

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

ANNUAL FINANCIAL REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2012**

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

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BEGGIN TIPP LAMM LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Byron Forest Preserve District, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Byron Forest Preserve District, Illinois as of and for the year ended December 31, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents, and the related notes to the financial statements.

The prior year comparative information has been derived from the District's 2011 financial statements and in our report dated April 10, 2012, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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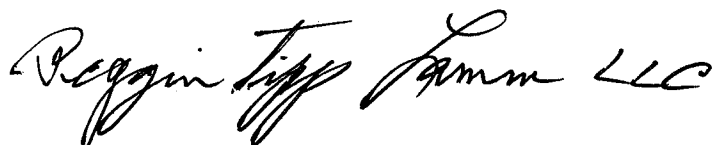
Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Byron Forest Preserve District, Illinois, as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other-Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 13 and the budgetary comparison information, schedules of funding progress and notes on pages 46 through 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Byron Forest Preserve District, Illinois' financial statements as a whole. The combining and individual nonmajor fund financial statements on pages 50 through 57 and supplementary financial information on pages 58 through 69 are presented for purposes of additional analysis and are not a required part of the financial statements. The information is the responsibility of management and was 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 financial statements as a whole. The supplementary financial information on pages 70 and 71 has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

A handwritten signature in cursive script that reads "Reggin Tiff Lamm LLC".

March 11, 2013

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis
December 31, 2012
(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, 2012.

FINANCIAL HIGHLIGHTS

- Net asset position and performance in total – The District's total net assets at December 31, 2012 were \$11,755,865.
- Governmental activity summary – Net assets for governmental activities decreased by \$226,875 during the fiscal year.
- Business-type activity summary – Net assets for business-type activities decreased by \$622,881 during the fiscal year.
- General Fund summary – The District's General Fund reported a decrease of \$286,135 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, 2012
(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 position - 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 position - 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 Position (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, 2012
(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, 2012
(Unaudited)

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE
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NET POSITION

Statement of Net Position

The following table reflects the condensed Statement of Net Position:

Table 1
Statement of Net Position
As of December 31, 2012
With Comparative Totals as of December 31, 2011

	Governmental Activities		Business-type Activities		Total Government	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 4,607,842	5,989,639	788,212	503,361	5,396,054	6,493,000
Capital assets	11,674,625	9,966,935	3,309,429	4,206,384	14,984,054	14,173,319
Total assets	16,282,467	15,956,574	4,097,641	4,709,745	20,380,108	20,666,319
Other liabilities	3,248,175	2,348,545	44,716	33,939	3,292,891	2,382,484
Long-term liabilities	5,331,352	5,218,808	-	459,406	5,331,352	5,678,214
Total liabilities	8,579,527	7,567,353	44,716	493,345	8,624,243	8,060,698
Net position:						
Invested in capital assets	6,404,424	4,801,935	3,309,429	4,206,384	9,713,853	9,008,319
Restricted for:						
Debt service	440,968	450,378	-	-	440,968	450,378
Capital projects	374,400	2,379,239	-	-	374,400	2,379,239
Unrestricted	483,148	757,669	743,496	10,016	1,226,644	767,685
Total net position	\$ 7,702,940	8,389,221	4,052,925	4,216,400	11,755,865	12,605,621

For more detailed information see the Statement of Net Position.

Normal Impacts - Net Position

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

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)

December 31, 2012

(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.

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.

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.

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

Current Year Impacts - Net Position

Overall, the District's combined net position decreased from \$12,605,621 to \$11,755,865, a decrease of \$849,756. This net decrease resulted primarily because of the disposal & transfer of capital assets for business-type activities. Net position of the District's governmental activities decreased by \$686,281 during the year and ended at \$7,702,940. The District's unrestricted net assets for governmental activities, the part of net assets that can be used to finance daily operations decreased by \$274,520 and restricted net assets decreased by \$2,014,249.

The net position of business-type activities decreased \$163,475 during the year and ended the year at \$4,052,925. Unrestricted net assets, available to finance the continuing operation of its business-type activities, were \$743,496, an increase of \$733,480. The annual operating cost of the District's business-type activities for fiscal year 2012 was \$1,326,171, a decrease of \$34,358 from 2011.

Statement of Changes In Net Position

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2012
(Unaudited)

Table 2
Changes in Net Position
For the Fiscal Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	Governmental Activities		Business-type Activities		Total Government	
	2012	2011	2012	2011	2012	2011
Revenues						
Program revenues:						
Charges for services	\$ 146,546	153,428	922,608	864,922	1,069,154	1,018,350
Capital grants	-	-	-	-	-	-
General revenues:						
Property taxes	2,234,818	2,191,459	-	-	2,234,818	2,191,459
Interest	16,414	30,529	10,972	3,524	27,386	34,053
Donations / trade-ins	240,102	220,744	-	-	240,102	220,744
Tax settlement	-	127,339	-	-	-	127,339
Bond interest refund	88,561	127,320	-	-	88,561	127,320
Other	10,403	25,436	-	-	10,403	25,436
Total revenues	2,736,844	2,876,255	933,580	868,446	3,670,424	3,744,701
Expenses						
Culture & recreation	2,241,430	2,020,286	-	-	2,241,430	2,020,286
Interest on long-term debt	273,957	339,856	-	-	273,957	339,856
PrairieView Golf Course	-	-	1,170,528	1,126,396	1,170,528	1,126,396
Stone Quarry Recreation Park	-	-	155,643	234,133	155,643	234,133
Total expenses	2,515,387	2,360,142	1,326,171	1,360,529	3,841,558	3,720,671
Excess (deficiency) of						
Revenues over (under) expenses	221,457	516,113	(392,591)	(492,083)	(171,134)	24,030
Donation of capital assets	-	-	(215,314)	-	(215,314)	-
Impairment loss on capital assets	-	-	(463,308)	-	(463,308)	-
Transfers to general government	994,460	-	(994,460)	-	-	-
Transfers to Stone Quarry	(297,348)	-	297,348	-	-	-
Transfers to Prairie View Golf Course	(1,145,444)	(84,897)	1,145,444	84,897	-	-
Changes in net assets	(226,875)	431,216	(622,881)	(407,186)	(849,756)	24,030
Beginning net assets	8,389,221	7,958,005	4,216,400	4,623,586	12,605,621	12,581,591
Prior period adjustment	(459,406)	-	459,406	-	-	-
Ending net assets	\$ 7,702,940	8,389,221	4,052,925	4,216,400	11,755,865	12,605,621

Current Year Impacts-Changes In Net Position

Governmental Activities

Revenues:

Revenues from governmental activities total \$2,736,844, a decrease of \$139,411 from prior year. Property taxes were the District's largest source of revenue at \$2,234,818 or approximately 82% of total revenue. Property tax revenue increased by approximately 2% from the last fiscal year, mainly due to the increased valuation.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2012
(Unaudited)

Sale of equipment represents approximately 9%, charges for services were \$146,546 or 5.4%. Revenues from all other sources were \$115,378 or 4.2% of the total.

Expenses:

The expenses for governmental activities were \$2,515,387, an increase of \$155,245 from 2011. All of the expenses were for cultural and recreational purposes. The following is a summary of the object classification of these expenses:

	2012		2011	
Personnel	\$	910,789	856,010	
Contractual services		463,968	322,483	
Material & supplies		648,975	651,545	
Depreciation		217,698	190,248	
Interest on long-term debt		273,957	339,856	
Total	\$	<u>2,515,387</u>	<u>2,360,142</u>	
		100%	100%	

Business-Type Activities

Revenues:

Revenue from business-type activities totaled \$933,580, which was \$65,134 higher than in 2011. The two major sources of business-type revenue are the charges for services \$696,745 and concessions \$225,863. Interest income on various cash balances earned \$1,972.

Expenses:

Expenses for business-type activities totaled \$1,326,171, as compared to \$1,360,529 in 2011. This equals a decrease of \$34,358. The following is a summary of the object classification of these expenses:

	2012	2011	Changes from 2011
Personnel	\$ 528,114	539,647	(11,533)
Contractual services	112,134	111,993	141
Material & supplies	316,607	343,798	(27,191)
Depreciation	369,316	365,091	4,225
Total	\$ <u>1,326,171</u>	<u>1,360,529</u>	<u>(34,358)</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2012
(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 2011 is as follows:

	2012	2011	Changes from 2011
Revenues	\$ 2,695,070	2,759,265	(64,195)
Expenditures and other uses	4,549,796	3,469,755	1,080,041
Revenues (under) expenditures	(1,854,726)	(710,490)	(1,144,236)
Other financing resources	(422,231)	957,423	(1,379,654)
Change in Fund Balances	\$ <u>(2,276,957)</u>	<u>246,933</u>	<u>(2,523,890)</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 2011 and 2012, total revenues decreased by \$64,195. Revenues from fees and charges decreased by \$13,587 to \$146,546. The District received \$287,752 for sale of equipment, an increase of \$57,625 from 2011. All other revenues in 2012 were \$25,952 as compared to \$177,546 in 2011, a decrease of \$151,594.

Expenditures and other uses in 2012 were \$4,549,796 as compared to \$3,469,755 or an increase of \$1,080,041. Capital outlay increased from \$862,345 in 2011 to \$1,684,941 in 2012, an increase of \$822,596. A major change was in debt payments: principal payments increased from \$915,000 in 2011 to \$1,292,204 in 2012, while interest payments decreased from \$377,734 in 2011 to \$280,799 in 2012. All other expenditures in 2012 were \$1,291,852 compared to \$1,314,676 in 2011, a decrease of \$22,824. Other financing resources decreased by \$1,379,654 in 2012 due to transfers of contributed capital assets to business-type activities.

