

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2015**

# BYRON FOREST PRESERVE DISTRICT, ILLINOIS

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## 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, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

The prior year comparative information has been derived from the District's 2014 financial statements and in our report dated April 16, 2015, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Byron Forest Preserve District, Illinois, as of December 31, 2015, 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.

## Change in Accounting Principle

As discussed in Note 12 to the financial statements, the District adopted new accounting guidance, *GASB Statement No. 68, Accounting and Financial Reporting for Pensions*. Our opinion is not modified with respect to this matter.

## Other-Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 13 and the Illinois Municipal Retirement Fund (IMRF) schedules, budgetary comparison information, and notes on pages 47 through 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

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

*Beggin Lipp Lamm LLC*

Freeport, Illinois  
June 14, 2016

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis**  
December 31, 2015  
(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, 2015.

<b>FINANCIAL HIGHLIGHTS</b>
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- Net asset position and performance in total – The District's total net position at December 31, 2015 was \$13,018,902.
- Governmental activity summary – Net position for governmental activities increased by \$621,822 during the fiscal year.
- Business-type activity summary – Net position for business-type activities decreased by \$180,130 during the fiscal year.
- General Fund summary – The District's General Fund reported an increase of \$269,816 in fund balance for the year.

<b>OVERVIEW OF THE FINANCIAL STATEMENTS</b>
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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, 2015  
(Unaudited)

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

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

**Government-Wide Statements**

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



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2015  
(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, 2015  
(Unaudited)

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

**NET POSITION**

**Statement of Net Position**

The following table reflects the condensed Statement of Net Position:

**Table 1**  
**Statement of Net Position**  
**As of December 31, 2015**  
**With Comparative Totals as of December 31, 2014**

	Governmental Activities		Business-type Activities		Total Government	
	2015	2014	2015	2014	2015	2014
		(Restated)				(Restated)
Current and other assets	\$ 4,339,496	3,789,269	248,735	678,852	4,588,231	4,468,121
Capital assets	11,723,375	11,561,855	4,623,165	4,370,699	16,346,540	15,932,554
Total assets	16,062,871	15,351,124	4,871,900	5,049,551	20,934,771	20,400,675
Deferred outflows of resources:						
Pension items - IMRF	331,676	225,639	-	-	331,676	225,639
Total assets and deferred outflows of resources	16,394,547	15,576,763	4,871,900	5,049,551	21,266,447	20,626,314
Other liabilities	180,686	234,437	41,636	39,157	222,322	273,594
Long-term liabilities	5,053,396	5,100,514	-	-	5,053,396	5,100,514
Total liabilities	5,234,082	5,334,951	41,636	39,157	5,275,718	5,374,108
Deferred inflows of resources:						
Property taxes	2,909,073	2,631,963	-	-	2,909,073	2,631,963
Pension items - IMRF	62,754	43,033	-	-	62,754	43,033
Total liabilities and deferred inflows of resources	8,205,909	8,009,947	41,636	39,157	8,247,545	8,049,104
Net position:						
Net investment in capital assets	7,072,639	6,690,195	4,623,165	4,370,699	11,695,804	11,060,894
Restricted for:						
Debt service	439,765	436,033	-	-	439,765	436,033
Capital projects	198,530	34,845	-	-	198,530	34,845
Unrestricted	477,704	405,743	207,099	639,695	684,803	1,045,438
Total net position	\$ 8,188,638	7,566,816	4,830,264	5,010,394	13,018,902	12,577,210

For more detailed information see the Statement of Net Position.

**Normal Impacts - Net Position**

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

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2015  
(Unaudited)

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

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

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

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

**Current Year Impacts - Net Position**

Overall, the District's combined net position increased from \$12,577,210 to \$13,018,902, an increase of \$441,692. This net increase resulted primarily because of a transfer of capital assets. Net position of the District's governmental activities increased by \$621,822 during the year, due to the transfer of capital assets for business-type activities, and ended at \$8,188,638. The District's unrestricted net position for governmental activities, the part of net position that can be used to finance daily operations, increased by \$71,961 and restricted net position increased by \$167,417.

The net position of business-type activities decreased \$180,130 during the year and ended the year at \$4,830,264. Unrestricted net position, available to finance the continuing operation of its business-type activities, was \$207,099, a decrease of \$432,596. The annual operating cost of the District's business-type activities for fiscal year 2015 was \$1,342,684, an increase of \$95,761 from 2014.

**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, 2015  
(Unaudited)

**Table 2**  
**Changes in Net Position**  
**For the Fiscal Year Ended December 31, 2015**  
**With Comparative Totals for the Year Ended December 31, 2014**

	Governmental Activities		Business-type Activities		Total Government	
	2015	2014	2015	2014	2015	2014
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 232,507	231,395	928,539	813,404	1,161,046	1,044,799
General revenues:						
Property taxes	2,631,416	2,739,834	-	-	2,631,416	2,739,834
Interest	4,484	3,187	1,126	1,841	5,610	5,028
Equipment trade-ins	-	266,400	-	-	-	266,400
Bond interest refund	72,316	76,187	-	-	72,316	76,187
Other	22,508	25,460	-	472	22,508	25,932
Gain on sale of fixed assets	393	-	-	-	393	-
<b>Total revenues</b>	<b>2,963,624</b>	<b>3,342,463</b>	<b>929,665</b>	<b>815,717</b>	<b>3,893,289</b>	<b>4,158,180</b>
<b>Expenses</b>						
Culture & recreation	1,852,311	2,149,492	-	-	1,852,311	2,149,492
Interest on long-term debt	256,602	291,512	-	-	256,602	291,512
PrairieView Golf Course	-	-	1,342,684	1,246,923	1,342,684	1,246,923
<b>Total expenses</b>	<b>2,108,913</b>	<b>2,441,004</b>	<b>1,342,684</b>	<b>1,246,923</b>	<b>3,451,597</b>	<b>3,687,927</b>
Excess (deficiency) of						
Revenues over (under) expenses	854,711	901,459	(413,019)	(431,206)	441,692	470,253
Transfers to Prairie View Golf Course	(658,124)	(314,273)	658,124	314,273	-	-
Other transfers	425,235	-	(425,235)	-	-	-
<b>Changes in net position</b>	<b>621,822</b>	<b>587,186</b>	<b>(180,130)</b>	<b>(116,933)</b>	<b>441,692</b>	<b>470,253</b>
Beginning net position	7,566,816	7,080,280	5,010,394	5,127,327	12,577,210	12,207,607
Prior period adjustment	-	(100,650)	-	-	-	(100,650)
<b>Ending net position</b>	<b>\$ 8,188,638</b>	<b>7,566,816</b>	<b>4,830,264</b>	<b>5,010,394</b>	<b>13,018,902</b>	<b>12,577,210</b>

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

#### **Governmental Activities**

##### **Revenues:**

Revenues from governmental activities total \$2,963,624, a decrease of \$378,839 from prior year. Property taxes were the District's largest source of revenue at \$2,631,416 or approximately 89% of total revenue.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2015  
(Unaudited)

Charges for services were \$232,507 or 7.8%. Revenues from all other sources were \$99,701 or 3.4% of the total.

**Expenses:**

The expenses for governmental activities were \$2,108,520 a decrease of \$332,484 from 2014. All of the expenses were for cultural and recreational purposes. The following is a summary of the object classification of these expenses:

	<u>2015</u>		<u>2014</u>	
Personnel	\$ 1,049,956	50%	967,951	40%
Contractual services	271,071	13%	292,234	12%
Material & supplies	274,064	13%	624,248	26%
Depreciation	256,827	12%	265,059	11%
Interest on long-term debt	256,602	12%	291,512	12%
Total	\$ <u><u>2,108,520</u></u>	<u><u>100%</u></u>	<u><u>2,441,004</u></u>	<u><u>100%</u></u>

**Business-Type Activities**

**Revenues:**

Revenue from business-type activities totaled \$929,665, which was \$113,948 higher than in 2014. The two major sources of business-type revenue are the charges for services \$637,213 and concessions \$291,326. Interest income on various cash balances earned \$1,126.

**Expenses:**

Expenses for business-type activities totaled \$1,342,684, as compared to \$1,246,923 in 2014. This equals an increase of \$95,761. The following is a summary of the object classification of these expenses:

	<u>2015</u>	<u>2014</u>	<u>Changes from 2014</u>
Personnel	\$ 493,801	474,626	19,175
Contractual services	112,807	111,883	924
Material & supplies	330,419	305,113	25,306
Depreciation	405,657	355,301	50,356
Total	\$ <u><u>1,342,684</u></u>	<u><u>1,246,923</u></u>	<u><u>95,761</u></u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2015  
(Unaudited)

<b>FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS</b>
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The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

A condensed review of the governmental funds, in total, as compared to 2014 is as follows:

	<u>2015</u>	<u>2014</u>	<u>Changes from 2014</u>
Revenues	\$ 2,891,665	3,266,276	(374,611)
Expenditures and other uses	<u>4,388,064</u>	<u>4,415,303</u>	<u>(27,239)</u>
Revenues (under) expenditures	(1,496,399)	(1,149,027)	(347,372)
Other financing resources	1,808,227	1,211,914	596,313
Change in Fund Balances	<u><u>\$ 311,828</u></u>	<u><u>62,887</u></u>	<u><u>248,941</u></u>

Generally, the District's revenues are nearly the same from year to year since at least 80% of the revenues typically are from property taxes. Revenues from fees and charges increased by \$1,112 to \$232,507. All other revenues in 2015 were \$22,901 as compared to \$16,692 in 2014, an increase of \$6,209.

Expenditures and other uses in 2015 were \$4,388,064 as compared to \$4,415,303 in 2014, a decrease of \$27,239. Capital outlay increased from \$585,057 in 2014 to \$592,102 in 2015, an increase of \$7,054. A major change was in debt payments: principal payments increased from \$2,194,454 in 2014 to \$2,205,946 in 2015, and interest payments decreased from \$275,016 in 2014 to \$232,370 in 2015. All other expenditures in 2015 were \$1,357,646 compared to \$1,360,776 in 2014, a decrease of \$3,130. Other financing resources increased by \$596,313 in 2015 compared to 2014.

