

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

ANNUAL FINANCIAL REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2011**

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

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 then ended December 31, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Byron Forest Preserve District, Illinois' management. Our responsibility is to express an opinion on these financial statements based on our audit.

The prior year comparative information has been derived from the District's 2010 financial statements, which were audited by other auditors. Those auditors expressed an unqualified opinion on those financial statements in their report dated March 17, 2011.

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

In our opinion, the basic 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, 2011, and the respective changes in financial position and cash flows of its proprietary funds, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and supplementary financial information as listed in the table of contents 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

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Byron Forest Preserve District, Illinois basic financial statements. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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.

Reggie Jpp Am LLC

April 10, 2012

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis
December 31, 2011
(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, 2011.

FINANCIAL HIGHLIGHTS

- Net asset position and performance in total – The District's total net assets at December 31, 2011 were \$12,605,621.
- Governmental activity summary – Net assets for governmental activities increased by \$431,216 during the fiscal year.
- Business-type activity summary – Net assets for business-type activities decreased by \$407,186 during the fiscal year.
- General Fund summary – The District's General Fund reported an increase of \$128,612 in fund balance for the year.

OVERVIEW OF THE FINANCIAL STATEMENTS

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, 2011
(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 water department
Required financial statements	<ul style="list-style-type: none"> - Statement of net assets - Statement of activities 	<ul style="list-style-type: none"> - Balance sheet - Statement of revenues, expenditures, and changes in fund balance 	<ul style="list-style-type: none"> - Statement of net assets - Statement of revenues, expenses, and changes in net assets - Statement of cash flows
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 Assets (the "Unrestricted Net Assets") is designed to disclose bottom line results for the District and its governmental and business-type activities. This statement combines and consolidates governmental fund's 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, 2011
(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, 2011
 (Unaudited)

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE
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NET ASSETS

Statement of Net Assets

The following table reflects the condensed Statement of Net Assets:

Table 1
Statement of Net Assets
As of December 31, 2011
With Comparative Totals as of December 31, 2010

	Governmental Activities		Business-type Activities		Total Government	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$ 5,989,639	5,704,681	503,361	694,392	6,493,000	6,399,073
Capital assets	9,966,935	9,816,164	4,206,384	3,977,173	14,173,319	13,793,337
Total assets	15,956,574	15,520,845	4,709,745	4,671,565	20,666,319	20,192,410
Other liabilities	2,348,545	2,348,143	33,939	47,979	2,382,484	2,396,122
Long-term liabilities	5,218,808	5,214,697	459,406	-	5,678,214	5,214,697
Total liabilities	7,567,353	7,562,840	493,345	47,979	8,060,698	7,610,819
Net assets:						
Invested in capital assets, net of related debt	4,801,935	2,196,397	4,206,384	3,977,173	9,008,319	6,173,570
Restricted for:						
Debt service	1,873	247,429	-	-	1,873	247,429
Capital projects	2,379,239	2,211,104	-	-	2,379,239	2,211,104
Unrestricted	1,206,174	3,303,075	10,016	646,413	1,216,190	3,949,488
Total net assets	\$ 8,389,221	7,958,005	4,216,400	4,623,586	12,605,621	12,581,591

For more detailed information see the Statement of Net Assets.

Normal Impacts-Net Assets

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

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2011
(Unaudited)

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

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

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

Reduction Of Capital Assets Through Depreciation – Reduces capital assets and invested in capital assets, net of debt.

Current Year Impacts-Net Assets

Overall, the District's combined net assets increased from \$12,581,591 to \$12,605,621, an increase of \$24,030. This net increase resulted primarily because of the increase in capital assets for governmental activities. Net assets of the District's governmental activities increased by \$431,216 during the year and ended at \$8,389,221. The District's unrestricted net assets for governmental activities, the part of net assets that can be used to finance daily operations decreased by \$2,096,901 and restricted net assets decreased by \$77,421.

The net assets of business-type activities decreased \$407,186 during the year and ended the year at \$4,216,400. Unrestricted net assets, available to finance the continuing operation of its business type activities, were \$10,016, a decrease of \$636,397. The annual operating cost of the District's business-type activities for fiscal year 2011 was \$1,360,529, a decrease of \$31,916 from 2010.

Statement of Changes In Net Assets

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2011
(Unaudited)

Table 2
Changes in Net Assets
For the Fiscal Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	Governmental Activities		Business-type Activities		Total Government	
	2011	2010	2011	2010	2011	2010
Revenues						
Program revenues:						
Charges for services	\$ 153,428	140,717	864,922	1,010,759	1,018,350	1,151,476
Capital grants	-	31,432	-	-	-	31,432
General revenues:						
Property taxes	2,191,459	2,136,026	-	-	2,191,459	2,136,026
Interest	30,529	71,045	3,524	8,058	34,053	79,103
Donations / trade-ins	220,744	216,480	-	-	220,744	216,480
Tax settlement	127,339	-	-	-	127,339	-
Bond interest refund	127,320	-	-	-	127,320	-
Other	25,436	30,901	-	-	25,436	30,901
Total revenues	2,876,255	2,626,601	868,446	1,018,817	3,744,701	3,645,418
Expenses						
Culture & recreation	2,020,286	2,008,457	-	-	2,020,286	2,008,457
Interest on long-term debt	339,856	43,539	-	-	339,856	43,539
PrairieView Golf Course	-	-	1,126,396	1,109,931	1,126,396	1,109,931
Stone Quarry Recreation Park	-	-	234,133	282,514	234,133	282,514
Total expenses	2,360,142	2,051,996	1,360,529	1,392,445	3,720,671	3,444,441
Excess (deficiency) of						
Revenues over (under) expenses	516,113	574,605	(492,083)	(373,628)	24,030	200,977
Transfers in (out)	(84,897)	(62,215)	84,897	62,215	-	-
Changes in net assets	431,216	512,390	(407,186)	(311,413)	24,030	200,977
Beginning net assets	7,958,005	7,337,042	4,623,586	4,934,999	12,581,591	12,272,041
Prior year adjustments	-	108,573	-	-	-	108,573
Ending net assets	\$ 8,389,221	7,958,005	4,216,400	4,623,586	12,605,621	12,581,591

Current Year Impacts-Changes In Net Assets

Governmental Activities

Revenues:

Revenues from governmental activities total \$2,876,255, an increase of \$249,654 from prior year. Property taxes were the District's largest source of revenue at \$2,191,459 or 76% of total revenue. Property tax revenue increased by 3% from the last fiscal year mainly due to the increased valuation. Sale of equipment represents 8%, charges for services were \$153,428 or 5.3%, and the District also received the second payment of \$127,339 or 4% of total revenues from Exelon. Revenues from all other sources were \$50,207 or 2% of the total.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2010
(Unaudited)

Expenses:

The expenses for governmental activities were \$2,360,142, an increase of \$308,146 from 2010. All of the expenses were for cultural and recreational purposes. The following is a summary of the object classification of these expenses:

		<u>2011</u>		<u>2010</u>	
Personnel	\$	856,010	36%	888,877	43%
Contractual services		322,483	14%	277,738	14%
Material & supplies		651,545	28%	635,950	31%
Depreciation		190,248	8%	205,892	10%
Interest on long-term debt		339,856	14%	43,539	2%
Total	\$	<u><u>2,360,142</u></u>	<u><u>100%</u></u>	<u><u>2,051,996</u></u>	<u><u>100%</u></u>

Business-Type Activities

Revenues:

Revenue from business-type activities totaled \$868,446, which was \$150,371 lower than in 2010. The two major sources of business-type revenue are the charges for services \$660,058 and concessions \$204,864. Interest income on various cash balances earned \$3,524.

Expenses:

Expenses for business-type activities totaled \$1,360,529, as compared to \$1,392,445 in 2010. This equals a decrease of \$31,916. The following is a summary of the object classification of these expenses:

		<u>2011</u>	<u>2010</u>	<u>Changes from 2010</u>
Personnel	\$	539,647	560,420	(20,773)
Contractual services		111,993	161,399	(49,406)
Material & supplies		343,798	350,376	(6,578)
Depreciation		365,091	320,250	44,841
Total	\$	<u><u>1,360,529</u></u>	<u><u>1,392,445</u></u>	<u><u>(31,916)</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2011
(Unaudited)

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

The governmental funds statements presented have been changed in format from columns by fund type to columns of each major fund and a total column of all non-major funds, but the financial data is reported on the same basis i.e. modified accrual as in the past.

A condensed review of the governmental funds, in total, as compared to 2010 is as follows:

	<u>2011</u>	<u>2010</u>	<u>Changes from 2010</u>
Revenues	\$ 2,759,265	2,653,240	106,025
Expenditures and other uses	<u>3,469,755</u>	<u>6,775,757</u>	<u>3,306,002</u>
Revenues (under) expenditures	(710,490)	(4,122,517)	3,412,027
Other financing resources	957,423	6,896,293	(5,938,870)
Change in Net Assets	<u>\$ 246,933</u>	<u>2,773,776</u>	<u>(2,526,843)</u>

Generally, the District's revenues are nearly the same from year to year since approximately 80% of the revenues typically are from property taxes. Between 2010 and 2011, total revenues increased by \$106,025. Revenues from fees and charges increased by \$13,585 to \$160,133. The District received \$230,127 for sale of equipment, an increase of \$11,509 from 2010. All other revenues in 2011 were \$177,546 as compared to \$152,048 in 2010, an increase of \$25,498.

Expenditures and other uses in 2011 were \$3,469,755 as compared to \$6,775,757 or a decrease of \$3,306,002. Capital outlay decreased from \$3,444,096 in 2010 to \$862,345 in 2011, a decrease of \$2,581,751. A major change was in debt payments: principal payments decreased from \$1,815,975 in 2010 to \$915,000 in 2011, while interest payments increased from \$43,539 in 2010 to \$377,734 in 2011. All other expenditures in 2011 were \$1,314,676 compared to \$1,276,092 in 2010, a decrease of \$38,584. Other financing resources decreased by \$5,757,680 in 2011 due to Build America Bonds issued for purchase of capital assets in 2010.

