

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2014

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ROLLING MEADOWS, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT



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Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Members of the Board of Commissioners
Rolling Meadows Park District
Rolling Meadows, Illinois

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District'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 District'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 basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Rolling Meadows Park District, Rolling Meadows, Illinois as of April 30, 2014, and the respective changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information 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 District's financial statements as a whole.

The combining and individual nonmajor fund and major fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Naperville, Illinois
July 14, 2014



**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014

As management of the Rolling Meadows Park District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended April 30, 2014. Since the Management's Discussion and Analysis ("MD&A") is designed to focus on the current year's activities, resulting changes and currently known facts, it should be read in conjunction with the District's financial statements.

Financial Highlights

- The assets and deferred outflows or resources of the District exceeded its liabilities and deferred inflows of resources at April 30, 2014 by \$20.700 million. Of this amount, \$1,252,681 represents unrestricted assets which may be used to meet the District's ongoing obligations to citizens and creditors.
- At the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$4,064,418, an increase of \$1,044,872 in comparison with prior fiscal year.
- Property and replacement taxes collected were \$3,980,717 and \$88,589, an increase of \$94,604 in property taxes and an increase of \$11,177 in replacement taxes.
- The District's financial status continues to be strong. Overall revenues for all funds this year were \$8,145,825. Expenditures were \$10,323,355, which includes \$758,797 for capital projects and \$3,134,564 for debt service. As such, the District finished the year with a significant positive balance.
- The District's outstanding long-term bonded debt is \$3,145,000, compared to \$2,955,000 last year, reflecting an increase of 6.43%. The increase reflects the issuance of bonds for future capital improvements.

Overview of the financial statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The statement of net position presents information on all of the District's assets and deferred outflows of resources and liabilities and deferred inflows or resources, with the difference between the two reported as net position. Over time increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The Governmental Activities reflect the District's basic services, including administration and culture and recreation. Property taxes and program fees finance the majority of these services.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are: governmental funds; proprietary funds are no longer used by the District.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, the Recreation, the Debt Service, the Special Recreation and the Capital Projects Fund, these five are considered to be major funds. Information from the District's five other governmental funds are combined into a single column presentation. Individual fund information for these non-major governmental funds is provided elsewhere in the report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 9 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information related to budgetary information and the District's Illinois Municipal Retirement Fund, in funding its employee pension obligations. Non-major fund information can be found immediately following the required supplementary information.

ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the government's financial position. The following table shows that, in case of the Park District, assets/deferred outflows exceeded liabilities/deferred inflows by \$20,700,485, an increase of \$1,044,872.

	Net Position	
	2014	2013
Current and Other Assets /		
Deferred Outflows	\$ 7,129,013	\$ 5,880,250
Capital Assets	19,961,841	19,297,369
Total Assets	27,090,854	25,177,619
Other Liabilities / Deferred Inflows	4,275,369	3,916,005
Long-Term Debt Outstanding	2,115,000	1,985,000
Total Liabilities	6,390,369	5,901,005
Net Assets		
Invested in Capital Assets,		
Net of Debt	17,374,352	16,578,535
Restricted	2,073,452	1,852,007
Unrestricted (Deficit)	1,252,681	846,072
Total Net Assets	20,700,485	19,276,614

- By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.
- The net position of the District's governmental activities increased from \$19,276 million to \$20,700. This is a 7.39 percent increase. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, increased from \$846,072 to \$1,252,681 at the end of this year.

ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014

GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

Additionally, \$2.073 million, or 10.02 percent of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining \$1,252,681, or 6.05 percent, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

	Changes in Net Position	
	2014	2013
Revenues		
Program Revenues		
Charges for Services	\$ 3,837,002	\$ 3,734,114
Operating/Capital Grants	552,973	258,038
General Revenues		
Property Taxes	3,980,717	3,886,113
Replacement Taxes	88,589	77,412
Interest Income	5,072	4,704
Intergovernmental	-	-
Miscellaneous	81,472	30,330
Total Revenues	8,545,825	7,990,711
Expenses		
General Government	655,166	606,706
Culture and Recreation	6,261,205	6,203,417
Interest on Long-Term Debt	205,583	130,961
Total Expenses	7,121,954	6,941,084
Change in Net Position	1,423,871	1,049,627
Net Position - Beginning	19,276,614	18,226,987
Net Position - Ending	20,700,485	19,276,614

Governmental Activities

Revenues:

- Total revenues on the Statement of Activities were made up primarily of property taxes of \$3,980,717 as well as user charges for recreation programs and ice rink operations of \$3,837,002.
- Ice arena programs accounted for \$2.3 million or 60% of the general recreational revenues.

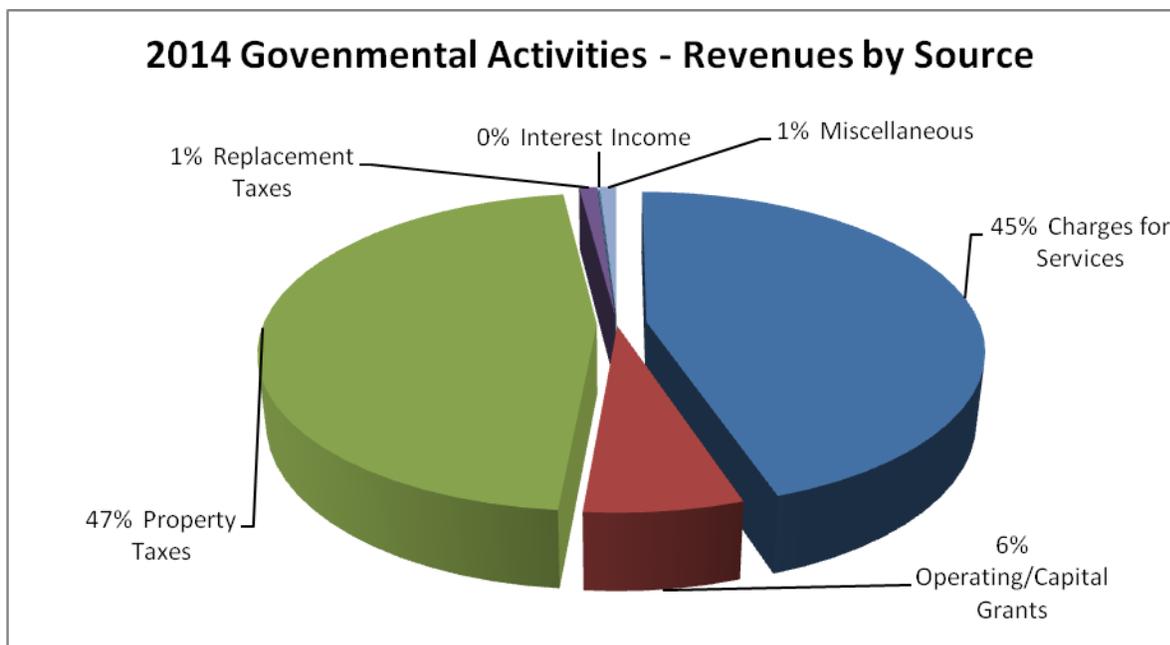
**ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014**

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities - Continued

- Grants, interest, personal property replacement taxes, and miscellaneous revenue accounted for the remaining 8%.