The General Fund is the chief operating fund of the District. During the year ended December 31, 2015, the General Fund's unrestricted fund balance increased from \$383,328 in 2014 to \$653,144 at December 31, 2015. This is an increase of \$269,816 or approximately 70%. Revenues for 2015 were \$24,413 lower than in 2014. Charges & fees increased by \$1,112.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
 December 31, 2015  
 (Unaudited)

General Fund expenditures were \$604,668, an increase of \$22,274. Personnel cost increased by \$18,147 and contractual services increased by \$2,606.

The Land Development Bond Fund, a debt service fund, reported an increase in fund equity of \$3,732 resulting in a fund balance of \$439,765. The increase was attributed to lower interest payments.

The Capital Project Fund balance increased by \$25,278 to a positive fund balance of \$57,449.

The Land Acquisition Capital Project Fund was previously reported as a major fund on the Governmental Funds financial statements prior to 2014. This fund was set up to account for the acquisition of preserves, which are funded through the issuance of bonds. Through 2011, this fund reported \$5,000,000 in bonds issued and \$2,772,758 in preserve acquisitions and had an ending fund balance of \$2,227,242. In 2012, the District purchased 2 parcels of land for \$566,798 and reported \$1,083,430 in construction in progress. The ending fund balance for 2012 was \$238,626. In 2013, the District obtained a loan in the amount of \$875,000 to complete the Maintenance Facility. The ending fund balance for 2015 is \$2,566.

**General Fund budgetary highlights**

General Fund	FY 15	
	Original & Final Budget	FY 15 Actual
<b>Revenues</b>		
Taxes	\$ 396,000	370,909
Charges & fees	201,780	232,507
Interest	1,400	2,175
Other	12,550	15,658
<b>Total revenues</b>	<b>611,730</b>	<b>621,249</b>
<b>Expenditures</b>		
Personnel	308,050	329,829
Contractual services	189,450	221,791
Material & supplies	55,050	53,048
<b>Total expenditures</b>	<b>552,550</b>	<b>604,668</b>
<b>Changes in fund balance before transfers</b>		
	\$ 59,180	16,581

Actual General Fund revenues were \$9,519 higher than originally budgeted during FY 15 and expenditures were \$52,118 higher than budgeted.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Management's Discussion and Analysis (Continued)**  
December 31, 2015  
(Unaudited)

<b>CAPITAL ASSET AND DEBT ADMINISTRATION</b>
--

**Capital Assets**

At the end of fiscal year 2015, the District's investment in capital assets for its governmental and business-type activities amounts to \$16,346,541 (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 \$413,987 or 2.6% (governmental activities increased by \$161,520 and business-type activities increased by \$252,467). 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	
	2015	2014	2015	2014	2015	2014
Land	\$ 7,342,153	7,342,510	216,000	216,000	7,558,153	7,558,510
Construction in progress	350,049	-	-	19,858	350,049	19,858
Land improvements	561,750	580,193	754,965	886,688	1,316,715	1,466,881
Buildings & improvements	3,169,269	3,300,516	2,792,818	2,859,698	5,962,087	6,160,214
Equipment	254,866	271,827	838,521	363,619	1,093,387	635,446
Vehicles	45,288	66,809	20,862	24,836	66,150	91,645
<b>Total</b>	<b>\$ 11,723,375</b>	<b>11,561,855</b>	<b>4,623,166</b>	<b>4,370,699</b>	<b>16,346,541</b>	<b>15,932,554</b>

The District expended \$35,361 for land improvements, \$665,670 for equipment and \$45,607 for building improvements in 2015. The District disposed of governmental and golf course land of \$357 in 2015. The district had construction in progress of \$350,049.

**Long-Term Debt**

The District's outstanding debt at December 31, 2015 was \$5,053,396. This debt is comprised of \$3,880,000 in G.O. bonds, \$770,736 in loans & leases, and \$402,660 in unpaid vacation, comp time, and pension liability. The District's aggregate indebtedness is subject to a statutory limitation by the State of Illinois of 2.3% of its equalized assessed value. At December 31, 2015, the statutory limit of the District was \$14,660,654. The District's net debt applicable to limit was \$4,210,971, leaving a legal debt margin of \$10,449,683. 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, 2015  
(Unaudited)

<b>ECONOMIC FACTORS</b>
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The District's finances are primarily controlled by the growth of the real property assessed value, since approximately 85% of the District's non-business revenues are from property tax. A significant factor in the anticipated future property tax revenues is associated with the assessed value of Exelon's Byron Nuclear Plant.

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

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

The District's business-type operation operated in the red during 2014 and 2013. Prairie View Golf Course had a net operating loss of \$414,145 during 2015 and \$433,519 during 2014. Prairie View has taken steps to continue reducing the operating loss for 2016 i.e. by reducing the number of seasonal workers, hiring a new golf pro, adding electric carts w/ GPS, booking more outings, and increasing concessions. The number of booked outings has increased, but the economy and weather are major factors that influence the Golf Course's profitability.

<b>CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT</b>
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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, 2015

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>Assets:</b>			
Cash & cash equivalents:			
Pooled	\$ 814,598	119,786	934,384
Non-pooled	7,293	8,809	16,102
Investments:			
Pooled	537,882	79,095	616,977
Non-pooled	-	14,587	14,587
Receivables:			
Taxes receivable	2,909,073	-	2,909,073
Due from employees	900	-	900
Other receivables	-	948	948
Health insurance deposit	59,000	-	59,000
Prepaid items	10,750	944	11,694
Inventories	-	24,566	24,566
Capital assets not being depreciated	7,692,202	216,000	7,908,202
Capital assets (net of accumulated depreciation)	4,031,173	4,407,165	8,438,338
<b>Total assets</b>	<b>16,062,871</b>	<b>4,871,900</b>	<b>20,934,771</b>
<b>Deferred Outflows of Resources:</b>			
Pension items - IMRF	331,676	-	331,676
<b>Total assets and deferred outflows     of resources</b>	<b>16,394,547</b>	<b>4,871,900</b>	<b>21,266,447</b>
<b>Liabilities:</b>			
Accounts payable	2,614	2,226	4,840
Accrued liabilities	31,910	9,996	41,906
Accrued interest payable	113,565	-	113,565
Unearned fee revenue	-	29,414	29,414
Unamortized bond premium	32,597	-	32,597
Noncurrent liabilities:			
Due within one year	725,337	-	725,337
Due in more than one year	4,328,059	-	4,328,059
<b>Total liabilities</b>	<b>5,234,082</b>	<b>41,636</b>	<b>5,275,718</b>
<b>Deferred Inflows of Resources:</b>			
Property taxes	2,909,073	-	2,909,073
Pension items - IMRF	62,754	-	62,754
<b>Total liabilities and deferred     inflows of resources</b>	<b>8,205,909</b>	<b>41,636</b>	<b>8,247,545</b>
<b>Net Position:</b>			
Net investment in capital assets	7,072,639	4,623,165	11,695,804
Restricted for:			
Debt service	439,765	-	439,765
Capital projects	198,530	-	198,530
Unrestricted	477,704	207,099	684,803
<b>Total Net Position</b>	<b>\$ 8,188,638</b>	<b>4,830,264</b>	<b>13,018,902</b>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Statement of Activities**  
For the Year Ended December 31, 2015

		Program Revenues				Primary Government			Net (Expense) Revenue and Changes in Net Position
Functions/Programs		Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total	
<b>Governmental activities:</b>									
Culture & recreation	\$	1,852,311	232,507	-	-	(1,619,804)	-	(1,619,804)	
Interest on long-term debt		256,602	-	-	-	(256,602)	-	(256,602)	
Total governmental activities		2,108,913	232,507	-	-	(1,876,406)	-	(1,876,406)	
<b>Business-type activities:</b>									
PrairieView Golf Course		1,342,684	928,539	-	-	-	(414,145)	(414,145)	
Total business-type activities		1,342,684	928,539	-	-	-	(414,145)	(414,145)	
Total	\$	3,451,597	1,161,046	-	-	(1,876,406)	(414,145)	(2,290,551)	
<b>General revenues:</b>									
Property taxes	\$					2,631,416	-	2,631,416	
Interest						4,484	1,126	5,610	
Bond interest refund						72,316	-	72,316	
Other						22,508	-	22,508	
Gain on sale of fixed assets						393	-	393	
<b>Transfers:</b>									
Contribution of capital assets to Prairie View Golf Course						(658,124)	658,124	-	
Other transfers						425,235	(425,235)	-	
Total general revenues and transfers						2,498,228	234,015	2,732,243	
<b>Change in net position</b>						621,822	(180,130)	441,692	
<b>Net position:</b>									
Beginning						7,667,466	5,010,394	12,677,860	
Prior period adjustment						(100,650)	-	(100,650)	
						7,566,816	5,010,394	12,577,210	
Ending	\$					8,188,638	4,830,264	13,018,902	

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS

Balance Sheet

**Governmental Funds**

December 31, 2015

	General Fund	Land Development Bond Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets:</b>					
Cash & cash equivalents					
Pooled	\$ 364,959	264,870	37,262	147,507	814,598
Non-pooled	4,727	-	-	2,566	7,293
Investments					
Pooled	240,984	174,895	24,604	97,399	537,882
Property taxes receivable, net	382,000	2,171,073	-	356,000	2,909,073
Other receivable	-	-	-	-	-
Health insurance deposit	59,000	-	-	-	59,000
Prepaid items	4,265	-	6,485	-	10,750
Due from employees	900	-	-	-	900
<b>Total assets</b>	<u>1,056,835</u>	<u>2,610,838</u>	<u>68,351</u>	<u>603,472</u>	<u>4,339,496</u>
<b>Liabilities:</b>					
Accounts payable	1,760	-	854	-	2,614
Accrued payroll liabilities	19,931	-	10,048	1,931	31,910
<b>Total liabilities</b>	<u>21,691</u>	<u>-</u>	<u>10,902</u>	<u>1,931</u>	<u>34,524</u>
<b>Deferred Inflows of Resources:</b>					
Property taxes	382,000	2,171,073	-	356,000	2,909,073
<b>Total liabilities and deferred inflows of resources</b>	<u>403,691</u>	<u>2,171,073</u>	<u>10,902</u>	<u>357,931</u>	<u>2,943,597</u>
<b>Fund balances:</b>					
Nonspendable:					
Prepaid items	4,265	-	6,485	-	10,750
Restricted for:					
Special revenue funds	-	-	-	242,975	242,975
Debt service fund	-	439,765	-	-	439,765
Committed to:					
Capital projects funds	145,000	-	50,964	2,566	198,530
Unassigned	503,879	-	-	-	503,879
<b>Total fund balances</b>	<u>653,144</u>	<u>439,765</u>	<u>57,449</u>	<u>245,541</u>	<u>1,395,899</u>
<b>Total liabilities, deferred inflows of resources, &amp; fund balances</b>	<u>\$ 1,056,835</u>	<u>2,610,838</u>	<u>68,351</u>	<u>603,472</u>	<u>4,339,496</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, 2015