The General Fund is the chief operating fund of the District. During the year ended December 31, 2012, the General Fund's unrestricted fund balance decreased from \$540,847 in 2011 to \$254,712 at December 31, 2012. This is a decrease of \$286,135 or approximately 53%. Revenues for 2012 were \$148,051 lower than in 2011. The decrease in revenues was due to a tax settlement in 2011 of \$127,339. Charges & fees decreased by \$13,587.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2012
(Unaudited)

General Fund expenditures were \$529,099, a decrease of \$30,653. Personnel cost increased by \$9,114 and contractual services decreased by \$35,452.

The Land Development Bond Fund, a debt service fund, reported a decrease in fund equity of \$9,410 resulting in a fund balance of \$440,968. The decrease was attributed to higher principal payments.

The Capital Project Fund balance decreased by \$16,223 to a positive fund balance of \$135,774. The primary reason for the decrease was an increase in capital outlay.

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. Through 2011, this fund reported \$5,000,000 in bonds issued and \$2,772,758 in preserve acquisitions and had an ending fund balance of \$2,227,242. In 2012, the District purchased 2 parcels of land for \$566,798 and reported \$1,083,430 in construction in progress. The ending fund balance for 2012 is \$238,626.

General Fund budgetary Highlights

General Fund	FY 12	
	Original & Final Budget	FY 12 Actual
Revenues		
Taxes	\$ 388,500	388,228
Charges & fees	156,310	146,546
Grants	-	-
Tax settlement	-	-
Interest	1,300	1,544
Other	12,200	3,994
Total revenues	558,310	540,313
Expenditures		
Personnel	309,060	308,538
Contractual services	195,650	178,656
Material & supplies	52,350	41,905
Total expenditures	557,060	529,099
Changes in fund balance		
before transfers	\$ 1,250	11,213

Actual General Fund revenues were \$17,997 lower than originally budgeted during FY 12 and expenditures were \$27,961 lower than budgeted.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2012
(Unaudited)

CAPITAL ASSET AND DEBT ADMINISTRATION
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Capital Assets

At the end of fiscal year 2012, the District's investment in capital assets for its governmental and business-type activities amounts to \$14,984,054 (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 \$810,735 or 5.7% (governmental activities increased by \$1,707,690 and business-type activities decreased by \$896,955). 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	
	2012	2011	2012	2011	2012	2011
Land	\$ 7,342,510	6,231,668	216,000	760,044	7,558,510	6,991,712
Construction in progress	185,315	-	1,083,430	-	1,268,745	-
Land improvements	664,666	693,474	951,011	1,780,127	1,615,677	2,473,601
Buildings & improvements	3,048,720	2,588,477	557,645	1,059,239	3,606,365	3,647,716
Equipment	318,402	310,437	491,350	588,986	809,752	899,423
Vehicles	115,012	142,879	9,993	17,988	125,005	160,867
Total	\$ 11,674,625	9,966,935	3,309,429	4,206,384	14,984,054	14,173,319

The District expended \$566,798 for land, \$1,268,745 for construction in progress, \$16,408 for land improvements, \$125,330 for building improvements, \$126,208 for equipment and \$30,101 for vehicles in 2012. The District disposed of governmental and golf course equipment of \$101,500 and vehicles of \$31,598 during 2012. See Note 16 in the Notes to Financial Statements of this report regarding the disposal of the Stone Quarry Recreation Park capital assets.

Long-Term Debt

The District's outstanding debt at December 31, 2012 was \$5,331,352. This debt is comprised of \$4,845,000 in G.O. bonds, \$425,201 in capital leases, and \$61,150 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, 2012, the statutory limit of the District was \$14,900,118. The District's net debt applicable to limit was \$4,829,234, leaving a legal debt margin of \$10,070,884. Additional information on the District's long-term debt can be found in Note 5 in the Notes to Financial Statements of this report.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Management's Discussion and Analysis (Continued)
December 31, 2012
(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, was entered into an agreement with Exelon establishing the equalized assessed value of the Byron Station for 3 years. This agreement provided that the equalized assessed value for 3 tax years were as follows: 2009 - \$460,000,000; 2010 - \$470,000,000 and 2011 - \$480,000,000. This agreement has not been renewed in 2012, therefore the Ogle County Assessor has assessed a valuation of \$499,000,000 for tax year 2012.

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 2012 and 2011. Prairie View Golf Course had a net operating loss of \$305,348 during 2012 and \$381,029 during 2011. Stone Quarry Recreational Park reported a net operating loss of \$98,215 in 2012 and \$114,578 during 2011. Prairie View has taken steps to reduce the operating loss for 2013 i.e. by reducing the number of seasonal workers, and booking more outings. The number of booked outings has increased, but the economy and weather are major factors that influence the Golf Course's profitability. Stone Quarry Recreational Park ceased operations 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 Position

December 31, 2012

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Cash & cash equivalents:			
Pooled	\$ 424,698	253,326	678,024
Non-pooled	134,962	8,766	143,728
Investments:			
Pooled	381,104	227,322	608,426
Non-pooled	548,463	14,434	562,897
Receivables:			
Interest receivable	400	1,845	2,245
Due from employees	1,400	-	1,400
Rent receivable	8,435	-	8,435
Taxes receivable	2,723,583	-	2,723,583
Internal balances	(253,235)	253,235	(0)
Health insurance deposit	59,000	-	59,000
Prepaid items	448,435	-	448,435
Inventories	-	29,284	29,284
Other - net pension asset	45,342	-	45,342
Deferred charges/bond issue	85,255	-	85,255
Capital assets not being depreciated	7,527,825	1,299,430	8,827,255
Capital assets (net of accumulated depreciation)	4,146,800	2,009,999	6,156,799
Total assets	<u>16,282,467</u>	<u>4,097,641</u>	<u>20,380,108</u>
Liabilities:			
Accounts payable	457,004	9,406	466,410
Accrued liabilities	15,345	6,267	21,612
Deferred revenue	2,724,254	-	2,724,254
Deferred fee revenue	-	29,043	29,043
Unamortized bond premium	51,572	-	51,572
Noncurrent liabilities:			
Due within one year	590,241	-	590,241
Due in more than one year	4,741,111	-	4,741,111
Total liabilities	<u>8,579,527</u>	<u>44,716</u>	<u>8,624,243</u>
Net Position:			
Invested in capital assets	6,404,424	3,309,429	9,713,853
Restricted for:			
Debt service	440,968	-	440,968
Capital projects	374,400	-	374,400
Unrestricted	483,148	743,496	1,226,644
Total Net Position	<u>\$ 7,702,940</u>	<u>4,052,925</u>	<u>11,755,865</u>

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, 2012

				Net (Expense) Revenue and Changes in Net Position	
Functions/Programs	Program Revenues			Primary Government	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	
Governmental activities:					
Culture & recreation	\$ 2,241,430	146,546	-	-	(2,094,884)
Interest on long-term debt	273,957	-	-	-	(273,957)
Total governmental activities	2,515,387	146,546	-	-	(2,368,841)
Business-type activities:					
PrairieView Golf Course	1,170,528	865,180	-	-	(305,348)
Stone Quarry Recreation Park	155,643	57,428	-	-	(98,215)
Total business-type activities	1,326,171	922,608	-	-	(403,563)
Total	\$ 3,841,558	1,069,154	-	-	(2,772,404)
General revenues:					
Property taxes		\$ 2,234,818		-	2,234,818
Interest		16,414		10,972	27,386
Bond interest refund		88,561		-	88,561
Other		10,403		-	10,403
Asset donations / trade-ins		240,102		-	240,102
Transfers and special items:					
Donation of Stone Quarry capital assets		-		(215,314)	(215,314)
Impairment loss on Stone Quarry capital assets		-		(463,308)	(463,308)
Transfer of Stone Quarry capital assets to general government		994,460		(994,460)	-
Transfers from general government to Stone Quarry		(297,348)		297,348	-
Contribution of capital assets to Prairie View Golf Course		(1,145,444)		1,145,444	-
Total general revenues, transfers, and special items		2,141,966		(219,318)	1,922,648
Change in net position		(226,875)		(622,881)	(849,756)
Net position:					
Beginning		8,389,221		4,216,400	12,605,621
Prior period adjustment		(459,406)		459,406	-
Ending		\$ 7,702,940		4,052,925	11,755,865

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

Balance Sheet

Governmental Funds

December 31, 2012

	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	\$ 234,792	-	76,412	-	113,494	424,698
Non-pooled	8,457	-	-	126,505	-	134,962
Investments						
Pooled	210,691	-	68,568	-	101,845	381,104
Non-pooled	-	-	-	548,463	-	548,463
Property taxes receivable	397,000	1,998,254	-	-	328,329	2,723,583
Rent receivable	8,435	-	-	-	-	8,435
Interest receivable	-	-	-	400	-	400
Health insurance deposit	59,000	-	-	-	-	59,000
Prepaid items	-	444,705	-	-	3,730	448,435
Due from other funds	3,737	-	-	-	-	3,737
Due from employees	1,400	-	-	-	-	1,400
Total assets	<u>923,512</u>	<u>2,442,959</u>	<u>144,980</u>	<u>675,368</u>	<u>547,398</u>	<u>4,734,217</u>
Liabilities:						
Accounts payable	10,289	-	3,400	436,742	6,570	457,001
Accrued payroll	8,276	-	5,806	-	1,263	15,345
Due to other funds	253,235	3,737	-	-	-	256,972
Deferred revenue	397,000	1,998,254	-	-	329,000	2,724,254
Total liabilities	<u>668,800</u>	<u>2,001,991</u>	<u>9,206</u>	<u>436,742</u>	<u>336,833</u>	<u>3,453,572</u>
Fund balances:						
Nonspendable:						
Prepaid items	-	444,705	-	-	3,730	448,435
Restricted for:						
Special revenue funds	-	-	-	-	206,835	206,835
Committed to:						
Capital projects funds	-	-	135,774	238,626	-	374,400
Unassigned	254,712	(3,737)	-	-	-	250,975
Total fund balances	<u>254,712</u>	<u>440,968</u>	<u>135,774</u>	<u>238,626</u>	<u>210,565</u>	<u>1,280,645</u>
Total liabilities & fund balances	<u>\$ 923,512</u>	<u>2,442,959</u>	<u>144,980</u>	<u>675,368</u>	<u>547,398</u>	<u>4,734,217</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 Position**
December 31, 2012

