the completed contract, former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium, and no other former employees have chosen to stay in the District's health insurance plan. Other than the one previous employment contract which has ended, there has been 0% utilization. In addition, the District does not have any current employment contracts in place where the District has agreed to pay any future postemployment health insurance costs, and the District does not intend to offer to pay for any postemployment health insurance costs for any current or future employees.

Therefore, there is no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*, and the District has no current employees with agreements for future explicit subsidies upon retirement. Consequently, the District has not recorded any post-employment benefit liability as of December 31, 2015 or 2016.

11. INDIVIDUAL FUND DISCLOSURES

The District made the following interfund transfers:

<u>FROM</u>	<u>TO</u>		
Capital Projects Fund *	Business Activities - Golf Fund *	\$	60,438
General Fund *	Capital Projects Fund *	\$	145,000

\* denotes major fund

The transfers from the Capital Projects Fund to the Golf Fund were for capital assets acquired through the Capital Projects Fund for the Prairie View Golf Course. The transfer from the General Fund to the Capital Projects Fund was to help fund capital projects.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2016

12. SUBSEQUENT EVENTS

The District has evaluated subsequent events through June 15, 2017, which was the date that these financial statements were available for issuance. Subsequent to year end, the Board of Commissioners approved an ordinance providing for the issuance of up to \$2,000,000 General Obligation Bonds, Series 2017, and providing for the levy and collection of a direct annual tax sufficient for the payment of the principal and interest.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Illinois Municipal Retirement Fund**  
 Multiyear Schedule of Changes in Net Pension Liability and Related Ratios  
 Last 10 Calendar Years  
 (schedule to be built prospectively from 2014)

Calendar year ending December 31,	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
<b>Total Pension Liability</b>										
Service Cost	\$ 96,433	\$ 94,595	92,382							
Interest on the Total Pension Liability	299,480	289,192	260,616							
Benefit Changes	-	-	-							
Difference between Expected and Actual Experience	37,833	(82,475)	76,142							
Assumption Changes	(5,947)	5,560	100,452							
Benefit Payments and Refunds	(171,417)	(159,160)	(140,204)							
Net Change in Total Pension Liability	256,382	147,712	389,388							
Total Pension Liability - Beginning	4,035,890	3,888,178	3,498,790							
Total Pension Liability - Ending (a)	<u>\$4,292,272</u>	<u>4,035,890</u>	<u>3,888,178</u>							
<b>Plan Fiduciary Net Position</b>										
Employer Contributions	\$ 92,611	\$ 91,468	92,046							
Employee Contributions	41,884	40,513	39,751							
Pension Plan Net Investment Income	252,845	18,530	212,925							
Benefit Payments and Refunds	(171,417)	(159,160)	(140,204)							
Other (Net Transfer)	40,447	(14,591)	20,208							
Net Change in Plan Fiduciary Net Position	256,370	(23,240)	224,726							
Plan Fiduciary Net Position - Beginning	3,696,268	3,719,508	3,494,782							
Plan Fiduciary Net Position - Ending (b)	<u>\$ 3,952,638</u>	<u>3,696,268</u>	<u>3,719,508</u>							
Net Pension Liability/(Asset) - Ending (a)-(b)	339,634	339,622	168,670							
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	92.09%	91.58%	95.66%							
Covered Valuation Payroll	\$ 930,764	\$ 900,280	\$ 857,286							
Net Pension Liability as a Percentage of Covered Valuation Payroll	36.49%	37.72%	19.67%							

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Illinois Municipal Retirement Fund**  
 Multiyear Schedule of Contributions  
 Last 10 Calendar Years  
 (schedule to be built prospectively from 2014)

Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2014	\$ 89,329	\$ 92,046	\$ (2,717)	857,286	10.74%
2015	91,468	91,468	-	900,280	10.16%
2016	92,611 *	92,611	-	930,764	9.95%

\* Estimated based on contribution rate of 9.95% and covered valuation payroll of \$930,764.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Schedule of Contributions**  
December 31, 2016

**Illinois Municipal Retirement Fund**  
Summary of Actuarial Methods and Assumptions  
Used in the Calculation of the 2016 Contribution Rate\*

**Valuation Date:**

Notes Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

**Methods and Assumptions Used to Determine 2016 Contribution Rates:**

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing Bodies: 10-year rolling period, Taxing bodies (Regular, SLEP, and ECO groups): 27-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 22 years for most employers (two employers were financed over 31 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	3.50%
Price Inflation	2.75% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% to 14.50% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
Mortality	For non, disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**Other Information:**

Notes There were no benefit changes during the year.

