

# **Oregon Park District**

Oregon, Illinois

## **Financial Report**

Year Ended April 30, 2014

# Oregon Park District

Year Ended April 30, 2014

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## Table of Contents

|   |         |
|---|---------|
| <b>Independent Auditor's Report</b>   | 1 - 2   |
| <b>Management Discussion and Analysis (Unaudited)</b>   | 3 - 9   |
| <b>Basic Financial Statements:</b>  |         |
| Government -Wide Financial Statements:  |         |
| Statement of Net Position – Modified Cash Basis   | 10      |
| Statement of Activities – Modified Cash Basis   | 11      |
| Fund Financial Statements:  |         |
| Governmental Funds:   |         |
| Balance Sheet – Modified Cash Basis   | 12      |
| Reconciliation of the Balance Sheet – Modified Cash Basis to<br>the Statement of Net Position – Modified Cash Basis   | 13      |
| Statement of Revenues, Expenditures and Changes in Fund Balances -<br>Modified Cash Basis   | 14      |
| Reconciliation of the Statement of Revenues, Expenditures and<br>Changes in Fund Balances – Modified Cash Basis to the Statement of<br>Activities – Modified Cash Basis | 15      |
| Notes to Financial Statements   | 16 - 34 |
| <b>Other Information (Unaudited):</b>   |         |
| Budgetary Comparison Schedules for:   |         |
| General Fund  | 35      |
| Recreation Fund   | 36      |
| IMRF Fund   | 37      |
| Schedule of IMRF Funding Progress and Other Postemployment<br>Benefit Funding Progress  | 38      |
| Balance Sheet-General Fund – Modified Cash Basis  | 39      |
| Budgetary Comparison Schedule for the General Fund  | 40 - 41 |
| <b>Nonmajor Governmental Funds:</b>   |         |
| Combining Balance Sheet – Modified Cash Basis   | 42      |
| Combining Statement of Revenues and Expenditures<br>And Changes in Fund Balances – Modified Cash Basis  | 43      |
| Schedule of Expenditures from Taxes Extended for Tort Immunity Purpose  | 44      |

## **Independent Auditor's Report**

To the Park District Board  
Oregon Park District  
Oregon, Illinois

### **Report on the Financial Statements**

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Oregon Park District, Oregon, Illinois ("Park District") as of and for the year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the Park 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Oregon Park District, Oregon, Illinois as of April 30, 2014, and the respective changes in modified cash basis financial position for the year then ended in conformity with the modified cash basis of accounting described in Note 1.

## **Basis of Accounting**

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

## **Disclaimer of Opinion on Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Oregon Park District, Oregon, Illinois basic financial statements. The Management's Discussion and Analysis on pages 3 – 9 and the additional schedules listed in the table of contents as other information, pages 35 - 44, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information 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.

*Wipfli LLP*

Sterling, Illinois  
June 25, 2014

**Management Discussion And Analysis  
(Unaudited)**

# Oregon Park District

## Management Discussion and Analysis

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As management of the Oregon Park District (the "Park District"), we offer the readers of the Park District's financial statements this narrative overview and analysis of the financial activities of the Oregon Park District for the year ended April 30, 2014.

The MD&A is provided at the beginning of the report to provide an overview of the Park District's financial position at April 30, 2014 and the results of operations for the year. This summary should not be taken as a replacement for the audit report, which consists of the financial statements, notes to the financial statements, and other information.

### **Using This Financial Report**

The financial section of this annual report consists of three parts - Independent Auditor's Reports, the basic financial statements, and other information.

### **Government -Wide Financial Statements**

The first two statements are government-wide financial statements that provide both short term and long term information about the Park District's overall financial status, similar to a private sector business. In the government-wide financial statements the Park District's activities are generally shown in two categories - governmental and business type activities. The Park District does not have any business type activities. The Park District's basic services are general government, parks, building, and programs. Current operations of these activities are largely financed with property taxes.

The statement of net position-modified cash basis presents information on all of the Park District's assets and liabilities, 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 Park District is improving or deteriorating. To assess the overall health of the Park District you need to consider additional non-financial factors such as the condition of the Park District's buildings and facilities.

The statement of activities-modified cash basis presents information showing how the government's net assets changed during the most recent fiscal year. The financial statements are prepared under the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America, whereby revenues and assets are recognized when received, regardless of when they were earned and expenditures/expenses and liabilities are recognized when payment is made, regardless of when they are incurred.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the Park District's funds - not the Park District as a whole. Funds are accounting devices the Park District uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by state law, while others are established to control and manage money for particular purposes or to show that the Park District is properly using certain revenues.

# Oregon Park District

## Management Discussion and Analysis

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### **Fund Financial Statements (continued)**

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for each. By doing so, readers may better understand the long-term impact of the Park District's near-term financing decisions. Both the governmental fund balance sheet – modified cash basis and the governmental fund statement of revenues, expenditures and changes in fund balances – modified cash basis provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Park District maintains individual governmental funds. Information is presented separately in the governmental funds balance sheet - modified cash basis and the governmental funds statement of revenues, expenditures and changes in fund balances – modified cash basis for all these funds.

The Park District adopts annual budgets for all major governmental funds and certain other funds. A budgetary comparison statement has been provided for the major governmental funds only.

#### **General Fund Budgetary Variances**

##### **Revenues –**

The most significant revenues for the General Fund during fiscal year 2014 were intergovernmental revenues. Actual budgeted revenues exceeded actual revenue in the General Fund by \$756 thousand. The primary budgetary difference was caused by the non-receipt of the second reimbursement for the Park and Recreational Facility Construction Grant Program in the current year.

##### **Expenditures –**

Budgeted expenditures exceeded actual expenditures in the General Fund by approximately \$69 thousand. The primary budgetary difference was due to a reduction in parks department contractual maintenance and wages as well as a reduction in utility expenses.

#### **Recreation Fund Budgetary Variances**

##### **Revenues –**

The Recreation Fund receives most of its revenues from property taxes and user fees. Budgeted revenues exceeded actual revenue by approximately \$32 thousand. The primary budgetary difference was caused by less program fees than anticipated.

##### **Expenditures –**

Budgeted expenditures exceeded actual expenditures in the Recreation Fund by approximately \$70 thousand. The primary budgetary difference was caused by less program expenses than budgeted.

# Oregon Park District

## Management Discussion and Analysis

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### **Fund Financial Statements (continued)**

#### IMRF Fund Budget Variances

##### Revenues –

The IMRF Fund receives most of its revenues from property taxes. The overall budgeted revenues were equal to actual revenues.