The General Fund is the chief operating fund of the District. During the year ended December 31, 2011, the General Fund's unrestricted fund balance increased from \$412,235 in 2010 to \$540,847 at December 31, 2011. This is an increase of \$128,612 or 31%. Revenues for 2011 were \$87,251 higher than in 2010. The increase in revenues was due to a tax settlement of \$127,339. Interest income decreased by \$46,842.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2011
(Unaudited)

General Fund expenditures were \$559,752, a decrease of \$6,758. Personnel cost increased by \$7,461 and contractual services decreased by \$7,778.

The Land Development Bond Fund, a debt service fund, reported an increase in fund equity of \$202,949 resulting in a fund balance of \$450,378. The increase was attributed to property tax revenue.

The Capital Project Fund balance increased by \$146,597 to a positive fund balance of \$151,997. The primary reason for the increase was the issuance of new bonds.

The other major fund reported on the Governmental Funds financial statements is the new Land Acquisition Capital Project Fund. This fund was set up to account for the acquisition of preserves, which are funded through the issuance of bonds. This fund reported \$5,000,000 in bonds issued in 2010 and \$2,772,758 in preserve acquisitions and had an ending fund balance of \$2,227,242. In 2011, the District purchased five acres of land for \$183,717.

General Fund budgetary Highlights

General Fund	FY 11 Original & Final Budget	FY 11 Actual
Revenues		
Taxes	\$ 382,000	381,740
Charges & fees	158,200	160,133
Grants	-	-
Tax settlement	127,339	127,339
Interest	5,000	1,714
Other	3,361	17,438
Total revenues	675,900	688,364
Expenditures		
Personnel	303,778	299,424
Contractual services	205,015	214,108
Material & supplies	52,300	46,220
Total expenditures	561,093	559,752
Changes in fund balance	\$ 114,807	128,612

Actual General Fund revenues were \$12,464 higher than originally budgeted during FY 11 and expenditures were \$1,341 lower than budgeted.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
 December 31, 2011
 (Unaudited)

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2011, the District's investment in capital assets for its governmental and business-type activities amounts to \$14,173,319 (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 \$379,982 or 2.75% (governmental activities increased by \$150,771 and business-type activities increased by \$229,211). 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	
	2011	2010	2011	2010	2011	2010
Land	\$ 6,231,668	5,760,818	760,044	760,044	6,991,712	6,520,862
Land improvements	693,474	659,551	1,780,127	1,909,301	2,473,601	2,568,852
Buildings & improvements	2,588,477	2,987,218	1,059,239	1,121,363	3,647,716	4,108,581
Equipment	310,437	229,986	588,986	160,483	899,423	390,469
Vehicles	142,879	178,591	17,988	25,982	160,867	204,573
Total	\$ 9,966,935	9,816,164	4,206,384	3,977,173	14,173,319	13,793,337

The District expended \$118,398 for land improvements, \$247,331 for buildings and building improvements, \$653,442 for equipment and \$0 for vehicles. The District disposed \$431,053 of equipment and \$200,000 in buildings.

Long-Term Debt

The District's outstanding debt at December 31, 2011 was \$5,678,214. This debt is comprised of \$5,165,000 in G.O. bonds and \$53,808 in unpaid vacation and comp time. 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, 2011, the statutory limit of the District was \$14,740,956. The District's total debt applicable to limit was \$5,165,000, leaving a legal debt margin of \$9,575,956.

The Business-type funds had outstanding debt of \$459,406 for lease agreements as of December 31, 2011. See Note 4 in the Notes to Financial Statements for more detail.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2011
(Unaudited)

ECONOMIC FACTORS

The District's finances are primarily controlled by the growth of the real property assessed value, since approximately 80% 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, has entered into an agreement with Exelon establishing the equalized assessed value of the Byron Station for 3 years. This agreement provides that the equalized assessed value for 3 tax years are as follows: 2009 - \$460,000,000; 2010 - \$470,000,000 and 2011 - \$480,000,000.

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 operations both operated in the red during 2011 and 2010. Prairie View Golf Course had a net operating loss of \$381,029 during 2011 and \$257,245 during 2010. Stone Quarry Recreational Park reported a net operating loss of \$114,578 in 2011 and \$124,441 during 2010. Prairie View has taken steps to reduce the operating loss for 2012 i.e. by reducing the number of seasonal workers. The number of booked outings has increased, but the economy and weather are major factors that influence the Golf Course's profitability. The Board has voted to close the Stone Quarry Recreational Park's operation effective 9/4/12.

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 Assets

December 31, 2011

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Cash & cash equivalents:			
Pooled	\$ 418,680	275,967	694,647
Non-pooled	291,652	13,230	304,882
Investments:			
Pooled	363,967	240,770	604,737
Non-pooled	1,945,531	14,217	1,959,748
Receivables:			
Interest receivable	2,019	-	2,019
Due from employees	1,213	-	1,213
Rent receivable	12,820	-	12,820
Taxes receivable	2,236,119	-	2,236,119
Due from other funds	68,226	(68,226)	-
Health insurance deposit	59,000	-	59,000
Prepaid - long term debt payment	448,505	-	448,505
Inventories	-	27,403	27,403
Other - net pension asset	45,342	-	45,342
Deferred charges/bond issue	96,565	-	96,565
Capital assets not being depreciated	6,231,668	760,044	6,991,712
Capital assets (net of accumulated depreciation)	3,735,267	3,446,340	7,181,607
Total assets	15,956,574	4,709,745	20,666,319
Liabilities:			
Accounts payable	38,481	1,435	39,916
Accrued liabilities	14,859	6,528	21,387
Deferred revenue	2,236,790	-	2,236,790
Deferred fee revenue	-	25,976	25,976
Unamortized bond premium	58,415	-	58,415
Noncurrent liabilities:			
Due within one year	373,808	34,204	408,012
Due in more than one year	4,845,000	425,202	5,270,202
Total liabilities	7,567,353	493,345	8,060,698
Net Assets:			
Invested in capital assets, net of related debt	4,801,935	4,206,384	9,008,319
Restricted for:			
Debt service	1,873	-	1,873
Capital projects	2,379,239	-	2,379,239
Unrestricted	1,206,174	10,016	1,216,190
Total Net Assets	\$ 8,389,221	4,216,400	12,605,621

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, 2011

		Program Revenues				Primary Government			Net (Expense) Revenue and Changes in Net Assets
		Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total	
Governmental activities:									
Culture & recreation	\$	2,020,286	153,428	-	-	(1,866,858)	-	(1,866,858)	
Interest on long-term debt		339,856	-	-	-	(339,856)	-	(339,856)	
Total governmental activities		<u>2,360,142</u>	<u>153,428</u>	<u>-</u>	<u>-</u>	<u>(2,206,714)</u>	<u>-</u>	<u>(2,206,714)</u>	
Business-type activities:									
PrairieView Golf Course		1,126,396	745,367	-	-	-	(381,029)	(381,029)	
Stone Quarry Recreation Park		234,133	119,555	-	-	-	(114,578)	(114,578)	
Total business-type activities		<u>1,360,529</u>	<u>864,922</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(495,607)</u>	<u>(495,607)</u>	
Total	\$	<u>3,720,671</u>	<u>1,018,350</u>	<u>-</u>	<u>-</u>	<u>(2,206,714)</u>	<u>(495,607)</u>	<u>(2,702,321)</u>	
General revenues:									
Property taxes	\$	2,191,459					-	2,191,459	
Interest		30,529					3,524	34,053	
Donations / trade-ins		220,744					-	220,744	
Tax settlement		127,339					-	127,339	
Bond interest refund		127,320					-	127,320	
Other		25,436					-	25,436	
Transfers:		<u>(84,897)</u>					84,897	-	
Total general revenues and transfers		<u>2,637,930</u>					88,421	2,726,351	
Change in net assets		<u>431,216</u>					(407,186)	24,030	
Net assets:									
Beginning									12,581,591
Prior period adjustment							-	-	
Ending	\$	<u>8,389,221</u>					<u>4,216,400</u>	<u>12,605,621</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, 2011

	General Fund	Land Development Bond Fund	Capital Projects Fund	Land Acquisition Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets:						
Cash & cash equivalents						
Pooled	\$ 185,658	4,212	113,993	-	114,817	418,680
Non-pooled	11,960	-	-	279,692	-	291,652
Investments						
Pooled	161,396	3,661	99,097	-	99,813	363,967
Non-pooled	-	-	-	1,945,531	-	1,945,531
Property taxes receivable	388,587	1,519,203	-	-	328,329	2,236,119
Rent receivable	12,820	-	-	-	-	12,820
Interest receivable	-	-	-	2,019	-	2,019
Health insurance deposit	59,000	-	-	-	-	59,000
Prepaid - long term debt payment	-	448,505	-	-	-	448,505
Due from other funds	151,562	-	98,442	-	-	250,004
Due from employees	1,213	-	-	-	-	1,213
Total assets	<u>972,196</u>	<u>1,975,581</u>	<u>311,532</u>	<u>2,227,242</u>	<u>542,959</u>	<u>6,029,510</u>
Liabilities:						
Accounts payable	1,603	-	12,393	-	24,485	38,481
Accrued payroll	9,096	-	4,770	-	993	14,859
Due to other funds	32,063	6,000	142,372	-	1,343	181,778
Deferred revenue	388,587	1,519,203	-	-	329,000	2,236,790
Total liabilities	<u>431,349</u>	<u>1,525,203</u>	<u>159,535</u>	<u>-</u>	<u>355,821</u>	<u>2,471,908</u>
Fund balances:						
Nonspendable:						
Prepaid items	-	448,505	-	-	-	448,505
Restricted for:						
Debt service	-	1,873	-	-	-	1,873
Special revenue funds	-	-	-	-	187,138	187,138
Committed to:						
Capital projects funds	-	-	151,997	2,227,242	-	2,379,239
Unassigned:						
General fund	540,847	-	-	-	-	540,847
Total fund balances	<u>540,847</u>	<u>450,378</u>	<u>151,997</u>	<u>2,227,242</u>	<u>187,138</u>	<u>3,557,602</u>
Total liabilities & fund balances	<u>\$ 972,196</u>	<u>1,975,581</u>	<u>311,532</u>	<u>2,227,242</u>	<u>542,959</u>	<u>6,029,510</u>

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 Assets**
December 31, 2011

Fund balances of Governmental Funds	\$	3,557,602
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Amounts reported for governmental activities in the statement of net assets are different because:

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

Capital assets	12,174,321	
Accumulated depreciation	<u>(2,207,386)</u>	9,966,935

Non-current assets are recorded as an expenditure in the funds when paid, but recorded as an asset in the statement of net assets when providing a future benefit.