*\*Based on Valuation Assumptions used in the December 31, 2014 actuarial valuation.*

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
 Required Supplementary Information  
 Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget and Actual  
**General Fund**

For the Year Ended December 31, 2016  
 With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 382,000	381,844	(156)	370,909
Charges & fees	202,330	217,663	15,333	232,507
Interest	1,500	4,618	3,118	2,175
Other	16,050	12,266	(3,784)	15,658
Total revenues	601,880	616,391	14,511	621,249
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	325,600	342,120	(16,520)	329,829
Contractual services	200,835	204,393	(3,558)	221,791
Material & supplies	49,950	45,233	4,717	53,048
Total expenditures	576,385	591,746	(15,361)	604,668
<b>Excess (deficiency) of revenues over (under) expenditures</b>	25,495	24,645	(850)	16,581
<b>Other financing sources (uses):</b>				
Transfers in (out)	-	(145,000)	(145,000)	253,235
<b>Net change in fund balance</b>	\$ 25,495	(120,355)	(145,850)	269,816
<b>Fund balance</b>				
Beginning		653,144		383,328
Ending		\$ 532,789		653,144

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Required Supplementary Information**  
December 31, 2016

LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (at the fund level) for the General, all Special Revenue, and Capital Projects funds on the modified accrual basis with a line items basis by fund. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

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

- A. Prior to January 1, the District Executive Director submits to the Board of Commissioners a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- B. Public hearings are conducted to obtain taxpayer comments.
- C. Prior to January 1, the budget is legally enacted by Board of Commissioners action. This is the amount reported as original budget.
- D. The Board of Commissioners is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total appropriations of any fund must be approved by following the same procedures as adopting the original budget.
- E. Budgets are adopted and formal budgetary integration is employed as a management control device during the year.
- F. All budgets for these funds are adopted on a basis consistent with U.S. generally accepted accounting principles.
- G. Budgetary authority lapses at year-end.
- H. State law requires that “expenditures be made in conformity with appropriations/budget.” As under the budget act, transfers between line items, departments and funds may be made by administrative action. No budget amendments were made during the year. The level of legal control is at the fund level.
- I. The District’s expenditures exceeded appropriations in the General Fund as follows:

		<u>Expenditures</u>	<u>Appropriations</u>	<u>Excess</u>
General Fund	\$	591,746	576,385	15,361
Total	\$	<u>591,746</u>	<u>576,385</u>	<u>15,361</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Combining Balance Sheet  
**Nonmajor Governmental Funds**  
December 31, 2016