Fund balances of Governmental Funds \$ 1,280,645

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	\$ 14,312,680	
Accumulated depreciation	<u>(2,638,058)</u>	11,674,622

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	85,255	
Unamortized bond premium	<u>(51,572)</u>	33,683

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

Bonds payable	(4,845,000)	
Capital leases payable	(425,202)	
Compensated absences	\$ <u>(61,150)</u>	<u>(5,331,352)</u>

Net position of governmental activities \$ 7,702,940

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, 2012

	General Fund	Land Development Bond Fund	Capital Projects Fund	Land Acquisition Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:						
Property taxes	\$ 388,228	1,517,907	-	-	328,683	2,234,818
Charges & fees	146,546	-	-	-	-	146,546
Interest	1,544	1,014	1,728	11,594	534	16,414
Sale of equipment	-	-	287,752	-	-	287,752
Other	3,994	-	5,045	-	500	9,539
Total revenue	<u>540,312</u>	<u>1,518,921</u>	<u>294,525</u>	<u>11,594</u>	<u>329,717</u>	<u>2,695,069</u>
Expenditures:						
Current:						
Culture & recreation						
Personnel	308,538	-	339,545	-	230,405	878,488
Contractual services	178,656	5,328	12,981	61,799	67,693	326,457
Material & supplies	41,905	-	36,809	-	8,192	86,906
Capital outlay	-	-	829,959	854,982	-	1,684,941
Debt service:						
Principal	-	1,258,000	34,204	-	-	1,292,204
Interest	-	265,003	15,796	-	-	280,799
Total expenditures	<u>529,099</u>	<u>1,528,331</u>	<u>1,269,294</u>	<u>916,781</u>	<u>306,290</u>	<u>4,549,795</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,213</u>	<u>(9,410)</u>	<u>(974,769)</u>	<u>(905,187)</u>	<u>23,427</u>	<u>(1,854,726)</u>
Other financing sources (uses):						
Capital - related debt issued	-	-	938,000	-	-	938,000
Bond interest refund	-	-	88,561	-	-	88,561
Bond issuance costs	-	-	(6,000)	-	-	(6,000)
Transfers in (out)	(297,348)	-	(62,015)	(1,083,429)	-	(1,442,792)
Total other financing sources (uses)	<u>(297,348)</u>	<u>-</u>	<u>958,546</u>	<u>(1,083,429)</u>	<u>-</u>	<u>(422,231)</u>
Net change in fund balances	<u>(286,135)</u>	<u>(9,410)</u>	<u>(16,223)</u>	<u>(1,988,616)</u>	<u>23,427</u>	<u>(2,276,957)</u>
Fund balances:						
Beginning	<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>
Ending	<u>\$ 254,712</u>	<u>440,968</u>	<u>135,774</u>	<u>238,626</u>	<u>210,565</u>	<u>1,280,645</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, 2012

Net Change in Fund Balances - total governmental funds **\$ (2,276,957)**

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	\$ 988,146		
Receipt of donated capital assets	994,460		
Proceeds received on sale of capital assets	(46,650)		
Gain or (loss) on disposal of capital assets	(10,568)		
Depreciation expense	<u>(217,698)</u>		1,707,690

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

Capital - related debt issued	(938,000)		(938,000)
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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:

Bond payments	1,258,000		
Capital lease payment	<u>\$ 34,204</u>		1,292,204

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			(7,344)
Bond issue costs			(11,310)
Amortization of bond premium			<u>6,842</u>

Change in net assets of governmental activities **\$ (226,875)**

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Statement of Net Position
Proprietary Fund Types
December 31, 2012
With Comparative Totals for December 31, 2011

	2012			2011
	Prairie View Golf Course	Stone Quarry Recreation Park	Total	Total
Current Assets:				
Cash & cash equivalents				
Pooled	\$ 253,326	-	253,326	275,967
Non-pooled	8,766	-	8,766	13,230
Investments				
Pooled	227,322	-	227,322	240,770
Non-pooled	14,434	-	14,434	14,217
Accounts receivable	1,845	-	1,845	-
Inventories	29,284	-	29,284	27,403
Due from other funds	253,235	-	253,235	(68,226)
Total current assets	788,212	-	788,212	503,361
Noncurrent Assets:				
Capital assets:				
Non-depreciable	1,299,430	-	1,299,430	760,044
Depreciable, net of accumulated depreciation	2,009,999	-	2,009,999	3,446,340
Total noncurrent assets	3,309,429	-	3,309,429	4,206,384
Total Assets	4,097,641	-	4,097,641	4,709,745
Current Liabilities:				
Accounts payable	9,406	-	9,406	1,435
Accrued wages	6,267	-	6,267	6,528
Capital leases payable - current	-	-	-	34,204
Deferred fee revenue	29,043	-	29,043	25,976
Total current liabilities	44,716	-	44,716	68,143
Noncurrent Liabilities:				
Capital leases payable	-	-	-	425,202
Total noncurrent liabilities	-	-	-	425,202
Total Liabilities	44,716	-	44,716	493,345
Net Position:				
Invested in capital assets	3,309,429	-	3,309,429	4,206,384
Unrestricted	743,496	-	743,496	10,016
Total Net Position	\$ 4,052,925	-	4,052,925	4,216,400

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 Position
Proprietary Funds
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	PrairieView Golf Course	Stone Quarry Recreation Park	Total	Total
Operating revenues:				
Charges for services	\$ 649,145	47,600	696,745	660,058
Concessions	216,035	9,828	225,863	204,864
Total operating revenues	865,180	57,428	922,608	864,922
Operating expenses:				
Operations	852,026	104,829	956,855	995,438
Depreciation	318,502	50,814	369,316	365,091
Total operating expenses	1,170,528	155,643	1,326,171	1,360,529
Operating income (loss)	(305,348)	(98,215)	(403,563)	(495,607)
Nonoperating revenue (expense):				
Gain (loss) on disposal of capital assets	9,000	-	9,000	-
Interest on investments	1,972	-	1,972	3,524
Total nonoperating revenue (expense)	10,972	-	10,972	3,524
Net Income before transfers and other extraordinary items:	(294,376)	(98,215)	(392,591)	(492,083)
Transfers and special items:				
Donation of capital assets	-	(215,314)	(215,314)	-
Impairment loss on capital assets	-	(463,308)	(463,308)	-
Transfers out	-	(994,460)	(994,460)	-
Transfers in	1,145,444	297,348	1,442,792	84,897
Total transfers	1,145,444	(1,375,734)	(230,290)	84,897
Change in net position	851,068	(1,473,949)	(622,881)	(407,186)
Net position:				
Beginning	2,742,451	1,473,949	4,216,400	4,623,586
Prior period adjustment	459,406	-	459,406	-
Ending	\$ 4,052,925	-	4,052,925	4,216,400

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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Prairie View Golf Course	Stone Quarry Recreation Park	Total	Total
Cash flow from operating activities:				
Receipts from customers & users	\$ 868,247	57,428	925,675	860,769
Payments to suppliers	(379,273)	(45,223)	(424,496)	(452,134)
Payments to employees	(410,156)	(52,610)	(462,766)	(461,019)
Payments for employee benefits	(57,600)	(8,009)	(65,609)	(78,217)
Net cash provided (used) by operating activities	<u>21,218</u>	<u>(48,414)</u>	<u>(27,196)</u>	<u>(130,601)</u>
Cash flows from noncapital financing activities:				
Loans from (to) other funds	<u>(72,226)</u>	<u>48,114</u>	<u>(24,112)</u>	<u>68,226</u>
Net cash provided (used) by noncapital financing activities	<u>(72,226)</u>	<u>48,114</u>	<u>(24,112)</u>	<u>68,226</u>
Cash flows from capital financing activities:				
Proceeds received on sale of capital assets	9,000	-	9,000	-
Capital lease payment	<u>-</u>	<u>-</u>	<u>-</u>	<u>(50,000)</u>
Net cash provided (used) by capital financing activities	<u>9,000</u>	<u>-</u>	<u>9,000</u>	<u>(50,000)</u>
Cash flows used in investing activities:				
Sale (purchase) of investments, net	13,231	-	13,231	59,320
Interest on investments	<u>1,972</u>	<u>-</u>	<u>1,972</u>	<u>3,524</u>
Net cash provided (used) by investing activities	<u>15,203</u>	<u>-</u>	<u>15,203</u>	<u>62,844</u>
Net increase (decrease) in cash and cash equivalents	(26,805)	(300)	(27,105)	(49,531)
Cash and cash equivalents:				
Beginning	<u>288,897</u>	<u>300</u>	<u>289,197</u>	<u>338,728</u>
Ending	<u>\$ 262,092</u>	<u>-</u>	<u>262,092</u>	<u>289,197</u>
Noncash capital activities:				
Contributions of capital assets from government	<u>\$ 1,145,444</u>	<u>-</u>	<u>1,145,444</u>	<u>84,897</u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