The following table graphically illustrates the major sources of revenue of the District. It depicts very clearly the reliance on property taxes to fund governmental activities. It also clearly identifies the percentage the District receives for charges relating to services.



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements.

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

- The General Fund total fund balance totaled \$758,659, an increase of \$91,065 over prior fiscal year. All of this is unassigned and available for future operations.

**ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014**

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS - Continued

- The Recreation Fund surplus is \$203,057, an increase of \$413,984 from the prior year. This entire amount is committed and available for future recreation operations.
- The Debt Service Fund's fund balance decreased \$33,014 to \$660,604. All of which is reserved for future debt service cost.
- The Capital Projects Fund has a total fund balance of \$1,737,247, an increase of \$959,484 from the prior year. All of the fund balance is assigned for capital projects to be completed in the next two fiscal years.

GENERAL FUND BUDGETARY HIGHLIGHTS

The following table reflects the condensed Budgetary Comparison Schedule

General Fund:	<u>Adopted Budget</u>	<u>Actual</u>
Revenues:		
Taxes	\$1,140,000	\$1,190,704
Charge for Services	19,500	19,975
Other	15,500	25,353
<u>Gain on sale of Asset</u>	<u>0</u>	<u>7,500</u>
Total	\$1,175,000	\$1,243,532
 Expenditures:		
General Government		
Administration	472,000	468,758
Culture and Recreation		
<u>Parks Administration</u>	<u>713,000</u>	<u>683,709</u>
Total	<u>\$1,185,000</u>	<u>\$1,152,467</u>
 Change in Fund Balance	 \$ (10,000)	 \$ 91,065

RECREATION FUND BUDGETARY HIGHLIGHTS

The Recreation Fund reported revenues of \$477,959 greater than budget. General recreation programs were \$110,000 greater than budget and ice programs were \$365,000 greater than. Property taxes and miscellaneous revenues accounted for the remainder. Recreation expenditures were approximately \$70,000, under budget. The net change in the fund balance was \$413,984.

**ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

	Capital Assets - Net of Depreciation Governmental Activities	
	2014	2013
	Land	\$ 5,788,400
Construction in Progress	231,309	301,896
Land Improvements	1,690,144	1,316,954
Buildings	9,976,073	10,101,760
Machinery and Equipment	2,023,403	1,521,332
Vehicles	252,512	267,027
	\$19,961,841	\$19,297,369

Debt Administration

	General Obligation / Alternative Source Bonds Outstanding Governmental Activities	
	2014	2013
	2004 Alternative Source Bonds	\$ -
2011 General Obligation Bonds	-	620,000
2013 General Obligation Bonds	3,145,000	-
	\$ 3,145,000	\$ 2,955,000

- During the year, the District issued \$3,145,000 of G.O. Bonds and retired \$970,000 in debt. The retired debt was G.O. Bonds, Series 2011 in the amount of \$620,000 and \$350,000 on the 2004 Alternative Source G.O. Bond. In addition, the District refunded the 2004 series, \$1,985,000 into the 2013 General Obligation series.
- Standard and Poor's rating services rated the Park District's most recent bond issue AA-, citing well managed financial operations and strong financial reserves.

**ROLLING MEADOWS PARK DISTRICT, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2014**

DECISIONS EXPECTED TO HAVE AN EFFECT ON FUTURE OPERATIONS

The 2013 Tax Levy (for taxes collected in 2014) was based on the Consumer Price Index (CPI) of 1.70%; however, the District does not anticipate any significant growth in the tax base as the City of Rolling Meadows does not currently have any development projects. Even with a decrease in the District's 2012 EAV (Equalized Assessed Valuation) of 13%, the current year's budget reflects a slight increase, of 1.00% in property tax revenue.

Many trends and economic factors will continue to be monitored, along with the managing of expenses. To insure the financial health of the District, conservative revenue projections will continue to be used for several future years. The District will continue working on maintaining fund balance goals and scheduling projects to ensure maximum affordability within budget constraints.

The District will continue to have the ongoing challenges of planning for capital replacements and infrastructure improvements while maintaining and operating the District's existing facilities in the first class manner the residents deserve and expect.

CONTACTING THE PARK DISTRICTS FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the District's finances. Questions concerning this report or requests for additional financial information should be directed to the District Treasurer, Rolling Meadows Park District, 3000 Central Road, Rolling Meadows, Illinois 60008

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

STATEMENT OF NET POSITION

April 30, 2014

	Governmental Activities
ASSETS	
Cash and investments	\$ 5,093,927
Receivables (net, where applicable, of any related debt)	
Property taxes	1,979,220
Accounts receivable	54,566
Prepaid items	1,300
Capital assets not being depreciated	6,019,709
Capital assets (net of accumulated depreciation)	13,942,132
Total assets	27,090,854
LIABILITIES	
Accounts payable	308,088
Accrued payroll	112,822
Interest payable	23,442
Unearned recreation revenue	1,198,733
Noncurrent liabilities	
Due within one year	1,069,333
Due in more than one year	2,232,999
Total liabilities	4,945,417
DEFERRED INFLOWS OF RESOURCES	
Unearned property tax revenue	1,444,952
Total liabilities and deferred inflows of resources	6,390,369
NET POSITION	
Net investment in capital assets	17,374,352
Restricted for	
Liability insurance	195,920
Debt service	660,604
IMRF	125,624
Social security and Medicare	93,395
Audit	18,296
Paving and lighting	20,202
Special recreation	144,223
Capital projects	613,431
Recreation	201,757
Unrestricted	1,252,681
TOTAL NET POSITION	\$ 20,700,485

See accompanying notes to financial statements.