	Special Revenue						Land Acquisition	Total
	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund	Capital Projects Fund	
<b>Assets:</b>								
Cash & cash equivalents								
Pooled	\$ 7,618	42,441	18,589	14,520	18,831	2,627	-	104,626
Non-pooled	-	-	-	-	-	-	2,413	2,413
Investments	11,636	64,822	28,390	22,177	28,762	4,012	-	159,799
Property tax receivable, net	107,000	125,000	15,000	25,000	90,000	14,000	-	376,000
Total assets	<u>126,254</u>	<u>232,263</u>	<u>61,979</u>	<u>61,697</u>	<u>137,593</u>	<u>20,639</u>	<u>2,413</u>	<u>642,838</u>
<b>Liabilities:</b>								
Accounts payable	-	-	1,040	-	-	-	-	1,040
Accrued wages	-	2,216	-	-	-	-	-	2,216
Total liabilities	-	2,216	1,040	-	-	-	-	3,256
<b>Deferred inflows of resources:</b>								
Property taxes	107,000	125,000	15,000	25,000	90,000	14,000	-	376,000
Total liabilities and deferred inflows of resources	<u>107,000</u>	<u>127,216</u>	<u>16,040</u>	<u>25,000</u>	<u>90,000</u>	<u>14,000</u>	<u>-</u>	<u>379,256</u>
<b>Fund balances:</b>								
Restricted	19,254	105,047	45,939	36,697	47,593	6,639	-	261,169
Committed	-	-	-	-	-	-	2,413	2,413
Total liabilities, deferred inflows of resources, and fund balances	<u>19,254</u>	<u>105,047</u>	<u>45,939</u>	<u>36,697</u>	<u>47,593</u>	<u>6,639</u>	<u>2,413</u>	<u>263,582</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ <u>126,254</u></b>	<b><u>232,263</u></b>	<b><u>61,979</u></b>	<b><u>61,697</u></b>	<b><u>137,593</u></b>	<b><u>20,639</u></b>	<b><u>2,413</u></b>	<b><u>642,838</u></b>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
**Nonmajor Governmental Funds**  
For the Year Ended December 31, 2016

	Special Revenue						Land Acquisition	Total
	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund	Capital Projects Fund	
<b>Revenues:</b>								
Property taxes	\$ 101,941	119,941	10,021	25,023	84,961	13,978	-	355,865
Interest	11	83	48	38	37	4	1	222
Other	-	8,105	-	-	-	-	-	8,105
Total revenues	<u>101,952</u>	<u>128,129</u>	<u>10,069</u>	<u>25,061</u>	<u>84,998</u>	<u>13,982</u>	<u>1</u>	<u>364,192</u>
<b>Expenditures:</b>								
Current:								
Culture & recreation								
Personnel	92,611	69,360	14,522	-	86,290	-	-	262,783
Contractual services	-	30,993	-	24,807	-	13,400	154	69,354
Material & supplies	-	14,014	-	-	-	-	-	14,014
Total expenditures	<u>92,611</u>	<u>114,367</u>	<u>14,522</u>	<u>24,807</u>	<u>86,290</u>	<u>13,400</u>	<u>154</u>	<u>346,151</u>
<b>Net change in fund balances</b>	9,341	13,762	(4,453)	254	(1,292)	582	(153)	18,041
<b>Fund balances:</b>								
Beginning	<u>9,913</u>	<u>91,285</u>	<u>50,392</u>	<u>36,443</u>	<u>48,885</u>	<u>6,057</u>	<u>2,566</u>	<u>245,541</u>
Ending	<u>\$ 19,254</u>	<u>105,047</u>	<u>45,939</u>	<u>36,697</u>	<u>47,593</u>	<u>6,639</u>	<u>2,413</u>	<u>263,582</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
 Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget and Actual  
**IMRF Fund**

For the Year Ended December 31, 2016  
 With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 102,000	101,941	(59)	94,957
Interest	25	11	(14)	9
Total revenues	102,025	101,952	(73)	94,966
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	95,000	92,611	2,389	91,468
<b>Net change in fund balance</b>	\$ 7,025	9,341	2,316	3,498
<b>Fund balance:</b>				
Beginning		9,913		6,415
Ending		\$ 19,254		9,913

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual  
**Liability Insurance Fund**  
For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 120,000	119,941	(59)	109,998
Interest	100	83	(17)	88
Other	2,500	8,105	5,605	2,600
Total revenues	122,600	128,129	5,529	112,686
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	70,750	69,360	1,390	67,347
Contractual services	35,000	30,993	4,007	29,465
Material & supplies	8,680	14,014	(5,334)	11,590
Total expenditures	114,430	114,367	63	108,402
<b>Net change in fund balance</b>	\$ 8,170	13,762	5,592	4,284
<b>Fund balance:</b>				
Beginning		91,285		87,001
Ending		\$ 105,047		91,285

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
 Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget and Actual  
**Unemployment Insurance Fund**  
 For the Year Ended December 31, 2016  
 With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 10,000	10,021	21	10,005
Interest	50	48	(2)	44
Total revenues	10,050	10,069	19	10,049
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	10,000	14,522	(4,522)	3,607
<b>Net change in fund balance</b>	\$ 50	(4,453)	(4,503)	6,442
<b>Fund balance:</b>				
Beginning		50,392		43,950
Ending		\$ 45,939		50,392