##### Expenditures –

The overall expenditures were equal to budgeted expenditures.

#### Bond and Interest Fund Budget Variances

##### Revenues –

The Bond and Interest Fund receives most of its revenues from property taxes. The overall budgeted revenues were equal to actual revenues.

##### Expenditures –

The overall expenditures were equal to budgeted expenditures.



# Oregon Park District

## Management Discussion and Analysis

### Condensed Financial Information

Net position is summarized in the table below.

| Condensed Statement of Net Position – Modified Cash Basis<br>For the years ended April 30, 2014 and 2013 | Governmental Activities<br>(in the thousands) |         |
|--|---|---------|
|  | 2014  | 2013    |
| Current assets   | \$1,149                                       | \$1,964 |
| Capital assets (net)   | 11,487  | 10,634  |
| Total assets   | 12,636  | 12,598  |
| Current liabilities  | 968   | 902     |
| Non-current liabilities  | 1,371   | 1,845   |
| Total liabilities  | 2,339   | 2,747   |
| Net position:  |   |         |
| Net investment in capital assets   | 9,161   | 7,906   |
| Restricted   | 532   | 436     |
| Unrestricted   | 604   | 1,509   |
| Total net position   | \$10,297                                      | \$9,851 |

The largest portion of the Park District's net position are reflected in its investments in capital assets (i.e., land, buildings, equipment, and infrastructure), less any related debt used to acquire those assets that are still outstanding. The Park District uses these assets to provide services. Therefore these assets are not available for future spending. Although the Park District investments in its capital assets are reported net of available debt, it should be noted that the resources required to repay this type of debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these types of liabilities.

The Park District's net position consist of investment in capital assets net of related debt, restricted net position, and unrestricted net position. Restricted net position represents assets which have restrictions determined by an outside party.

Unrestricted net position represents net assets that have not been restricted by an outside party. This includes funds that the Park District has designated for specific uses as well as amounts that are contractually committed for goods and services.

# Oregon Park District

## Management Discussion and Analysis

### **Condensed Financial Information (Continued)**

Revenues, expenses, and changes in net assets are summarized in the table below:

| <b>Condensed Statement of Activities – Modified Cash Basis<br/>For the years ending April 30, 2014 and 2013</b> | <b>Governmental Activities<br/>(in the thousands)</b> |                |
|---|---|----------------|
|   | <b>2014</b>   | <b>2013</b>    |
| Revenues:   |   |                |
| Program revenues:   |   |                |
| Charges for services  | \$681   | \$692          |
| Operating grants and contributions  | -   | 10             |
| Capital grants and contributions  | 795   | 16             |
| General revenues:   |   |                |
| Property taxes  | 2,593   | 2,427          |
| Replacement taxes   | 28  | 24             |
| Other:  |   |                |
| Unrestricted investment earnings  | 3   | 4              |
| Miscellaneous   | 14  | 74             |
| <b>Total revenues</b>   | <b>4,114</b>  | <b>3,247</b>   |
| Program expenses:   |   |                |
| General control and administration  | 1,240   | 1,393          |
| Building department   | 1,022   | 988            |
| Programs department   | 737   | 781            |
| Parks department  | 612   | 726            |
| Debt service  | 57  | 67             |
| <b>Total expenses</b>   | <b>3,668</b>  | <b>3,955</b>   |
| <b>Change in net position</b>   | <b>446</b>  | <b>(708)</b>   |
| <b>Net position, beginning</b>  | <b>9,851</b>  | <b>10,559</b>  |
| <b>Net position, ending</b>   | <b>\$10,297</b>                                       | <b>\$9,851</b> |

Major sources of operating revenues for the Park District's governmental funds include property taxes and membership fees. The primary reason for the increase in net position of \$446 thousand in the current year relates to the reimbursement for the Park and Recreational Facility Construction Grant Program.

### **Capital Asset and Long-Term Debt Activity**

#### **Capital Assets**

The Park District's investment in capital assets for its governmental activities at year end totaled \$11.5 million (net of accumulated depreciation). This investment in capital assets includes, land, buildings, office furniture and equipment, and other equipment related to programs. There were \$1.6 million of capital asset additions recorded during the year and \$785 thousand of depreciation charges were expensed on the total capital assets for the primary government. See Note 4 for details of capital assets.

# Oregon Park District

## Management Discussion and Analysis

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### **Capital Asset and Long-Term Debt Activity (Continued)**

Major capital asset events during the fiscal year included the following:

Nash Pool Renovations  
Nash Roofing Renovations  
Donation of Jacks Landing property

#### **Net Book Value of Capital assets at April 30, 2014 (in thousands)**

|                                | <b>Governmental<br/>Activities</b> |
|--------------------------------|------------------------------------|
| Land                           | \$1,060                            |
| Construction in progress       | -                                  |
| Buildings                      | 9,986                              |
| Office furniture and equipment | 207                                |
| Other equipment                | 234                                |
| <b>Total</b>                   | <b>\$11,487</b>                    |

#### **Net Book Value of Capital assets at April 30, 2013 (in thousands)**

|                                | <b>Governmental<br/>Activities</b> |
|--------------------------------|------------------------------------|
| Land                           | \$1,060                            |
| Construction in progress       | 455                                |
| Buildings                      | 8,478                              |
| Office furniture and equipment | 164                                |
| Other equipment                | 477                                |
| <b>Total</b>                   | <b>\$10,634</b>                    |

### Long-term debt activity

At April 30, 2014, the Park District had approximately \$2.3 million in governmental activities long-term debt which consists of two GO Park Bonds and a loan payable of approximately \$21 thousand. The Park District had a balance of \$882 thousand due in the previous year which consisted of two GO Park Bonds, a capital lease payable, and a loan payable. The amount due next year is approximately \$954 thousand. See Note 9 for details of debt.

# Oregon Park District

## Management Discussion and Analysis

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### **Management's Analysis of the Park District's Overall Financial Position and Results of Operations**

The Statement of Net Position – Modified Cash Basis reflects an overall increase in the Park District's total net position from the prior year of approximately \$446 thousand for all governmental activities.

The Park District received the IDNR Park and Recreational Facility Construction Grant for a facility renovation project to the Nash Recreation Center causing an increase in overall net assets. The Park District completed the renovation project at its primary recreation center that spanned two fiscal years. The project will positively impact future operations by increasing the life expectancy, the efficiencies of the building, and adding to the value of the overall building.