Statement of Cash Flows (Continued)

Proprietary Funds

December 31, 2012

With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>			<u>2011</u>
	Stone Quarry			
	Prairie View	Recreation		
	Golf Course	Park	Total	Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (305,348)	(98,215)	(403,563)	(495,607)
Adjustment to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation	318,502	50,814	369,316	365,091
Changes in assets & liabilities:				
(Increase) decrease in:				
Accounts receivable	(1,845)	-	(1,845)	1,400
Inventories	(1,881)	-	(1,881)	12,555
Increase (decrease) in:				
Accounts payable	7,971	-	7,971	(10,298)
Accrued liabilities	752	(1,013)	(261)	411
Deferred fee revenues	3,067	-	3,067	(4,153)
Net cash provided (used) by operating activities	\$ <u>21,218</u>	<u>(48,414)</u>	<u>(27,196)</u>	<u>(130,601)</u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements
December 31, 2012

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, 2012

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

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items 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, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The District reports the following major governmental funds:

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

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

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

The Land Acquisition Capital Projects 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, 2012

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, 2012

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, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Property Taxes (Continued)

The property tax calendar for the 2011 tax levy is as follows:

Lien Date	January 1, 2011
Levy Date	November 21, 2011
Tax Bills Mailed (at least 30 days prior to first installment due date)	
First Installment Due	June 8, 2012
Second Installment Due	September 7, 2012

Property taxes are billed and collected by the County Treasurer of Ogle County, Illinois. The 2012 tax levy, which attached as an enforceable lien on property as of January 1, 2012, has been recorded as a receivable as of December 31, 2012 as the tax was levied in December 2012. However, since the tax will not be received within 60 days, the entire levy is also recorded as deferred revenue.

The District's 2011 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	0.05998	0.6000
Audit	0.00185	0.0050
Insurance	0.01698	None
IMRF	0.01235	None
Unemployment	0.00216	None
Workers' Compensation Insurance	0.00386	None
Social Security	0.01358	None
Bond	<u>0.23451</u>	None
TOTAL DISTRICT	<u>0.34527</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, 2012

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 Position

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Fund Equity/Net Position (Continued)

Restricted amounts contain restraints on their use externally imposed by creditors, grantors, contributors, or law or regulation of other governments; or imposed by law through constitutional provisions or enabling legislation. 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 and is used for any deficit fund balances.

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

N. Statement of Net Position

The District implemented GASB Statement 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government's net position, effective with the December 31, 2012 financial statements. GASB Statement 63 changes the title of the "Statement of Net Assets" to the "Statement of Net Position" and provides that deferred outflows should be reported in a separate section following assets and deferred inflows should be reported in a separate section following liabilities. As of December 31, 2012, the District did not have any items that meet the definition of deferred inflows or deferred outflows in accordance with GASB Statement 63.

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.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

2. DEPOSITS AND INVESTMENTS (Continued)

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.

At December 31, 2012, the District's cash, cash equivalents and investments consisted of the following:

Cash & cash equivalents	
Cash on hand	\$ 3,160
Demand deposits and money market	90,955
Public funds money manager	<u>727,639</u>
Total cash & cash equivalents	<u>821,754</u>
Investments	
Certificates of deposit	<u>1,171,323</u>
TOTAL	\$ <u><u>1,993,077</u></u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

3. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2012 was as follows:

	Beginning Balance	Increases	Stone Quarry Transfers	Decreases	Ending Balance
<u>Governmental Activities</u>					
Capital assets not being depreciated:					
Land	\$ 6,231,668	566,798	544,044	-	7,342,510
Construction in progress	-	185,315	-	-	185,315
Total capital assets not being depreciated	<u>6,231,668</u>	<u>752,113</u>	<u>544,044</u>	<u>-</u>	<u>7,527,825</u>
Capital assets being depreciated:					
Land improvements	1,191,255	16,408	-	-	1,207,663
Building & improvements	3,676,275	98,850	702,249	-	4,477,374
Equipment	714,054	90,674	-	64,482	740,246
Vehicles	361,069	30,101	-	31,598	359,572
Total capital assets being depreciated	<u>5,942,653</u>	<u>236,033</u>	<u>702,249</u>	<u>96,080</u>	<u>6,784,855</u>
Less accumulated depreciation for:					
Land improvements	497,781	45,216	-	-	542,997
Building & improvements	1,087,798	89,023	251,833	-	1,428,654
Equipment	403,617	46,884	-	28,657	421,844
Vehicles	218,190	36,575	-	10,205	244,560
Total accumulated depreciation	<u>2,207,386</u>	<u>217,698</u>	<u>251,833</u>	<u>38,862</u>	<u>2,638,055</u>
Net capital assets being depreciated	<u>3,735,267</u>	<u>18,335</u>	<u>450,416</u>	<u>57,218</u>	<u>4,146,800</u>
Net governmental activities capital assets	<u>\$ 9,966,935</u>	<u>770,448</u>	<u>994,460</u>	<u>57,218</u>	<u>11,674,625</u>

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

	Beginning Balance	Increases	Stone Quarry Transfers	Decreases	Ending Balance
<u>Business-type Activities</u>					
Capital assets not being depreciated:					
Land	\$ 760,044	-	(544,044)	-	216,000
Construction in progress	-	1,083,430	-	-	1,083,430
Total capital assets not being depreciated	<u>760,044</u>	<u>1,083,430</u>	<u>(544,044)</u>	<u>-</u>	<u>1,299,430</u>
Capital assets being depreciated:					
Land improvements	4,297,130	-	-	1,069,581	3,227,549
Building & improvements	2,162,194	26,480	(702,249)	-	1,486,425
Equipment	1,374,224	35,534	-	138,011	1,271,747
Vehicles	39,974	-	-	-	39,974
Total capital assets being depreciated	<u>7,873,522</u>	<u>62,014</u>	<u>(702,249)</u>	<u>1,207,592</u>	<u>6,025,695</u>
Less accumulated depreciation for:					
Land improvements	2,517,003	157,624	-	398,089	2,276,538
Building & improvements	1,102,955	77,658	(251,833)	-	928,780
Equipment	785,238	126,039	-	130,880	780,397
Vehicles	21,986	7,995	-	-	29,981
Total accumulated depreciation	<u>4,427,182</u>	<u>369,316</u>	<u>(251,833)</u>	<u>528,969</u>	<u>4,015,696</u>
Net capital assets being depreciated	<u>3,446,340</u>	<u>(307,302)</u>	<u>(450,416)</u>	<u>678,623</u>	<u>2,009,999</u>
Net governmental activities capital assets	<u>\$ 4,206,384</u>	<u>776,128</u>	<u>(994,460)</u>	<u>678,623</u>	<u>3,309,429</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

4. CAPITAL LEASES AND PRIOR PERIOD ADJUSTMENT

In 2011, the District entered into three lease agreements for financing the acquisition of various equipment for PrairieView Golf Course. 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 capital lease was recorded under the PrairieView Golf Course in 2011. However it is the intention that the Capital Projects Fund make the lease payments, and the equipment is considered contributed capital assets to the PrairieView Golf Course. Therefore a prior period adjustment was made in 2012 to remove the capital lease from the PrairieView Golf Course and record the capital lease under Governmental Activities.

The assets acquired through capital leases are as follows:

	<u>PrairieView Golf Course</u>
Asset:	
Equipment	\$ 509,406
Less: Accumulated depreciation	<u>(121,283)</u>
Total	<u>\$ 388,123</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2012 are as follows:

<u>Year Ending December 31</u>	<u>Governmental Activities</u>
2013	\$ 223,490
2014	<u>223,490</u>
Total minimum lease payments	\$ 446,980
Less: amount representing interest	<u>(21,778)</u>
Present value of minimum lease payments	<u>\$ 425,202</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

5. LONG-TERM DEBT

A. The following is a summary of debt transactions of the District for the year ended December 31, 2012:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Beginning Balance</u>	<u>Prior Period Adjustment</u>	<u>New Issues</u>	<u>Retired</u>	<u>Ending Balance</u>
G.O. Bonds - Series 2012	\$ -	-	938,000	938,000	-
G.O. Bonds - Series 2010B	5,165,000	-	-	320,000	4,845,000
Capital leases	-	459,406	-	34,204	425,202
Compensated absences	53,808	-	64,071	56,729	61,150
Total	<u>\$ 5,218,808</u>	<u>459,406</u>	<u>1,002,071</u>	<u>1,348,933</u>	<u>5,331,352</u>

<u>BUSINESS-TYPE ACTIVITIES</u>	<u>Beginning Balance</u>	<u>Prior Period Adjustment</u>	<u>New Issues</u>	<u>Retired</u>	<u>Ending Balance</u>
Capital leases	\$ 459,406	(459,406)	-	-	-
Total	<u>\$ 459,406</u>	<u>(459,406)</u>	<u>-</u>	<u>-</u>	<u>-</u>

G.O. Bonds were issued to fund the 2012 capital projects activities.

Compensated absences are paid from the general and golf funds. Lease payments will be made from the capital projects fund. All other debt is paid from the debt service fund.