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
 Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget and Actual  
**Worker's Compensation Fund**  
 For the Year Ended December 31, 2016  
 With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 25,000	25,023	23	24,983
Interest	50	38	(12)	37
Total revenues	25,050	25,061	11	25,020
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Contractual services	25,000	24,807	193	24,017
<b>Net change in fund balance</b>	\$ 50	254	204	1,003
<b>Fund balance:</b>				
Beginning		36,443		35,440
Ending		\$ 36,697		36,443

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual  
**Social Security Fund**  
For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 85,000	84,961	(39)	79,982
Interest	50	37	(13)	45
Total revenues	85,050	84,998	(52)	80,027
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	85,000	86,290	(1,290)	82,648
<b>Net change in fund balance</b>	<b>\$ 50</b>	<b>(1,292)</b>	<b>(1,342)</b>	<b>(2,621)</b>
<b>Fund balance:</b>				
Beginning		48,885		51,506
Ending		\$ 47,593		48,885

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual  
**Audit Fund**

For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 14,000	13,978	(22)	13,002
Interest	15	4	(11)	2
Total revenues	14,015	13,982	(33)	13,004
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Contractual services	13,000	13,400	(400)	12,500
<b>Net change in fund balance</b>	\$ 1,015	582	(433)	504
<b>Fund balance:</b>				
Beginning		6,057		5,553
Ending		\$ 6,639		6,057

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
 Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget and Actual  
**Land Acquisition Capital Projects Fund**  
 For the Year Ended December 31, 2016  
 With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Interest	\$ -	1	1	2
Total revenues	-	1	1	2
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Contractual services	120	154	(34)	110
Total expenditures	120	154	(34)	110
<b>Net change in fund balance</b>	\$ (120)	(153)	(33)	(108)
<b>Fund balance:</b>				
Beginning		2,566		2,674
Ending		\$ 2,413		2,566



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual (Continued)

**General Fund**

For the Year Ended December 31, 2016

With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Culture &amp; Recreation:</b>				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 65,375	66,938	(1,563)	63,673
Salaries - part time	11,500	11,647	(147)	11,778
Salaries - seasonal	13,000	10,540	2,460	13,875
Health Insurance	7,500	16,449	(8,949)	19,016
Total personnel	<u>97,375</u>	<u>105,574</u>	<u>(8,199)</u>	<u>108,342</u>
Contractual services:				
Public notices	1,200	1,524	(324)	1,353
Legal	12,000	19,098	(7,098)	22,771
Other professional services	5,500	6,207	(707)	8,645
Communications	16,500	18,834	(2,334)	17,941
Postage	4,025	1,373	2,652	8,994
Training & travel	7,650	7,616	34	8,286
Printing	8,500	9,255	(755)	10,519
Advertising	30,000	27,129	2,871	33,189
Natural gas	8,000	3,675	4,325	3,773
Electrical	17,500	13,303	4,197	12,642
Building repair & maintenance	8,075	8,661	(586)	9,802
Equipment repair & maintenance	2,000	1,989	11	1,305
Dues & membership	4,485	7,319	(2,834)	7,102
Uniforms	1,500	968	532	1,149
Computer repairs & support	15,800	16,712	(912)	15,569
Rental property repairs	1,500	2,509	(1,009)	2,198
Total contractual services	<u>144,235</u>	<u>146,172</u>	<u>(1,937)</u>	<u>165,238</u>
Material & supplies:				
Janitorial	1,000	534	466	1,146
Office	4,500	2,512	1,988	4,576
Motor fuel & lubrication	1,600	438	1,162	605
Hardware & small tools	\$ 150	27	123	-

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual (Continued)