### **Factors or Conditions Impacting Future Periods**

The Nash Recreation Center PARC Renovation Project was completed in the 2013-14 fiscal year. The Illinois Department of Natural Resource grant will reimburse the Park District the remaining \$764,250 in the 2014-15 fiscal year.

The primary source of the Park District's tax base is the Exelon Generation Station. The 2011 tax year represented the final year of the previous real property tax assessment agreement. The OCIA (Ogle County Intergovernmental Association), which includes the Park District, is currently meeting to discuss the possibility of a future agreement with Exelon. The budget and levy assumptions for the 2012 and 2013 tax year will be directly impacted by future negotiations, the board of review, PTAB, and possible court decisions.

### **Contacting the Park District's Financial Management**

This financial report is designed to provide our citizens, taxpayers and customers with a general overview of the Park District's finances and to demonstrate the Park District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact Oregon Park District P.O. Box 237 Oregon, IL 61061

## **Basic Financial Statements**

# Oregon Park District

## Statement of Net Position - Modified Cash Basis April 30, 2014

| <b>ASSETS</b>  | <b>Governmental<br/>Activities</b> |
|--|------------------------------------|
| Cash and cash equivalents  | \$1,148,783                        |
| Total current assets   | 1,148,783                          |
| Noncurrent assets -  |                                    |
| Capital assets not being depreciated                               | 1,059,925                          |
| Capital assets being depreciated (net of accumulated depreciation) | 10,427,004                         |
| Total assets   | 12,635,712                         |
| <b>LIABILITIES</b>   |                                    |
| Payroll withholdings & other                                       | 13,358                             |
| Loan payable   | 4,442                              |
| Bonds payable  | 950,000                            |
| Total current liabilities  | 967,800                            |
| Loan payable   | 16,215                             |
| Bonds payable  | 1,355,000                          |
| Total liabilities  | 2,339,015                          |
| <b>NET POSITION</b>  |                                    |
| Net investment in capital assets                                   | 9,161,272                          |
| Restricted   | 531,528                            |
| Unrestricted   | 603,897                            |
| Total net position   | \$10,296,697                       |

See Accompanying Notes to Financial Statements.

# Oregon Park District

## Statement of Activities - Modified Cash Basis

For the year ending April 30, 2014

| Functions/Programs                 | Expenses    | Program Revenue         |                             |                             | Net (Expense)<br>Revenue and<br>Changes in<br>Net Position |
|------------------------------------|-------------|-------------------------|-----------------------------|-----------------------------|--|
|                                    |             | Operating               |                             | Capital                     |  |
|                                    |             | Charges for<br>Services | Grants and<br>Contributions | Grants and<br>Contributions |  |
|                                    |             |                         |                             |                             | Governmental<br>Activities                                 |
| Governmental activities:           |             |                         |                             |                             |  |
| General control and administration | \$1,239,763 | -                       | -                           | \$795,153                   | (\$444,610)  |
| Building department                | 1,022,575   | -                       | -                           | -                           | (1,022,575)  |
| Programs department                | 736,627     | \$680,740               | -                           | -                           | (55,887)   |
| Parks department                   | 612,494     | -                       | -                           | -                           | (612,494)  |
| Debt service                       | 56,630      | -                       | -                           | -                           | (56,630)   |
| Total governmental activities      | \$3,668,089 | \$680,740               | \$0                         | \$795,153                   | (2,192,196)  |

### General revenues:

#### Taxes:

Property taxes

2,592,818

Replacement taxes

27,811

#### Other:

Unrestricted investment earnings

3,244

Miscellaneous

13,579

Total general revenues

2,637,452

Change in net position

445,256

Net position, beginning of year

9,851,441

Net position, end of year

\$10,296,697

# Oregon Park District

Balance Sheet - Modified Cash Basis

Governmental Funds

April 30, 2014

| <b>ASSETS</b>                              | <b>General Fund</b> | <b>Recreation Fund</b> | <b>IMRF Fund</b> | <b>Bond and Interest Fund</b> | <b>Other Governmental Funds</b> | <b>Total Governmental Funds</b> |
|--|---------------------|------------------------|------------------|-------------------------------|---------------------------------|---------------------------------|
| Cash and cash equivalents                  | \$608,012           | \$386,212              | \$39,360         | \$19,368                      | \$95,831                        | \$1,148,783                     |
| Deposits                                   | -                   | -                      | -                | -                             | -                               | -                               |
| Due from other funds                       | -                   | -                      | -                | -                             | -                               | -                               |
| <b>Total current assets</b>                | <b>\$608,012</b>    | <b>\$386,212</b>       | <b>\$39,360</b>  | <b>\$19,368</b>               | <b>\$95,831</b>                 | <b>\$1,148,783</b>              |
| <b>LIABILITIES AND FUND BALANCES</b>       |                     |                        |                  |                               |                                 |                                 |
| Payroll withholdings & other               | \$4,115             | \$668                  | \$8,575          | -                             | -                               | \$13,358                        |
| Due to other funds                         | -                   | -                      | -                | -                             | \$0                             | -                               |
| <b>Total liabilities</b>                   | <b>4,115</b>        | <b>668</b>             | <b>8,575</b>     | <b>-</b>                      | <b>0</b>                        | <b>13,358</b>                   |
| Fund balances:                             |                     |                        |                  |                               |                                 |                                 |
| Restricted                                 | -                   | 385,544                | 30,785           | 19,368                        | 95,831                          | 531,528                         |
| Committed                                  | 84,941              | -                      | -                | -                             | -                               | 84,941                          |
| Unassigned                                 | 518,956             | -                      | -                | -                             | -                               | 518,956                         |
| <b>Total fund balances</b>                 | <b>603,897</b>      | <b>385,544</b>         | <b>30,785</b>    | <b>19,368</b>                 | <b>95,831</b>                   | <b>1,135,425</b>                |
| <b>Total liabilities and fund balances</b> | <b>\$608,012</b>    | <b>\$386,212</b>       | <b>\$39,360</b>  | <b>\$19,368</b>               | <b>\$95,831</b>                 | <b>\$1,148,783</b>              |

See Accompanying Notes to Financial Statements.