<b>Fund balances of Governmental Funds</b>	<b>\$ 1,395,899</b>
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Amounts reported for governmental activities in the statement of net position are different because:

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

Capital assets	\$ 15,045,513	
Accumulated depreciation	<u>(3,322,138)</u>	11,723,375

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

Unamortized bond premium	(32,597)
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

Bonds payable	(3,880,000)	
Net pension liability - IMRF	(339,622)	
Construction loan payable	(449,751)	
Capital leases payable	(320,985)	
Accrued interest payable	(113,565)	
Compensated absences	<u>\$ (63,038)</u>	(5,166,961)

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

	<u>268,922</u>
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<b>Net position of governmental activities</b>	<b>\$ <u>8,188,638</u></b>
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The notes to the financial statements are an integral part of this statement.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
**Governmental Funds**  
For the Year Ended December 31, 2015

	General Fund	Land Development Bond Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Property taxes	\$ 370,909	1,927,580	-	332,927	2,631,416
Charges & fees	232,507	-	-	-	232,507
Interest	2,175	1,335	747	227	4,484
Other	15,658	-	5,000	2,600	23,258
Total revenue	<u>621,249</u>	<u>1,928,915</u>	<u>5,747</u>	<u>335,754</u>	<u>2,891,665</u>
<b>Expenditures:</b>					
Current:					
Culture & recreation					
Personnel	329,829	-	363,550	245,070	938,449
Contractual services	221,791	802	12,018	66,092	300,703
Material & supplies	53,048	-	30,806	11,590	95,444
Capital outlay	-	-	592,102	-	592,102
Debt service:					
Principal	-	1,695,000	494,724	-	2,189,724
Interest	-	229,381	19,211	-	248,592
Bond issue costs	-	-	23,050	-	23,050
Total expenditures	<u>604,668</u>	<u>1,925,183</u>	<u>1,535,461</u>	<u>322,752</u>	<u>4,388,064</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>16,581</u>	<u>3,732</u>	<u>(1,529,714)</u>	<u>13,002</u>	<u>(1,496,399)</u>
<b>Other financing sources (uses):</b>					
Bond proceeds	-	-	1,370,000	-	1,370,000
Capital lease financing	-	-	598,800	-	598,800
Bond interest refund	-	-	72,316	-	72,316
Transfers in (out)	253,235	-	(486,124)	-	(232,889)
Total other financing sources (uses)	<u>253,235</u>	<u>-</u>	<u>1,554,992</u>	<u>-</u>	<u>1,808,227</u>
<b>Net change in fund balances</b>	269,816	3,732	25,278	13,002	311,828
<b>Fund balances:</b>					
Beginning	<u>383,328</u>	<u>436,033</u>	<u>32,171</u>	<u>232,539</u>	<u>1,084,071</u>
Ending	<u>\$ 653,144</u>	<u>439,765</u>	<u>57,449</u>	<u>245,541</u>	<u>1,395,899</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, 2015

**Net Change in Fund Balances - total governmental funds** **\$ 311,828**

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	\$ 418,704	
Depreciation expense	(256,827)	
Proceeds received on sale of capital assets	(750)	
Gain on sale of capital assets	<u>393</u>	161,520

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

Bond proceeds	(1,370,000)	
Capital lease financing	<u>(598,800)</u>	(1,968,800)

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	\$ 1,695,000	
Construction loan payment	216,909	
Capital lease payments	<u>277,815</u>	2,189,724

The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities. (170,952)

The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities. 86,316

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

Change in compensated absences		(2,854)
Change in accrued interest expense		9,021
Amortization of bond premium		<u>6,019</u>

**Change in net position of governmental activities** **\$ 621,822**

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Net Position  
**Proprietary Fund - PrairieView Golf Course**  
December 31, 2015  
With Comparative Totals for December 31, 2014

	<u>2015</u>	<u>2014</u>
<b>Current Assets:</b>		
Cash & cash equivalents		
Pooled	\$ 119,786	139,326
Non-pooled	8,809	10,179
Investments		
Pooled	79,095	90,135
Non-pooled	14,587	14,543
Other receivables	948	1,169
Prepaid expenses	944	136,940
Inventories	24,566	33,325
Due from other funds	-	253,235
Total current assets	<u>248,735</u>	<u>678,852</u>
<b>Noncurrent Assets:</b>		
Capital assets:		
Non-depreciable	216,000	235,858
Depreciable, net of accumulated depreciation	<u>4,407,165</u>	<u>4,134,841</u>
Total noncurrent assets	<u>4,623,165</u>	<u>4,370,699</u>
<b>Total Assets</b>	<u>4,871,900</u>	<u>5,049,551</u>
<b>Current Liabilities:</b>		
Accounts payable	2,226	3,244
Accrued wages	9,996	8,385
Unearned fee revenue	<u>29,414</u>	<u>27,528</u>
Total current liabilities	<u>41,636</u>	<u>39,157</u>
<b>Total Liabilities</b>	<u>41,636</u>	<u>39,157</u>
<b>Net Position:</b>		
Net investment in capital assets	4,623,165	4,370,699
Unrestricted	<u>207,099</u>	<u>639,695</u>
<b>Total Net Position</b>	<u>\$ 4,830,264</u>	<u>5,010,394</u>

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



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Revenues, Expenses, and  
Changes in Fund Net Position  
**Proprietary Fund - PrairieView Golf Course**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>	<u>2014</u>
<b>Operating revenues:</b>		
Charges for services	\$ 637,213	559,894
Concessions	<u>291,326</u>	<u>253,510</u>
Total operating revenues	<u>928,539</u>	<u>813,404</u>
<b>Operating expenses:</b>		
Operations	937,027	891,622
Depreciation	<u>405,657</u>	<u>355,301</u>
Total operating expenses	<u>1,342,684</u>	<u>1,246,923</u>
<b>Net operating income (loss)</b>	<u>(414,145)</u>	<u>(433,519)</u>
<b>Nonoperating revenue (expense):</b>		
Gain (loss) on disposal of capital assets	-	472
Interest on investments	<u>1,126</u>	<u>1,841</u>
Total nonoperating revenue (expense)	<u>1,126</u>	<u>2,313</u>
<b>Net income (loss) before transfers and other extraordinary items:</b>	(413,019)	(431,206)
<b>Transfers:</b>		
Transfers in	658,124	314,273
Transfers out	<u>(425,235)</u>	<u>-</u>
Total transfers	<u>232,889</u>	<u>314,273</u>
<b>Change in net position</b>	(180,130)	(116,933)
<b>Net position:</b>		
Beginning	<u>5,010,394</u>	<u>5,127,327</u>
Ending	<u>\$ 4,830,264</u>	<u>5,010,394</u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Cash Flows  
**Proprietary Fund - PrairieView Golf Course**  
December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>	<u>2014</u>
<b>Cash flows from operating activities:</b>		
Receipts from customers & users	\$ 930,425	813,605
Payments to suppliers	(299,268)	(552,567)
Payments to employees	(430,145)	(425,465)
Payments for employee benefits	(62,045)	(47,205)
Net cash provided (used) by operating activities	<u>138,967</u>	<u>(211,632)</u>
<b>Cash flows from capital financing activities:</b>		
Proceeds received on sale of capital assets	-	3,000
Transfer for lease payment on golf carts	(172,000)	-
Net cash provided (used) by capital financing activities	<u>(172,000)</u>	<u>3,000</u>
<b>Cash flows used in investing activities:</b>		
Sale (purchase) of investments, net	10,997	70,557
Interest on investments	1,126	1,841
Net cash provided (used) by investing activities	<u>12,123</u>	<u>72,398</u>
Net increase (decrease) in cash and cash equivalents	(20,910)	(136,234)
<b>Cash and cash equivalents:</b>		
Beginning	<u>149,505</u>	<u>285,739</u>
Ending	\$ <u><u>128,595</u></u>	<u><u>149,505</u></u>
<b>Noncash capital activities:</b>		
Contributions of capital assets from government	\$ <u><u>658,124</u></u>	<u><u>314,273</u></u>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Statement of Cash Flows (Continued)  
**Proprietary Fund - PrairieView Golf Course**  
December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>	<u>2014</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>		
Operating income (loss)	\$ (414,145)	(433,519)
Adjustment to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation	405,657	355,301
Increase (decrease) from changes in assets & liabilities:		
Accounts receivable	221	4,544
Inventories	8,759	(3,738)
Prepaid expenses	135,996	(136,940)
Accounts payable	(1,018)	563
Accrued liabilities	1,611	1,956
Unearned fee revenues	<u>1,886</u>	<u>201</u>
<b>Net cash provided (used) by operating activities</b>	<b>\$ <u>138,967</u></b>	<b><u>(211,632)</u></b>

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements**  
December 31, 2015

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, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued)

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

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

D. Government-Wide and Fund Financial Statements

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

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The District reports the following major governmental funds:

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

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

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

The District reports the following major proprietary fund:

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

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

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

F. Cash and Cash Equivalents

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

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

H. Inventory

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

I. Prepaid Items

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

J. Property Taxes

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

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

The property tax calendar for the 2014 tax levy is as follows:

Lien Date	January 1, 2014
Levy Date	January 19, 2015
Tax Bills Mailed (at least 30 days prior to first installment due date)	
First Installment Due	June 12, 2015
Second Installment Due	September 4, 2015



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Property Taxes (Continued)

Property taxes are billed and collected by the County Treasurer of Ogle County, Illinois. The 2015 tax levy, which attached as an enforceable lien on property as of January 1, 2015, has been recorded as a receivable as of December 31, 2015 as the tax was levied in December 2015. However, since the tax will not be received within 60 days, the entire levy is also recorded as a deferred inflow of resources.