**General Fund**

For the Year Ended December 31, 2016

With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Material & supplies (continued):				
Safety	\$ 500	450	50	-
Gift shop	1,000	1,036	(36)	1,018
Concessions	1,000	1,205	(205)	1,359
Bar service	1,500	2,305	(805)	4,597
Volunteer expenses	800	554	246	551
Total materials & supplies	<u>12,050</u>	<u>9,061</u>	<u>2,989</u>	<u>13,852</u>
 Total administrative	<u>253,660</u>	<u>260,807</u>	<u>(7,147)</u>	<u>287,432</u>
 <u>Board of Commissioners:</u>				
Personnel:				
Supplemental compensation	6,500	6,110	390	4,150
 Contractual services:				
Training & travel	2,500	4,840	(2,340)	3,459
Dues & membership	5,200	35	5,165	-
Miscellaneous	7,000	6,646	354	7,970
Total contractual services	<u>14,700</u>	<u>11,521</u>	<u>3,179</u>	<u>11,429</u>
 Total board of commissioners	<u>21,200</u>	<u>17,631</u>	<u>3,569</u>	<u>15,579</u>
 <u>Education/Nature:</u>				
Personnel:				
Salaries	81,525	83,236	(1,711)	80,815
Salaries - part time	63,000	66,681	(3,681)	62,289
Salaries - seasonal	13,000	21,293	(8,293)	16,243
Health Insurance	18,300	17,848	452	17,431
 Total personnel	<u>\$ 175,825</u>	<u>189,058</u>	<u>(13,233)</u>	<u>176,778</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual (Continued)

**General Fund**

For the Year Ended December 31, 2016

With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<u>Education/Nature (continued):</u>				
Contractual services:				
Professional	\$ 750	-	750	3,813
Postage	100	-	100	6
Training & travel	3,250	1,063	2,187	3,078
Advertising	1,000	1,778	(778)	493
Equipment repair & maintenance	2,450	4,771	(2,321)	5,219
Building repair & maintenance	500	4,339	(3,839)	1,675
Dues & membership	1,200	535	665	939
Natural gas	750	262	488	-
Electrical	2,900	3,027	(127)	4,245
Uniforms	1,200	969	231	852
Heritage Farm Operating	400	66	334	182
Museum displays	250	46	204	100
Total contractual services	14,750	16,856	(2,106)	20,602
Material & supplies:				
Office	450	245	205	655
Motor fuel & lubrication	250	-	250	-
Building & construction	750	167	583	801
Grain, feed & game	750	1,145	(395)	532
Nature Preschool	3,600	5,055	(1,455)	3,900
Adventure Club	500	-	500	200
Earthkeepers	150	941	(791)	1,374
Kids concert	1,000	775	225	425
Birthday parties	300	-	300	71
Field trips	450	410	40	91
Halloween on the Prairie	1,200	1,354	(154)	1,582
Summer Concerts	2,500	1,400	1,100	1,460
Summer Camps	10,000	12,034	(2,034)	10,503
Outdoor Adventure	2,500	4,009	(1,509)	6,527
Miscellaneous	-	80	(80)	1,510
Total material & supplies	24,400	27,615	(3,215)	29,631
Total education/nature	\$ 214,975	233,529	(18,554)	227,011

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual (Continued)