# Oregon Park District

## Reconciliation of the Balance Sheet - Modified Cash Basis to the Statement of Net Position - Modified Cash Basis For the year ending April 30, 2014

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|  |             |
|--|-------------|
| Total fund balances - governmental funds | \$1,135,425 |
|--|-------------|

Amounts reported for governmental activities in the statement of net position-modified cash basis are different because:

|   |            |
|---|------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$21,573,418 and the accumulated depreciation is \$10,086,489. | 11,486,929 |
|---|------------|

|   |                    |
|---|--------------------|
| Long-term liabilities, including capital lease, loan, and bond payable are not due and payable in the current period and therefore are not reported in the funds. | <u>(2,325,657)</u> |
|---|--------------------|

|  |                            |
|--|----------------------------|
| Total net position - governmental activities | <u><u>\$10,296,697</u></u> |
|--|----------------------------|

# Oregon Park District

## Statement of Revenues, Expenditures and Changes in Fund

Balances - Modified Cash Basis

Governmental Funds

For the year ending April 30, 2014

|  | General<br>Fund | Recreation<br>Fund | IMRF<br>Fund | Bond<br>and<br>Interest<br>Fund | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|-----------------|--------------------|--------------|---------------------------------|--------------------------------|--------------------------------|
| Revenues:  |                 |                    |              |                                 |                                |                                |
| Taxes  | \$630,705       | \$473,026          | \$133,961    | \$930,728                       | \$424,398                      | \$2,592,818                    |
| Intergovernmental revenues                           | 822,964         | -                  | -            | -                               | -                              | 822,964                        |
| Program fees   | -               | 354,094            | -            | -                               | -                              | 354,094                        |
| Memberships  | -               | 153,756            | -            | -                               | -                              | 153,756                        |
| Revenues from use of money<br>and property           | 163,069         | 12,471             | 35           | 476                             | 83                             | 176,134                        |
| Other revenues                                       | 3,396           | 6,399              | -            | -                               | 3,784                          | 13,579                         |
| Total revenues                                       | 1,620,134       | 999,746            | 133,996      | 931,204                         | 428,265                        | 4,113,345                      |
| Expenditures:  |                 |                    |              |                                 |                                |                                |
| Current:   |                 |                    |              |                                 |                                |                                |
| General control and administration                   | 691,039         | 172,812            | 43,110       | -                               | 271,037                        | 1,177,998                      |
| Building department                                  | 228,725         | 240,442            | 29,414       | -                               | 27,078                         | 525,659                        |
| Programs department                                  | -               | 654,390            | 32,230       | -                               | 25,393                         | 712,013                        |
| Parks department                                     | 356,948         | -                  | 25,404       | -                               | 20,015                         | 402,367                        |
| Debt service:  |                 |                    |              |                                 |                                |                                |
| Principal  | 12,501          | -                  | -            | 870,000                         | -                              | 882,501                        |
| Interest   | 1,071           | -                  | -            | 46,059                          | -                              | 47,130                         |
| Bond issuance costs                                  | 9,500           | -                  | -            | -                               | -                              | 9,500                          |
| Capital outlay                                       | 1,611,999       | -                  | -            | -                               | 33,843                         | 1,645,842                      |
| Total expenditures                                   | 2,911,783       | 1,067,644          | 130,158      | 916,059                         | 377,366                        | 5,403,010                      |
| Excess (deficiency) of<br>revenues over expenditures | (1,291,649)     | (67,898)           | 3,838        | 15,145                          | 50,899                         | (1,289,665)                    |
| Other financing sources (uses):                      |                 |                    |              |                                 |                                |                                |
| Debt proceeds  | 480,000         | -                  | -            | -                               | -                              | 480,000                        |
| Operating transfers in (out)                         | (93,000)        | 120,000            | -            | -                               | (27,000)                       | -                              |
| Net changes in fund balances                         | (904,649)       | 52,102             | 3,838        | 15,145                          | 23,899                         | (809,665)                      |
| Fund balances, beginning of<br>year                  | 1,508,546       | 333,442            | 26,947       | 4,223                           | 71,932                         | 1,945,090                      |
| Fund balances, end of year                           | \$603,897       | \$385,544          | \$30,785     | \$19,368                        | \$95,831                       | \$1,135,425                    |

See Accompanying Notes to Financial Statements.

# Oregon Park District

## Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis to the Statement of Activities - Modified Cash Basis For the year ending April 30, 2014

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|                            |             |
|----------------------------|-------------|
| Net change in fund balance | (\$809,665) |
|----------------------------|-------------|

Amounts reported for governmental activities in the statement of activities-modified cash basis  
are different because:

|  |         |
|--|---------|
| Capital outlays are reported in governmental funds as expenditures. However,<br>in the statement of activities-modified cash basis, the cost of those assets is allocated over their<br>useful lives as depreciation expense. This is the amount by which capitalized fixed assets<br>(\$1,645,842) exceeds depreciation expense (\$784,872) in this period. | 860,970 |
|--|---------|

|   |         |
|---|---------|
| The net effect of various transactions involving capital assets (i.e., disposals and<br>sales) is to decrease net position. | (8,550) |
|---|---------|

|   |           |
|---|-----------|
| The issuance of bonds are reported in the governmental funds as other financing<br>sources while bond payments are reported in governmental funds as expenditures.<br>However, only the interest on bonds is recorded in the statement of activities-modified cash basis.<br>This is the net affect of these differences in the period. | (480,000) |
|---|-----------|

|   |               |
|---|---------------|
| The repayment of debt principal is an expenditure in the governmental funds, but reduces<br>long-term liabilities in the statement of net position - modified cash basis. |               |
| Bond payments   | 870,000       |
| Loan payments   | <u>12,501</u> |

|   |                         |
|---|-------------------------|
| Change in net position - modified cash basis of governmental activities | <u><u>\$445,256</u></u> |
|---|-------------------------|

# Oregon Park District

## Notes to Financial Statements

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### **Note 1 Summary of Significant Accounting Policies**

#### **Introduction**

The financial statements of Oregon Park District, Oregon, Illinois (the "Park District"), are presented on the modified cash basis of accounting. This modified cash basis differs from accounting principles generally accepted in the United States of America. Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The significant accounting principles and policies utilized by the Park District are described below.

#### **Description of Government-wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position – modified cash basis and the statement of activities – modified cash basis) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

#### **Financial Reporting Entity**

The Park District is governed by a five member Board of Commissioners. The accompanying financial statements present the primary government, organizations for which the primary government is financially accountable, and other organizations for which the primary government is not accountable, but 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. Component units are legally separate organizations for which the elected officials are financially accountable or whose exclusion would render the financial statements misleading because of nature and significance of their relationship. Based on these criteria, the Park District is considered a primary government and there are no other organizations or agencies whose financial statements should be combined and presented with these financial statements.