The District's 2014 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	0.05820	0.06000
Audit	0.00204	0.00500
Insurance	0.01726	None
IMRF	0.01490	None
Unemployment	0.00157	None
Workers' Compensation Insurance	0.00392	None
Social Security	0.01255	None
Bond	<u>0.30246</u>	None
TOTAL DISTRICT	<u>0.41290</u>	

K. Capital Assets

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Capital Assets (Continued)

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

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

L. Compensated Absences

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

M. Short-Term Interfund Receivables/Payables

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

N. Fund Equity/Net Position

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Fund Equity/Net Position (Continued)

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

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

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

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

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

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

O. Deferred Outflows and Inflows of Resources

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Deferred Outflows and Inflows of Resources (Continued)

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

2. DEPOSITS AND INVESTMENTS

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

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

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

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

At December 31, 2015, the District's cash, cash equivalents and investments consisted of the following:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

2. DEPOSITS AND INVESTMENTS (Continued)

Cash & cash equivalents	
Cash on hand	\$ 3,330
Demand deposits and money market	<u>947,156</u>
Total cash & cash equivalents	<u>950,486</u>
Investments	
Certificates of deposit	<u>631,564</u>
TOTAL	<u>\$ 1,582,050</u>

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

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

	<u>Checking / Savings</u>	<u>Investments</u>	<u>Total</u>
General Fund	\$ <u>364,959</u>	<u>240,984</u>	<u>605,943</u>
Enterprise Funds:			
PrairieView Golf Fund	<u>119,786</u>	<u>79,095</u>	<u>198,881</u>
Special revenue funds:			
IMRF	5,971	3,942	9,913
Social Security	29,443	19,442	48,885
Audit	3,648	2,409	6,057
Unemployment Insurance	30,351	20,041	50,392
Liability insurance	56,144	37,072	93,216
Worker's Compensation	21,950	14,493	36,443
Land Development Bond	<u>264,870</u>	<u>174,895</u>	<u>439,765</u>
Total special revenue funds	<u>412,377</u>	<u>272,294</u>	<u>684,671</u>
Capital Projects Fund	<u>37,262</u>	<u>24,604</u>	<u>61,866</u>
TOTAL POOLED CASH	\$ <u><u>934,384</u></u>	<u><u>616,977</u></u>	<u><u>1,551,361</u></u>

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

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2015

**3. CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b><u>Governmental Activities</u></b>				
Capital assets not being depreciated:				
Land	\$ 7,342,510	-	357	7,342,153
Construction in progress	-	350,049	-	350,049
Total capital assets not being depreciated	7,342,510	350,049	357	7,692,202
Capital assets being depreciated:				
Land improvements	1,214,283	27,872	-	1,242,155
Building & improvements	4,906,754	-	-	4,906,754
Equipment	796,681	40,783	-	837,464
Vehicles	366,938	-	-	366,938
Total capital assets being depreciated	7,284,656	68,655	-	7,353,311
Less accumulated depreciation for:				
Land improvements	634,090	46,315	-	680,405
Building & improvements	1,606,238	131,247	-	1,737,485
Equipment	524,854	57,744	-	582,598
Vehicles	300,129	21,521	-	321,650
Total accumulated depreciation	3,065,311	256,827	-	3,322,138
Net capital assets being depreciated	4,219,345	(188,172)	-	4,031,173
Net governmental activities capital assets	\$ 11,561,855	161,877	357	11,723,375

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

	Beginning Balance	Increases	Decreases	Ending Balance
<b><u>Business-type Activities</u></b>				
Capital assets not being depreciated:				
Land	\$ 216,000	-	-	216,000
Construction in progress	19,858	-	19,858	-
Total capital assets not being depreciated	235,858	-	19,858	216,000
Capital assets being depreciated:				
Land improvements	3,427,255	7,489	-	3,434,744
Building & improvements	3,986,706	45,607	-	4,032,313
Equipment	1,334,054	624,887	-	1,958,941
Vehicles	71,763	-	-	71,763
Total capital assets being depreciated	8,819,778	677,983	-	9,497,761
Less accumulated depreciation for:				
Land improvements	2,540,567	139,212	-	2,679,779
Building & improvements	1,127,008	112,488	-	1,239,496
Equipment	970,435	149,985	-	1,120,420
Vehicles	46,927	3,974	-	50,901
Total accumulated depreciation	4,684,937	405,659	-	5,090,596
Net capital assets being depreciated	4,134,841	272,324	-	4,407,165
Net business-type activities capital assets	\$ 4,370,699	272,324	19,858	4,623,165

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

4. CAPITAL LEASES

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

The assets acquired through capital leases, the future minimum lease obligations, and the net present value of these minimum lease payments as of December 31, 2015 are as follows:

	PrairieView Golf Course	Year Ending December 31,	Governmental Activities
Asset:		2016	\$ 111,200
Equipment	\$ 598,800	2017	111,200
Less: Accumulated depreciation	(55,690)	2018	111,200
Total	<u>\$ 543,110</u>	Total minimum lease payments	<u>\$ 333,600</u>
		Less: amount representing interest	<u>(12,615)</u>
		Present value of minimum lease payments	<u>\$ 320,985</u>

5. LONG-TERM DEBT

A. The following is a summary of debt transactions of the District for the year ended December 31, 2015:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>Beginning Balance</u>	<u>New Issues</u>	<u>Retired</u>	<u>Ending Balance</u>
G.O. Bonds - Series 2015	\$ -	1,370,000	1,370,000	-
G.O. Bonds - Series 2010B	4,205,000	-	325,000	3,880,000
Construction loan	666,660	-	216,909	449,751
Capital leases	-	598,800	277,815	320,985
Net pension liability - IMRF	* 168,670	170,952	-	339,622
Compensated absences	60,184	60,576	57,722	63,038
Total	<u>\$ 5,100,514</u>	<u>2,200,328</u>	<u>2,247,446</u>	<u>5,053,396</u>

\* Beginning balance of Net Pension Liability – IMRF has been restated due to implementation of GASB Statement No. 68.

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

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

The outstanding debt as of December 31, 2015 consists of the following individual amounts:

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2015

5. LONG-TERM DEBT (Continued)

<b><u>GOVERNMENTAL ACTIVITIES</u></b>	<b><u>Balances</u></b> <b><u>12/31/15</u></b>	<b><u>Current</u></b> <b><u>Portion</u></b>
▪ \$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.	\$ 3,880,000	335,000
▪ \$875,000 Construction loan, 2.4% interest payable in 4 annual installments of \$233,131 beginning June 2014 through June 2017	449,751	222,337
▪ Accumulated unpaid vacation and comp time	63,038	63,038
▪ Net pension liability - IMRF	339,622	-
▪ Lease-Purchase Agreement (1) for \$414,000 Lease term is for 48 months with rental payment due in advance; payable in 4 annual installments; final payment is due on March 1, 2018, interest rate 3.42% annum.	182,385	58,762
▪ Lease-Purchase Agreement (2) for \$184,800 Non-interest bearing lease term is for 48 months with rental payment due in advance; payable in 4 annual installments; final payment is due on April 1, 2018.	<u>138,600</u>	<u>46,200</u>
Total outstanding debt	\$ <u>5,053,396</u>	<u>725,337</u>

B. The annual requirements to amortize all debt outstanding as of December 31, 2015 including interest are as follows:

Year	G.O. Bonds 2010B		Capital Leases		Construction Loan		Total	
Ending Dec. 31,	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 335,000	208,879	104,962	6,238	222,337	10,788	662,299	225,905
2017	340,000	193,265	106,972	4,228	227,414	5,452	674,386	202,945
2018	350,000	176,137	109,051	2,149	-	-	459,051	178,286
2019	365,000	157,358	-	-	-	-	365,000	157,358
2020	375,000	137,236	-	-	-	-	375,000	137,236
2021-2025	2,115,000	333,508	-	-	-	-	2,115,000	333,508
Total	\$ <u>3,880,000</u>	<u>1,206,383</u>	<u>320,985</u>	<u>12,615</u>	<u>449,751</u>	<u>16,240</u>	<u>4,650,736</u>	<u>1,235,238</u>
							Compensated absences	63,038
							Net pension liability - IMRF	339,622
							\$	<u>5,053,396</u>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

5. LONG-TERM DEBT (Continued)

C. Legal Debt Margin

The District's aggregate indebtedness is subject to a statutory limitation by the State of Illinois of 2.3% of its equalized assessed value (EAV) of \$637,419,747. At December 31, 2015, the statutory limit for the District was \$14,660,654. The District's legal debt margin was \$10,449,683.

Effective January 1, 2015, indebtedness incurred for any purpose other than land acquisition is limited to .6% of the District's EAV, as amended from the previous limit of .3%. The total indebtedness for any purpose other than land acquisition at December 31, 2015 is \$770,736. At December 31, 2015 the .6% statutory limit for the District was \$3,824,518 which leaves a legal debt margin of \$3,053,782.

6. MAJOR TAXPAYER - EXELON

Exelon's Byron Nuclear Power Plant currently accounts for approximately 75% of the District's equalized assessed value. The Plant's assessed value of \$482,000,000 in tax year 2014 did not change in tax year 2015. The Plant received a 20-year renewal license in 2015 to operate the nuclear towers in Byron through 2044.