The outstanding debt as of December 31, 2012 consists of the following individual amounts:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Balances 12/31/12</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.	\$ 4,845,000	320,000
▪ Capital leases	425,202	209,091
▪ Accumulated unpaid vacation and comp time	<u>61,150</u>	<u>61,150</u>
Total outstanding debt	<u>\$ 5,331,352</u>	<u>590,241</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

5. LONG-TERM DEBT (continued)

B. The annual requirements to amortize all debt outstanding as of December 31, 2012 including interest are as follows:

GOVERNMENTAL ACTIVITIES

Year Ending Dec. 31,	G.O. Bonds 2010B		Compensated Absences	Total	
	Principal	Interest		Principal	Interest
2013	\$ 320,000	244,810	61,150	381,150	244,810
2014	320,000	234,690	-	320,000	234,690
2015	325,000	222,751	-	325,000	222,751
2016	335,000	208,879	-	335,000	208,879
2017	340,000	193,265	-	340,000	193,265
2018-2022	1,885,000	679,337	-	1,885,000	679,337
2023-2025	1,320,000	124,900	-	1,320,000	124,900
Total	\$ 4,845,000	1,908,633	61,150	4,906,150	1,908,633

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 of \$647,831,225. At December 31, 2012, the statutory limit for the District was \$14,900,118. The District's legal debt margin was \$10,070,884.

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 public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. Property, general liability, automobile liability, crime, boiler and machinery, public officials, employment practices liability, 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, 2012 to December 31, 2012:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

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			PDRMA	P070111
all losses per occurrence		\$1,000,000	\$1,000,000,000/all members	Reinsurers:	
all losses annual aggregate		\$3,000,000	Declaration 11	Various	
Flood/except Zones A&V	\$1,000	\$1,000,000	\$250,000,000/occurrence	Reinsurers	
			annual aggregate	through the	
Flood, Zones A&V	\$1,000	\$1,000,000	\$200,000,000/occurrence	Public Entity	
			annual aggregate	Property	
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/occurrence	Reinsurance	
			annual aggregate	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	\$25,000,000		
			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	Indemnity Co. of	
			- included	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	01-436-32-39
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	WC010112
EMPLOYERS LIABILITY		\$500,000	\$3,500,000 Employers Liability	Government	GEM-0003
				Entitles Mutual,	A11001
				Safety National	SP-4045626
				Casualty Corp.	
<u>3. Liability</u>					
General	None	\$500,000	\$21,500,000/occurrence/annual	PDRMA	L010112
			aggregate	Reinsurers:	GEM-0003
Auto Liability	None	Included	Included	Government	A10011
Employment Practices	None	Included	\$21,500,000/occurrence/annual	Entitles Mutual,	
			aggregate	Markel	
Public Officials' Liability	None	Included		Starr Indemnity	8090010
Law Enforcement Liability	None	Included	Included	and Liability Co.	
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	PEC2535804
Property - first party	\$1,000	\$24,000	\$30,000,000 3 year general	Insurance	
			aggregate		

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

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	Markel	
<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, 2011 and the statement of revenues and expenses for the period ending December 31, 2011. The Byron Forest Preserve District's portion of the overall equity of the pool is (-0.064%) or (\$21,365).

Assets	\$ 55,041,677
Liabilities	\$ 21,875,511
Member Balances	\$ 33,166,166
Revenues	\$ 18,480,463
Expenditures	\$ 17,708,721

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

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, 2011.

Funding Policy

As set by statute, the District's Regular plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2011 used by the employer was 9.08 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2011 was 10.13 percent. 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 2011, the District's actual contributions for pension cost for the Regular were \$73,885. Its required contribution for calendar year 2011 was \$82,429.

Three-Year Trend Information for the Regular Plan

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/11	\$ 82,429	90%	\$ 8,544
12/31/10	66,624	100%	0
12/31/09	64,092	100%	0

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

7. EMPLOYEE RETIREMENT SYSTEMS (Continued)

The required contribution for 2011 was determined as part of the December 31, 2009 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2009, 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, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress

As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 73.76 percent funded. The actuarial accrued liability for benefits was \$1,479,684 and the actuarial value of assets was \$1,091,426, resulting in an underfunded actuarial accrued liability (UAAL) of \$388,258. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$813,712 and the ratio of the UAAL to the covered payroll was 48%.

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, 2011, the participants 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, 2012

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:

	12/31/11	12/31/10
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	\$ (45,342)	(29,724)

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

	12/31/11	12/31/10
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, 2012

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, 2011 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 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	\$ 234,792	210,691	445,483
Enterprise Funds:			
PrairieView Golf Fund	253,326	227,322	480,648
Special revenue funds:			
IMRF	8,897	7,983	16,880
Social Security	17,602	15,796	33,398
Audit	3,312	2,972	6,284
Unemployment Insurance	21,545	19,334	40,879
Liability insurance	43,470	39,009	82,479
Worker's Compensation	18,668	16,751	35,419
Total special revenue funds	113,494	101,845	215,339
Capital Projects Fund	76,412	68,568	144,980
TOTAL	\$ 678,024	608,426	1,286,450

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

10. INDIVIDUAL FUND DISCLOSURES

Individual fund interfund receivable/payables are as follows:

<u>Governmental funds:</u>	<u>Receivable</u>	<u>Payable</u>
General Fund *	\$ 3,737	253,235
Land Development Bond Fund *	-	3,737
Total governmental	<u>3,737</u>	<u>256,972</u>
 <u>Enterprise funds:</u>		
PrairieView Golf Fund *	253,235	-
Total enterprise	<u>253,235</u>	<u>-</u>
TOTAL	<u>\$ 256,972</u>	<u>256,972</u>

* - denotes major fund

The governmental fund loan from the General Fund to the Land Development Bond Fund was made to eliminate the negative cash balance. The District discontinued Stone Quarry Recreation Park operations in 2012, and the General Fund assumed the Stone Quarry's remaining inter-fund payable to PrairieView Golf Fund. These loans are expected to be repaid during 2013.

INTERFUND TRANSFERS

The District made the following interfund transfers:

<u>FROM</u>	<u>TO</u>	
Capital Projects Fund *	Business Activities - Golf Fund *	\$ 62,015
Land Acquisition Capital Projects Fund *	Business Activities - Golf Fund *	\$ 1,083,429
Business Activities - Stone Quarry Fund *	General Fund *	\$ 994,460
General Fund *	Business Activities - Stone Quarry Fund *	\$ 297,348

* denotes major fund

The transfers from Capital Projects and Land Acquisition Capital Projects Funds to the Golf Fund were for capital assets acquired through the Capital Projects and Land Acquisition Capital Projects Funds for the Prairie View Golf Course.

The transfer from Stone Quarry Recreation Park Fund to the General Fund was for capital assets donated to general government upon the closure of the Park in 2012. The transfer from the General Fund to the Stone Quarry Recreation Park Fund was to eliminate the remaining negative fund balance.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

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, 2012. Unassigned fund balance is the residual classification for the general fund or any deficient fund balance.

12. EXELON AGREEMENT

The District and 11 other governmental agencies had entered into an agreement with Exelon establishing the assessed value of the Byron Station for 3 tax years 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 tax year 2012 is not under contract, and the 2012 assessed value has increased from the prior year. The Byron Station currently accounts for approximately 75% of the District's equalized assessed value.

13. PREPAID ITEMS

During December 2012, the District submitted \$444,705 to the Bond Issue Registrar for the payment of principal and interest due January 1, 2013. This payment has been recorded as a prepaid item in the Debt Service Fund as of December 31, 2012. The District also booked \$3,730 of prepaid payroll taxes in the Social Security Fund.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Financial Statements (Continued)
December 31, 2012

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. RECLASSIFICATIONS

Certain reclassifications have been made to the 2011 financial statements to conform to the 2012 presentation.

16. STONE QUARRY RECREATION PARK

As the Stone Quarry Recreation Park was unable to generate sufficient revenues to cover operating expenses due to the economy and other factors, the District discontinued Park operations in September 2012. The Stone Quarry Recreation Park's capital assets were either donated to outside parties, transferred within the District to governmental activities, or determined to be impaired at year end as they are no longer in use. The losses related to these disposals are classified as special items in the Stone Quarry Recreation Park's Schedule of Revenue, Expenses, and Changes in Fund Net Position. The remaining inter-fund payable balance that Stone Quarry Recreation Park owed to other funds was eliminated with a transfer from the General Fund.

17. SUBSEQUENT EVENTS

Subsequent to year end, the Board of Commissioners approved an ordinance providing for the issuance of \$1,430,000 General Obligation Bonds, Series, 2013, and providing for the levy and collection of a direct annual tax sufficient for the payment of the principal and interest.

In addition, the Board has approved the District entering into a three year loan for \$1,200,000 with an interest rate of 2.5% for construction of the District's maintenance facility.