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2014

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense)
	Expenses	Charges for Services	Operating Grants	Capital Grants	Revenue and Change in Net Position
PRIMARY GOVERNMENT					
Governmental Activities					
General government	\$ 655,166	\$ 19,975	\$ -	\$ -	\$ (635,191)
Culture and recreation	6,261,205	3,817,027	-	552,973	(1,891,205)
Interest	205,583	-	-	-	(205,583)
Total governmental activities	<u>\$ 7,121,954</u>	<u>\$ 3,837,002</u>	<u>\$ -</u>	<u>\$ 552,973</u>	<u>(2,731,979)</u>
		General revenues			
		Taxes			
			Property		3,980,717
			Replacement		88,589
			Investment income		5,072
			Miscellaneous		81,472
					81,472
			Total		<u>4,155,850</u>
					CHANGE IN NET POSITION 1,423,871
					NET POSITION, MAY 1 <u>19,276,614</u>
					NET POSITION, APRIL 30 <u><u>\$ 20,700,485</u></u>

See accompanying notes to financial statements.

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2014

	General	Recreation	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 813,940	\$ 1,058,898	\$ 660,604	\$ 1,809,551	\$ 750,934	\$ 5,093,927
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	558,553	424,986	534,268	-	461,413	1,979,220
Other	1,633	52,933	-	-	-	54,566
Prepaid items	-	1,300	-	-	-	1,300
Total assets	1,374,126	1,538,117	1,194,872	1,809,551	1,212,347	7,129,013
TOTAL ASSETS	\$ 1,374,126	\$ 1,538,117	\$ 1,194,872	\$ 1,809,551	\$ 1,212,347	\$ 7,129,013
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 29,667	\$ 160,034	\$ -	\$ 72,304	\$ 46,083	\$ 308,088
Accrued payroll	27,247	85,575	-	-	-	112,822
Unearned revenue	-	664,465	534,268	-	-	1,198,733
Total liabilities	56,914	910,074	534,268	72,304	46,083	1,619,643
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	558,553	424,986	-	-	461,413	1,444,952
Total deferred inflows of resources	558,553	424,986	-	-	461,413	1,444,952
FUND BALANCES						
Nonspendable - prepaid items	-	1,300	-	-	-	1,300
Nonspendable - working cash	-	-	-	-	107,191	107,191
Restricted for insurance	-	-	-	-	195,920	195,920
Restricted for debt service	-	-	660,604	-	-	660,604
Restricted for IMRF	-	-	-	-	125,624	125,624
Restricted for social security and Medicare	-	-	-	-	93,395	93,395
Restricted for audit purposes	-	-	-	-	18,296	18,296
Restricted for paving and lighting	-	-	-	-	20,202	20,202
Restricted for special recreation	-	-	-	-	144,223	144,223
Restricted for capital projects	-	-	-	613,431	-	613,431
Unrestricted						
Assigned for capital projects	-	-	-	1,123,816	-	1,123,816
Assigned for recreation	-	201,757	-	-	-	201,757
Unassigned	758,659	-	-	-	-	758,659
Total fund balances	758,659	203,057	660,604	1,737,247	704,851	4,064,418
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,374,126	\$ 1,538,117	\$ 1,194,872	\$ 1,809,551	\$ 1,212,347	\$ 7,129,013

See accompanying notes to financial statements.

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2014

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 4,064,418
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets of the general government are not financial resources and, therefore, are not reported in the governmental funds	19,961,841
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Bonds payable	(3,145,000)
Accrued interest payable	(23,442)
Compensated absences payable	(101,412)
Unamortized premium on bonds	(55,920)
	<hr/>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 20,700,485</u></u>

See accompanying notes to financial statements.

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2014

	General	Recreation	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 1,190,704	\$ 852,109	\$ 1,127,794	\$ -	\$ 898,699	\$ 4,069,306
Charges for services	19,975	3,817,027	-	-	-	3,837,002
Intergovernmental	-	-	-	152,973	-	152,973
Investment income	5,072	-	-	-	-	5,072
Miscellaneous	20,281	35,932	-	25,259	-	81,472
Total revenues	1,236,032	4,705,068	1,127,794	178,232	898,699	8,145,825
EXPENDITURES						
Current						
General government						
Administration	468,758	-	-	-	-	468,758
Insurance	-	-	-	-	34,685	34,685
Employee benefits	-	-	-	-	134,308	134,308
Audit and professional services	-	-	-	-	17,527	17,527
Culture and recreation						
Parks administration	683,709	-	-	-	-	683,709
Insurance	-	-	-	-	104,056	104,056
Recreation and maintenance	-	1,480,635	-	-	-	1,480,635
General recreation programs	-	709,069	-	-	-	709,069
Sports Complex and West Meadows Ice arena	-	1,630,606	-	-	-	1,630,606
Swimming pool programs	-	146,183	-	-	-	146,183
Employee benefits	-	-	-	-	402,925	402,925
Paving and lighting	-	-	-	-	35,000	35,000
Special recreation	-	-	-	-	242,710	242,710
CARE Program	-	176,922	-	-	-	176,922
Plum Grove Park	-	162,901	-	-	-	162,901
Capital outlay	-	-	-	758,797	-	758,797
Debt service						
Principal retirement	-	-	2,955,000	-	-	2,955,000
Interest and fiscal charges	-	-	160,163	19,401	-	179,564
Total expenditures	1,152,467	4,306,316	3,115,163	778,198	971,211	10,323,355
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	83,565	398,752	(1,987,369)	(599,966)	(72,512)	(2,177,530)
OTHER FINANCING SOURCE (USES)						
Transfer in	-	15,232	-	298,903	-	314,135
Transfer (out)	-	-	-	-	(314,135)	(314,135)
Issuance of refunding bonds	-	-	1,954,355	1,190,645	-	3,145,000
Premium from issuance of bonds	-	-	-	69,902	-	69,902
Proceeds from sale of capital assets	7,500	-	-	-	-	7,500
Total other financing sources (uses)	7,500	15,232	1,954,355	1,559,450	(314,135)	3,222,402
NET CHANGE IN FUND BALANCES	91,065	413,984	(33,014)	959,484	(386,647)	1,044,872
FUND BALANCES (DEFICIT), MAY 1,	667,594	(210,927)	693,618	777,763	1,091,498	3,019,546
FUND BALANCES, APRIL 30	\$ 758,659	\$ 203,057	\$ 660,604	\$ 1,737,247	\$ 704,851	\$ 4,064,418

See accompanying notes to financial statements.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2014