Net pension asset		45,342
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Bond issuance costs and premiums on bonds are expensed in governmental funds but are capitalized and amortized in the statement of net assets:

Unamortized bond issuance costs	96,565	
Unamortized bond premium	<u>(58,415)</u>	38,150

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

Bonds payable	\$ (5,165,000)	
Compensated absences	<u>(53,808)</u>	<u>(5,218,808)</u>

Net assets of governmental activities	\$	<u>8,389,221</u>
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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, 2011

	General Fund	Land Development Bond Fund	Capital Projects Fund	Land Acquisition Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:						
Property taxes	\$ 381,740	1,504,676	-	-	305,043	2,191,459
Charges & fees	160,133	-	-	-	-	160,133
Tax settlement	127,339	-	-	-	-	127,339
Interest	1,714	2,035	2,904	22,893	983	30,529
Sale of equipment	-	-	230,127	-	-	230,127
Other	17,438	-	-	-	2,240	19,678
Total revenue	<u>688,364</u>	<u>1,506,711</u>	<u>233,031</u>	<u>22,893</u>	<u>308,266</u>	<u>2,759,265</u>
Expenditures:						
Current:						
Culture & recreation						
Personnel	299,424	-	316,294	-	244,466	860,184
Contractual services	214,108	11,028	13,504	53,231	72,144	364,015
Material & supplies	46,220	-	35,431	-	8,826	90,477
Capital outlay	-	-	678,628	183,717	-	862,345
Debt service:						
Principal	-	915,000	-	-	-	915,000
Interest	-	377,734	-	-	-	377,734
Total expenditures	<u>559,752</u>	<u>1,303,762</u>	<u>1,043,857</u>	<u>236,948</u>	<u>325,436</u>	<u>3,469,755</u>
Excess (deficiency) of revenues over (under) expenditures	<u>128,612</u>	<u>202,949</u>	<u>(810,826)</u>	<u>(214,055)</u>	<u>(17,170)</u>	<u>(710,490)</u>
Other financing sources (uses):						
Capital - related debt issued	-	-	915,000	-	-	915,000
Bond interest refund	-	-	127,320	-	-	127,320
Transfers in (out)	-	-	(84,897)	-	-	(84,897)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>957,423</u>	<u>-</u>	<u>-</u>	<u>957,423</u>
Net change in fund balances	<u>128,612</u>	<u>202,949</u>	<u>146,597</u>	<u>(214,055)</u>	<u>(17,170)</u>	<u>246,933</u>
Fund balances:						
Beginning	<u>412,235</u>	<u>247,429</u>	<u>5,400</u>	<u>2,441,297</u>	<u>204,308</u>	<u>3,310,669</u>
Ending	<u>\$ 540,847</u>	<u>450,378</u>	<u>151,997</u>	<u>2,227,242</u>	<u>187,138</u>	<u>3,557,602</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, 2011

Net Change in Fund Balances - total governmental funds	\$	246,933
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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	467,370	
Gain or (loss) on disposal of fixed assets	(126,351)	
Depreciation expense	<u>(190,248)</u>	150,771

The issuance of long-term debt provides current financial resources to governmental funds.

Capital - related debt issued	(915,000)	(915,000)
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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:

Debt payments	915,000	
Net change of other post employment liability or asset	<u>37,020</u>	952,020

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:

Increase in compensated absences		(4,111)
Bond issue costs		(37,275)
Amortization of bond premium		<u>37,878</u>

Change in net assets of governmental activities	\$	<u><u>431,216</u></u>
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The notes to the financial statements are an integral part of this statement.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Statement of Net Assets
Proprietary Fund Types
December 31, 2011
With Comparative Totals for December 31, 2010

	2011			2010
	Prairie View Golf Course	Stone Quarry Recreation Park	Total	Total
Current Assets:				
Cash & cash equivalents				
Pooled	\$ 275,967	-	275,967	325,342
Non-pooled	12,930	300	13,230	13,386
Investments				
Pooled	240,770	-	240,770	300,089
Non-pooled	14,217	-	14,217	14,217
Accounts receivable	-	-	-	1,400
Inventories	27,403	-	27,403	39,958
Due from other funds	181,009	(249,235)	(68,226)	-
Total current assets	<u>752,296</u>	<u>(248,935)</u>	<u>503,361</u>	<u>694,392</u>
Noncurrent Assets:				
Capital assets:				
Non-depreciable	216,000	544,044	760,044	760,044
Depreciable, net of accumulated depreciation	2,266,487	1,179,853	3,446,340	3,217,129
Total noncurrent assets	<u>2,482,487</u>	<u>1,723,897</u>	<u>4,206,384</u>	<u>3,977,173</u>
Total Assets	<u>3,234,783</u>	<u>1,474,962</u>	<u>4,709,745</u>	<u>4,671,565</u>
Current Liabilities:				
Accounts payable	1,435	-	1,435	11,733
Accrued wages	5,515	1,013	6,528	6,117
Capital leases payable - current	34,204	-	34,204	-
Deferred fee revenue	25,976	-	25,976	30,129
Total current liabilities	<u>67,130</u>	<u>1,013</u>	<u>68,143</u>	<u>47,979</u>
Noncurrent Liabilities:				
Capital leases payable	425,202	-	425,202	-
Total noncurrent liabilities	<u>425,202</u>	<u>-</u>	<u>425,202</u>	<u>-</u>
Total Liabilities	<u>492,332</u>	<u>1,013</u>	<u>493,345</u>	<u>47,979</u>
Net Assets:				
Invested in capital assets, net of related debt	2,482,487	1,723,897	4,206,384	3,977,173
Unrestricted	259,964	(249,948)	10,016	646,413
Total Net Assets	<u>\$ 2,742,451</u>	<u>1,473,949</u>	<u>4,216,400</u>	<u>4,623,586</u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Statement of Revenue, Expenses and
Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	PrairieView Golf Course	Stone Quarry Recreation Park	Total	Total
Operating revenues:				
Charges for services	\$ 563,331	96,727	660,058	763,134
Concessions	182,036	22,828	204,864	247,625
Total operating revenues	745,367	119,555	864,922	1,010,759
Operating expenses:				
Operations	838,072	157,366	995,438	1,072,195
Depreciation	288,324	76,767	365,091	320,250
Total operating expenses	1,126,396	234,133	1,360,529	1,392,445
Operating income (loss)	(381,029)	(114,578)	(495,607)	(381,686)
Nonoperating revenue (expense):				
Interest on investments	3,524	-	3,524	8,058
Total nonoperating revenue (expense)	3,524	-	3,524	8,058
Net income before transfers	(377,505)	(114,578)	(492,083)	(373,628)
Transfers:				
Transfers in	84,897	-	84,897	80,441
Transfers out	-	-	-	(18,226)
Total transfers	84,897	-	84,897	62,215
Change in net assets	(292,608)	(114,578)	(407,186)	(311,413)
Net assets:				
Beginning	3,035,059	1,588,527	4,623,586	4,934,999
Ending	\$ 2,742,451	1,473,949	4,216,400	4,623,586

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Statement of Cash Flows
Proprietary Funds
December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Prairie View Golf Course	Stone Quarry Recreation Park	Total	Total
Cash flow from operating activities:				
Receipts from customers & users	\$ 741,214	119,555	860,769	1,003,603
Payments to suppliers	(373,740)	(78,394)	(452,134)	(509,778)
Payments to employees	(388,600)	(72,419)	(461,019)	(508,955)
Payments for employee benefits	(69,255)	(8,962)	(78,217)	(50,601)
Net cash provided (used) by operating activities	(90,381)	(40,220)	(130,601)	(65,731)
Cash flows from noncapital financing activities:				
Loans from (to) other funds	28,006	40,220	68,226	-
Net cash provided (used) by noncapital financing activities	28,006	40,220	68,226	-
Cash flows from capital financing activities:				
Capital lease payment	(50,000)	-	(50,000)	-
Net cash provided (used) by capital financing activities	(50,000)	-	(50,000)	-
Cash flows used in investing activities:				
Sale (purchase) of investments, net	59,320	-	59,320	39,524
Interest on investments	3,524	-	3,524	8,058
Net cash provided (used) by investing activities	62,844	-	62,844	47,582
Net increase (decrease) in cash and cash equivalents	(49,531)	-	(49,531)	(18,149)
Cash and cash equivalents:				
Beginning	338,428	300	338,728	366,358
Ending	\$ 288,897	300	289,197	348,209
Noncash capital activities:				
Contributions of capital assets from government	\$ 84,897	-	84,897	80,441
Borrowing under capital lease	\$ 459,406	-	459,406	-

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Statement of Cash Flows
Proprietary Funds
December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Prairie View Golf Course	Stone Quarry Recreation Park	Total	Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (381,029)	(114,578)	(495,607)	(381,686)
Adjustment to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation	288,324	76,767	365,091	320,250
Changes in assets & liabilities:				
(Increase) decrease in:				
Accounts receivable	1,400	-	1,400	-
Inventories	12,555	-	12,555	(8,305)
Increase (decrease) in:				
Accounts payable	(7,872)	(2,426)	(10,298)	10,302
Accrued liabilities	394	17	411	864
Deferred fee revenues	(4,153)	-	(4,153)	(7,156)
Net cash provided (used) by operating activities	\$ (90,381)	(40,220)	(130,601)	(65,731)

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2011

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, 2011

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). Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds*, the District has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for its enterprise funds.

D. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the 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 not properly 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, 2011

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 Project Fund accounts for major capital expenditures not financed by enterprise funds.

The Capital Project Land Acquisition Fund accounts for bonds issued for the purpose of acquiring land preserves.

The District reports the following major proprietary funds:

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.

The Stone Quarry Recreation Fund accounts for revenues and cost of operations of the District's recreation park. 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.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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. Nonoperating revenue/expenses are incidental to the operations of these funds.

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 revenue on its financial statements. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" or "earned" criteria for recognition in the current period.

Deferred revenues also arise when resources are received by the District before it has a legal claim to them as when grant monies are received prior to the incurrences of qualifying expenditures.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is 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.