7. HEALTH INSURANCE AGREEMENT

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

8. RISK MANAGEMENT COOPERATIVE

The District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since August 1, 2004 the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2015 through December 31, 2015:

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2015

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

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<b><u>1. Property</u></b>					
All losses per occurrence	\$1,000	\$1,000,000	\$1,000,000,000/all members Declaration 11	PDRMA Reinsurers: Various	P070114
Flood/except Zones A&V	\$1,000	\$1,000,000	\$250,000,000/occurrence/annual aggregate	Reinsurers through the Public Entity	
Flood, Zones A&V	\$1,000	\$1,000,000	\$200,000,000/occurrence/annual aggregate	Property Reinsurance Program (PEPIP)	
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/occurrence/annual aggregate		
Auto physical damage					
Comprehensive and collision	\$1,000	\$1,000,000	Included		
Course of Construction	\$1,000	Included	\$25,000,000		
Business Interruption, Rental Income, Tax Income			\$100,000,000/reported values		
Combined	\$1,000		\$500,000/\$2,500,000/non-reported values		
Service interruption	24 hours	N/A	\$25,000,000		
			<b>Other sub-limits apply - refer to coverage document</b>		
Boiler and Machinery			\$100,000,000 Equip. Breakdown		
Property damage	\$1,000	\$9,000	Property damage-included	Travelers Indemnity Co. of Illinois	BME1 0525L478
Business Income	48 hours	N/A	Included		
			<b>Other sub-limits apply - refer to coverage document</b>		
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000/occurrence	National Union Fire Insurance Co.	02-306-54-93
Seasonal employees	\$1,000	\$9,000	\$1,000,000/occurrence		
Blanket bond	\$1,000	\$24,000	\$2,000,000/occurrence		
<b><u>2. Workers Compensation</u></b>	N/A	\$500,000	Statutory	PDRMA	WC010115
<b>EMPLOYERS LIABILITY</b>		\$500,000	\$3,500,000 Employers Liability	Government Entities Mutual (GEM)	GEM-0003-A15001
				Safety National	SP4052469
<b><u>3. Liability</u></b>					
General	None	\$500,000	\$21,500,000/occurrence	PDRMA	
Auto Liability	None	\$500,000	\$21,500,000/occurrence	Reinsurers:	L010115
Employment Practices	None	\$500,000	\$21,500,000/occurrence	GEM/Great American/Genesis	GEM-0003-A15001
Public Officials' Liability	None	\$500,000	\$21,500,000/occurrence		C501
Law Enforcement Liability	None	\$500,000	\$21,500,000/occurrence		
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/occurrence		
<b><u>4. Pollution Liability</u></b>					
Liability - third party	None	\$25,000	\$5,000,000/occurrence	XL Environmental Insurance	PEC 2535805
Property - first party	\$1,000	\$24,000	\$30,000,000 3 year aggregate		
<b><u>5. Outbreak Expense</u></b>	24 hours	N/A	\$15,000 per day \$1 million aggregate policy limit	Great American	OB010115
<b><u>6. Information Security and Privacy Insurance with Electronic Media Liability Coverage</u></b>					
Information Security & Privacy Liability	None	\$100,000	\$2,000,000/occurrence/annual aggregate	Beazley Lloyds Syndicate	C121280
Privacy Notification Costs	None	\$100,000	\$500,000/occur/annual aggregate	AFB 2623/623 through the PEPIP program	
Regulatory Defense & Penalties	None	\$100,000	\$2,000,000/occur/annual aggregate		
Website Media Content Liability	None	\$100,000	\$2,000,000/occur/annual aggregate		
Cyber Extortion	None	\$100,000	\$2,000,000/occur/annual aggregate		
Data Protect. & Bus. Interrupt.	\$1,000	\$100,000	\$2,000,000/occur/annual aggregate		

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Financial Statements (Continued)**  
December 31, 2015

8. RISK MANAGEMENT COOPERATIVE (Continued)

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits	Insurance Company	Policy Number
<b><u>6. Information Security (Cont.)</u></b> First Party Bus. Interruption	8 hours	\$100,000	\$25,000 hourly sublimit / \$25,000 forensic expense / \$100,000 dependent business interruption		
<b><u>7. Volunteer Medical Accident</u></b>	None	\$5,000	\$5,000 medical expense and AD&D excess of any other collectible insurance	self-insured	
<b><u>8. Underground Storage Tank Liability</u></b>	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	self-insured	
<b><u>9. Unemployment Compensation</u></b>	N/A	N/A	Statutory	member-funded	

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

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

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

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

The following represents a summary of PDRMA's Property/Casualty Program's balance sheet at December 31, 2014 and the statement of revenues and expenses for the period ending December 31, 2014. The Byron Forest Preserve District's portion of the overall equity of the pool is 0.0013% or \$5,295.

Assets	\$ 62,397,015
Liabilities	\$ 21,080,991
Member Balances	\$ 41,316,024
Revenues	\$ 20,548,979
Expenditures	\$ 19,517,301

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

8. RISK MANAGEMENT COOPERATIVE (Continued)

Since 96% 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.

9. EMPLOYEE RETIREMENT SYSTEMS

*IMRF Plan Description*

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

*Benefits Provided*

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

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

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

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

*Employees Covered by Benefit Terms*

As of December 31, 2015, the following employees were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	20
Inactive Plan Members entitled to but not yet receiving benefits	24
Active Plan Members	<u>24</u>
Total	<u>68</u>

*Contributions*

As set by statute, the District's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District's annual contribution rate for calendar year 2015 was 10.16%. For the fiscal year ended December 31, 2015, the District contributed \$91,468 to the plan. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Net Pension Liability*

The District's net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions*

The following are the methods and assumptions used to determine total pension liability at December 31, 2015:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- **The Investment Rate of Return** was assumed to be 7.49%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

*Actuarial Assumptions (continued)*

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

Asset Class	Target Allocation	Return 12/31/2015	Projected Returns/Risk	
			One Year Arithmetic	Ten Year Geometric
Equities	38.0%	0.02%	8.85%	7.39%
International Equities	17.0%	-1.90%	9.55%	7.59%
Fixed Income	27.0%	-0.09%	3.05%	3.00%
Real Estate	8.0%	11.99%	7.20%	6.00%
Alternatives	9.0%			
Private Equity		N/A	13.15%	8.15%
Hedge Funds		N/A	5.55%	5.25%
Commodities		N/A	4.40%	2.75%
Cash Equivalents	1.0%	N/A	2.25%	2.25%

*Single Discount Rate*

A Single Discount Rate of 7.49% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

*Single Discount Rate (continued)*

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

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.49%.

*Changes in Net Pension Liability*

Changes in the District's net pension liability for the year ended December 31, 2015 were as follows:

	(A) Total Pension Liability	(B) Plan Fiduciary Net Position	(A) - (B) Net Pension Liability (Asset)
Balance, December 31, 2014	\$ 3,888,178	\$ 3,719,508	\$ 168,670
Changes for the year:			
Service Cost	94,595	-	94,595
Interest	289,192	-	289,192
Difference between expected and actual experience	(82,475)	-	(82,475)
Changes of assumptions	5,560	-	5,560
Contributions - employees	-	40,513	(40,513)
Contributions - employer	-	91,468	(91,468)
Net investment income	-	18,530	(18,530)
Benefit payments including refunds of Employee Contributions	(159,160)	(159,160)	-
Other (Net Transfer)	-	(14,591)	14,591
Net Changes	<u>147,712</u>	<u>(23,240)</u>	<u>170,952</u>
Balance, December 31, 2015	<u>\$ 4,035,890</u>	<u>\$ 3,696,268</u>	<u>\$ 339,622</u>

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

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.49%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

9. EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

	1% Decrease 6.49%	Current Single Discount Rate Assumption 7.49%	1% Increase 8.49%
Total Pension Liability	\$ 4,646,337	\$ 4,035,890	\$ 3,556,949
Plan Fiduciary Net Position	3,696,268	3,696,268	3,696,268
Net Pension Liability/(Asset)	<u>\$ 950,069</u>	<u>\$ 339,622</u>	<u>\$ (139,319)</u>

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

For the year ended December 31, 2015, the District realized pension expense of \$166,784. At December 31, 2015, the District realized deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows of Resources
Differences between expected and actual experience	\$ 39,054	\$ 62,754	\$ (23,700)
Changes of assumptions	55,752	-	55,752
Net difference between projected and actual earnings on plan investments	236,870	-	236,870
Total	<u>\$ 331,676</u>	<u>\$ 62,754</u>	<u>\$ 268,922</u>

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

Year ending December 31	Net Deferred Outflows of Resources
2016	\$ 86,316
2017	86,316
2018	47,866
2019	48,424
2020	-
Thereafter	-
Total	<u>\$ 268,922</u>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

10. POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

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

Therefore, there is no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*, and the District has no current employees with agreements for future explicit subsidies upon retirement. Consequently, the District has not recorded any post-employment benefit liability as of December 31, 2014 or 2015.

11. INDIVIDUAL FUND DISCLOSURES

The District made the following interfund transfers:

<u>FROM</u>	<u>TO</u>	
Capital Projects Fund *	Business Activities - Golf Fund *	\$ 658,124
Business Activities - Golf Fund *	Capital Projects Fund *	\$ 172,000
Business Activities - Golf Fund *	General Fund *	\$ 253,235

\* denotes major fund

The transfers from the Capital Projects Fund to the Golf Fund were for capital assets acquired through the Capital Projects Fund for the Prairie View Golf Course. The transfer from the Golf Fund to the Capital Projects Fund was to help fund payments on the capital lease entered into by the District in 2015 for new golf carts. The transfer from the Golf Fund to the General Fund was previously recorded as an interfund receivable/payable to the Golf Fund from the Stone Quarry Recreation Park. The interfund payable was assumed by the General Fund when the Stone Quarry Recreation Park closed in 2012. The General Fund will no longer be paying the intercompany payable, so the interfund balances were treated as a transfer instead.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Financial Statements (Continued)**  
December 31, 2015

12. PRIOR PERIOD ADJUSTMENTS AND GASB STATEMENT NO. 68

The District had the following prior period adjustments to the government-wide financials as follows:

Prior Period Adjustments - Governmental Activities

Correction of error:

To record accrued interest expense on the 2010B G.O. Bonds	\$ 114,586
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Change in accounting principal:

To record the IMRF net pension liability	168,670
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To record deferred inflows of resources - IMRF	43,033
--	--------

To record deferred outflows of resources - IMRF	<u>(225,639)</u>
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Total prior period adjustments - governmental activities	<u><u>\$ 100,650</u></u>
--	--------------------------

In 2015, the District adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which established standards for measuring and recognizing liabilities, deferred inflows and outflows of resources, and expenses; and modified certain disclosures in the notes to financial statements and the required supplementary information. With the implementation of GASB Statement No. 68, the District is required to retroactively record the net pension liability and deferred outflows and inflows of resources as shown above.