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 1,044,872
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	853,116
The repayment of the principal portion 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	
General obligation bonds	2,955,000
The issuance of long-term debt is reported as another financing source in the governmental funds but as an increase of principal outstanding in the statement of activities	
Bonds issued at par	(3,145,000)
Premium on bonds issued	(69,902)
Certain changes in long-term debt are reported as (increases) decreases in interest expense on the statement of activities	
Change in accrued interest	22,082
Amortization of premium on bonds	23,792
Amortization of accounting loss on refunding	(71,893)
Contributions of capital assets are reported as capital grants and contributions on the statement of activities	400,000
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation	(533,380)
Loss on disposal of capital assets	(55,264)
The change in compensated absences payable is shown as an expense on the statement of activities	448
CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 1,423,871</u>

See accompanying notes to financial statements.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Rolling Meadows Park District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). 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. Reporting Entity

The District has adopted the provisions of GASB Statement No. 61, *The Financial Reporting Entity*, under which the financial statements include all organizations, activities, functions and component units for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the District's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District.

The accompanying basic financial statements present the District only since the District does not have component units. The District has a separately elected board, the power to levy taxes, the authorization to expend funds, the responsibility to designate management and the ability to prepare and modify the annual budget and issue debt. Therefore, the District is not included as a component unit of any other entity.

b. Fund Accounting

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

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: governmental and proprietary.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Governmental funds are used to account for all or most of the District's general activities including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds) and the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

c. 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 nonfiduciary activities of the District. The effect of material interfund activity has been eliminated from these statements except for interfund services provided and used. 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 standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The District reports the following major governmental funds:

The General Fund is the general operating fund of the District. It is used to account for and report all financial resources except those accounted for in another fund.

The Recreation Fund accounts for and report the operation of the District's recreation activities and is financed by a specific restricted annual property tax levy to the extent user charges are not sufficient.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest on the District's general obligation bonds.

The Capital Projects Fund accounts for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The District has elected to report this fund as a major fund.

d. 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 financial statements. Revenues are recorded when earned and expenses 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 and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, usually 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 fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Those revenues susceptible to accrual are property taxes, licenses, interest revenue and charges for services.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the District; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are generally revocable only for failure to comply with prescribed eligibility requirements. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

The District reports unavailable and unearned revenue on its financial statements. Unavailable revenues arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period for governmental funds or earned at the government-wide level. Unearned revenues arise when resources are received by the government before it has legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met, or when the government has a legal claim to the resources by meeting all eligibility requirements, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the District's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

In accordance with Governmental Accounting Standards Board Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, non-negotiable certificates of deposit and investments with maturity of less than one year at date of purchase are stated at amortized cost. All other investments are recorded at fair value.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

g. Inventories

Inventories, if any, are valued at cost. Cost has been determined using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

h. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

i. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets

Capital assets, which include property, plant and equipment, 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 and 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.

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>Years</u>
Land improvements	10-50
Buildings and other improvements	10-50
Machinery and equipment	3-10

k. Compensated absences

Vested or accumulated sick leave and compensatory time off that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements. Vested and accumulated sick leave and compensatory time off of governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.

l. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as unamortized loss on refunding, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount and unamortized loss on refunding. Bond issuance costs are reported as expenditures in the year of issuances.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Long-Term Obligations (Continued)

In the fund financial statement, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

m. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the District. Committed fund balance is constrained by formal actions of the District's Board of Commissioners, which is considered the District's highest level of decision-making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the District's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Executive Director by the Board of Commissioners. Any residual fund balance of the General Fund is reported as unassigned.

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

The District has established fund balance reserve policies in its general fund. The General Fund targets a minimum of 25% and no more than 50% of annual budgeted expenditures as unassigned fund balance. The District has also established fund balance targets of 25% to 50% of restricted fund balance in the special revenue funds including the Recreation Fund, IMRF/Social Security Fund, Liability Insurance Fund, Audit Fund and Paving and Lighting Fund.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Fund Balances/Net Position (Continued)

In the government-wide financial statements, restricted net position are legally restricted by outside parties for a specific purpose. None of the net positions are restricted as a result of enabling legislation adopted by the District. Invested in capital assets, net of related debt, represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.

2. DEPOSITS AND INVESTMENTS

The District's investment policy authorizes the District to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value). The District's investment policy does limit their deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and rate of return.

The District maintains a cash and investment pool that is available for use by all funds. In addition, investments are separately held by several of the District's funds.

a. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral, at 110% of the deposits secured, for all bank balances in excess of federal depository insurance, with the collateral held by an independent third party.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments

In accordance with its investment policy, the District limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in external investment pools.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the District will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the District's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held in a custodial account with the trust department of an approved financial institution.

Concentration of credit risk is the risk that the District has a high percentage of their investments invested in one type of investment. The District's investment policy requires diversification of investment to avoid unreasonable risk but has no set percentage limits.

3. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2014 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 5,788,400	\$ -	\$ -	\$ 5,788,400
Construction in progress	301,896	477,210	547,797	231,309
Total capital assets not being depreciated	6,090,296	477,210	547,797	6,019,709
Capital assets being depreciated				
Land improvements	2,429,314	484,114	146,623	2,766,805
Construction	17,153,116	224,247	-	17,377,363
Machinery and equipment	2,575,798	594,338	17,038	3,153,098
Licensed vehicles	485,377	21,004	43,076	463,305
Total capital assets being depreciated	22,643,605	1,323,703	206,737	23,760,571

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
Less accumulated depreciation for				
Land improvements	\$ 1,112,360	\$ 64,275	\$ 99,974	\$ 1,076,661
Construction	7,051,356	349,934	-	7,401,290
Machinery and equipment	1,054,466	92,267	17,038	1,129,695
Licensed vehicles	218,350	26,904	34,461	210,793
Total accumulated depreciation	<u>9,436,532</u>	<u>533,380</u>	<u>151,473</u>	<u>9,818,439</u>
Total capital assets being depreciated, net	<u>13,207,073</u>	<u>790,323</u>	<u>55,264</u>	<u>13,942,132</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 19,297,369</u>	<u>\$ 1,267,533</u>	<u>\$ 603,061</u>	<u>\$ 19,961,841</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
Recreation	<u>\$ 533,380</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 533,380</u>

4. PROPERTY TAXES

The District's property taxes are levied each calendar year on all taxable real property located in the District. Property taxes collected are recorded as revenue.