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. 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 deferred.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Property Taxes (Continued)

The property tax calendar for the 2010 tax levy is as follows:

Lien Date	January 1, 2010
Levy Date	November 15, 2010
Tax Bills Mailed (at least 30 days prior to first installment due date)	
First Installment Due	June 3, 2011
Second Installment Due	September 2, 2011

Property taxes are billed and collected by the County Treasurer of Ogle County, Illinois. The 2011 tax levy, which attached as an enforceable lien on property as of January 1, 2011, has been recorded as a receivable as of December 31, 2011 as the tax was levied in December 2011. However, since the tax will not be received within 60 days, the entire levy is also recorded as deferred revenue.

The District's 2010 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	0.05960	0.6000
Audit	0.00265	0.0050
Insurance	0.01404	None
IMRF	0.01014	None
Unemployment	0.00218	None
Workers' Compensation Insurance	0.00312	None
Social Security	0.01560	None
Bond	<u>0.23492</u>	None
TOTAL DISTRICT	<u>0.34225</u>	

J. 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.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets (Continued)

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.

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 is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	25
Buildings & improvements	20-50
Equipment	5-15
Vehicles	5-8

K. 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.

L. 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.

M. Fund Equity/Net Assets

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, 2011

M. Fund Equity/Net Assets (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. 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. Amounts intended to be used for specific purposes are assigned. Assignments should not cause deficits in the unassigned fund balance. Unassigned fund balance is the residual classification for the general fund.

In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

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 are reported at cost, which approximates fair market value of the investment.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

2. DEPOSITS AND INVESTMENTS (Continued)

At December 31, 2011, the District's cash, cash equivalents and investments consisted of the following:

Cash & cash equivalents	
Cash on hand	\$ 1,740
Demand deposits and money market	274,730
Public funds money manager	<u>723,390</u>
Total cash & cash equivalents	<u>999,860</u>
Investments	
Certificates of deposit	<u>2,564,154</u>
TOTAL	<u>\$ 3,564,014</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.

3. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<u>Governmental Activities</u>				
Capital assets not being depreciated:				
Land	\$ 5,760,818	470,850	-	6,231,668
Construction in progress	-	-	-	-
Total capital assets not being depreciated	<u>5,760,818</u>	<u>470,850</u>	<u>-</u>	<u>6,231,668</u>
Capital assets being depreciated:				
Land improvements	1,114,212	77,043	-	1,191,255
Building & improvements	4,073,758	223,367	620,850	3,676,275
Equipment	601,289	124,460	11,695	714,054
Vehicles	361,069	-	-	361,069
Total capital assets being depreciated	<u>6,150,328</u>	<u>424,870</u>	<u>632,545</u>	<u>5,942,653</u>
Less accumulated depreciation for:				
Land improvements	454,661	43,120	-	497,781
Building & improvements	1,086,540	74,358	73,100	1,087,798
Equipment	371,303	37,058	4,744	403,617
Vehicles	182,478	35,712	-	218,190
Total accumulated depreciation	<u>2,094,982</u>	<u>190,248</u>	<u>77,844</u>	<u>2,207,386</u>
Net capital assets being depreciated	<u>4,055,346</u>	<u>234,622</u>	<u>554,701</u>	<u>3,735,267</u>
Net governmental activities capital assets	<u>\$ 9,816,164</u>	<u>705,472</u>	<u>554,701</u>	<u>9,966,935</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

3. CAPITAL ASSETS (Continued)

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

	Beginning Balance	Increases	Decreases	Ending Balance
<u>Business-type Activities</u>				
Capital assets not being depreciated:				
Land	\$ 760,044	-	-	760,044
Total capital assets not being depreciated	<u>760,044</u>	<u>-</u>	<u>-</u>	<u>760,044</u>
Capital assets being depreciated:				
Land improvements	4,255,775	41,355	-	4,297,130
Building & improvements	2,138,230	23,964	-	2,162,194
Equipment	1,246,600	528,982	401,358	1,374,224
Vehicles	39,974	-	-	39,974
Total capital assets being depreciated	<u>7,680,579</u>	<u>594,301</u>	<u>401,358</u>	<u>7,873,522</u>
Less accumulated depreciation for:				
Land improvements	2,346,474	170,529	-	2,517,003
Building & improvements	1,016,867	86,088	-	1,102,955
Equipment	1,086,117	100,479	401,358	785,238
Vehicles	13,992	7,994	-	21,986
Total accumulated depreciation	<u>4,463,450</u>	<u>365,090</u>	<u>401,358</u>	<u>4,427,182</u>
Net capital assets being depreciated	<u>3,217,129</u>	<u>229,211</u>	<u>-</u>	<u>3,446,340</u>
Net governmental activities capital assets	\$ <u>3,977,173</u>	<u>229,211</u>	<u>-</u>	<u>4,206,384</u>

4. CAPITAL LEASES

During the fiscal year, the District entered into three lease agreements for financing the acquisition of various equipment for PrairieView Golf Course with a total down payment of \$50,000. These lease agreements qualify 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 are as follows:

	<u>PrairieView Golf Course</u>
Asset:	
Equipment	\$ 509,406
Less: Accumulated depreciation	<u>(48,510)</u>
Total	<u>\$ 460,896</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2011 are as follows:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

4. CAPITAL LEASES (Continued)

<u>Year Ending December 31</u>	<u>PrairieView Golf Course</u>
2012	\$ 49,999
2013	223,490
2014	<u>223,490</u>
Total minimum lease payments	\$ 496,979
Less: amount representing interest	<u>(37,573)</u>
Present value of minimum lease payments	<u>\$ 459,406</u>

5. LONG-TERM DEBT

A. The following is a summary of debt transactions of the District for the year ended December 31, 2011:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Beginning Balance</u>	<u>New Issues</u>	<u>Retired</u>	<u>Ending Balance</u>
G.O. Bonds - Series 2011	\$ -	915,000	915,000	-
G.O. Bonds - Series 2010B	5,165,000	-	-	5,165,000
Compensated absences	49,697	52,025	47,914	53,808
Total	<u>\$ 5,214,697</u>	<u>967,025</u>	<u>962,914</u>	<u>5,218,808</u>
<u>BUSINESS-TYPE ACTIVITIES</u>	<u>Beginning Balance</u>	<u>New Issues</u>	<u>Retired</u>	<u>Ending Balance</u>
Capital leases	\$ -	509,406	50,000	459,406
Total	<u>\$ -</u>	<u>509,406</u>	<u>50,000</u>	<u>459,406</u>

G.O. Bonds were issued to fund the 2011 capital projects activities.

Compensated absences are paid from the General, Golf and Stone Quarry Recreation Funds; all other debt is paid from the debt service fund.

The outstanding debt as of December 31, 2011 consists of the following individual amounts:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

5. LONG-TERM DEBT (Continued)

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Balances 12/31/11</u>	<u>Current Portion</u>
▪ \$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.	\$ 5,165,000	320,000
▪ Accumulated unpaid vacation and comp time	53,808	53,808
Total outstanding debt	\$ <u>5,218,808</u>	<u>373,808</u>
 <u>BUSINESS-TYPE ACTIVITIES</u>	 <u>Balances 12/31/11</u>	 <u>Current Portion</u>
▪ Capital leases	459,406	34,204
Total outstanding debt	\$ <u>459,406</u>	<u>34,204</u>

B. The annual requirements to amortize all debt outstanding as of December 31, 2011 including interest are as follows:

GOVERNMENTAL ACTIVITIES						
Year Ending Dec. 31,	G.O. Bonds 2010B		Compensated	Total		
	Principal	Interest	Absences	Principal	Interest	
2012	\$ 320,000	253,210	53,808	373,808	253,210	
2013	320,000	244,810	-	320,000	244,810	
2014	320,000	234,690	-	320,000	234,690	
2015	325,000	222,752	-	325,000	222,752	
2016	335,000	208,879	-	335,000	208,879	
2017-2021	1,820,000	779,806	-	1,820,000	779,806	
2022-2025	1,725,000	217,698	-	1,725,000	217,698	
Total	\$ <u>5,165,000</u>	<u>2,161,845</u>	<u>53,808</u>	<u>5,218,808</u>	<u>2,161,845</u>	

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

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. At December 31, 2011, the statutory limit for the District was \$14,740,956. The District's legal debt margin was \$9,575,956.

6. 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. The District participates in the Park District Risk Management Agency (PDRMA). PDRMA is a joint risk management pool of park and forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. Property, general liability, automobile liability, crime, boiler and machinery, public officials, employment practices liability, and worker's compensation and pollution liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2011 to December 31, 2011:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

6. RISK MANAGEMENT COOPERATIVE (Continued)

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<u>1. Property</u>					
Property/Bldg/Contents	\$1,000		\$1,000,000,000/all members Declaration 11	PDRMA	P070110
all losses per occurrence		\$1,000,000		Reinsurers:	
all losses annual aggregate		\$3,000,000		Various	
Flood/except Zones A&V	\$1,000	\$100,000	\$250,000,000/occurrence annual aggregate	Reinsurers through the	
Flood, Zones A&V	\$1,000	\$250,000	\$200,000,000/occurrence annual aggregate	Public Entity	
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/occurrence annual aggregate	Property Reinsurance Program (PEPIP)	
Auto physical damage					
Comprehensive and collision	\$1,000	\$1,000,000	Included		
Course of					
Construction/Builders Risk	\$1,000	Included	\$25,000,000		
Business interruption, Rental			\$100,000,000/reported values		
Income, Tax Income	\$1,000		\$500,000/\$2,500,000/		
Combined			non-reported values		
Service interruption	24 hours	N/A	\$10,000,000		
			Other sub-limits apply - refer to coverage document		
Boiler and Machinery			\$100,000,000 Equipment	Travelers	BME 0525L478
Property damage	\$1,000	\$9,000	Breakdown, property damage - included	Indemnity Co. of Illinois	
Business Income	48 hours	N/A	Included		
			Other sub-limits apply - refer to coverage document		
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000	National Union	01-423-88-11
Seasonal employees	\$1,000	\$9,000	\$1,000,000	Fire Insurance Co.	
Blanket bond	\$1,000	\$24,000	\$2,000,000		
<u>2. Workers Compensation</u>	N/A	\$500,000	Statutory	PDRMA	WC010111
EMPLOYERS LIABILITY		\$500,000	\$3,500,000 Employers Liability	Government	GEM-0003
				Entitles Mutual,	A11001
				Safety National	
				Casualty Corp.	SP-4041466
<u>3. Liability</u>					
General	None	\$500,000	\$21,500,000/occurrence/annual aggregate	PDRMA	L010111
Auto Liability	None	Included	Included	Reinsurers:	GEM-0003
Employment Practices	None	Included	\$21,500,000/occurrence/annual aggregate	Government	A10011
				Entitles Mutual,	
				Market	
Public Officials' Liability	None	Included		Everest	
Law Enforcement Liability	None	Included	Included	Reinsurance Co.	71RE200001-111
Uninsured/Underinsured	None	Included	\$1,000,000/occurrence		
Motorists					
<u>4. Pollution Liability</u>					
Liability - third party	None	\$25,000	\$5,000,000/occurrence	XL Environmental	PEC2535803
Property - first party	\$1,000	\$24,000	\$10,000,000 general aggregate	Insurance	