**General Fund**

For the Year Ended December 31, 2016

With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<u>Restoration/Management:</u>				
Personnel:				
Salaries	\$ 23,800	23,996	(196)	24,076
Salaries-full time hourly	11,100	11,117	(17)	9,876
Salaries-seasonal	4,000	-	4,000	-
Health insurance	7,000	6,265	735	6,607
Total personnel	<u>45,900</u>	<u>41,378</u>	<u>4,522</u>	<u>40,559</u>
Contractual services:				
Other professional services	7,000	4,081	2,919	4,717
Training & travel	1,500	938	562	440
Natural gas	4,000	3,188	812	3,069
Electrical	4,000	7,863	(3,863)	6,315
Building repair & maintenance	4,000	6,970	(2,970)	4,615
Vehicle repair & maintenance	1,000	940	60	692
Equipment repair & maintenance	1,500	1,327	173	1,180
Dues & membership	400	-	400	210
Uniforms	500	299	201	195
Computer support	3,250	4,238	(988)	3,089
Total contractual services	<u>27,150</u>	<u>29,844</u>	<u>(2,694)</u>	<u>24,522</u>
Materials & supplies:				
Janitorial	750	409	341	264
Office	500	294	206	513
Motor fuel & lubrication	7,000	3,918	3,082	5,660
Building & construction	1,000	990	10	698
Hardware & small tools	1,000	654	346	864
Equipment parts	2,000	1,510	490	1,076
Grain, feed & game	250	-	250	27
Safety supplies	1,000	782	218	463
Total materials & supplies	<u>13,500</u>	<u>8,557</u>	<u>4,943</u>	<u>9,565</u>
Total restoration/management	<u>86,550</u>	<u>79,779</u>	<u>6,771</u>	<u>74,646</u>
<b>Total general fund</b>	<b>\$ <u>576,385</u></b>	<b><u>591,746</u></b>	<b><u>(15,361)</u></b>	<b><u>604,668</u></b>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
 Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance  
**Land Development Bond Fund**  
 For the Year Ended December 31, 2016  
 With Comparative Totals for the Year Ended December 31, 2015

	2016	2015
	Actual	Actual
<b>Revenues:</b>		
Property tax	\$ 2,170,231	1,927,580
Interest	592	1,335
Total revenues	2,170,823	1,928,915
<b>Expenditures:</b>		
Contractual services:		
Professional services	803	802
Debt service:		
Principal	1,955,000	1,695,000
Interest	218,537	229,381
Total expenditures	2,174,340	1,925,183
<b>Net change in fund balance</b>	(3,517)	3,732
<b>Fund balance:</b>		
Beginning	439,765	436,033
Ending	\$ 436,248	439,765

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual  
**Capital Projects Fund**  
For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016			2015
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Interest	\$ 1,000	1,065	65	747
Sale of equipment / trade-ins	10,000	-	(10,000)	-
Other	-	40,800	40,800	5,000
Total revenues	<u>11,000</u>	<u>41,865</u>	<u>30,865</u>	<u>5,747</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	378,350	370,430	7,920	363,550
Contractual services	27,250	15,530	11,720	12,018
Material & supplies	33,000	28,639	4,361	30,806
Capital outlay	1,102,700	1,426,667	(323,967)	592,102
Debt service:				
Principal	344,331	326,669	17,662	494,724
Interest	-	17,662	(17,662)	19,211
Bond issue costs	24,600	25,785	(1,185)	23,050
Total expenditures	<u>1,910,231</u>	<u>2,211,382</u>	<u>(301,151)</u>	<u>1,535,461</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(1,899,231)</u>	<u>(2,169,517)</u>	<u>(270,286)</u>	<u>(1,529,714)</u>
<b>Other financing sources (uses):</b>				
Capital-related debt issued	1,620,000	1,620,000	-	1,370,000
Capital lease financing	-	-	-	598,800
Bond interest refund	68,356	68,136	(220)	72,316
Transfers in	145,000	145,000	-	172,000
Transfers out	-	(60,438)	(60,438)	(658,124)
Total other financing sources (uses)	<u>1,833,356</u>	<u>1,772,698</u>	<u>(60,658)</u>	<u>1,554,992</u>
<b>Net change in fund balance</b>	<u><u>(65,875)</u></u>	<u><u>(396,819)</u></u>	<u><u>(330,944)</u></u>	<u>25,278</u>
<b>Fund balance:</b>				
Beginning		<u>57,449</u>		<u>32,171</u>
Ending		<u><u>\$ (339,370)</u></u>		<u><u>57,449</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual  
**Capital Projects Fund**  
For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016		Variance Positive (Negative)	2015
	Original & Final Budget	Actual		Actual
<b>Culture &amp; Recreation:</b>				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 154,600	150,311	4,289	148,742
Full time hourly	133,500	143,684	(10,184)	139,108
Salaries-seasonal	25,000	22,359	2,641	13,926
Health Insurance	65,250	54,076	11,174	61,774
Total personnel	378,350	370,430	7,920	363,550
Contractual services:				
Training and travel	2,000	1,941	59	522
Natural gas	2,500	425	2,075	855
Electrical	750	833	(83)	513
Building repair & maintenance	1,500	1,211	289	666
Vehicles repair & maintenance	4,000	1,995	2,005	1,702
Equipment repair & maintenance	15,000	7,876	7,124	6,370
Uniforms	1,500	1,249	251	1,390
Total contractual services	27,250	15,530	11,720	12,018
Material & supplies:				
Motor fuel & lubrication	19,000	16,540	2,460	20,153
Building & construction	2,000	914	1,086	761
Safety supplies	2,000	3,271	(1,271)	1,935
Equipment parts	10,000	7,914	2,086	7,957
Total material & supplies	33,000	28,639	4,361	30,806
Total culture & recreation	438,600	414,599	24,001	406,374
<b>Capital outlay:</b>				
Administrative capital	69,700	40,057	29,643	80,945
Education/ Nature	886,000	1,244,869	(358,869)	403,291
Restoration & management	57,500	81,871	(24,371)	23,971
Golf maintenance	55,000	62,169	(7,169)	467,173
Clubhouse	34,500	58,139	(23,639)	274,846
Less transfers to Golf	-	(60,438)	60,438	(658,124)
Total capital outlay	1,102,700	1,426,667	(323,967)	592,102
<b>Debt service:</b>				
Principal	344,331	326,669	17,662	494,724
Interest	-	17,662	(17,662)	19,211
Bond issue costs	24,600	25,785	(1,185)	23,050
Total debt service	368,931	370,116	(1,185)	536,985
Total capital projects	\$ 1,910,231	2,211,382	(301,151)	1,535,461