The County Assessor is responsible for assessment of all taxable real property within Cook County, except for certain railroad property, which is assessed directly by the state. One-third of Cook County is reassessed each year on a repeating triennial schedule established by the County Assessor.

The County Clerk computes the annual tax for each parcel of real property and prepares tax books used by the County Collector as the basis for issuing tax bills to all taxpayers in Cook County.

Property taxes are collected by the County Collector and are submitted to the County Treasurer, who remits to the units their respective shares of the collections. Taxes levied in one year become due and payable in two installments on March 1 and August 1 during the following year. The first installment is an estimated bill and is one-half of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization and any changes from the prior year will be reflected in the second installment bill. Taxes must be levied by the last Tuesday in December of the levy year. The levy becomes an enforceable lien against the property as of January 1 of the levy year.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. PROPERTY TAXES (Continued)

The 2013 property tax levy is recorded as a receivable, net of estimated uncollectibles approximating 1%. The net receivable collected within the current year or due and expected to be collected soon enough thereafter to be used to pay liabilities of the current period, less the taxes collected soon enough after the end of the previous fiscal year, is recognized as revenue. Such time thereafter does not exceed 60 days. Net taxes receivable, less the amount expected to be collected during a period not exceeding 60 days after the end of the fiscal year, are reflected as deferred revenue.

The 2014 tax levy, which attached as an enforceable lien on property as of January 1, 2014, has not been recorded as a receivable as of April 30, 2014 as the tax has not yet been levied by the District and will not be levied until December 2014, and therefore, the levy is not measurable at April 30, 2014.

5. RISK MANAGEMENT

The District is exposed to various risks of loss to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters.

Park District Risk Management Agency (PDRMA)

The District participates in PDRMA. PDRMA is a public entity risk pool whose members are Illinois governments. PDRMA manages and funds first party property losses, third party liability claims, boiler and machinery claims, workers' compensation claims and public officials' liability claims of its members. The District's payments to PDRMA are displayed on the financial statements as expenditures in the Tort Immunity Fund.

Each member assumes the first \$1,000 of property claims each occurrence and has self-insurance retentions at various amounts.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Risk Manager and a Treasurer.

The District does not exercise any control over the activities of PDRMA beyond its representation on the Board of Directors.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RISK MANAGEMENT (Continued)

Park District Risk Management Agency (PDRMA) (Continued)

Initial contributions are determined in advance of each membership year based on the individual member's expenditures as defined in the bylaws of PDRMA, assessment factors based on past member experience and the funding needs for the membership year. The Board of Directors may require that supplemental contributions be made by members to ensure that adequate funds are available to meet the obligations applicable to the membership year. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

At December 31, 2013, the total equity of PDRMA was \$40,284,346. For the year ended December 31, 2013, the net income (loss) of PDRMA was \$3,559,692. The District's share of the overall equity is 1.263% or \$508,606. The District made \$124,712 of payments to PDRMA during the year ended April 30, 2014.

In the event of a liability loss exceeding \$16,500,000 per occurrence, self-insured and reinsurance limit, the members would be responsible for funding the excess amount.

PDRMA Health Program

The District participates in the PDRMA Health Program, a health insurance pool of park districts, special recreation associations and public service organizations through which medical, vision, dental, life and prescription drug card coverage are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$225,000. The District's payments to the PDRMA Health Program are displayed on the financial statements as expenditures in the governmental funds.

Members can choose to provide any combination of coverages to their employees, and pay premiums accordingly.

As a member of the PDRMA Health Program, the District is represented on the Health Program Council as well as the Membership Assembly and is entitled to one vote on each. The relationship between the District and the PDRMA Health Program is governed by a contract and by-laws that have been adopted by resolution of the each member's governing body. Members are contractually obligated to make all monthly payments to the PDRMA Health Program upon dissolution of the pool. They will share in any surplus of the pool based on a decision by the Health Program Council.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RISK MANAGEMENT (Continued)

PDRMA Health Program (Continued)

At December 31, 2013, the most recent information available, the total equity of the PDRMA Health Program was \$7,217,255. For the year ended December 31, 2013, the net income of the PDRMA Health Program was \$423,789.

A large percentage of the PDRMA Health Program's liabilities are reserved for losses and loss adjustment expenses, which are based on an actuarial estimate of the ultimate losses incurred.

6. LONG-TERM DEBT

a. General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, general obligation bonds have been issued to refund general obligation bonds.

Governmental Activities

General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
2004 Alternative Source General Obligation Bonds- \$4,460,000 due in annual installments of \$20,000 to \$430,000 through November 15, 2018; interest at 3.50% to 4.50% funded by district program revenues.	Debt Service	\$ 2,335,000	\$ -	\$ 2,335,000	\$ -	\$ -
2011 General Obligation Limited Tax Park Bonds- \$1,200,000 due in annual installments of \$580,000 and \$620,000 on December 1, 2012 and December 1, 2013, respectively; interest at 1.25% to 1.50% funded by Debt Service Fund property tax levies.	Debt Service	620,000	-	620,000	-	-

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Governmental Activities (Continued)

Issue	Fund Debt Retired by	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
2013 General Obligation Limited Tax Park Bonds- \$3,145,000 due in annual installments of \$530,000 to \$1,045,000 through December 1, 2017; interest at 2.00% funded by Debt Service Fund property tax levies.	Debt Service	\$ -	\$3,145,000	\$ -	\$3,415,000	\$1,030,000
TOTAL		\$2,955,000	\$3,145,000	\$2,955,000	\$3,415,000	\$1,030,000

Governmental activities long-term debt payable at April 30, 2014 is comprised of the following issues:

The proceeds of the 2013 General Obligation Limited Tax Park Bonds were used to refund \$1,985,000 of the 2004 Alternative Source General Obligation Bonds which were called on January 6, 2014.

b. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	General Obligation Bonds	
	Governmental Activities	
	Principal	Interest
2015	\$ 1,030,000	\$ 59,580
2016	1,045,000	42,300
2017	530,000	21,400
2018	540,000	10,800
TOTAL	\$ 3,145,000	\$ 134,080

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

c. Changes in Long-Term Liabilities

During the fiscal year, the following changes occurred in long-term liabilities.