#### **Basis of Presentation – Government-wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from the governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

# Oregon Park District

## Notes to Financial Statements

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### **Note 1 Summary of Significant Accounting Policies (continued)**

#### **Basis of Presentation – Fund Financial Statements**

The fund financial statements provide information about the Park District's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Park District reports the following major governmental funds:

#### **General Fund**

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

Corporate Fund – This fund is the general operating fund of the Park District. It is used to account for all financial resources except those required to be accounted for in another fund.

Scholarship Fund – This fund was established to utilize donations and contribution to fund underprivileged youth participation in the Park District programming.

Park and Building Improvement Fund – This fund is used to account for bond proceeds used for the purchase of land condemned or purchased for parks, for the building, maintaining, improving and protecting of the same and the existing land and facilities of the Park District and for the payment of those expenses.

#### **Recreation Fund**

The Recreation Fund is used to account for the proceeds and expenditures of the Park District's recreation programs.

#### **IMRF Fund**

The Illinois Municipal Retirement Fund is used to account for the proceeds and expenditures to provide IMRF retirement benefits to eligible employees.

#### **Bond and Interest Fund**

The Bond and Interest Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt bond principal, bond interest and related bond costs.

# Oregon Park District

## Notes to Financial Statements

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### **Note 1 Summary of Significant Accounting Policies (continued)**

During the course of operations the Park District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

### **Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *modified cash basis of accounting*. Revenues are recorded when received and expenses are recorded when paid.

### **Use of Estimates**

The preparation of financial statements in conformity with the modified basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

### **Budgetary Basis of Accounting**

Annual budgets are adopted on a basis consistent with the modified cash basis of accounting.

The appropriated budget is prepared by fund, function, and department. The Park District's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level.

### **Cash and Cash Equivalents**

The Park District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

# Oregon Park District

## Notes to Financial Statements

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### **Note 1 Summary of Significant Accounting Policies (continued)**

#### **Capital Assets**

Capital assets, which include buildings, building improvements, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the Park District as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year.

As the Park District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

|   |               |
|---|---------------|
| Office furniture, vehicles and office equipment | 5 – 15 years  |
| Buildings                                       | 15 – 39 years |
| Building improvements                           | 15 - 39 years |

#### **Net Position Flow Assumption**

Sometimes the Park District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the Park District's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

#### **Fund Balance Flow Assumptions**

Sometimes the Park District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Park District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

# Oregon Park District

## Notes to Financial Statements

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### **Note 1 Summary of Significant Accounting Policies (continued)**

#### **Fund Balance Policies**

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Park District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Park District's highest level of decision-making authority. The Board of Commissioners is the highest level of decision-making authority for the Park District that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Park District for specific purposes but do not meet the criteria to be classified as committed. The Board of Commissioners has by resolution authorized an official of the Board of Commissioners to assign fund balance. The Board of Commissioners may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

#### **Program Revenues**

Amounts reported as *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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

#### **Property Taxes**

It is the Park District's intention that property taxes generated from the 2012 property tax levy be used to finance the operating budget of the fiscal year ending April 30, 2014. Therefore, property tax receipts represent the receipts primarily generated by the 2012 property tax levy.

The Park District's property tax is levied on or before the last Tuesday in December each year on all taxable real property located in the Park District. The 2012 levy was passed by the Board on December 11, 2012. Property taxes attach as an enforceable lien on property as of January 1 and are generally payable in two installments in June and September. The Park District receives significant distributions of tax receipts within one month of these due dates.



# Oregon Park District

## Notes to Financial Statements

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### **Note 1 Summary of Significant Accounting Policies (continued)**

#### **Compensated Absences**

##### ***Vacation***

The Park District follows the policy of allowing employees to accrue vacation leave throughout the year. A maximum of 5 days of earned but unused vacation leave may be carried over from one vacation year to another. At April 30, 2014, the total amount of unused vacation time for services performed during the year ended April 30, 2014, amounted to \$28,115.

##### ***Sick Leave***

The Park District follows the policy of allowing unused sick days to accumulate to a total of 240 days for full-time employees participating under IMRF. Upon retirement, the employee must elect to either receive compensation at one-quarter pay for every unused sick days or to apply those days to additional pension credit as provided by IMRF. At April 30, 2014, the total amount of unused sick time for services performed amounted to \$45,972.

##### ***Personal Days***

The Park District follows the policy of granting 6 personal days in a calendar year. Any unused personal time in the calendar year that is earned will be paid straight time to the employee. At April 30, 2014, the total amount of unused personal time for services performed during the year ended April 30, 2014, amounted to \$7,075.

### **Note 2 Stewardship, Compliance and Accountability**

#### **Excess of expenditures over appropriations**

For the year ended April 30, 2014, expenditures exceeded appropriations in the following funds (the legal level of budgetary control) by:

| <b>Fund</b>              | <b>Amount</b> |
|--------------------------|---------------|
| IMRF Fund                | \$1,205       |
| Liability Insurance Fund | \$1,934       |
| Paving and Lighting Fund | \$3,903       |

#### **Deficit Fund Equity**

As of April 30, 2014, there were no funds with a deficit fund balance.

# Oregon Park District

## Notes to Financial Statements

### Note 3 Cash Deposit with Financial Institutions

*Custodial credit risk-deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the Park District's deposits may not be returned to it. As of April 30, 2014, the Park District's bank balance was \$1,167,544 and the entire balance was insured and collateralized with securities in the Park District's name.