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Revenues, Expenses, and Changes in Fund Net Position  
**PrairieView Golf Course Fund**  
For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016 Actual	2015 Actual
<b>Operating revenues:</b>		
Charges for services:		
Golf fees	\$ 330,932	326,620
Pro shop	95,786	76,783
Cart rental	201,131	192,781
Driving range	16,058	16,438
Other	16,198	24,591
Total charges for services	<u>660,105</u>	<u>637,213</u>
Concessions	296,515	291,326
Total operating revenues	<u>956,620</u>	<u>928,539</u>
<b>Operating expenses:</b>		
Operations	986,335	937,027
Depreciation	431,846	405,657
Total operating expenses	<u>1,418,181</u>	<u>1,342,684</u>
<b>Net operating income (loss)</b>	<u>(461,561)</u>	<u>(414,145)</u>
<b>Nonoperating revenue (expense):</b>		
Gain (loss) on disposal of capital assets	-	-
Interest on investments	1,721	1,126
Total nonoperating revenue (expense)	<u>1,721</u>	<u>1,126</u>
<b>Net income (loss) before transfers</b>	(459,840)	(413,019)
<b>Transfers:</b>		
Transfers in	60,438	658,124
Transfers out	-	(425,235)
Total transfers	<u>60,438</u>	<u>232,889</u>
<b>Change in net position</b>	(399,402)	(180,130)
<b>Net position:</b>		
Beginning	<u>4,830,264</u>	<u>5,010,394</u>
Ending	<u>\$ 4,430,862</u>	<u>4,830,264</u>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Operating Expenses  
**PrairieView Golf Course Fund**  
For the Year Ended December 31, 2016  
With Comparative Totals for the Year Ended December 31, 2015

	2016	2015
	Actual	Actual
Operating:		
Personnel:		
Salaries	\$ 452,155	431,756
Employee benefits	66,961	62,045
Total personnel	519,116	493,801
Contractual services:		
Natural gas	4,833	3,676
Electrical	30,460	28,772
Printing & advertising	28,087	29,402
Postage	304	94
Communication	3,777	3,501
Computer repairs & support	5,150	3,721
Dues & memberships	4,529	3,867
Training & travel	3,857	3,955
Equipment rental	1,289	1,658
Other professional fees	13,232	20,211
Miscellaneous	14,220	13,950
Total contractual services	109,738	112,807
Material & supplies:		
Office	1,507	1,334
Janitorial	3,136	2,909
Motor fuel & lubrication	11,483	14,290
Golf supplies	5,472	4,805
Gift shop & concession supplies	221,708	210,055
Turf maintenance	55,016	49,117
Building repair & maintenance	13,738	10,320
Equipment repair & maintenance	38,018	31,378
Other	7,403	6,211
Total material & supplies	357,481	330,419
Total operations	\$ 986,335	937,027