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
GOVERNMENTAL ACTIVITIES					
General obligation bonds	\$ 2,955,000	\$ 3,145,000	\$ 2,955,000	\$ 3,145,000	\$ 1,030,000
Unamortized premiums	9,810	69,902	23,792	55,920	13,980
Compensated absences*	101,860	25,017	25,465	101,412	25,353
TOTAL	\$ 3,066,670	\$ 3,239,919	\$ 3,004,257	\$ 3,302,332	\$ 1,069,333

* Compensated absences and the net other postemployment benefit obligation are funded by the general and recreation funds.

d. Legal Debt Margin

2012 equalized assessed valuation (most recent available)	<u>\$ 668,807,892</u>
Debt limitation - 2.875% of assessed valuation	<u>\$ 19,228,227</u>
Amount of debt applicable to debt limit	
2013 General Obligation Bonds	<u>3,145,000</u>
Total debt	<u>3,145,000</u>
LEGAL DEBT MARGIN	<u>\$ 16,083,227</u>

Chapter 70, Section 1205/6-2 of the Illinois Compiled Statutes provides, “. . . for the payment of land condemned or purchased for parks or boulevards, for the building, maintaining, improving and protecting of the same and for the payment of the expenses incident thereto, or for the acquisition of real estate and lands to be used as a site for an armory, any district is authorized to issue the bonds or notes of such district and pledge its property and credit therefore to an amount including existing indebtedness of such district so that the aggregate indebtedness of such district does not exceed 2.875% of the value of the taxable property therein, to be ascertained by the last assessment for state and county taxes previous to the issue from time to time

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Legal Debt Margin (Continued)

of such bonds or notes or, until January 1, 1983, if greater, the sum that is produced by multiplying the District's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979, if a petition, signed by voters in number equal to not less than 2% of the voters of the District, who voted at the last general election in the District, asking that the authorized aggregate indebtedness of the District be increased to not more than 5.75% of the value of the taxable property therein, is presented to the board and such increase is approved by the voters of the District at a referendum held on the question."

7. COMMITMENTS AND CONTINGENCIES

Contingent Liabilities

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

8. JOINTLY GOVERNED ORGANIZATION

Northwest Special Recreation Association

The District is a member of the Northwest Special Recreation Association (the Association), which was organized by 16 area park districts in order to provide special recreation programs to the physically and mentally handicapped within their districts and to share the expenses of such programs on a cooperative basis.

The Association's Board of Directors consists of one representative from each participating park district. The Board of Directors is the governing body of the Association and is responsible for establishing all major policies and changes therein and for approving all budgets, capital outlay, programming and master plans. This cooperative association, however, is considered a separate reporting entity by the District's administration. The District does not have financial accountability for the Association, and accordingly, the Association has not been included in the accompanying general purpose financial statements. To obtain the Association's financial statements, contact their administrative offices at 3000 W. Central Road, Suite 205, Rolling Meadows, Illinois 60008.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. GOLDEN YEARS COUNCIL

The Golden Years Council (the Council), a nonprofit, independent organization utilizes the Senior Citizens Center of the District. The District provides certain services and resources to the Council at no cost, including utilities, custodial service, insurance on certain equipment and the salary of a full-time recreation programmer. Special program activity costs provided by the District are covered by program fees collected from Senior Citizens Center program participants. The Council maintains separate accounting records for certain funds received and disbursed, which are not included in the District’s financial statements.

10. INTERFUND SCHEDULE

Interfund Transfers

Individual interfund transfers are as follows:

	Transfers In	Transfers Out
Recreation	\$ 15,232	\$ -
Special Recreation	-	314,135
Capital Projects	298,903	-
TOTAL	\$ 314,135	\$ 314,135

The purpose of the interfund transfers are as follows:

- The \$15,232 transferred from the Special Recreation Fund to the Recreation Fund was for reimbursement for certain allowable ADA costs. The amount will not be repaid.
- The \$298,903 transferred from the Special Recreation Fund to the Capital Projects Fund was for reimbursement for certain allowable ADA costs. The amount will not be repaid.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. RETIREMENT FUND COMMITMENTS

a. Plan Descriptions

Illinois Municipal Retirement Fund

The District's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole but not by individual employer. That report may be obtained online at www.imrf.org.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the IMRF are required to contribute 4.5% of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2013 was 16.95% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. RETIREMENT FUND COMMITMENTS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

For April 30, 2014, the District's annual pension cost of \$302,636 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2011 actuarial valuation using the entry-age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases ranging from 0.4% to 10.00% per year, (c) 3% per year cost-of-living adjustments and (d) postretirement benefit increases of 3% annually. Both (a) and (b) included an inflation component of 4.00%. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis (overfunded liability amortized on open basis). The remaining amortization period at December 31, 2013 was 30 years.

Employer annual required contribution (ARC), actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the ARC and the contributions actually made.

b. Summary of Significant Accounting Policies and Plan Asset Matters

Significant Investments - There are no investments (other than U.S. Government and U.S. agency - guaranteed obligations) in any one organization that represents 5% or more of net position available for benefits.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. RETIREMENT FUND COMMITMENTS (Continued)

c. Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due.

	Fiscal Year	Amount
Annual pension cost (APC)	2012	\$ 350,523
	2013	341,554
	2014	334,636
Actual contribution	2012	350,523
	2013	341,554
	2014	334,636
Percentage of ARC contributed	2012	100.00%
	2013	100.00%
	2014	100.00%
Net Pension Obligation (NPO) (asset)	2012	\$ -
	2013	-
	2014	-

The funded status of the plan as of April 30, 2014 is based on actuarial valuations performed as of December 31, 2013 for the IMRF and is as follows. The actuarial assumptions used to determine the funded status of the plan are the same actuarial assumptions used to determine the employer APC of the plan as disclosed above.

	Illinois Municipal Retirement
Actuarial accrued liability (AAL)	\$ 5,913,641
Actuarial value of plan assets	4,154,774
Unfunded actuarial accrued liability (UAAL)	1,758,867
Funded ratio (actuarial value of plan assets/AAL)	70.26%
Covered payroll (active plan members)	\$ 1,886,287
UAAL as a percentage of covered payroll	93.24%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plan.

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. TERMINATION BENEFITS

During 2002, the District adopted an Early Retirement Incentive Program Offered by the IMRF. For an employee to be eligible to retire under this plan, the employee must have attained age 50 and have at least 20 years of creditable service by his or her retirement date. Five employees of the District accepted the early retirement agreement. Under the agreement, the District and the employees were required to contribute an additional five years of contributions to the Plan giving the individuals additional creditable service for these five years. The District has amortized its additional contributions over a ten-year period with interest charged annually on the remaining balance at 7.5%. These additional contributions are made through regular monthly contributions to IMRF. During 2013 the District fully paid off the balance.