### Note 4 Capital Assets

The governmental activities capital asset activity for the year ended April 30, 2014 is as follows:

| <b>Governmental Activities:</b>              | <b>Balance<br/>05/01/13</b> | <b>Additions</b> | <b>Deletions</b> | <b>Transfers</b> | <b>Balance<br/>04/30/14</b> |
|--|-----------------------------|------------------|------------------|------------------|-----------------------------|
| Capital assets, not being depreciated -      |                             |                  |                  |                  |                             |
| Land   | \$1,059,925                 | -                | -                |                  | \$1,059,925                 |
| Construction in progress                     | 455,735                     | -                | -                | (\$455,735)      | -                           |
| Total capital assets, not being depreciated  | 1,515,660                   | -                | -                | (455,735)        | 1,059,925                   |
| Capital assets, being depreciated:           |                             |                  |                  |                  |                             |
| Buildings                                    | 12,818,721                  | 1,549,049        | -                | 455,735          | 14,823,505                  |
| Office furniture and equipment               | 1,995,113                   | 96,793           | 20,531           | -                | 2,071,375                   |
| Other equipment                              | 3,651,645                   | -                | 33,032           | -                | 3,618,613                   |
| Total capital assets, being depreciated      | 18,465,479                  | 1,645,842        | 53,563           | -                | 20,513,493                  |
| Total all fixed assets                       | 19,981,139                  | 1,645,842        | 53,563           | -                | 21,573,418                  |
| Accumulated depreciation:                    |                             |                  |                  |                  |                             |
| Buildings                                    | 4,340,795                   | 496,916          | -                | -                | 4,837,711                   |
| Office furniture and equipment               | 1,831,121                   | 53,215           | 20,531           | -                | 1,863,805                   |
| Other equipment                              | 3,174,714                   | 234,741          | 24,482           | -                | 3,384,973                   |
| Total accumulated depreciation               | 9,346,630                   | 784,872          | 45,013           | -                | 10,086,489                  |
| Total capital assets, being depreciated, net | 9,118,849                   | 860,970          | 8,550            | -                | 10,427,004                  |
| Governmental assets, net                     | \$10,634,509                | \$860,970        | \$8,550          | -                | \$11,486,929                |

Depreciation expense was charged to governmental functions as follows:

#### **Governmental activities:**

|                                       |          |
|---------------------------------------|----------|
| General government and administration | \$53,215 |
| Building department                   | 496,916  |
| Programs department                   | 24,614   |
| Parks department                      | 210,127  |

|   |           |
|---|-----------|
| Total depreciation expense, governmental activities | \$784,872 |
|---|-----------|

# Oregon Park District

## Notes to Financial Statements

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### Note 5 Pension and Retirement Systems

*Plan Description.* The Park 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 employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and Required Supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

*Funding Policy.* As set by statute, the Park District's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2013 was 11.55 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

*Annual Pension Cost.* The required contribution for calendar year 2013 was \$126,594.

#### Three-Year Trend Information for the Regular Plan

| Fiscal<br>Year<br>End | Annual Pension<br>Cost (APC) | Percentage<br>Of APC<br>Contributed | Net Pension<br>Obligation |
|-----------------------|------------------------------|-------------------------------------|---------------------------|
| 12/31/13              | \$126,594                    | 100%                                | -                         |
| 12/31/12              | 121,036                      | 100%                                | -                         |
| 12/31/11              | 116,839                      | 100%                                | -                         |

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of your employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Park District's Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

*Funded Status and Funding Progress.* As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 70.64 percent funded. The actuarial accrued liability for benefits was \$2,376,050 and the actuarial value of assets was \$1,678,452, resulting in an underfunded actuarial accrued liability (UAAL) of \$697,598. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,096,049 and the ratio of the UAAL to the covered payroll was 64 percent.

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

# Oregon Park District

## Notes to Financial Statements

### Note 6 Other Post-Employment Benefits

The Park District provides continued medical and prescription drug coverage at the active employee rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree medical and prescription drug coverage. To be eligible for benefits, an employee must qualify for retirement under one of the Park District's retirement plans. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the retiree can choose to not participate in the plan or continue under the Park District's plan at a Medicare Supplement rate.

*Plan Description.* In addition to providing the pension benefits described in Note 5, the Park District provides postemployment health benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by the Park District and can be amended by the Park District through its personnel manual and employment contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

*Funding Policy.* The Park District is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

*Annual OPEB Costs and Net OPEB Obligation.* The Park District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the District. The Park District has elected to calculate the ARC and related information using the alternative measurement method permitted by GASB Statement No. 45 for employers with plans that have fewer than 100 total members. It includes both the value of benefits earned during the year (normal cost) and an amortization of the unfunded actuarial accrued liability. Although there is no requirement to make contributions equal to the ARC, it serves as the starting point for determining the annual OPEB cost.

The Park District had an actuarial valuation performed for the plan as of May 1, 2012 to determine the funded status of the plan as of the date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2014. The annual OPEB cost is the amount the Park District charges as the cost of the postemployment health care benefits each fiscal year. If there is no net OPEB obligation, then the annual OPEB cost reflects adjustment for interest on the net OPEB obligation. The Park District's annual OPEB cost reflects adjustment for interest on the net OPEB obligation. The Park District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended April 30, 2014 and the preceding fiscal years were as follows:

| <b>Fiscal Year<br/>Beginning</b> | <b>Annual OPEB<br/>Cost</b> | <b>Employer<br/>Contributions</b> | <b>Percentage of<br/>Annual OPEB<br/>Cost Contributed</b> | <b>Net OPEB<br/>Obligation</b> |
|----------------------------------|-----------------------------|-----------------------------------|---|--------------------------------|
| 5/1/13                           | \$56,209                    | -                                 | -   | \$325,590                      |
| 5/1/12                           | 58,454                      | -                                 | -   | 269,381                        |
| 5/1/11                           | 77,155                      | \$5,848                           | 7.6%  | 215,586                        |

# Oregon Park District

## Notes to Financial Statements

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### Note 6 Other Post-Employment Benefits (continued)

The net OPEB obligation as of May 1, 2013, was calculated as follows:

|  |           |
|--|-----------|
| Annual required contribution               | \$58,454  |
| Interest on net OPEB obligation            | 6,734     |
| Adjustment to annual required contribution | (8,979)   |
| Annual OPEB cost                           | 56,209    |
| Contribution made                          | -         |
| Increase in net OPEB obligation            | 56,209    |
| Net OPEB obligation, beginning of year     | 269,381   |
| Net OPEB obligation, end of year           | \$325,590 |

*Funded Status and Funding Progress.* As of May 1, 2012, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$358,880, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was not available, and the ratio of the unfunded actuarial accrued liability to the covered payroll was not available.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presents as other information following the notes to the financial statements, multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

*Actuarial Methods and Assumptions.* Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following simplifying assumptions were made:

*Measurement Date.* May 1, 2012

*Data Collection Date.* May 2013

# Oregon Park District

## Notes to Financial Statements

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### **Note 6 Other Post-Employment Benefits (continued)**

*Participant Data.* Employee and retiree data was supplied by the plan sponsor as of the census date. Data on persons receiving benefits was supplied by the plan sponsor.