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Assessed Valuations and Property Tax Rates**  
**Extensions and Collections**

	2016		2015		2014	
<b>Assessed valuations*</b>	<u>\$ 638,572,393</u>		<u>\$ 637,419,747</u>		<u>\$ 665,636,142</u>	
<b>Property tax rates</b>						
	Maximum	Actual	Maximum	Actual	Maximum	Actual
Corporate	0.06000	0.05982	0.06000	0.05820	0.06000	0.05994
Bond	0.00000	0.33999	0.00000	0.30246	0.00000	0.30232
IMRF	0.00000	0.01597	0.00000	0.01490	0.00000	0.01352
Audit	0.00500	0.00219	0.00500	0.00204	0.00500	0.00180
Liability Insurance	0.00000	0.01879	0.00000	0.01726	0.00000	0.01607
Social Security	0.00000	0.01331	0.00000	0.01255	0.00000	0.01277
Unemployment Insurance	0.00000	0.00157	0.00000	0.00157	0.00000	0.00150
Workman's Comp	0.00000	0.00392	0.00000	0.00392	0.00000	0.00376
Total tax rate	0.45556		0.41290		0.41168	
<b>Property tax extensions:</b>						
Corporate		381,994		370,978		398,982
Bond		2,171,082		1,927,940		2,012,351
IMRF		101,980		94,976		89,994
Audit		13,985		13,003		11,981
Liability Insurance		119,988		110,019		106,968
Social Security		84,994		79,996		85,002
Unemployment Insurance		10,026		10,007		9,985
Workman's Comp		25,032		24,987		25,028
		<u>\$ 2,909,080</u>		<u>\$ 2,631,906</u>		<u>\$ 2,740,291</u>
<b>Property tax collections:</b>						
Corporate		381,844		370,909		398,917
Bond		2,170,231		1,927,580		2,012,016
IMRF		101,941		94,957		89,979
Audit		13,978		13,002		11,979
Liability Insurance		119,941		109,998		106,949
Social Security		84,961		79,982		84,987
Unemployment Insurance		10,021		10,005		9,984
Workman's Comp		25,023		24,983		25,023
Total levied taxes collected		<u>\$ 2,907,940</u>		<u>\$ 2,631,416</u>		<u>\$ 2,739,834</u>
Percentage of extensions collected:		<u>99.96%</u>		<u>99.98%</u>		<u>99.98%</u>

\* Assessed values are for the tax year one year earlier. For example, the assessed value for the year ended December 31, 2016 is the assessed value for tax year 2015.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Schedule of Legal Debt Margin**  
December 31, 2016

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Assessed Valuations*	\$ <u>638,572,393</u>	<u>637,419,747</u>	<u>665,636,142</u>
Statutory Debt Limitation (2.3 % of Assessed Valuation)	<u>14,687,165</u>	<u>14,660,654</u>	<u>15,309,631</u>
Amount of debt applicable to debt limit			
General obligation bonds	3,545,000	3,880,000	4,205,000
Leases payable	216,023	320,985	-
Construction loan	<u>228,043</u>	<u>449,751</u>	<u>666,660</u>
Total debt applicable to limit	3,989,066	4,650,736	4,871,660
Less: assets in debt service funds available for payment on debt	<u>436,248</u>	<u>439,765</u>	<u>436,033</u>
Net debt applicable to limit	<u>3,552,818</u>	<u>4,210,971</u>	<u>4,435,627</u>
Legal debt margin	\$ <u><u>11,134,347</u></u>	<u><u>10,449,683</u></u>	<u><u>10,874,004</u></u>

\* Assessed values are for the tax year one year earlier. For example, the assessed value for the year ended December 31, 2016 is the assessed value for tax year 2015.