REQUIRED SUPPLEMENTARY INFORMATION

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property taxes	\$ 1,075,000	\$ 1,075,000	\$ 1,102,115
Replacement taxes	65,000	65,000	88,589
Charges for services	19,500	19,500	19,975
Investment income	12,000	12,000	5,072
Miscellaneous	3,500	3,500	20,281
Total revenues	1,175,000	1,175,000	1,236,032
EXPENDITURES			
Current			
General government			
Administration	472,000	472,000	468,758
Culture and recreation			
Parks administration	713,000	713,000	683,709
Total expenditures	1,185,000	1,185,000	1,152,467
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(10,000)	(10,000)	83,565
OTHER FINANCING SOURCE (USES)			
Proceeds from sale of capital assets	-	-	7,500
NET CHANGE IN FUND BALANCE	<u>\$ (10,000)</u>	<u>\$ (10,000)</u>	91,065
FUND BALANCE, MAY 1			<u>667,594</u>
FUND BALANCE, APRIL 30			<u><u>\$ 758,659</u></u>

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 850,000	\$ 850,000	\$ 852,109
Charges for services			
Charges for recreation programs	995,000	995,000	1,067,476
Sports Complex revenue	793,000	793,000	854,549
West Meadows revenue	1,146,000	1,146,000	1,449,948
Swimming pool revenue	73,000	73,000	88,211
Plum Grove Park revenue	76,000	76,000	77,856
CARE Program revenue	225,000	225,000	247,352
Rental income	30,000	30,000	31,635
Miscellaneous	37,000	37,000	35,932
	<hr/>		
Total revenues	4,225,000	4,225,000	4,705,068
EXPENDITURES			
Current			
Culture and recreation			
Recreation and maintenance	1,564,750	1,564,750	1,480,635
General recreation programs	759,500	759,500	709,069
Sports Complex and West Meadows Ice arenas	1,597,500	1,597,500	1,630,606
Swimming pool programs	146,000	146,000	146,183
CARE Program	162,750	162,750	176,922
Plum Grove Park	150,000	150,000	162,901
	<hr/>		
Total expenditures	4,380,500	4,380,500	4,306,316
	<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(155,500)	(155,500)	398,752
<hr/>			
OTHER FINANCING SOURCE (USES)			
Transfer in	20,000	20,000	15,232
	<hr/>		
Total other financing sources (uses)	20,000	20,000	15,232
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ (135,500)	\$ (135,500)	413,984
	<hr/>		
FUND BALANCE (DEFICIT), MAY 1			(210,927)
	<hr/>		
FUND BALANCE, APRIL 30			\$ 203,057
	<hr/>		

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

REQUIRED SUPPLEMENTARY INFORMATION
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2014

Schedule of Funding Progress

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	Unfunded AAL as a Percentage of Covered Payroll (4) / (5)
2008	\$ 2,729,547	\$ 5,058,592	53.96%	\$ 2,329,045	\$ 1,969,571	118.25%
2009	3,229,965	5,711,947	56.55%	2,481,982	1,937,098	128.13%
2010	3,755,370	6,000,648	62.58%	2,245,278	1,780,047	126.14%
2011	4,253,916	6,366,530	66.82%	2,112,614	1,898,239	111.29%
2012	4,552,236	6,560,115	69.39%	2,007,879	1,972,352	101.80%
2013	4,154,774	5,913,641	70.26%	1,758,867	1,886,287	93.24%

Schedule of Employer Contributions

Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2009	\$ 286,690	\$ 286,690	100.00%
2010	287,550	287,550	100.00%
2011	326,833	326,833	100.00%
2012	350,523	350,523	100.00%
2013	341,554	341,554	100.00%
2014	334,636	334,636	100.00%

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2014

1. BUDGETS AND BUDGETARY ACCOUNTING

- a. The Board of Commissioners follows these procedures in establishing the budgetary data reflected in the required supplementary information.
- 1) The Executive Director submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
 - 2) Public hearings on the budget are conducted.
 - 3) Prior to August 1 of the following fiscal year, the budget is legally enacted through the passage of a Budget and Appropriations Ordinance.
 - 4) The Board of Commissioners may amend the Budget and Appropriation Ordinance in the same manner as its original enactment.
 - 5) The legal level of budgetary control is the fund level.
 - 6) All appropriations lapse at the year end. Expenditures legally may not exceed the total of appropriations and beginning fund balance at the fund level.
 - 7) A supplemental appropriation was approved during the year by the Board of Commissioners.
- b. Annual budgets are adopted for the General Fund, Special Revenue Funds, Capital Projects Fund and Debt Service Fund. The District adopts budgets consistent with accounting principles generally accepted in the United States of America.

2. EXCESSES OF EXPENDITURES OVER BUDGET

The following funds had expenditures over operating budget:

	<u>Expenditures Over Budget</u>
Debt Service Fund	\$ 2,035,663

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND**

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 1,070,000	\$ 1,070,000	\$ 1,127,794
EXPENDITURES			
Debt service			
Principal retirement	970,000	970,000	2,955,000
Interest and fees	109,500	109,500	160,163
Total expenditures	1,079,500	1,079,500	3,115,163
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,500)	(9,500)	(1,987,369)
OTHER FINANCING SOURCES (USES)			
Issuance of refunding bonds	-	-	1,954,355
NET CHANGE IN FUND BALANCE	<u>\$ (9,500)</u>	<u>\$ (9,500)</u>	(33,014)
FUND BALANCE, MAY 1			<u>693,618</u>
FUND BALANCE, APRIL 30			<u><u>\$ 660,604</u></u>

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental	\$ -	\$ -	\$ 152,973
Miscellaneous	-	-	25,259
Total revenues	\$ -	\$ -	\$ 178,232
EXPENDITURES			
Capital outlay	1,290,000	1,290,000	758,797
Debt Service			
Interest and fiscal charges	-	-	19,401
Total expenditures	1,290,000	1,290,000	778,198
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,290,000)	(1,290,000)	(599,966)
OTHER FINANCING SOURCES (USES)			
Transfer in	-	-	298,903
Issuance of refunding bonds	-	-	1,190,645
Premium from issuance of bonds	-	-	69,902
Total other financing sources (uses)	-	-	1,559,450
NET CHANGE IN FUND BALANCE	\$ (1,290,000)	\$ (1,290,000)	959,484
FUND BALANCE, MAY 1			777,763
FUND BALANCE, APRIL 30			\$ 1,737,247