13. SUBSEQUENT EVENTS

The District has evaluated subsequent events through June 14, 2016, which was the date that these financial statements were available for issuance. Subsequent to year end, the Board of Commissioners approved an ordinance providing for the issuance of \$1,620,000 General Obligation Bonds, Series 2016, and providing for the levy and collection of a direct annual tax sufficient for the payment of the principal and interest.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Illinois Municipal Retirement Fund**  
 Multiyear Schedule of Changes in Net Pension Liability and Related Ratios

Last 10 Calendar Years

(schedule to be built prospectively from 2014)

Calendar year ending December 31,	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Total Pension Liability</b>										
Service Cost	\$ 94,595	92,382								
Interest on the Total Pension Liability	289,192	260,616								
Benefit Changes	-	-								
Difference between Expected and Actual Experience	(82,475)	76,142								
Assumption Changes	5,560	100,452								
Benefit Payments and Refunds	(159,160)	(140,204)								
Net Change in Total Pension Liability	147,712	389,388								
Total Pension Liability - Beginning	3,888,178	3,498,790								
Total Pension Liability - Ending (a)	\$4,035,890	3,888,178								
<b>Plan Fiduciary Net Position</b>										
Employer Contributions	\$ 91,468	92,046								
Employee Contributions	40,513	39,751								
Pension Plan Net Investment Income	18,530	212,925								
Benefit Payments and Refunds	(159,160)	(140,204)								
Other (Net Transfer)	(14,591)	20,208								
Net Change in Plan Fiduciary Net Position	(23,240)	224,726								
Plan Fiduciary Net Position - Beginning	3,719,508	3,494,782								
Plan Fiduciary Net Position - Ending (b)	\$ 3,696,268	3,719,508								
Net Pension Liability/(Asset) - Ending (a)-(b)	339,622	168,670								
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	91.58%	95.66%								
Covered Valuation Payroll	\$ 900,280	\$ 857,286								
Net Pension Liability as a Percentage of Covered Valuation Payroll	37.72%	19.67%								

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

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

\* Estimated based on contribution rate of 10.16% and covered valuation payroll of \$900,280.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Notes to Schedule of Contributions**  
December 31, 2015

**Illinois Municipal Retirement Fund**  
Summary of Actuarial Methods and Assumptions  
Used in the Calculation of the 2015 Contribution Rate\*

**Valuation Date:**

Notes

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

**Methods and Assumptions Used to Determine 2015 Contribution Rates:**

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing Bodies: 10-year rolling period, Taxing bodies (Regular, SLEP, and ECO groups): 28-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 23 years for most employers (two employers were financed over 32 years).
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage Growth	4.00%
Price Inflation	3.0% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	4.40% to 16.00% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the 2008 – 2010.
Mortality	RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120% of the table rates were used. For women, 92% of table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward ten 10 years.

**Other Information:**

Notes

There were no benefit changes during the year.

*\*Based on Valuation Assumptions used in the December 31, 2013 actuarial valuation.*

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
 Required Supplementary Information  
 Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget and Actual  
**General Fund**  
 For the Year Ended December 31, 2015  
 With Comparative Totals for the Year Ended December 31, 2014

	2015			2014
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Taxes:				
Property taxes	\$ 396,000	370,909	(25,091)	398,917
Charges & fees	201,780	232,507	30,727	231,395
Interest	1,400	2,175	775	2,029
Other	12,550	15,658	3,108	13,321
Total revenues	611,730	621,249	9,519	645,662
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	308,050	329,829	(21,779)	311,682
Contractual services	189,450	221,791	(32,341)	219,185
Material & supplies	55,050	53,048	2,002	51,527
Total expenditures	552,550	604,668	(52,118)	582,394
<b>Excess (deficiency) of revenues over (under) expenditures</b>	59,180	16,581	61,637	63,268
<b>Other financing sources (uses):</b>				
Transfers in (out)	-	253,235	(253,235)	-
<b>Net change in fund balance</b>	\$ 59,180	269,816	(191,598)	63,268
<b>Fund balance</b>				
Beginning		383,328		320,060
Ending		\$ 653,144		383,328

**BYRON FOREST PRESERVE DISTRICT, ILLINOIS**  
**Notes to Required Supplementary Information**  
December 31, 2015

**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 major funds:

	<u>Expenditures</u>	<u>Appropriations</u>	<u>Excess</u>
General Fund	\$ 604,668	552,550	52,118
Total	<u>\$ 604,668</u>	<u>552,550</u>	<u>52,118</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Combining Balance Sheet  
**Nonmajor Governmental Funds**  
December 31, 2015

	Special Revenue							Land Acquisition
	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund	Capital Projects Fund	Total
<b>Assets:</b>								
Cash & cash equivalents	\$ 5,971	56,144	30,351	21,950	29,443	3,648	-	147,507
Pooled	-	-	-	-	-	-	2,566	2,566
Non-pooled	3,942	37,072	20,041	14,493	19,442	2,409	-	97,399
Investments	102,000	120,000	10,000	25,000	85,000	14,000	-	356,000
Property tax receivable, net								
Total assets	<u>111,913</u>	<u>213,216</u>	<u>60,392</u>	<u>61,443</u>	<u>133,885</u>	<u>20,057</u>	<u>2,566</u>	<u>603,472</u>
<b>Liabilities:</b>								
Accrued wages	-	1,931	-	-	-	-	-	1,931
Total liabilities	-	1,931	-	-	-	-	-	1,931
<b>Deferred inflows of resources:</b>								
Property taxes	102,000	120,000	10,000	25,000	85,000	14,000	-	356,000
Total liabilities and deferred inflows of resources	<u>102,000</u>	<u>121,931</u>	<u>10,000</u>	<u>25,000</u>	<u>85,000</u>	<u>14,000</u>	<u>-</u>	<u>357,931</u>
<b>Fund balances:</b>								
Restricted	9,913	91,285	50,392	36,443	48,885	6,057	-	242,975
Committed	-	-	-	-	-	-	2,566	2,566
	<u>9,913</u>	<u>91,285</u>	<u>50,392</u>	<u>36,443</u>	<u>48,885</u>	<u>6,057</u>	<u>2,566</u>	<u>245,541</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 111,913</u>	<u>213,216</u>	<u>60,392</u>	<u>61,443</u>	<u>133,885</u>	<u>20,057</u>	<u>2,566</u>	<u>603,472</u>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
**Nonmajor Governmental Funds**  
For the Year Ended December 31, 2015

	Special Revenue					Land Acquisition		
	IMRF Fund	Liability Insurance Fund	Unemployment Insurance Fund	Worker's Compensation Fund	Social Security Fund	Audit Fund	Capital Projects Fund	Total
Revenues:								
Property taxes	\$ 94,957	109,998	10,005	24,983	79,982	13,002	-	332,927
Interest	9	88	44	37	45	2	2	227
Other	-	2,600	-	-	-	-	-	2,600
Total revenues	94,966	112,686	10,049	25,020	80,027	13,004	2	335,754
Expenditures:								
Current:								
Culture & recreation								
Personnel	91,468	67,347	3,607	-	82,648	-	-	245,070
Contractual services	-	29,465	-	24,017	-	12,500	110	66,092
Material & supplies	-	11,590	-	-	-	-	-	11,590
Total expenditures	91,468	108,402	3,607	24,017	82,648	12,500	110	322,752
Net change in fund balances	3,498	4,284	6,442	1,003	(2,621)	504	(108)	13,002
Fund balances:								
Beginning	6,415	87,001	43,950	35,440	51,506	5,553	2,674	232,539
Ending	\$ 9,913	91,285	50,392	36,443	48,885	6,057	2,566	245,541

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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>			<u>2014</u>
	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
<b>Revenues:</b>				
Property taxes	\$ 95,000	94,957	(43)	89,979
Interest	<u>25</u>	<u>9</u>	<u>(16)</u>	<u>23</u>
Total revenues	<u>95,025</u>	<u>94,966</u>	<u>(59)</u>	<u>90,002</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	<u>95,000</u>	<u>91,468</u>	<u>3,532</u>	<u>97,523</u>
<b>Net change in fund balance</b>	<b>\$ <u>25</u></b>	<b>3,498</b>	<b><u>3,473</u></b>	<b>(7,521)</b>
<b>Fund balance:</b>				
Beginning		<u>6,415</u>		<u>13,936</u>
Ending		<b>\$ <u>9,913</u></b>		<b><u>6,415</u></b>

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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>			<u>2014</u>
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 110,000	109,998	(2)	106,949
Interest	100	88	(12)	131
Other	2,500	2,600	100	184
Total revenues	<u>112,600</u>	<u>112,686</u>	<u>86</u>	<u>107,264</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	68,225	67,347	878	66,378
Contractual services	35,250	29,465	5,785	32,634
Material & supplies	8,680	11,590	(2,910)	5,580
Total expenditures	<u>112,155</u>	<u>108,402</u>	<u>3,753</u>	<u>104,592</u>
<b>Net change in fund balance</b>	<u>\$ 445</u>	<u>4,284</u>	<u>3,839</u>	<u>2,672</u>
<b>Fund balance:</b>				
Beginning		<u>87,001</u>		<u>84,329</u>
Ending		<u>\$ 91,285</u>		<u>87,001</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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>			<u>2014</u>
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 10,000	10,005	5	9,984
Interest	<u>50</u>	<u>44</u>	<u>(6)</u>	<u>62</u>
Total revenues	<u>10,050</u>	<u>10,049</u>	<u>(1)</u>	<u>10,046</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	<u>10,000</u>	<u>3,607</u>	<u>6,393</u>	<u>7,912</u>
<b>Net change in fund balance</b>	<b>\$ <u>50</u></b>	<b>6,442</b>	<b><u>6,392</u></b>	<b>2,134</b>
<b>Fund balance:</b>				
Beginning		<u>43,950</u>		<u>41,816</u>
Ending		<b>\$ <u>50,392</u></b>		<b><u>43,950</u></b>

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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>			<u>2014</u>
	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
<b>Revenues:</b>				
Property taxes	\$ 25,000	24,983	(17)	25,023
Interest	<u>50</u>	<u>37</u>	<u>(13)</u>	<u>56</u>
Total revenues	<u>25,050</u>	<u>25,020</u>	<u>(30)</u>	<u>25,079</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Contractual services	<u>25,000</u>	<u>24,017</u>	<u>983</u>	<u>25,859</u>
<b>Net change in fund balance</b>	<u>\$ 50</u>	<u>1,003</u>	<u>953</u>	<u>(780)</u>
<b>Fund balance:</b>				
Beginning		<u>35,440</u>		<u>36,220</u>
Ending		<u>\$ 36,443</u>		<u>35,440</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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>			<u>2014</u>
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 80,000	79,982	(18)	84,987
Interest	<u>50</u>	<u>45</u>	<u>(5)</u>	<u>71</u>
Total revenues	<u>80,050</u>	<u>80,027</u>	<u>(23)</u>	<u>85,058</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	<u>80,000</u>	<u>82,648</u>	<u>(2,648)</u>	<u>80,670</u>
<b>Net change in fund balance</b>	<b>\$ <u>50</u></b>	<b>(2,621)</b>	<b><u>(2,671)</u></b>	<b>4,388</b>
<b>Fund balance:</b>				
Beginning		<u>51,506</u>		<u>47,118</u>
Ending		<b>\$ <u>48,885</u></b>		<b><u>51,506</u></b>