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

6. RISK MANAGEMENT COOPERATIVE (Continued)

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<u>5. Outbreak Expense</u>	24 hours	N/A	\$15,000 per day \$450,000 per location \$1 million aggregate policy limit	Market	
<u>6. Volunteer Medical Accident</u>	None	\$5,000	\$5,000 medical expense and AD&D excess of any other collectible insurance	self-insured	
<u>7. Underground Storage Tank Liability</u>	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	self-insured	
<u>8. Unemployment Compensation</u>	N/A	N/A	Statutory	self-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 balance sheet at December 31, 2010 and the statement of revenues and expenses for the period ending December 31, 2010. The Byron Forest Preserve District's portion of the overall equity of the pool is (-0.095%) or (\$28,726).

Assets	\$ 52,487,014
Liabilities	\$ 22,092,590
Member Balances	\$ 30,394,424
Revenues	\$ 20,242,941
Expenditures	\$ 19,455,018

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

6. RISK MANAGEMENT COOPERATIVE (Continued)

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

7. EMPLOYEE RETIREMENT SYSTEMS

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 employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org. The latest report available is for the year ended December 31, 2010.

Funding Policy

As set by statute, the District's Regular plan members are required to contribute 4.5% of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2010 was 8.25 percent of annual covered payroll. 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 the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

For 2010, the District's annual pension cost of \$66,624 for the Regular plan was equal to its required and actual contributions.

Three-Year Trend Information for the Regular Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/10	\$ 66,624	100%	\$ 0
12/31/09	64,092	100%	0
12/31/08	67,710	100%	0

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

7. EMPLOYEE RETIREMENT SYSTEMS (Continued)

The required contribution for 2010 was determined as part of the December 31, 2008 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2008, included (a) 7.5% investment rate of return (net of administrative and direct expenses), (b) projected salary increases of 4.0% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the District's plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The District's Regular plan's unfunded actuarial accrued liability at December 31, 2008 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress

As of December 31, 2010, the most recent actuarial valuation date, the Regular plan was 71.09 percent funded. The actuarial accrued liability for benefits was \$1,271,815 and the actuarial value of assets was \$904,192, resulting in an underfunded actuarial accrued liability (UAAL) of \$367,623. The covered payroll for calendar year 2010 (annual payroll of active employees covered by the plan) was \$807,565 and the ratio of the UAAL to the covered payroll was 46%.

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

8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

The District provides limited health insurance coverage for its eligible retired employees. Coverage to non-disabled retirees is available on a 100% contributory basis until age 65, when coverage ends, unless otherwise agreed upon in employment contract. The District intends to fund the plan on a pay-as-you-go basis.

Management determined that the actuarial valuation was not substantially different than the actuarial study completed in 2009.

Participant information

At December 31, 2009, the participant's in the plan consisted of:

Retirees and beneficiaries receiving benefits	1
Active vested plan members	8
Active nonvested plan members	<u>12</u>
Total	<u>21</u>
Number of participating employees	1

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (Continued)

Annual OPEB Cost and Net OPEB Obligation

The District's annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost of each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation:

	<u>12/31/11</u>	<u>12/31/10</u>
Annual required contribution	\$ 6,040	6,040
Interest on net OPEB obligation	(1,486)	(718)
Adjustment to annual required contribution	991	479
Annual OPEB cost	5,545	5,801
Contributions made	21,163	21,163
Increase (decrease) in net OPEB obligation	(15,618)	(15,362)
Net OPEB obligation beginning of year	(29,724)	(14,362)
Net OPEB obligation (excess) end of year	\$ <u>(45,342)</u>	<u>(29,724)</u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed and the net OPEB obligation for 2010 and 2011 as follows:

	<u>12/31/11</u>	<u>12/31/10</u>
Annual OPEB cost	\$ 5,545	5,801
Employer contributions	21,163	21,163
Percentage of annual OPEB costs contributed	381.7%	364.8%
Net OPEB obligation (asset)	\$ (45,342)	(29,724)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the required contributions of the employer are subject to continual revision as actual results are compared with the past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information, shows whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (Continued)

Actuarial methods and assumptions – actuarial cost method

Under this cost method, the costs attributable to past service and the current year's service are determined by prorating over all years of service the benefits expected to be paid from the plan. The normal cost for any year is determined equal to the present value of the current year's portion of the employee's expected postretirement medical benefit. The current year's portion is equal to the expected postretirement medical benefit divided by the total credited service at the anticipated retirement date. The accrued liability is determined equal to the present value of the past years' portion of the employee's expected postretirement medical benefit. The past year's portion is equal to the expected postretirement medical benefit times the ratio of the participant's credited service to the total credited service at the anticipated retirement date. The sum of these values for all employees determines the normal cost and the accrued liability for the plan.

In the December 31, 2009 actuarial valuation, which was the latest performed, the actuarial assumptions included a discount rate of 5.00% and an initial healthcare cost trend rate of 8.00% initial and 6% ultimate. The actuarial value of assets was not determined as the District has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized over 30 years.

9. POOLED CASH, SAVINGS AND CERTIFICATE OF DEPOSIT

The District maintains a 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:

	Checking / Savings	Investments	Total
General Fund	\$ 185,658	161,396	347,054
Enterprise Funds:			
PrairieView Golf Fund	275,967	240,770	516,737
Special revenue funds:			
IMRF	12,700	11,040	23,740
Social Security	16,445	14,296	30,741
Audit	3,579	3,111	6,690
Unemployment Insurance	15,359	13,352	28,711
Liability insurance	44,163	38,392	82,555
Worker's Compensation	22,571	19,622	42,193
Total special revenue funds	114,817	99,813	214,630
Debt service fund:			
Land Development Bond	4,212	3,661	7,873
Capital Projects Fund	113,993	99,097	213,090
TOTAL	\$ 694,647	604,737	1,299,384

The General Fund, Golf and Stone Quarry Funds have other small cash, checking and savings accounts.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

10. INDIVIDUAL FUND DISCLOSURES

Individual fund interfund receivable/payables are as follows:

<u>Governmental funds:</u>	<u>Receivable</u>	<u>Payable</u>
General Fund *	\$ 151,562	32,063
Land Development Bond Fund *	-	6,000
Audit Fund	-	1,343
Capital Projects Fund *	98,442	142,372
Land Acquisition Fund*	-	-
Total governmental	<u>250,004</u>	<u>181,778</u>
<u>Enterprise funds:</u>		
PrairieView Golf Fund *	181,009	-
Stone Quarry Recreation Fund *	-	249,235
Total enterprise	<u>181,009</u>	<u>249,235</u>
* - denotes major fund		
TOTAL	\$ <u>431,013</u>	<u>431,013</u>

The governmental fund loans were made to eliminate the negative cash balances in the payable funds. Capital projects fund payable is due to the Keller Center construction in 2009. These loans are expected to be repaid during 2012.

Stone Quarry Recreation Park has not been able to generate sufficient revenues to cover operating expenses because of the economy and other factors. Funds will not be transferred from other sources as the District plans to discontinue Park operations in 2012.

INTERFUND TRANSFERS

The District made the following interfund transfers:

<u>FROM</u>	<u>TO</u>	
Capital Projects Fund *	Business Activities - Golf Fund *	\$ 84,897

* denotes major fund

The transfer from Capital Projects to Business Activities was for capital assets acquired through the Capital Projects Fund for the Prairie View Golf Course.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2011

11. FUND BALANCES

The District implemented GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* effective with the December 31, 2011 financial statements. 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.

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 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 or resolution 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 would be considered assigned. Assignments should not cause deficits in the unassigned fund balance. There is no assigned fund balance as of December 31, 2011. Unassigned fund balance is the residual classification for the general fund.

12. EXELON AGREEMENT

The District and 11 other governmental agencies have entered into an agreement with Exelon establishing the assessed value of the Byron Station for 3 tax years. This agreement provides that the assessed value of the Byron Station will be as follows: Tax year 2009 - \$460,000,000; 2010 - \$470,000,000 and 2011 - \$480,000,000. In addition, the District received a payment from Exelon in the amount of \$127,399 in 2009 and another \$127,399 during 2011. The Byron Station currently accounts for approximately 75% of the District's equalized assessed value.

13. PREPAID ITEMS

During December 2011, the District submitted \$448,505 to the Bond Issue Registrar for the payment of principal and interest due January 1, 2012. This payment has been recorded as a prepaid item in the Debt Service Fund as of December 31, 2011.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2011

14. 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.

15. SUBSEQUENT EVENTS

The District plans to discontinue operations of the Stone Quarry Recreation Park in September 2012.