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, 2012
 With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Taxes:				
Property taxes	\$ 388,500	388,228	(272)	381,740
Charges & fees	156,310	146,546	(9,764)	153,428
Grants	-	-	-	-
Tax settlement	-	-	-	127,339
Interest	1,300	1,544	244	1,714
Other	12,200	3,994	(8,206)	24,143
Total revenues	<u>558,310</u>	<u>540,312</u>	<u>(17,998)</u>	<u>688,364</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	309,060	308,538	522	299,424
Contractual services	195,650	178,656	16,994	214,108
Material & supplies	52,350	41,905	10,445	46,220
Total expenditures	<u>557,060</u>	<u>529,099</u>	<u>27,961</u>	<u>559,752</u>
Excess (deficiency) of revenues over (under) expenditures	1,250	11,213	9,963	128,612
Other financing sources(uses):				
Transfers in (out)	<u>-</u>	<u>(297,348)</u>	<u>(297,348)</u>	<u>-</u>
Net change in fund balance	1,250	(286,135)	(287,385)	128,612
Fund balance				
Beginning	<u>485,000</u>	<u>540,847</u>	<u>55,847</u>	<u>412,235</u>
Ending	<u>\$ 486,250</u>	<u>254,712</u>	<u>(231,538)</u>	<u>540,847</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
 Required Supplementary Information
 Schedule of Funding Progress
Illinois Municipal Retirement Fund
 December 31, 2012

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
12/31/11	\$ 1,091,426	1,479,684	388,258	73.76 %	\$ 813,712	47.71 %
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, 2011 is \$996,955. On a market basis, the funded ratio would be 67.38%.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
 Required Supplementary Information
 Schedule of Funding Progress
Post Employment Benefits Other Than Pension
 December 31, 2012

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
12/31/11 \$	-	123,622	123,622	0.00 %	\$ -	0.00 %
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, 2011, as presented above.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Notes to Required Supplementary Information
December 31, 2012

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	<u>84,026</u>	<u>76,000</u>	<u>8,026</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2012

	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund	Total
Assets:							
Cash & cash equivalents	\$ 8,897	43,470	21,545	18,668	17,602	3,312	113,494
Investments	7,983	39,009	19,334	16,751	15,796	2,972	101,845
Prepaid items	-	-	-	-	3,730	-	3,730
Property tax receivable, net	89,329	107,000	10,000	25,000	85,000	12,000	328,329
Total assets	106,209	189,479	50,879	60,419	122,128	18,284	547,398
Liabilities:							
Accounts payable	6,121	449	-	-	-	-	6,570
Accrued wages	-	1,263	-	-	-	-	1,263
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	90,000	107,000	10,000	25,000	85,000	12,000	329,000
Total liabilities	96,121	108,712	10,000	25,000	85,000	12,000	336,833
Fund balances:							
Restricted	10,088	80,767	40,879	35,419	37,128	6,284	210,565
Total liabilities and fund balances	\$ 106,209	189,479	50,879	60,419	122,128	18,284	547,398

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2012

	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund	Total
Revenues:							
Property taxes	\$ 79,937	109,906	13,981	24,985	87,900	11,974	328,683
Interest	44	211	88	104	74	13	534
Other	-	500	-	-	-	-	500
Total revenues	79,981	110,617	14,069	25,089	87,974	11,987	329,717
Expenditures:							
Current:							
Culture & recreation							
Personnel	84,026	63,751	1,041	-	81,587	-	230,405
Contractual services	-	31,683	-	24,960	-	11,050	67,693
Material & supplies	-	8,192	-	-	-	-	8,192
Total expenditures	84,026	103,626	1,041	24,960	81,587	11,050	306,290
Excess (deficiency) of revenues over (under) expenditures	(4,045)	6,991	13,028	129	6,387	937	23,427
Other financing sources(uses):							
Transfers in (out)	-	-	-	-	-	-	-
Net change in fund balances	(4,045)	6,991	13,028	129	6,387	937	23,427
Fund balances:							
Beginning	14,133	73,776	27,851	35,290	30,741	5,347	187,138
Ending	\$ 10,088	80,767	40,879	35,419	37,128	6,284	210,565

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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>			<u>2011</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property tax	\$ 80,000	79,937	(63)	64,275
Interest	250	44	(206)	131
Total revenues	<u>80,250</u>	<u>79,981</u>	<u>(269)</u>	<u>64,406</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	<u>76,000</u>	<u>84,026</u>	<u>(8,026)</u>	<u>75,611</u>
Net change in fund balance	4,250	(4,045)	(8,295)	(11,205)
Fund balance:				
Beginning	<u>18,000</u>	<u>14,133</u>	<u>(3,867)</u>	<u>25,338</u>
Ending	\$ <u><u>22,250</u></u>	<u><u>10,088</u></u>	<u><u>(12,162)</u></u>	<u><u>14,133</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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>			<u>2011</u>
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Property tax	\$ 110,000	109,906	(94)	89,928
Interest	250	211	(39)	247
Other	-	500	500	2,240
Total revenues	<u>110,250</u>	<u>110,617</u>	<u>367</u>	<u>92,415</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	68,000	63,751	4,249	65,517
Contractual services	31,500	31,683	(183)	33,790
Material & supplies	<u>9,900</u>	<u>8,192</u>	<u>1,708</u>	<u>8,826</u>
Total expenditures	<u>109,400</u>	<u>103,626</u>	<u>5,774</u>	<u>108,133</u>
Net change in fund balance	850	6,991	6,141	(15,718)
Fund balance:				
Beginning	<u>65,000</u>	<u>73,776</u>	<u>8,776</u>	<u>89,494</u>
Ending	\$ <u><u>65,850</u></u>	<u><u>80,767</u></u>	<u><u>14,917</u></u>	<u><u>73,776</u></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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>			<u>2011</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 14,000	13,981	(19)	13,964
Interest	500	88	(412)	221
Total revenues	<u>14,500</u>	<u>14,069</u>	<u>(431)</u>	<u>14,185</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	<u>14,000</u>	<u>1,041</u>	<u>12,959</u>	<u>25,690</u>
Net change in fund balance	500	13,028	12,528	(11,505)
Fund balance:				
Beginning	<u>31,200</u>	<u>27,851</u>	<u>(3,349)</u>	<u>39,356</u>
Ending	\$ <u><u>31,700</u></u>	<u><u>40,879</u></u>	<u><u>9,179</u></u>	<u><u>27,851</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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>			<u>2011</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 25,000	24,985	(15)	19,983
Interest	<u>500</u>	<u>104</u>	<u>(396)</u>	<u>265</u>
Total revenues	<u>25,500</u>	<u>25,089</u>	<u>(411)</u>	<u>20,248</u>
Expenditures:				
Current:				
Culture & recreation:				
Contractual services	<u>25,000</u>	<u>24,960</u>	<u>40</u>	<u>28,054</u>
Net change in fund balance	500	129	(371)	(7,806)
Fund balance:				
Beginning	<u>42,500</u>	<u>35,290</u>	<u>(7,210)</u>	<u>43,096</u>
Ending	\$ <u><u>43,000</u></u>	<u><u>35,419</u></u>	<u><u>(7,581)</u></u>	<u><u>35,290</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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>			<u>2011</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 88,000	87,900	(100)	99,920
Interest	100	74	(26)	102
Total revenues	<u>88,100</u>	<u>87,974</u>	<u>(126)</u>	<u>100,022</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	<u>82,000</u>	<u>81,587</u>	<u>413</u>	<u>77,648</u>
Net change in fund balance	6,100	6,387	287	22,374
Fund balance:				
Beginning	<u>16,200</u>	<u>30,741</u>	<u>14,541</u>	<u>8,367</u>
Ending	<u>\$ 22,300</u>	<u>37,128</u>	<u>14,828</u>	<u>30,741</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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>			<u>2011</u>
	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Property taxes	\$ 12,000	11,974	(26)	16,973
Interest	75	13	(62)	17
Total revenues	<u>12,075</u>	<u>11,987</u>	<u>(88)</u>	<u>16,990</u>
Expenditures:				
Current:				
Culture & recreation:				
Contractual services	<u>12,000</u>	<u>11,050</u>	<u>950</u>	<u>10,300</u>
Net change in fund balance	75	937	862	6,690
Fund balance:				
Beginning	<u>5,000</u>	<u>5,347</u>	<u>347</u>	<u>(1,343)</u>
Ending	\$ <u><u>5,075</u></u>	<u><u>6,284</u></u>	<u><u>1,209</u></u>	<u><u>5,347</u></u>

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

General Fund

For the Year Ended December 31, 2012

With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Culture & Recreation:				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 59,500	57,270	2,230	56,916
Salaries - part time	8,500	11,593	(3,093)	18,271
Salaries - seasonal	15,050	8,359	6,691	3,888
Health Insurance	29,025	29,048	(23)	42,658
Total personnel	<u>112,075</u>	<u>106,271</u>	<u>5,804</u>	<u>121,733</u>
Contractual services:				
Public notices	500	217	283	315
Legal	10,000	7,595	2,405	11,466
Other professional services	4,000	5,676	(1,676)	3,070
Communications	13,500	15,643	(2,143)	13,817
Postage	10,200	11,913	(1,713)	9,981
Training & travel	5,500	7,988	(2,488)	5,525
Printing	30,000	12,772	17,228	31,669
Advertising	20,000	18,230	1,770	28,695
Natural gas	6,600	4,496	2,104	5,113
Electrical	24,000	24,387	(387)	24,860
Building repair & maintenance	9,000	9,551	(551)	11,517
Equipment repair & maintenance	2,500	3,630	(1,130)	2,165
Dues & membership	5,000	3,500	1,500	2,533
Uniforms	1,250	895	356	774
Computer repairs & support	10,000	13,008	(3,008)	16,963
Rental property repairs	-	1,403	(1,403)	1,150
Total contractual services	<u>152,050</u>	<u>140,903</u>	<u>11,147</u>	<u>169,613</u>
Material & supplies:				
Janitorial	2,300	1,419	881	1,757
Office	3,500	4,015	(515)	3,150
Motor fuel & lubrication	1,600	1,574	26	1,275
Hardware & small tools	\$ 150	-	150	3