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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>			<u>2014</u>
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Property taxes	\$ 12,000	13,002	1,002	11,979
Interest	15	2	(13)	6
Total revenues	<u>12,015</u>	<u>13,004</u>	<u>989</u>	<u>11,985</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Contractual services	<u>12,000</u>	<u>12,500</u>	<u>(500)</u>	<u>12,000</u>
<b>Net change in fund balance</b>	<b>\$ <u>15</u></b>	<b>504</b>	<b><u>489</u></b>	<b>(15)</b>
<b>Fund balance:</b>				
Beginning		<u>5,553</u>		<u>5,568</u>
Ending		<u>\$ 6,057</u>		<u>5,553</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual  
**Land Acquisition Capital Projects Fund**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>			<u>2014</u>
	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
<b>Revenues:</b>				
Interest	\$ <u>-</u>	<u>2</u>	<u>2</u>	<u>3</u>
Total revenues	<u>-</u>	<u>2</u>	<u>2</u>	<u>3</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Contractual services	<u>120</u>	<u>110</u>	<u>10</u>	<u>120</u>
Total expenditures	<u>120</u>	<u>110</u>	<u>10</u>	<u>120</u>
<b>Net change in fund balance</b>	\$ <u><u>(120)</u></u>	<u>(108)</u>	<u><u>12</u></u>	<u>(117)</u>
<b>Fund balance:</b>				
Beginning		<u>2,674</u>		<u>2,791</u>
Ending		\$ <u><u>2,566</u></u>		<u><u>2,674</u></u>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual  
**General Fund**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	2015			2014
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Culture &amp; Recreation:</b>				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 62,800	63,673	(873)	62,893
Salaries - part time	9,500	11,778	(2,278)	11,003
Salaries - seasonal	13,000	13,875	(875)	11,864
Health Insurance	7,500	19,016	(11,516)	19,561
Total personnel	92,800	108,342	(15,542)	105,321
Contractual services:				
Public notices	250	1,353	(1,103)	1,121
Legal	12,000	22,771	(10,771)	40,995
Other professional services	5,000	8,645	(3,645)	4,974
Communications	16,500	17,941	(1,441)	17,915
Postage	5,000	8,994	(3,994)	8,144
Training & travel	7,650	8,286	(636)	8,081
Printing	7,500	10,519	(3,019)	9,490
Advertising	25,000	33,189	(8,189)	30,735
Natural gas	8,000	3,773	4,227	7,731
Electrical	20,000	12,642	7,358	14,410
Building repair & maintenance	8,000	9,802	(1,802)	9,141
Equipment repair & maintenance	2,500	1,305	1,195	2,463
Dues & membership	5,000	7,102	(2,102)	4,817
Uniforms	1,500	1,149	351	915
Computer repairs & support	9,300	15,569	(6,269)	7,597
Rental property repairs	1,500	2,198	(698)	332
Total contractual services	134,700	165,238	(30,538)	168,861
Material & supplies:				
Janitorial	1,000	1,146	(146)	532
Office	4,000	4,576	(576)	3,697
Motor fuel & lubrication	1,600	605	995	1,328
Hardware & small tools	\$ 150	-	150	-

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual (Continued)  
**General Fund**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	2015			2014
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
Material & supplies (continued):				
Safety	\$ 500	-	500	139
Gift shop	1,500	1,018	482	1,253
Concessions	1,000	1,359	(359)	1,278
Bar service	3,500	4,597	(1,097)	3,739
Volunteer expenses	800	551	249	571
Total materials & supplies	<u>14,050</u>	<u>13,852</u>	<u>198</u>	<u>12,537</u>
Total administrative	<u>241,550</u>	<u>287,432</u>	<u>(45,882)</u>	<u>286,719</u>
<u>Board of Commissioners:</u>				
Personnel:				
Supplemental compensation	<u>6,500</u>	<u>4,150</u>	<u>2,350</u>	<u>7,605</u>
Contractual services:				
Training & travel	2,500	3,459	(959)	2,145
Dues & membership	5,000	-	5,000	2,000
Miscellaneous	<u>7,000</u>	<u>7,970</u>	<u>(970)</u>	<u>7,349</u>
Total contractual services	<u>14,500</u>	<u>11,429</u>	<u>3,071</u>	<u>11,494</u>
Total board of commissioners	<u>21,000</u>	<u>15,579</u>	<u>5,421</u>	<u>19,099</u>
<u>Education/Nature:</u>				
Personnel:				
Salaries	79,200	80,815	(1,615)	78,469
Salaries - part time	62,600	62,289	311	59,961
Salaries - seasonal	9,000	16,243	(7,243)	9,186
Health Insurance	<u>14,250</u>	<u>17,431</u>	<u>(3,181)</u>	<u>14,320</u>
Total personnel	<u>\$ 165,050</u>	<u>176,778</u>	<u>(11,728)</u>	<u>161,936</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual (Continued)  
**General Fund**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	2015			2014
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<u>Education/Nature (continued):</u>				
Contractual services:				
Professional	\$ 1,250	3,813	(2,563)	205
Postage	100	6	94	-
Training & travel	3,250	3,078	172	1,336
Advertising	1,000	493	507	1,013
Equipment repair & maintenance	1,950	5,219	(3,269)	2,190
Building repair & maintenance	500	1,675	(1,175)	350
Dues & membership	1,100	939	161	742
Natural gas	750	-	750	-
Electrical	2,550	4,245	(1,695)	3,998
Uniforms	1,200	852	348	752
Heritage Farm Operating	400	182	218	90
Museum displays	500	100	400	-
Total contractual services	<u>14,550</u>	<u>20,602</u>	<u>(6,052)</u>	<u>10,676</u>
Material & supplies:				
Office	450	655	(205)	157
Motor fuel & lubrication	250	-	250	-
Building & construction	500	801	(301)	512
Grain, feed & game	750	532	218	618
Nature Preschool	3,000	3,900	(900)	2,760
Adventure Club	500	200	300	245
Earthkeepers	100	1,374	(1,274)	105
Kids concert	1,000	425	575	825
Birthday parties	300	71	229	156
Field trips	450	91	359	87
Halloween on the Prairie	1,200	1,582	(382)	913
Summer Concerts	2,500	1,460	1,040	2,545
Summer Camps	8,500	10,503	(2,003)	10,345
Outdoor Adventure	8,000	6,527	1,473	1,548
Miscellaneous	-	1,510	(1,510)	5,630
Total material & supplies	<u>27,500</u>	<u>29,631</u>	<u>(2,131)</u>	<u>26,446</u>
Total education	\$ <u>207,100</u>	<u>227,011</u>	<u>(19,911)</u>	<u>199,058</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual (Continued)  
**General Fund**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	2015			2014
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Restoration/Management:</b>				
<b>Personnel:</b>				
Salaries	\$ 23,200	24,076	(876)	32,294
Salaries-full time hourly	11,000	9,876	1,124	-
Salaries-seasonal	4,000	-	4,000	-
Health insurance	5,500	6,607	(1,107)	4,526
Total personnel	<u>43,700</u>	<u>40,559</u>	<u>3,141</u>	<u>36,820</u>
<b>Contractual services:</b>				
Other professional services	7,000	4,717	2,283	7,123
Training & travel	2,000	440	1,560	1,559
Natural gas	4,000	3,069	931	4,323
Electrical	3,000	6,315	(3,315)	6,501
Building repair & maintenance	4,000	4,615	(615)	3,011
Vehicle repair & maintenance	1,000	692	308	863
Equipment repair & maintenance	1,500	1,180	320	1,263
Dues & membership	400	210	190	260
Uniforms	500	195	305	352
Computer support	2,300	3,089	(789)	2,899
Total contractual services	<u>25,700</u>	<u>24,522</u>	<u>1,178</u>	<u>28,154</u>
<b>Materials &amp; supplies:</b>				
Janitorial	750	264	486	204
Office	500	513	(13)	279
Motor fuel & lubrication	7,000	5,660	1,340	7,850
Building & construction	1,000	698	302	1,217
Hardware & small tools	1,000	864	136	780
Equipment parts	2,000	1,076	924	1,712
Grain, feed & game	250	27	223	33
Safety supplies	1,000	463	537	469
Total materials & supplies	<u>13,500</u>	<u>9,565</u>	<u>3,935</u>	<u>12,544</u>
Total restoration/management	<u>82,900</u>	<u>74,646</u>	<u>8,254</u>	<u>77,518</u>
<b>Total general fund</b>	<u>\$ 552,550</u>	<u>604,668</u>	<u>(52,118)</u>	<u>582,394</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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>	<u>2014</u>
	<u>Actual</u>	<u>Actual</u>
<b>Revenues:</b>		
Property tax	\$ 1,927,580	2,012,016
Interest	<u>1,335</u>	<u>498</u>
Total revenues	<u>1,928,915</u>	<u>2,012,514</u>
<b>Expenditures:</b>		
Contractual services:		
Professional services	802	428
Debt service:		
Principal	1,695,000	1,770,000
Interest	<u>229,381</u>	<u>242,846</u>
Total expenditures	<u>1,925,183</u>	<u>2,013,274</u>
<b>Net change in fund balance</b>	3,732	(760)
<b>Fund balance:</b>		
Beginning	<u>436,033</u>	<u>436,793</u>
Ending	<u>\$ 439,765</u>	<u>436,033</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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	2015			2014
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues:</b>				
Interest	\$ 1,000	747	(253)	308
Sale of equipment / trade-ins	10,000	-	(10,000)	278,355
Other	-	5,000	5,000	-
Total revenues	<u>11,000</u>	<u>5,747</u>	<u>(5,253)</u>	<u>278,663</u>
<b>Expenditures:</b>				
Current:				
Culture & recreation:				
Personnel	360,000	363,550	(3,550)	342,012
Contractual services	27,250	12,018	15,232	37,570
Material & supplies	33,000	30,806	2,194	40,862
Capital outlay	847,350	592,102	255,248	585,057
Debt service:				
Principal	233,131	494,724	(261,593)	424,454
Interest	-	19,211	(19,211)	32,170
Bond issue costs	45,000	23,050	21,950	28,834
Total expenditures	<u>1,545,731</u>	<u>1,535,461</u>	<u>10,270</u>	<u>1,490,959</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(1,534,731)</u>	<u>(1,529,714)</u>	<u>5,017</u>	<u>(1,212,296)</u>
<b>Other financing sources (uses):</b>				
Capital - related debt issued	1,450,000	1,370,000	(80,000)	1,450,000
Capital lease financing	-	598,800	598,800	-
Bond interest refund	72,300	72,316	16	76,187
Transfers in	-	172,000	172,000	-
Transfers out	-	(658,124)	(658,124)	(314,273)
Total other financing sources (uses)	<u>1,522,300</u>	<u>1,554,992</u>	<u>32,692</u>	<u>1,211,914</u>
<b>Net change in fund balance</b>	<u>(12,431)</u>	<u>25,278</u>	<u>37,709</u>	<u>(382)</u>
<b>Fund balance:</b>				
Beginning		<u>32,171</u>		<u>32,553</u>
Ending		<u>\$ 57,449</u>		<u>32,171</u>