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Taxes:				
Property taxes	\$ 382,000	381,740	(260)	372,247
Charges & fees	158,200	160,133	1,933	146,548
Grants	-	-	-	31,432
Tax settlement	127,339	127,339	-	-
Interest	5,000	1,714	(3,286)	3,362
Other	3,361	17,438	14,077	47,524
Total revenues	<u>675,900</u>	<u>688,364</u>	<u>12,464</u>	<u>601,113</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	303,778	299,424	4,354	291,963
Contractual services	205,015	214,108	(9,093)	221,886
Material & supplies	52,300	46,220	6,080	52,661
Total expenditures	<u>561,093</u>	<u>559,752</u>	<u>1,341</u>	<u>566,510</u>
Net change in fund balance	114,807	128,612	13,805	34,603
Fund balance				
Beginning	<u>510,000</u>	<u>412,235</u>	<u>(97,765)</u>	<u>377,632</u>
Ending	\$ <u><u>624,807</u></u>	<u><u>540,847</u></u>	<u><u>(83,960)</u></u>	<u><u>412,235</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Required Supplementary Information
Schedule of Funding Progress
Illinois Municipal Retirement Fund
December 31, 2011

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll (b-a)/c
12/31/10	\$ 904,192	1,271,815	367,623	71.09 %	\$ 807,565	45.52 %
12/31/09	1,132,815	1,388,068	255,253	81.61	836,706	30.51
12/31/08	1,296,079	1,231,385	(64,694)	105.25	871,430	0.00
12/31/07	1,444,712	1,355,403	(89,309)	106.59	790,466	0.00

On a market value basis, the actuarial value of assets as of December 31, 2010 is \$1,030,944. On a market basis, the funded ratio would be 81.06%.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Required Supplementary Information
Schedule of Funding Progress
Post Employment Benefits Other Than Pension
December 31, 2011

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll (b-a)/c
12/31/09	\$ -	123,622	123,622	0.00 %	\$ -	0.00 %

Actuarial study will be performed every three years, unless management determines that there is a significant change. The latest actuarial study was performed as of December 31, 2009, as presented above.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2011

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 following funds:

	<u>Expenditures</u>	<u>Appropriations</u>	<u>Excess</u>
IMRF	75,611	65,000	10,611
Liability insurance	108,133	106,321	1,812
Unemployment insurance	25,690	14,000	11,690
Worker's Compensation	28,054	25,000	3,054
Total	<u>237,488</u>	<u>210,321</u>	<u>27,167</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011

Special Revenue							
	Health Insurance Fund	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund
Assets:							Total
Cash & cash equivalents	\$ -	12,700	44,163	15,359	22,571	16,445	3,579
Investments	-	11,040	38,392	13,352	19,622	14,296	3,111
Property tax receivable, net	-	79,329	110,000	14,000	25,000	88,000	12,000
Total assets	-	103,069	192,555	42,711	67,193	118,741	18,690
Liabilities:							
Accounts payable	-	8,936	7,786	860	6,903	-	-
Accrued wages	-	-	993	-	-	-	-
Due to other funds	-	-	-	-	-	-	1,343
Deferred revenue	-	80,000	110,000	14,000	25,000	88,000	12,000
Total liabilities	-	88,936	118,779	14,860	31,903	88,000	13,343
Fund balances:							
Restricted	-	14,133	73,776	27,851	35,290	30,741	5,347
Total liabilities and fund balances	\$ -	103,069	192,555	42,711	67,193	118,741	18,690
							542,959

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2011

	Special Revenue							
	Health Insurance Fund	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund	Total
Revenues:								
Property taxes	\$ -	64,275	89,928	13,964	19,983	99,920	16,973	305,043
Interest	-	131	247	221	265	102	17	983
Other	-	-	2,240	-	-	-	-	2,240
Total revenues	-	64,406	92,415	14,185	20,248	100,022	16,990	308,266
Expenditures:								
Current:								
Culture & recreation								
Personnel	-	75,611	65,517	25,690	-	77,648	-	244,466
Contractual services	-	-	33,790	-	28,054	-	10,300	72,144
Material & supplies	-	-	8,826	-	-	-	-	8,826
Total expenditures	-	75,611	108,133	25,690	28,054	77,648	10,300	325,436
Excess (deficiency) of revenues over (under) expenditures	-	(11,205)	(15,718)	(11,505)	(7,806)	22,374	6,690	(17,170)
Other financing sources(uses):								
Transfers in (out)	-	-	-	-	-	-	-	-
Net change in fund balances	-	(11,205)	(15,718)	(11,505)	(7,806)	22,374	6,690	(17,170)
Fund balances:								
Beginning	-	25,338	89,494	39,356	43,096	8,367	(1,343)	204,308
Ending	\$ -	14,133	73,776	27,851	35,290	30,741	5,347	187,138

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget and Actual
Health Insurance Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>			<u>2010</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Interest	\$ -	-	-	-
Total revenues	-	-	-	-
Expenditures:				
Current:				
Culture & recreation				
Personnel	-	-	-	9,796
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(9,796)
Other financing sources(uses):				
Transfers in	25,000	-	(25,000)	18,226
Net change in fund balance	25,000	-	(25,000)	8,430
Fund balance:				
Beginning	-	-	-	(8,430)
Ending	\$ <u>25,000</u>	<u>-</u>	<u>(25,000)</u>	<u>-</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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>			<u>2010</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property tax	\$ 65,000	64,275	(725)	63,438
Interest	500	131	(369)	396
Total revenues	<u>65,500</u>	<u>64,406</u>	<u>(1,094)</u>	<u>63,834</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	<u>65,000</u>	<u>75,611</u>	<u>(10,611)</u>	<u>78,259</u>
Net change in fund balance	500	(11,205)	(11,705)	(14,425)
Fund balance:				
Beginning	<u>35,000</u>	<u>25,338</u>	<u>(9,662)</u>	<u>39,763</u>
Ending	\$ <u><u>35,500</u></u>	<u><u>14,133</u></u>	<u><u>(21,367)</u></u>	<u><u>25,338</u></u>

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>			<u>2010</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property tax	\$ 90,000	89,928	(72)	109,946
Interest	1,000	247	(753)	836
Other	-	2,240	2,240	2,047
Total revenues	<u>91,000</u>	<u>92,415</u>	<u>1,415</u>	<u>112,829</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	63,701	65,517	(1,816)	61,672
Contractual services	35,000	33,790	1,210	41,193
Material & supplies	<u>7,620</u>	<u>8,826</u>	<u>(1,206)</u>	<u>7,680</u>
Total expenditures	<u>106,321</u>	<u>108,133</u>	<u>(1,812)</u>	<u>110,545</u>
Net change in fund balance	(15,321)	(15,718)	(397)	2,284
Fund balance:				
Beginning	<u>54,500</u>	<u>89,494</u>	<u>34,994</u>	<u>87,210</u>
Ending	\$ <u>39,179</u>	<u>73,776</u>	<u>34,597</u>	<u>89,494</u>

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>			<u>2010</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 14,000	13,964	(36)	13,972
Interest	<u>500</u>	<u>221</u>	<u>(279)</u>	<u>380</u>
Total revenues	<u>14,500</u>	<u>14,185</u>	<u>(315)</u>	<u>14,352</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	<u>14,000</u>	<u>25,690</u>	<u>(11,690)</u>	<u>8,209</u>
Net change in fund balance	500	(11,505)	(12,005)	6,143
Fund balance:				
Beginning	<u>30,000</u>	<u>39,356</u>	<u>9,356</u>	<u>33,213</u>
Ending	\$ <u><u>30,500</u></u>	<u><u>27,851</u></u>	<u><u>(2,649)</u></u>	<u><u>39,356</u></u>

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>			<u>2010</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 20,000	19,983	(17)	29,454
Interest	500	265	(235)	447
Total revenues	<u>20,500</u>	<u>20,248</u>	<u>(252)</u>	<u>29,901</u>
Expenditures:				
Current:				
Culture & recreation:				
Contractual services	<u>25,000</u>	<u>28,054</u>	<u>(3,054)</u>	<u>26,064</u>
Net change in fund balance	(4,500)	(7,806)	(3,306)	3,837
Fund balance:				
Beginning	<u>30,000</u>	<u>43,096</u>	<u>13,096</u>	<u>39,259</u>
Ending	\$ <u><u>25,500</u></u>	<u><u>35,290</u></u>	<u><u>9,790</u></u>	<u><u>43,096</u></u>

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>			<u>2010</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 100,000	99,920	(80)	87,919
Interest	<u>200</u>	<u>102</u>	<u>(98)</u>	<u>34</u>
Total revenues	<u>100,200</u>	<u>100,022</u>	<u>(178)</u>	<u>87,953</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	<u>90,000</u>	<u>77,648</u>	<u>12,352</u>	<u>85,608</u>
Net change in fund balance	10,200	22,374	12,174	2,345
Fund balance:				
Beginning	<u>15,400</u>	<u>8,367</u>	<u>(7,033)</u>	<u>6,022</u>
Ending	\$ <u><u>25,600</u></u>	<u><u>30,741</u></u>	<u><u>5,141</u></u>	<u><u>8,367</u></u>

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>			<u>2010</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 17,000	16,973	(27)	11,014
Interest	<u>-</u>	<u>17</u>	<u>17</u>	<u>3</u>
Total revenues	<u>17,000</u>	<u>16,990</u>	<u>(10)</u>	<u>11,017</u>
Expenditures:				
Current:				
Culture & recreation:				
Contractual services	<u>12,000</u>	<u>10,300</u>	<u>1,700</u>	<u>11,600</u>
Net change in fund balance	5,000	6,690	1,690	(583)
Fund balance:				
Beginning	<u>5,000</u>	<u>(1,343)</u>	<u>(6,343)</u>	<u>(760)</u>
Ending	\$ <u><u>10,000</u></u>	<u><u>5,347</u></u>	<u><u>(4,653)</u></u>	<u><u>(1,343)</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Expenditures - Budget and Actual (Continued)
General Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Culture & Recreation:				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 57,139	56,916	223	58,055
Salaries - part time	19,500	18,271	1,229	21,066
Salaries - seasonal	2,550	3,888	(1,338)	2,584
Health Insurance	39,600	42,658	(3,058)	18,332
Auto per diem	-	-	-	1,000
Total personnel	<u>118,789</u>	<u>121,733</u>	<u>(2,944)</u>	<u>101,037</u>
Contractual services:				
Public notices	1,050	315	735	814
Legal	10,000	11,466	(1,466)	35,541
Other professional services	6,000	3,070	2,930	8,033
Communications	13,500	13,817	(317)	13,496
Postage	10,200	9,981	219	9,594
Training & travel	5,500	5,525	(25)	5,501
Printing	31,000	31,669	(669)	29,787
Advertising	20,000	28,695	(8,695)	22,297
Natural gas	6,300	5,113	1,187	6,078
Electrical	24,000	24,860	(860)	18,613
Building repair & maintenance	9,000	11,517	(2,517)	11,346
Equipment repair & maintenance	2,500	2,165	335	3,942
Dues & membership	5,000	2,533	2,467	6,254
Uniforms	1,000	774	226	1,268
Employee loss insurance	-	-	-	750
Computer repairs & support	10,000	16,963	(6,963)	10,573
Rental property repairs	1,000	1,150	(150)	720
Bartending	1,000	-	1,000	318
Total contractual services	<u>157,050</u>	<u>169,613</u>	<u>(12,563)</u>	<u>184,925</u>
Material & supplies:				
Janitorial	1,700	1,757	(57)	2,156
Office	4,000	3,150	850	3,332
Motor fuel & lubrication	1,600	1,275	325	1,151
Hardware & small tools	\$ 150	3	147	45