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

General Fund

For the Year Ended December 31, 2012

With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Material & supplies (continued):				
Safety	\$ 500	223	277	30
Gift shop	1,500	1,148	352	1,224
Concessions	2,500	1,877	623	2,537
Bar service	1,800	1,153	647	1,687
Volunteer expenses	1,500	1,276	224	903
Total materials & supplies	15,350	12,685	2,665	12,566
Total administrative	279,475	259,858	19,617	303,912
<u>Board of Commissioners:</u>				
Personnel:				
Supplemental compensation	6,500	10,750	(4,250)	1,000
Contractual services:				
Training & travel	2,500	2,992	(492)	2,273
Dues & membership	4,500	2,000	2,500	2,000
Miscellaneous	5,000	7,213	(2,213)	6,881
Total contractual services	12,000	12,205	(205)	11,154
Total board of commissioners	18,500	22,955	(4,455)	12,154
<u>Heritage farm museum:</u>				
Contractual services:				
Natural gas	1,000	393	607	374
Electrical	2,300	1,880	420	2,546
Total heritage farm museum	3,300	2,273	1,027	2,920
<u>Education/Nature:</u>				
Personnel:				
Salaries	79,500	79,831	(331)	77,211
Salaries-part time	52,000	47,437	4,563	41,055
Health Insurance	17,650	16,271	1,379	16,420
Total personnel	\$ 149,150	143,540	5,610	134,686

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

General Fund

For the Year Ended December 31, 2012

With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Contractual services:				
Professional	\$ 2,000	1,758	242	1,746
Postage	500	54	446	1,250
Training & travel	2,500	2,527	(27)	3,050
Equipment repair & maintenance	250	128	122	(320)
Dues & membership	1,400	286	1,114	1,713
Natural gas	-	148	(148)	-
Electrical	-	180	(180)	-
Uniforms	750	658	92	498
Heritage Farm Operating	400	16	384	295
Employee loss insurance	-	-	-	682
Museum displays	100	-	100	5
Total contractual services	<u>7,900</u>	<u>5,754</u>	<u>2,146</u>	<u>8,919</u>
Material & supplies:				
Office	750	410	340	398
Motor fuel & lubrication	500	202	298	187
Building & construction	500	-	500	243
Grain, feed & game	750	688	62	434
Nature Preschool	4,500	2,942	1,558	4,410
Adventure Club	600	462	138	572
Earthkeepers	200	300	(100)	2,169
Kids concert	1,000	1,020	(20)	600
Birthday parties	300	177	123	276
Field trips	350	331	19	172
Halloween on the Prairie	1,200	1,397	(197)	950
Summer Concerts	2,400	1,950	450	2,350
Byron School field trips	100	24	77	70
Outdoor Adventure	9,000	5,944	3,056	4,168
Miscellaneous	-	3,703	(3,703)	4,319
Total material & supplies	<u>22,150</u>	<u>19,550</u>	<u>2,600</u>	<u>21,318</u>
Total education	\$ <u>179,200</u>	<u>168,843</u>	<u>10,357</u>	<u>164,923</u>

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

General Fund

For the Year Ended December 31, 2012

With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Restoration/Management:				
Personnel:				
Salaries	\$ 20,500	21,636	(1,136)	17,663
Salaries-full time hourly	12,360	13,769	(1,409)	12,007
Salaries-part time	-	-	-	4,114
Salaries-seasonal	4,000	3,512	488	3,428
Health insurance	4,475	9,060	(4,585)	4,793
Total personnel	<u>41,335</u>	<u>47,977</u>	<u>(6,642)</u>	<u>42,005</u>
Contractual services:				
Other professional services	6,000	5,419	581	5,668
Training & travel	2,000	728	1,272	2,636
Postage	100	-	100	16
Natural gas	1,050	1,103	(53)	773
Electrical	2,500	1,592	908	2,714
Building repair & maintenance	3,400	4,036	(636)	4,007
Vehicle repair & maintenance	750	509	241	1,272
Equipment repair & maintenance	1,500	1,154	346	1,969
Dues & membership	500	180	320	-
Uniforms	500	496	4	429
Advertising	100	-	100	-
Computer support	2,000	2,305	(305)	2,018
Total contractual services	<u>20,400</u>	<u>17,522</u>	<u>2,878</u>	<u>21,502</u>
Materials & supplies:				
Janitorial	750	142	608	246
Office	600	223	377	528
Motor fuel & lubrication	7,000	6,267	733	5,898
Building & construction	1,000	751	249	659
Hardware & small tools	1,000	847	153	1,010
Equipment parts	3,000	1,068	1,932	2,916
Grain, feed & game	500	147	353	100
Safety supplies	1,000	226	774	979
Total materials & supplies	<u>14,850</u>	<u>9,671</u>	<u>5,179</u>	<u>12,336</u>
Total restoration/management	<u>\$ 76,585</u>	<u>75,170</u>	<u>1,415</u>	<u>75,843</u>
Total general fund	<u>\$ 557,060</u>	<u>529,099</u>	<u>27,961</u>	<u>559,752</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenditures,
and Changes in Fund Balance
Land Development Bond Fund
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>	<u>2011</u>
	<u>Actual</u>	<u>Actual</u>
Revenues:		
Property tax	\$ 1,517,907	1,504,676
Interest	<u>1,014</u>	<u>2,035</u>
Total revenues	<u>1,518,921</u>	<u>1,506,711</u>
Expenditures:		
Contractual services		
Professional services	5,328	11,028
Debt service:		
Principal	1,258,000	915,000
Interest	<u>265,003</u>	<u>377,734</u>
Total expenditures	<u>1,528,331</u>	<u>1,303,762</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,410)</u>	<u>202,949</u>
Other financing sources (uses):		
Transfers out	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>
Net change in fund balance	(9,410)	202,949
Fund balance:		
Beginning	<u>450,378</u>	<u>247,429</u>
Ending	<u>\$ 440,968</u>	<u>450,378</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, 2012
With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Interest	\$ 6,000	1,728	(4,272)	2,904
Donations / trade-ins	240,102	287,752	47,650	230,127
Other income	-	5,045	5,045	-
Total revenues	<u>246,102</u>	<u>294,525</u>	<u>48,423</u>	<u>233,031</u>
Expenditures:				
Current:				
Culture & recreation:				
Personnel	323,500	339,545	(16,045)	316,294
Contractual services	17,150	12,981	4,169	13,504
Material & supplies	32,500	36,809	(4,309)	35,431
Capital outlay	900,780	829,959	70,821	678,628
Debt service:				
Principal	51,000	34,204	16,796	-
Interest	-	15,796	(15,796)	-
Total expenditures	<u>1,324,930</u>	<u>1,269,294</u>	<u>55,636</u>	<u>1,043,857</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,078,828)</u>	<u>(974,769)</u>	<u>104,059</u>	<u>(810,826)</u>
Other financing sources (uses):				
Capital - related debt issued	929,590	938,000	8,410	915,000
Bond interest refund	84,827	88,561	3,734	127,320
Bond issue cost	-	(6,000)	(6,000)	-
Transfers out	-	(62,015)	(62,015)	(84,897)
Total other financing sources (uses)	<u>1,014,417</u>	<u>958,546</u>	<u>(55,871)</u>	<u>957,423</u>
Net change in fund balance	<u>(64,411)</u>	<u>(16,223)</u>	<u>48,188</u>	<u>146,597</u>
Fund balance:				
Beginning	<u>65,000</u>	<u>151,997</u>	<u>86,997</u>	<u>5,400</u>
Ending	<u>\$ 589</u>	<u>135,774</u>	<u>135,185</u>	<u>151,997</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Expenditures - Budget and Actual
Capital Projects Fund
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	2012			2011
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Culture & Recreation:				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 119,500	156,333	(36,833)	114,626
Salaries-full time	108,000	88,358	19,642	110,676
Salaries-seasonal	25,000	29,008	(4,008)	34,398
Health Insurance	71,000	65,846	5,154	56,594
Total personnel	<u>323,500</u>	<u>339,545</u>	<u>(16,045)</u>	<u>316,294</u>
Contractual services:				
Training and travel	2,000	755	1,245	181
Natural gas	1,400	1,015	385	773
Electrical	750	656	94	1,355
Building repair & maintenance	1,500	575	926	1,209
Vehicles repair & maintenance	4,000	5,189	(1,189)	2,903
Equipment repair & maintenance	6,000	3,722	2,278	6,274
Uniforms	1,500	1,070	430	809
Total contractual services	<u>17,150</u>	<u>12,981</u>	<u>4,169</u>	<u>13,504</u>
Material & supplies:				
Motor fuel & lubrication	17,500	23,372	(5,872)	21,488
Building & construction	2,000	1,603	397	1,036
Safety supplies	3,000	2,098	902	2,577
Equipment parts	10,000	9,737	263	10,330
Total material & supplies	<u>32,500</u>	<u>36,810</u>	<u>(4,310)</u>	<u>35,431</u>
Total culture & recreation	<u>373,150</u>	<u>389,336</u>	<u>(16,186)</u>	<u>365,229</u>
Capital outlay:				
Administrative capital	256,000	258,533	(2,533)	299,206
Education/ Nature	17,500	7,297	10,203	11,653
Restoration & management	198,500	177,971	20,529	79,819
Golf maintenance	353,780	386,831	(33,051)	313,875
Clubhouse	75,000	61,342	13,658	45,126
Stone Quarry Mini Golf	-	-	-	13,846
less transfers to Golf	-	(62,015)	62,015	(84,897)
Total capital outlay	<u>900,780</u>	<u>829,959</u>	<u>70,821</u>	<u>678,628</u>
Debt service:				
Principal	51,000	34,204	16,796	-
Interest	-	15,796	(15,796)	-
Total debt service	<u>51,000</u>	<u>50,000</u>	<u>1,000</u>	<u>-</u>
Total capital projects	\$ <u>1,324,930</u>	<u>1,269,295</u>	<u>55,635</u>	<u>1,043,857</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenditures,
and Changes in Fund Balance
Land Acquisition Capital Projects Fund
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>	<u>2011</u>
	<u>Actual</u>	<u>Actual</u>
Revenues:		
Interest	\$ 11,594	22,893
Total revenues	<u>11,594</u>	<u>22,893</u>
Expenditures:		
Current:		
Culture & recreation:		
Contractual services	61,799	53,231
Capital outlay	<u>854,982</u>	<u>183,717</u>
Total expenditures	<u>916,781</u>	<u>236,948</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(905,187)</u>	<u>(214,055)</u>
Other financing sources (uses):		
Transfers out	<u>(1,083,429)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,083,429)</u>	<u>-</u>
Net change in fund balance	(1,988,616)	(214,055)
Fund balance:		
Beginning	<u>2,227,242</u>	<u>2,441,297</u>
Ending	\$ <u><u>238,626</u></u>	<u><u>2,227,242</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenses and Changes in Fund Net Position
PrairieView Golf Course Fund
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	2012 <u>Actual</u>	2011 <u>Actual</u>
Operating revenues:		
Charges for services:		
Golf fees	\$ 364,554	314,276
Pro shop	66,193	59,695
Cart rental	184,568	166,411
Driving range	19,430	16,655
Other	14,400	6,294
Total charges for service	<u>649,145</u>	<u>563,331</u>
Concessions	<u>216,035</u>	<u>182,036</u>
Total operating revenues	<u>865,180</u>	<u>745,367</u>
Operating expenses:		
Operations	852,026	838,072
Depreciation	<u>318,502</u>	<u>288,324</u>
Total operating expenses	<u>1,170,528</u>	<u>1,126,396</u>
Net operating income (loss)	<u>(305,348)</u>	<u>(381,029)</u>
Nonoperating revenue (expense):		
Gain (loss) on disposal of capital assets	9,000	-
Interest on investments	<u>1,972</u>	<u>3,524</u>
Total nonoperating revenue (expense)	<u>10,972</u>	<u>3,524</u>
Net Income (loss) before transfers	(294,376)	(377,505)
Transfers:		
Transfers in	<u>1,145,444</u>	<u>84,897</u>
Total transfers	<u>1,145,444</u>	<u>84,897</u>
Change in net position	851,068	(292,608)
Net position:		
Beginning	2,742,451	3,035,059
Prior period adjustment	<u>459,406</u>	<u>-</u>
Ending	<u>\$ 4,052,925</u>	<u>2,742,451</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Operating Expenses
PrairieView Golf Course Fund
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>	<u>2011</u>
	<u>Actual</u>	<u>Actual</u>
Operating:		
Personnel:		
Salaries	\$ 410,908	388,994
Employee benefits	57,600	69,255
Total personnel	<u>468,508</u>	<u>458,249</u>
Contractual services:		
Natural gas	7,326	7,096
Electrical	33,022	27,864
Printing & advertising	15,080	12,496
Postage	57	55
Communication	3,120	3,483
Computer repairs & support	3,358	2,936
Dues & memberships	4,320	4,472
Training & travel	2,426	3,109
Equipment rental	1,047	1,173
Miscellaneous	14,759	10,801
Total contractual services	<u>84,515</u>	<u>73,485</u>
Material & supplies:		
Office	1,593	1,252
Janitorial	3,537	4,047
Motor fuel & lubrication	32,865	32,826
Golf supplies	3,681	3,960
Gift shop & concession supplies	151,929	149,744
Turf maintenance	71,200	80,050
Building repair & maintenance	6,352	6,575
Equipment repair & maintenance	21,595	24,754
Other	6,251	3,130
Total material & supplies	<u>299,003</u>	<u>306,338</u>
Total operating	\$ <u>852,026</u>	<u>838,072</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Revenues, Expenses and Changes in Fund Net Position
Stone Quarry Recreation Fund
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>	<u>2011</u>
	<u>Actual</u>	<u>Actual</u>
Operating revenues:		
Charges for services:		
Skate park	\$ 25,435	58,142
Batting cages	-	210
Program income	5,626	13,188
Summer day camp	11,889	15,580
Other	4,650	9,607
Total charges for service	47,600	96,727
Concessions	9,828	22,828
Total operating revenues	57,428	119,555
Operating expenses:		
Operations	104,829	157,366
Depreciation	50,814	76,767
Total operating expenses	155,643	234,133
Net operating income (loss)	(98,215)	(114,578)
Transfers and special items:		
Donation of capital assets	(215,314)	-
Impairment loss on capital assets	(463,308)	-
Transfer of capital assets to general government	(994,460)	-
Transfers in	297,348	-
Total extraordinary items	(1,375,734)	-
Change in net position	(1,473,949)	(114,578)
Net position:		
Beginning	1,473,949	1,588,527
Ending	\$ -	1,473,949