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2014

	Audit	Insurance	Special Revenue			Permanent Working Cash	Total Nonmajor Governmental Funds
			Paving and Lighting	IMRF/ FICA	Special Recreation		
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES							
ASSETS							
Cash	\$ 18,296	\$ 196,478	\$ 20,202	\$ 219,019	\$ 189,748	\$ 107,191	\$ 750,934
Receivables							
Property taxes	7,285	73,826	16,514	226,821	136,967	-	461,413
Total assets	25,581	270,304	36,716	445,840	326,715	107,191	1,212,347
DEFERRED OUTFLOWS OF RESOURCES							
None	-	-	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES							
	\$ 25,581	\$ 270,304	\$ 36,716	\$ 445,840	\$ 326,715	\$ 107,191	\$ 1,212,347
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ -	\$ 558	\$ -	\$ -	\$ 45,525	\$ -	\$ 46,083
Total liabilities	-	558	-	-	45,525	-	46,083
DEFERRED INFLOWS OF RESOURCES							
Unavailable property tax revenue	7,285	73,826	16,514	226,821	136,967	-	461,413
Total deferred inflows of resources	7,285	73,826	16,514	226,821	136,967	-	461,413
FUND BALANCES							
Nonspendable - working cash	-	-	-	-	-	107,191	107,191
Restricted for audit purposes	18,296	-	-	-	-	-	18,296
Restricted for insurance	-	195,920	-	-	-	-	195,920
Restricted for paving and lighting	-	-	20,202	-	-	-	20,202
Restricted for IMRF	-	-	-	125,624	-	-	125,624
Restricted for social security and Medicare	-	-	-	93,395	-	-	93,395
Restricted for special recreation	-	-	-	-	144,223	-	144,223
Total fund balances	18,296	195,920	20,202	219,019	144,223	107,191	704,851
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
	\$ 25,581	\$ 270,304	\$ 36,716	\$ 445,840	\$ 326,715	\$ 107,191	\$ 1,212,347

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2014

	Special Revenue					Permanent	Total
	Audit	Insurance	Paving and Lighting	IMRF/ FICA	Special Recreation	Working Cash	Nonmajor Governmental Funds
REVENUES							
Taxes	\$ 15,396	\$ 150,643	\$ 27,872	\$ 491,916	\$ 212,872	\$ -	\$ 898,699
Total revenues	15,396	150,643	27,872	491,916	212,872	-	898,699
EXPENDITURES							
Current							
General government							
Insurance	-	34,685	-	-	-	-	34,685
Audit and professional services	17,527	-	-	-	-	-	17,527
Employee benefits	-	-	-	134,308	-	-	134,308
Culture and recreation							
Insurance	-	104,056	-	-	-	-	104,056
Paving and lighting	-	-	35,000	-	-	-	35,000
Employee benefits	-	-	-	402,925	-	-	402,925
Special recreation programs	-	-	-	-	242,710	-	242,710
Total expenditures	17,527	138,741	35,000	537,233	242,710	-	971,211
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,131)	11,902	(7,128)	(45,317)	(29,838)	-	(72,512)
OTHER FINANCING SOURCES (USES)							
Transfer (out)	-	-	-	-	(314,135)	-	(314,135)
NET CHANGE IN FUND BALANCES	(2,131)	11,902	(7,128)	(45,317)	(343,973)	-	(386,647)
FUND BALANCES, MAY 1	20,427	184,018	27,330	264,336	488,196	107,191	1,091,498
FUND BALANCES, APRIL 30	\$ 18,296	\$ 195,920	\$ 20,202	\$ 219,019	\$ 144,223	\$ 107,191	\$ 704,851

(See independent auditor's report.)

ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
AUDIT FUND

For the Year Ended April 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
REVENUES			
Property taxes	\$ 15,000	\$ 15,000	\$ 15,396
EXPENDITURES			
Current			
General government			
Audit and professional services	20,000	20,000	17,527
NET CHANGE IN FUND BALANCE	<u>\$ (5,000)</u>	<u>\$ (5,000)</u>	(2,131)
FUND BALANCE, MAY 1			<u>20,427</u>
FUND BALANCE, APRIL 30			<u><u>\$ 18,296</u></u>

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
INSURANCE FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 152,000	\$ 152,000	\$ 150,643
EXPENDITURES			
Current			
General government			
Insurance	47,500	47,500	34,685
Culture and recreation			
Insurance	142,500	142,500	104,056
Total expenditures	190,000	190,000	138,741
NET CHANGE IN FUND BALANCE	\$ (38,000)	\$ (38,000)	11,902
FUND BALANCE, MAY 1			184,018
FUND BALANCE, APRIL 30			\$ 195,920

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PAVING AND LIGHTING FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 38,000	\$ 38,000	\$ 27,872
EXPENDITURES			
Current			
Culture and recreation			
Paving and lighting	50,000	50,000	35,000
NET CHANGE IN FUND BALANCE	\$ (12,000)	\$ (12,000)	(7,128)
FUND BALANCE, MAY 1			27,330
FUND BALANCE, APRIL 30			\$ 20,202

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ILLINOIS MUNICIPAL RETIREMENT/FICA FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes			
IMRF	\$ 320,000	\$ 320,000	\$ 311,362
FICA and Medicare	185,000	185,000	180,554
Total revenues	505,000	505,000	491,916
EXPENDITURES			
Current			
General government			
Employee benefits			
IMRF	85,000	85,000	83,659
FICA and Medicare	53,750	53,750	50,649
Culture and recreation			
Employee benefits			
IMRF	255,000	255,000	250,977
FICA and Medicare	161,250	161,250	151,948
Total expenditures	555,000	555,000	537,233
NET CHANGE IN FUND BALANCE	\$ (50,000)	\$ (50,000)	(45,317)
FUND BALANCE, MAY 1			264,336
FUND BALANCE, APRIL 30			\$ 219,019

(See independent auditor's report.)

**ROLLING MEADOWS PARK DISTRICT
ROLLING MEADOWS, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL RECREATION FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ 325,000	\$ 325,000	\$ 212,872
EXPENDITURES			
Current			
Culture and recreation			
Special recreation programs	325,000	325,000	242,710
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(29,838)
OTHER FINANCING SOURCE (USES)			
Transfer (out)	(325,000)	(325,000)	(314,135)
NET CHANGE IN FUND BALANCE	\$ (325,000)	\$ (325,000)	(343,973)
FUND BALANCE, MAY 1			488,196
FUND BALANCE, APRIL 30			\$ 144,223

(See independent auditor's report.)