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Expenditures - Budget and Actual (Continued)
General Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Material & supplies (continued):				
Safety	\$ 500	30	470	177
Gift shop	1,500	1,224	276	1,411
Concessions	3,000	2,537	463	3,799
Bar service	1,500	1,687	(187)	2,069
Volunteer expenses	1,500	903	597	1,463
Total materials & supplies	<u>15,450</u>	<u>12,566</u>	<u>2,884</u>	<u>15,603</u>
Total administrative	<u>291,289</u>	<u>303,912</u>	<u>(12,623)</u>	<u>301,565</u>
<u>Board of Commissioners:</u>				
Personnel:				
Supplemental compensation	<u>6,500</u>	<u>1,000</u>	<u>5,500</u>	<u>2,830</u>
Contractual services:				
Training & travel	2,500	2,273	227	1,519
Dues & membership	6,000	2,000	4,000	2,000
Miscellaneous	<u>5,000</u>	<u>6,881</u>	<u>(1,881)</u>	<u>8,298</u>
Total contractual services	<u>13,500</u>	<u>11,154</u>	<u>2,346</u>	<u>11,817</u>
Total board of commissioners	<u>20,000</u>	<u>12,154</u>	<u>7,846</u>	<u>14,647</u>
<u>Heritage farm museum:</u>				
Contractual services:				
Natural gas	950	374	576	562
Electrical	<u>2,600</u>	<u>2,546</u>	<u>54</u>	<u>2,188</u>
Total heritage farm museum	<u>3,550</u>	<u>2,920</u>	<u>630</u>	<u>2,750</u>
<u>Education/Nature:</u>				
Personnel:				
Salaries	77,168	77,211	(43)	75,251
Salaries-part time	43,562	41,055	2,507	36,259
Salaries - seasonal	250	-	250	592
Health Insurance	<u>14,020</u>	<u>16,420</u>	<u>(2,400)</u>	<u>10,270</u>
Total personnel	<u>\$ 135,000</u>	<u>134,686</u>	<u>314</u>	<u>122,372</u>

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

General Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Contractual services:				
Professional	\$ 2,000	1,746	254	1,474
Postage	1,100	1,250	(150)	37
Training & travel	2,000	3,050	(1,050)	4,010
Equipment repair & maintenance	250	(320)	570	37
Dues & membership	1,600	1,713	(113)	1,289
Natural gas	1,000	-	1,000	-
Electrical	1,000	-	1,000	-
Uniforms	400	498	(98)	395
Heritage Farm Operating	400	295	105	74
Employee loss insurance	-	682	(682)	500
Museum displays	100	5	95	150
Total contractual services	<u>9,850</u>	<u>8,919</u>	<u>931</u>	<u>7,966</u>
Material & supplies:				
Office	750	398	352	1,272
Motor fuel & lubrication	500	187	313	130
Building & construction	500	243	257	68
Grain, feed & game	750	434	316	514
Nature Preschool	3,500	4,410	(910)	3,118
Adventure Club	600	572	28	647
Earthkeepers	1,000	2,169	(1,169)	1,524
Kids concert	1,200	600	600	790
Birthday parties	300	276	24	384
Field trips	350	172	178	264
Halloween on the Prairie	1,200	950	250	1,062
Summer Concerts	2,200	2,350	(150)	2,200
Byron School field trips	150	70	80	139
Outdoor Adventure	9,000	4,168	4,832	5,107
Miscellaneous	-	4,319	(4,319)	2,920
Total material & supplies	<u>22,000</u>	<u>21,318</u>	<u>682</u>	<u>20,139</u>
Total education	\$ <u>166,850</u>	<u>164,923</u>	<u>1,927</u>	<u>150,477</u>

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

For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Restoration/Management:				
Personnel:				
Salaries	\$ 19,949	17,663	2,286	17,592
Salaries-full time hourly	12,000	12,007	(7)	1,869
Salaries-part time	-	4,114	(4,114)	14,353
Salaries-seasonal	7,600	3,428	4,172	7,646
Health insurance	3,940	4,793	(853)	2,791
Total personnel	<u>43,489</u>	<u>42,005</u>	<u>1,484</u>	<u>44,251</u>
Contractual services:				
Other professional services	6,000	5,668	332	3,138
Training & travel	3,000	2,636	364	761
Postage	100	16	84	11
Natural gas	1,000	773	227	1,140
Electrical	2,800	2,714	86	1,704
Building repair & maintenance	2,000	4,007	(2,007)	3,919
Vehicle repair & maintenance	750	1,272	(522)	264
Equipment repair & maintenance	2,000	1,969	31	1,137
Dues & membership	500	-	500	180
Uniforms	700	429	271	143
Alarm maintenance	615	-	615	-
Advertising	100	-	100	-
Computer support	1,500	2,018	(518)	2,031
Total contractual services	<u>21,065</u>	<u>21,502</u>	<u>(437)</u>	<u>14,428</u>
Materials & supplies:				
Janitorial	750	246	504	584
Office	600	528	72	778
Motor fuel & lubrication	7,000	5,898	1,102	5,183
Building & construction	1,000	659	341	1,128
Hardware & small tools	1,000	1,010	(10)	811
Equipment parts	3,000	2,916	84	1,582
Grain, feed & game	500	100	400	323
Safety supplies	1,000	979	21	618
Total materials & supplies	<u>14,850</u>	<u>12,336</u>	<u>2,514</u>	<u>11,007</u>
Total restoration/management	\$ <u>79,404</u>	<u>75,843</u>	<u>3,561</u>	<u>69,686</u>

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

General Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
School District mowing:				
Personnel:				
Salaries - seasonal	\$ -	-	-	21,473
Materials & supplies:				
Motor fuel & lubrication	-	-	-	200
Equipment	-	-	-	5,712
	-	-	-	5,912
Total school district mowing	-	-	-	27,385
Total general fund	\$ 561,093	559,752	1,341	566,510

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget and Actual
Land Development Bond Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>	<u>2010</u>
	<u>Actual</u>	<u>Actual</u>
Revenues:		
Property tax	\$ 1,504,676	1,448,036
Interest	<u>2,035</u>	<u>3,575</u>
Total revenues	<u>1,506,711</u>	<u>1,451,611</u>
Expenditures:		
Contractual services		
Professional services	11,028	-
Debt service:		
Principal	915,000	1,635,000
Interest	<u>377,734</u>	<u>36,787</u>
Total expenditures	<u>1,303,762</u>	<u>1,671,787</u>
Excess (deficiency) of revenues over (under) expenditures	<u>202,949</u>	<u>(220,176)</u>
Other financing sources (uses):		
Capital - related debt issued	<u>-</u>	<u>400,000</u>
Total other financing sources (uses)	<u>-</u>	<u>400,000</u>
Net change in fund balance	202,949	179,824
Fund balance:		
Beginning	<u>247,429</u>	<u>67,605</u>
Ending	<u>\$ 450,378</u>	<u>247,429</u>

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Interest	\$ 13,000	2,904	(10,096)	8,643
Donations / trade-ins	220,744	230,127	9,383	218,618
Total revenues	233,744	233,031	(713)	227,261
Expenditures:				
Current:				
Culture & recreation:				
Personnel	307,000	316,294	(9,294)	317,443
Contractual services	17,150	13,504	3,646	11,513
Material & supplies	31,000	35,431	(4,431)	28,590
Capital outlay	898,700	678,628	220,072	853,979
Debt service:				
Principal	-	-	-	180,975
Interest	-	-	-	6,752
Total expenditures	1,253,850	1,043,857	209,993	1,399,252
Excess (deficiency) of revenues over (under) expenditures	(1,020,106)	(810,826)	209,280	(1,171,991)
Other financing sources (uses):				
Capital - related debt issued	996,400	915,000	(81,400)	1,400,000
Bond interest refund	-	127,320	127,320	-
Bond issue premium	-	-	-	96,293
Bond issue cost	-	-	-	(133,840)
Transfers out	25,000	(84,897)	(109,897)	(80,441)
Total other financing sources (uses)	1,021,400	957,423	(63,977)	1,282,012
Net change in fund balance	1,294	146,597	145,303	110,021
Fund balance:				
Beginning	4,100,000	5,400	(4,094,600)	(104,621)
Ending	\$ 4,101,294	151,997	(3,949,297)	5,400

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Expenditures - Budget and Actual
Capital Projects Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011			2010
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Culture & Recreation:				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 112,000	114,626	(2,626)	122,859
Salaries-full time	117,000	110,676	6,324	118,900
Salaries-part time	6,500	-	6,500	969
Salaries-seasonal	25,000	34,398	(9,398)	33,546
Supplemental compensation	-	-	-	1,750
Health insurance	46,500	56,594	(10,094)	39,419
Total personnel	307,000	316,294	(9,294)	317,443
Contractual services:				
Training and travel	2,000	181	1,819	1,298
Natural gas	1,400	773	627	1,051
Electrical	750	1,355	(605)	450
Building repair & maintenance	1,500	1,209	291	706
Vehicles repair & maintenance	4,000	2,903	1,097	1,229
Equipment repair & maintenance	6,000	6,274	(274)	4,193
Uniforms	1,500	809	691	836
Employee loss insurance	-	-	-	1,750
Total contractual services	17,150	13,504	3,646	11,513
Material & supplies:				
Motor fuel & lubrication	16,000	21,488	(5,488)	18,267
Building & construction	2,000	1,036	964	905
Safety supplies	3,000	2,577	423	1,153
Equipment parts	10,000	10,330	(330)	8,265
Total material & supplies	31,000	35,431	(4,431)	28,590
Total culture & recreation	355,150	365,229	(10,079)	357,546
Capital outlay:				
Administrative capital	250,000	299,206	(49,206)	156,175
Education/ Nature	7,000	11,653	(4,653)	211,156
Restoration & management	270,500	79,819	190,681	113,390
Golf maintenance	356,700	313,875	42,825	381,376
Clubhouse	2,500	45,126	(42,626)	66,755
Stone Quarry Mini Golf	12,000	13,846	(1,846)	5,568
less transfers to Golf	-	(84,897)	84,897	(80,441)
Total capital outlay	898,700	678,628	220,072	853,979
Debt service:				
Principal	-	-	-	180,975
Interest	-	-	-	6,752
Total debt service	-	-	-	187,727
Total capital projects	\$ 1,253,850	1,043,857	209,993	1,399,252