*Fiscal Year.* May 1 – April

*Actuarial Cost Method.* Projected Unit Credit (Alternative Measurement Method)

*Asset Valuation Method.* Not Applicable

*Benefits Not Included.* None

*Nature of Actuarial Calculations.* The results are estimates based on assumptions about future events. Assumptions may be made about participant data or other factors. All approximations and assumptions are noted. Reasonable efforts were made in this valuation to ensure that significant items in the context of the actuarial liabilities or costs are treated appropriately, and not excluded or included inappropriately.

Actual future experience will differ from the assumptions used. As these differences arise, the expense for accounting purposes will be adjusted in future valuations to reflect such actual experience.

The numbers are not rounded, but this is for convenience only and should not imply precision which is not inherent in actuarial calculations.

*Discount Rate.* 2.5%

*Salary Rate Increase.* Not Applicable

*Expected Rate of Return on Assets.* Not Applicable

*Health Care Trend.*

| <b>Period</b> | <b>Medical</b> |
|---------------|----------------|
| FY13 – FY14   | 8.30%          |
| FY14 – FY15   | 7.93%          |
| FY15 – FY16   | 7.57%          |
| FY16 – FY17   | 7.20%          |
| FY17 – FY18   | 6.83%          |
| FY18 – FY19   | 6.47%          |
| FY19 – FY20   | 6.10%          |
| FY20 – FY21   | 5.73%          |
| FY21 – FY22   | 5.37%          |
| FY22 – FY23   | 5.00%          |
| Subsequent    | 5.00%          |

# Oregon Park District

## Notes to Financial Statements

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### **Note 6 Other Post-Employment Benefits (continued)**

The FY13-FY14 trend rate is based on the 2013 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates fall within a generally accepted rate. (Paragraph 34f of GASB 45).

*Retiree Contribution Trend.* Same as Health Care Trend

*Mortality.* RP-2000 Combined Mortality Table for males and females with mortality improvement projected to 2013 using Scale AA.

The Mortality Table reflects recent rates developed by the Society of Actuaries with a generally accepted projection of future mortality improvement. (Paragraph 34d of GASB 45).

*Disability Rates.* None

*Average Retirement Age.* Age 62 or 35 Years of Service – Average retirement age used pursuant to paragraph 34b of GASB 45.

*Termination/Turnover Rates.* Age-based Turnover Rates developed based on Probability of Remaining Employed until Assumed Retirement Age table shown in paragraph 35b, Table 1 of GASB 45.

*Starting Per Capita Costs.*

|                   | <b>Medical</b> |               |
|-------------------|----------------|---------------|
|                   | <b>Retiree</b> | <b>Spouse</b> |
| Pre-Medicare      | \$11,887       | \$14,265      |
| Medicare eligible | 1,933          | 2,319         |

*Retiree Contributions.*

|                   | <b>Medical</b> |               |
|-------------------|----------------|---------------|
|                   | <b>Retiree</b> | <b>Spouse</b> |
| Pre-Medicare      | \$4,832        | \$5,799       |
| Medicare eligible | 1,933          | 2,319         |

*Election at Retirement.* 75% of eligible active employees are assumed to elect coverage at retirement.

*Marital Status.* 70% of active employees are assumed to be married with males three years older than females. Actual spouse data was used for current retirees.

*Retiree Lapse Rate.* 0.0%

# Oregon Park District

## Notes to Financial Statements

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### **Note 7 Construction and Other Significant Commitments**

On July 14, 1998, the Park District entered into a 10 year lease, beginning July 15, 1998 with the Chana School Foundation for the purpose of leasing a parcel of real estate located in Oregon Park East to the Foundation. The Foundation is leasing the property for the purpose of relocating and renovating the Chana Country School which is to be operated as a museum by the Foundation. The lease agreement specifies an annual rental fee of five dollars during the lease term. The Park District has agreed, among other things, to maintain the grounds of the leased property. This agreement expired in July of 2008 but because the parties have not agreed on another lease, this lease is rolling forward month by month until a new agreement is made.

On March 14, 1995, the Park District entered into a 25-year lease, beginning April 1, 1995, with the City of Oregon for the purpose of leasing the real estate known as Mix Park from the City of Oregon. The lease agreement specifies that no rent shall be paid on this property. The Park District has agreed, among other things, to use and maintain the property consistent with the terms of the deed held by the City of Oregon.

In October 2013, the Park District renewed its agreement with the Ogle County Historical Society whereby, the District leases property owned by the Society and the Park District grants the Society the right to operate a museum program in accordance with the terms of the agreement. The agreement does not require any rental payments. At the regular June 2014 meeting, the Park District gave the Ogle County Historical Society the required 60 days' notice of termination of the existing agreement. The agreement will be officially terminated in August 11, 2014.

On March 14, 2006, the Park District entered into an agreement with the Riverview Cemetery Association to provide prairie restoration and annual maintenance of prairie. The agreement is effective for one year commencing on the original date of signing and will automatically renew for additional one year terms.

On September 1, 2011, the Park District entered into an agreement with the Oregon Unit School District No. 220 for the use of the Blackhawk Center, parks, and the reciprocal use of school facilities. The Park District is responsible for management of the Blackhawk Center. The School District agreed to pay the Park District \$168,730 each year of the agreement. The agreement expires August 31, 2014.

On September 11, 2012 the Park District signed an agreement with the iFiber for broadband fiber network services. The District will be charged an annual access fee for access to iFibers gigabit service and dark fiber connecting District buildings. The agreement expires 5 years following the first day of service, expected to be July 2018.

On April 9, 2013 the Park District signed an intergovernmental agreement with the City of Oregon. The agreement exchanged services between the City and Park District. The Park District provided the materials and labor for the downtown landscape, while the City of Oregon provided the Park District water for its Park West splash park. The agreement expires April 30, 2015.



# Oregon Park District

## Notes to Financial Statements

### Note 8 Risk Management

The Park District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. In order to protect against such risks of loss, the Park District on May 30, 2001 entered an agreement with Illinois Parks Association Risk Services, a local Government risk pool, to provide the district with such insurance coverage. The Park District may be subject to additional premiums for its share of any losses of the association. Various deductibles are in effect through these policies as of April 30, 2014, none of which exceed \$1,000.

For risks of loss related to injuries to employees, the Park District purchases coverage through the Illinois Public Risk Fund. Potentially the Park District could be assessed additional premiums for its share of any losses of the fund. Historically, the Park District has not been assessed any additional premiums.