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Expenditures - Budget and Actual  
**Capital Projects Fund**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	2015			2014
	Original & Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Culture &amp; Recreation:</b>				
<u>Administrative:</u>				
Personnel:				
Salaries	\$ 149,000	148,742	258	182,187
Full time hourly	133,000	139,108	(6,108)	89,328
Salaries-seasonal	25,000	13,926	11,074	19,375
Health Insurance	53,000	61,774	(8,774)	51,122
Total personnel	360,000	363,550	(3,550)	342,012
Contractual services:				
Accessibility audit	-	-	-	21,244
Training and travel	2,000	522	1,478	1,032
Natural gas	2,500	855	1,645	2,212
Electrical	750	513	237	528
Building repair & maintenance	1,500	666	834	619
Vehicles repair & maintenance	4,000	1,702	2,298	3,617
Equipment repair & maintenance	15,000	6,370	8,630	6,860
Uniforms	1,500	1,390	110	1,458
Total contractual services	27,250	12,018	15,232	37,570
Material & supplies:				
Motor fuel & lubrication	19,000	20,153	(1,153)	27,854
Building & construction	2,000	761	1,239	1,088
Safety supplies	2,000	1,935	65	1,479
Equipment parts	10,000	7,957	2,043	10,441
Total material & supplies	33,000	30,806	2,194	40,862
Total culture & recreation	420,250	406,374	13,876	420,444
<b>Capital outlay:</b>				
Administrative capital	108,000	80,945	27,055	76,341
Education/ Nature	423,150	403,291	19,859	13,945
Restoration & management	59,000	23,971	35,029	92,836
Golf maintenance	136,000	467,173	(331,173)	666,896
Clubhouse	121,200	274,846	(153,646)	49,312
Less transfers to Golf	-	(658,124)	658,124	(314,273)
Total capital outlay	847,350	592,102	255,248	585,057
<b>Debt service:</b>				
Principal	233,131	494,724	(261,593)	424,454
Interest	-	19,211	(19,211)	32,170
Bond issue costs	45,000	23,050	21,950	28,834
Total debt service	278,131	536,985	(258,854)	485,458
Total capital projects	\$ 1,545,731	1,535,461	10,270	1,490,959

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, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u>	<u>2014</u>
	<u>Actual</u>	<u>Actual</u>
<b>Operating revenues:</b>		
Charges for services:		
Golf fees	\$ 326,620	314,639
Pro shop	76,783	61,250
Cart rental	192,781	152,567
Driving range	16,438	21,248
Other	24,591	10,190
Total charges for services	<u>637,213</u>	<u>559,894</u>
Concessions	<u>291,326</u>	<u>253,510</u>
Total operating revenues	<u>928,539</u>	<u>813,404</u>
<b>Operating expenses:</b>		
Operations	937,027	891,622
Depreciation	405,657	355,301
Total operating expenses	<u>1,342,684</u>	<u>1,246,923</u>
<b>Net operating income (loss)</b>	<u>(414,145)</u>	<u>(433,519)</u>
<b>Nonoperating revenue (expense):</b>		
Gain (loss) on disposal of capital assets	-	472
Interest on investments	1,126	1,841
Total nonoperating revenue (expense)	<u>1,126</u>	<u>2,313</u>
<b>Net income (loss) before transfers</b>	(413,019)	(431,206)
<b>Transfers:</b>		
Transfers in	658,124	314,273
Transfers out	(425,235)	-
Total transfers	<u>232,889</u>	<u>314,273</u>
<b>Change in net position</b>	(180,130)	(116,933)
<b>Net position:</b>		
Beginning	<u>5,010,394</u>	<u>5,127,327</u>
Ending	\$ <u>4,830,264</u>	<u>5,010,394</u>



BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
Schedule of Operating Expenses  
**PrairieView Golf Course Fund**  
For the Year Ended December 31, 2015  
With Comparative Totals for the Year Ended December 31, 2014

	<u>2015</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
Operating:		
Personnel:		
Salaries	\$ 431,756	427,421
Employee benefits	62,045	47,205
Total personnel	<u>493,801</u>	<u>474,626</u>
Contractual services:		
Natural gas	3,676	13,213
Electrical	28,772	30,625
Printing & advertising	29,402	24,077
Postage	94	16
Communication	3,501	2,740
Computer repairs & support	3,721	3,279
Consulting	-	2,400
Dues & memberships	3,867	3,195
Training & travel	3,955	5,771
Equipment rental	1,658	1,894
Hotel study	-	1,000
Other professional fees	20,211	13,305
Miscellaneous	13,950	10,368
Total contractual services	<u>112,807</u>	<u>111,883</u>
Material & supplies:		
Office	1,334	1,733
Janitorial	2,909	2,568
Motor fuel & lubrication	14,290	30,630
Golf supplies	4,805	5,948
Gift shop & concession supplies	210,055	160,019
Turf maintenance	49,117	62,825
Building repair & maintenance	10,320	8,361
Equipment repair & maintenance	31,378	29,292
Other	6,211	3,737
Total material & supplies	<u>330,419</u>	<u>305,113</u>
Total operations	\$ <u><u>937,027</u></u>	<u><u>891,622</u></u>

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

	<u>2015</u>		<u>2014</u>		<u>2013</u>	
<b>Assessed valuations*</b>	\$ <u>637,419,747</u>		\$ <u>665,636,142</u>		\$ <u>661,684,327</u>	
<b>Property tax rates</b>						
	<u>Maximum</u>	<u>Actual</u>	<u>Maximum</u>	<u>Actual</u>	<u>Maximum</u>	<u>Actual</u>
Corporate	0.06000	0.05820	0.06000	0.05994	0.06000	0.06000
Bond	0.00000	0.30246	0.00000	0.30232	0.00000	0.30200
IMRF	0.00000	0.01490	0.00000	0.01352	0.00000	0.01360
Audit	0.00500	0.00204	0.00500	0.00180	0.00500	0.00181
Liability Insurance	0.00000	0.01726	0.00000	0.01607	0.00000	0.01617
Social Security	0.00000	0.01255	0.00000	0.01277	0.00000	0.01285
Unemployment Insurance	0.00000	0.00157	0.00000	0.00150	0.00000	0.00151
Workman's Comp	0.00000	<u>0.00392</u>	0.00000	<u>0.00376</u>	0.00000	<u>0.00378</u>
Total tax rate		<u>0.41290</u>		<u>0.41168</u>		<u>0.41172</u>
<b>Property tax extensions:</b>						
Corporate		370,978		398,982		397,011
Bond		1,927,940		2,012,351		1,998,287
IMRF		94,976		89,994		89,989
Audit		13,003		11,981		11,976
Liability Insurance		110,019		106,968		106,994
Social Security		79,996		85,002		85,026
Unemployment Insurance		10,007		9,985		9,991
Workman's Comp		<u>24,987</u>		<u>25,028</u>		<u>25,012</u>
		\$ <u>2,631,906</u>		\$ <u>2,740,291</u>		\$ <u>2,724,287</u>
<b>Property tax collections:</b>						
Corporate		370,909		398,917		396,947
Bond		1,927,580		2,012,016		1,997,966
IMRF		94,957		89,979		89,974
Audit		13,002		11,979		11,974
Liability Insurance		109,998		106,949		106,976
Social Security		79,982		84,987		85,014
Unemployment Insurance		10,005		9,984		9,991
Workman's Comp		<u>24,983</u>		<u>25,023</u>		<u>25,008</u>
Total levied taxes collected		\$ <u>2,631,416</u>		\$ <u>2,739,834</u>		\$ <u>2,723,850</u>
Percentage of extensions collected:		<u>99.98%</u>		<u>99.98%</u>		<u>99.98%</u>

\* Assessed values are for the tax year one year earlier. For example, the assessed value for the year ended December 31, 2015 is the assessed value for tax year 2014.

BYRON FOREST PRESERVE DISTRICT, ILLINOIS  
**Schedule of Legal Debt Margin**  
December 31, 2015

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Assessed Valuations*	\$ <u>637,419,747</u>	<u>665,636,142</u>	<u>661,684,327</u>
Statutory Debt Limitation (2.3 % of Assessed Valuation)	<u>14,660,654</u>	<u>15,309,631</u>	<u>15,218,740</u>
Amount of debt applicable to debt limit			
General obligation bonds	3,880,000	4,205,000	4,525,000
Leases payable	320,985	-	216,111
Construction loan	<u>449,751</u>	<u>666,660</u>	<u>875,000</u>
Total debt applicable to limit	4,650,736	4,871,660	5,616,111
Less: assets in debt service funds available for payment on debt	<u>439,765</u>	<u>436,033</u>	<u>436,793</u>
Net debt applicable to limit	<u>4,210,971</u>	<u>4,435,627</u>	<u>5,179,318</u>
Legal debt margin	\$ <u>10,449,683</u>	<u>10,874,004</u>	<u>10,039,422</u>

\* Assessed values are for the tax year one year earlier. For example, the assessed value for the year ended December 31, 2015 is the assessed value for tax year 2014.