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, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>	<u>2010</u>
	<u>Actual</u>	<u>Actual</u>
Revenues:		
Interest	\$ 22,893	53,369
Total revenues	<u>22,893</u>	<u>53,369</u>
Expenditures:		
Current:		
Culture & recreation:		
Contractual services	53,231	21,955
Capital outlay	<u>183,717</u>	<u>2,590,117</u>
Total expenditures	<u>236,948</u>	<u>2,612,072</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(214,055)</u>	<u>(2,558,703)</u>
Other financing sources (uses):		
Capital - related debt issued	-	5,000,000
Transfers in	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>5,000,000</u>
Net change in fund balance	(214,055)	2,441,297
Fund balance:		
Beginning	<u>2,441,297</u>	<u>-</u>
Ending	\$ <u><u>2,227,242</u></u>	<u><u>2,441,297</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenses and Changes in Fund Net Assets
PrairieView Golf Course Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	2011 <u>Actual</u>	2010 <u>Actual</u>
Operating revenues:		
Charges for services:		
Golf fees	\$ 314,276	351,026
Pro shop	59,695	65,252
Cart rental	166,411	182,070
Driving range	16,655	16,832
Other	6,294	13,982
Total charges for service	<u>563,331</u>	<u>629,162</u>
Concessions	<u>182,036</u>	<u>223,524</u>
Total operating revenues	<u>745,367</u>	<u>852,686</u>
Operating expenses:		
Operations	838,072	874,982
Depreciation	<u>288,324</u>	<u>234,949</u>
Total operating expenses	<u>1,126,396</u>	<u>1,109,931</u>
Net operating income (loss)	<u>(381,029)</u>	<u>(257,245)</u>
Nonoperating revenue (expense):		
Interest on investments	<u>3,524</u>	<u>8,058</u>
Total nonoperating revenue (expense)	<u>3,524</u>	<u>8,058</u>
Net Income before transfers	(377,505)	(249,187)
Transfers:		
Transfers in	84,897	80,441
Transfers out	-	(18,226)
Total transfers	<u>84,897</u>	<u>62,215</u>
Change in net assets	(292,608)	(186,972)
Net assets:		
Beginning	<u>3,035,059</u>	<u>3,222,031</u>
Ending	\$ <u>2,742,451</u>	<u>3,035,059</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Operating Expenses
PrairieView Golf Course Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>	<u>2010</u>
	<u>Actual</u>	<u>Actual</u>
Operating:		
Personnel:		
Salaries	\$ 388,994	431,633
Employee benefits	69,255	45,068
Total personnel	<u>458,249</u>	<u>476,701</u>
Contractual services:		
Natural gas	7,096	8,281
Electrical	27,864	26,966
Printing & advertising	12,496	15,262
Postage	55	118
Communication	3,483	3,813
Computer repairs & support	2,936	3,198
Dues & memberships	4,472	5,918
Training & travel	3,109	6,073
Equipment rental	1,173	4,633
Miscellaneous	10,801	17,463
Total contractual services	<u>73,485</u>	<u>91,725</u>
Material & supplies:		
Office	1,252	2,317
Janitorial	4,047	2,352
Motor fuel & lubrication	32,826	24,290
Golf supplies	3,960	5,618
Gift & concession	149,744	155,727
Turf maintenance	80,050	77,268
Building repair & maintenance	6,575	6,716
Equipment repair & maintenance	24,754	29,235
Other	3,130	3,033
Total material & supplies	<u>306,338</u>	<u>306,556</u>
Total operating	\$ <u>838,072</u>	<u>874,982</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenses and Changes in Fund Net Assets
Stone Quarry Recreation Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>	<u>2010</u>
	<u>Actual</u>	<u>Actual</u>
Operating revenues:		
Charges for services:		
Skate park	\$ 58,142	97,152
Batting cages	210	240
Miniature golf	-	198
Program income	13,188	12,512
Summer day camp	15,580	15,285
Other	9,607	8,585
Total charges for service	<u>96,727</u>	<u>133,972</u>
Concessions	<u>22,828</u>	<u>24,101</u>
Total operating revenues	<u>119,555</u>	<u>158,073</u>
Operating expenses:		
Operations	157,366	197,213
Depreciation	<u>76,767</u>	<u>85,301</u>
Total operating expenses	<u>234,133</u>	<u>282,514</u>
Net operating income (loss)	(114,578)	(124,441)
Transfers in	<u>-</u>	<u>-</u>
Change in net assets	<u>(114,578)</u>	<u>(124,441)</u>
Net assets:		
Beginning	<u>1,588,527</u>	<u>1,712,968</u>
Ending	\$ <u><u>1,473,949</u></u>	<u><u>1,588,527</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Operating Expenses
Stone Quarry Recreation Fund
For the Year Ended December 31, 2011
With Comparative Totals for the Year Ended December 31, 2010

	<u>2011</u>	<u>2010</u>
	<u>Actual</u>	<u>Actual</u>
Operating:		
Personnel:		
Salaries	\$ 72,436	78,186
Employee benefits	8,962	5,533
Total personnel	<u>81,398</u>	<u>83,719</u>
Contractual services:		
Natural gas	3,399	4,750
Electrical	12,640	15,520
Printing & advertising	3,225	4,330
Postage	-	161
Communication	2,101	3,041
Counselors	5,225	8,203
Dues & memberships	467	515
Uniforms	602	885
Training & travel	1,935	1,163
Computer support & repair	3,353	3,413
Miscellaneous	5,561	27,693
Total contractual services	<u>38,508</u>	<u>69,674</u>
Material & supplies:		
Office	1,086	1,660
Janitorial	1,275	1,734
Hardware & small tools	-	160
Concessions	15,050	16,943
Supplies	3,201	4,390
Building repair & maintenance	5,921	3,541
Equipment repair & maintenance	1,722	5,286
Miscellaneous	9,205	10,106
Total material & supplies	<u>37,460</u>	<u>43,820</u>
Total operating	<u>\$ 157,366</u>	<u>197,213</u>

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

	Tax Years					
	2011		2010		2009	
Assessed valuations	\$ <u>640,911,122</u>		\$ <u>629,713,320</u>		<u>618,558,902</u>	
Property tax rates						
	<u>Maximum</u>	<u>Actual</u>	<u>Maximum</u>	<u>Actual</u>	<u>Maximum</u>	<u>Actual</u>
Corporate	0.06000	0.05960	0.06000	0.05915	0.06000	0.01859
Bond	0.00000	0.23492	0.00000	0.23009	0.00000	0.24701
IMRF	0.00000	0.01014	0.00000	0.01008	0.00000	0.04638
Audit	0.00500	0.00265	0.00500	0.00175	0.00500	0.00040
Liability Insurance	0.00000	0.01404	0.00000	0.01747	0.00000	0.01988
Social Security	0.00000	0.01560	0.00000	0.01397	0.00000	0.01293
Unemployment Insurance	0.00000	0.00218	0.00000	0.00222	0.00000	0.00129
Workman's Comp	0.00000	<u>0.00312</u>	0.00000	<u>0.00468</u>	0.00000	<u>0.00655</u>
Total tax rate		<u>0.34225</u>		<u>0.33941</u>		<u>0.35303</u>
Property tax extensions:						
Corporate		381,983		372,475		114,990
Bond		1,505,628		1,448,907		1,527,902
IMRF		64,988		63,475		286,888
Audit		16,984		11,020		2,474
Liability Insurance		89,984		110,011		122,970
Social Security		99,982		87,971		79,980
Unemployment Insurance		13,972		13,980		7,979
Workman's Comp		<u>19,996</u>		<u>29,471</u>		<u>40,516</u>
		\$ <u>2,193,518</u>		\$ <u>2,137,310</u>		<u>2,183,698</u>
Property tax collections:						
Corporate		381,740		372,247		111,071
Bond		1,504,676		1,448,036		1,475,842
IMRF		64,275		63,438		277,113
Audit		16,973		11,013		2,390
Liability Insurance		89,928		109,945		118,778
Social Security		99,920		87,919		77,255
Unemployment Insurance		13,964		13,972		7,707
Workman's Comp		<u>19,983</u>		<u>29,454</u>		<u>39,136</u>
Total levied taxes collected		\$ <u>2,191,459</u>		\$ <u>2,136,024</u>		<u>2,109,292</u>
Percentage of extensions collected:		<u>99.91%</u>		<u>99.94%</u>		<u>96.59%</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Legal Debt Margin
December 31, 2011

	<u>2011</u>	<u>2010</u>	<u>2009</u>
Assessed Valuations*	\$ <u>640,911,122</u>	<u>629,713,320</u>	<u>618,558,902</u>
Statutory Debt Limitation (2.3 % of Assessed Valuation)	<u>14,740,956</u>	<u>14,483,406</u>	<u>14,226,855</u>
Amount of debt applicable to debt limit			
General obligation bonds	5,165,000	5,165,000	-
Notes payable	<u>-</u>	<u>-</u>	<u>180,975</u>
Total debt applicable to limit	5,165,000	5,165,000	180,975
Less: assets in debt service funds available for payment on debt	<u>-</u>	<u>-</u>	<u>67,605</u>
Net debt applicable to limit	<u>5,165,000</u>	<u>5,165,000</u>	<u>113,370</u>
Legal debt margin	\$ <u><u>9,575,956</u></u>	<u><u>9,318,406</u></u>	<u><u>14,113,485</u></u>

* Assessed values are for the tax year one year earlier. For example, the assessed value for year ended December 31, 2011 is the assessed value for tax year 2010.