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Operating Expenses
Stone Quarry Recreation Fund
For the Year Ended December 31, 2012
With Comparative Totals for the Year Ended December 31, 2011

	<u>2012</u>	<u>2011</u>
	<u>Actual</u>	<u>Actual</u>
Operating:		
Personnel:		
Salaries	\$ 51,597	72,436
Employee benefits	8,009	8,962
Total personnel	<u>59,606</u>	<u>81,398</u>
Contractual services:		
Natural gas	2,811	3,399
Electrical	7,880	12,640
Printing & advertising	1,953	3,225
Postage	4	-
Communication	1,272	2,101
Counselors	5,355	5,225
Dues & memberships	-	467
Uniforms	474	602
Training & travel	1,037	1,935
Computer support & repair	3,329	3,353
Miscellaneous	3,504	5,561
Total contractual services	<u>27,619</u>	<u>38,508</u>
Material & supplies:		
Office	589	1,086
Janitorial	307	1,275
Concessions	6,442	15,050
Supplies	1,894	3,201
Building repair & maintenance	3,039	5,921
Equipment repair & maintenance	870	1,722
Miscellaneous	4,463	9,205
Total material & supplies	<u>17,604</u>	<u>37,460</u>
Total operating	<u>\$ 104,829</u>	<u>157,366</u>

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

	Tax Years					
	2012		2011		2010	
Assessed valuations	\$ 647,831,225		\$ 640,911,122		\$ 629,713,320	
Property tax rates						
	<u>Maximum</u>	<u>Actual</u>	<u>Maximum</u>	<u>Actual</u>	<u>Maximum</u>	<u>Actual</u>
Corporate	0.06000	0.05998	0.06000	0.05960	0.06000	0.05915
Bond	0.00000	0.23451	0.00000	0.23492	0.00000	0.23009
IMRF	0.00000	0.01235	0.00000	0.01014	0.00000	0.01008
Audit	0.00500	0.00185	0.00500	0.00265	0.00500	0.00175
Liability Insurance	0.00000	0.01698	0.00000	0.01404	0.00000	0.01747
Social Security	0.00000	0.01358	0.00000	0.01560	0.00000	0.01397
Unemployment Insurance	0.00000	0.00216	0.00000	0.00218	0.00000	0.00222
Workman's Comp	0.00000	0.00386	0.00000	0.00312	0.00000	0.00468
Total tax rate		<u>0.34527</u>		<u>0.34225</u>		<u>0.33941</u>
Property tax extensions:						
Corporate		388,569		381,983		372,475
Bond		1,519,229		1,505,628		1,448,907
IMRF		80,007		64,988		63,475
Audit		11,985		16,984		11,020
Liability Insurance		110,002		89,984		110,011
Social Security		87,975		99,982		87,971
Unemployment Insurance		13,993		13,972		13,980
Workman's Comp		25,006		19,996		29,471
		<u>\$ 2,236,767</u>		<u>\$ 2,193,518</u>		<u>\$ 2,137,310</u>
Property tax collections:						
Corporate		388,229		381,740		372,247
Bond		1,517,907		1,504,676		1,448,036
IMRF		79,937		64,275		63,438
Audit		11,974		16,973		11,013
Liability Insurance		109,906		89,928		109,945
Social Security		87,900		99,920		87,919
Unemployment Insurance		13,981		13,964		13,972
Workman's Comp		24,985		19,983		29,454
Total levied taxes collected		<u>\$ 2,234,819</u>		<u>\$ 2,191,459</u>		<u>\$ 2,136,024</u>
Percentage of extensions collected:		<u>99.91%</u>		<u>99.91%</u>		<u>99.94%</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS
Schedule of Legal Debt Margin
December 31, 2012

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Assessed Valuations*	\$ <u>647,831,225</u>	<u>640,911,122</u>	<u>629,713,320</u>
Statutory Debt Limitation (2.3 % of Assessed Valuation)	<u>14,900,118</u>	<u>14,740,956</u>	<u>14,483,406</u>
Amount of debt applicable to debt limit			
General obligation bonds	4,845,000	5,165,000	5,165,000
Leases payable	<u>425,202</u>	<u>459,406</u>	<u>-</u>
Total debt applicable to limit	5,270,202	5,624,406	5,165,000
Less: assets in debt service funds available for payment on debt	<u>440,968</u>	<u>450,378</u>	<u>247,429</u>
Net debt applicable to limit	<u>4,829,234</u>	<u>5,174,028</u>	<u>4,917,571</u>
Legal debt margin	\$ <u><u>10,070,884</u></u>	<u><u>9,566,928</u></u>	<u><u>9,565,835</u></u>

* Assessed values are for the tax year one year earlier. For example, the assessed value for year ended December 31, 2012 is the assessed value for tax year 2011.