During the year ended April 30, 2014, there were no significant reductions in coverage. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

### Note 9 Long-Term Debt

*General Obligation Bonds* - The Park District issues general obligation park bonds provide funds for the acquisition, building, maintaining, improving, protecting, and related expenses of buildings and parks. General obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of the Park District. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year with maturities that range from 1 to 4 years. General obligation bonds outstanding at April 30, 2014 are as follows:

#### Governmental Activities:

| <b>General<br/>Obligation Bonds</b> | <b>Sale<br/>Date</b> | <b>Original<br/>Borrowing</b> | <b>Interest Rates<br/>To Maturity</b> | <b>Final<br/>Maturity</b> | <b>Outstanding<br/>4/30/2014</b> |
|-------------------------------------|----------------------|-------------------------------|---------------------------------------|---------------------------|----------------------------------|
| Series 2011                         | 10/19/11             | \$1,305,000                   | 1.40-1.60%                            | 11/1/13                   | \$0                              |
| Series 2012                         | 12/17/12             | 2,300,000                     | 2.00%                                 | 11/1/17                   | \$1,825,000                      |
| Series 2014                         | 2/27/14              | 480,000                       | 0.75%                                 | 11/1/14                   | 480,000                          |

#### **Land Acquisition Loan**

The Park District obtained a \$35,522 loan from a private party for the purchase of Park District land with an interest rate of 3.00% payable in monthly installments of \$416 through November 1, 2018.

| <b>Note Payable</b> | <b>Date</b> | <b>Original<br/>Borrowing</b> | <b>Interest Rates<br/>to Maturity</b> | <b>Final<br/>Maturity</b> | <b>Outstanding<br/>4/30/14</b> |
|---------------------|-------------|-------------------------------|---------------------------------------|---------------------------|--------------------------------|
| Loan Acquisition    | 11/1/10     | \$35,522                      | 3.00%                                 | 10/1/18                   | \$20,657                       |

# Oregon Park District

## Notes to Financial Statements

### Note 9 Long-Term Debt (continued)

Debt service requirements to maturity are as follows:

#### Governmental activities

| Year ending<br>April 30: | Loan Acquisition |          | Bonds Payable |          |
|--------------------------|------------------|----------|---------------|----------|
|                          | Principal        | Interest | Principal     | Interest |
| 2015                     | \$4,442          | \$558    | \$950,000     | \$38,940 |
| 2016                     | 4,578            | 422      | 480,000       | 27,100   |
| 2017                     | 4,713            | 287      | 490,000       | 17,500   |
| 2018                     | 4,854            | 146      | 385,000       | 7,700    |
| 2019                     | 2,070            | 13       | -             | -        |
|                          | \$20,657         | \$1,426  | \$2,305,000   | \$91,240 |

Long term liability activity for the year ended April 30, 2014 is as follows:

|  | Beginning<br>Balance | Increase  | Decrease  | Ending<br>Balance | Amounts<br>Due Within<br>One Year |
|--|----------------------|-----------|-----------|-------------------|-----------------------------------|
| <b>Governmental activities:</b>                |                      |           |           |                   |                                   |
| Bonds payable:                                 |                      |           |           |                   |                                   |
| General obligation bonds                       | \$2,695,000          | \$480,000 | \$870,000 | \$2,305,000       | \$950,000                         |
| Loan acquisition                               | 24,966               | -         | 4,309     | 20,657            | 4,442                             |
| Capital lease                                  | 8,192                | -         | 8,192     | -                 | -                                 |
| Governmental activity<br>long-term liabilities | \$2,728,158          | \$480,000 | \$882,501 | \$2,325,657       | \$954,442                         |

The Park District is subject to a debt limitation of 2.50% of its assessed valuation of \$637,389,111. As of April 30, 2014 the Park District had \$13,629,728 of remaining legal debt margin.

### Note 10 Net Position

Net position reported on the government wide statement of net position at April 30, 2014:

|   |              |
|---|--------------|
| <b>Governmental Activities:</b>                       |              |
| Net investment in capital assets:                     |              |
| Land and other nondepreciable assets                  | \$1,059,925  |
| Other capital assets, net of accumulated depreciation | 10,427,004   |
| Less: related long-term debt outstanding              | (2,325,657)  |
| Total net investment in capital assets                | 9,161,272    |
| Restricted:   |              |
| State statutes and enabling legislation               | 512,160      |
| Bond agreement  | 19,368       |
| Total restricted                                      | 531,528      |
| Unrestricted  | 603,897      |
| Total governmental activities net position            | \$10,296,697 |

# Oregon Park District

## Notes to Financial Statements

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### **Note 11 Fund Balance**

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of the how these balances are reported.

#### **Nonspendable Fund Balance**

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. The Park District has no nonspendable balances at year end.

#### ***Restricted Fund Balance***

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Examples of these restrictions could be those imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Park District has restricted balances at year end that are listed below.

#### ***Committed Fund Balance***

The Park District commits fund balance by making motions or passing resolution to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contract requirements. The Park District has committed balances at year end that are listed below.

#### ***Assigned Fund Balance***

The assigned fund balance classification refers to amounts that are constrained by the Park District’s intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board to assign amounts to be used for specific purposes. The Park District has no assigned balances at year end.

#### ***Unassigned Fund Balance***

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund and for funds with negative fund balances.

# Oregon Park District

## Notes to Financial Statements

### Note 11 Fund Balance (continued)

**Restricted:**

Major Funds:

State statutes and enabling legislation:

Recreation enabling legislation \$385,544

Illinois Municipal Retirement and Social Security Fund enabling legislation 30,785

Bond agreement - Bond and Interest 19,368

Nonmajor Funds:

State statutes and enabling legislation:

Audit 9,583

Liability Insurance 36,166

Social Security 9,759

Police 39,285

Paving and Lighting 1,038

Committed -

General Fund :

Scholarship 7,736

Park and Building Improvement 77,205

Unassigned -

Major Fund -

General 518,956

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Total governmental fund balances \$1,135,425

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### Note 12 Interfund Transfers

Below are the interfund transfers as of April 30, 2014:

| Fund                        | Transfer In | Transfer Out |
|-----------------------------|-------------|--------------|
| Major funds -               |             |              |
| General                     | -           | \$93,000     |
| Recreation                  | \$120,000   | -            |
| Nonmajor governmental funds | -           | 27,000       |
|                             | \$120,000   | \$120,000    |

All transfers were made to simplify cash flows within the Park District.

### Note 13 Contingencies

From time to time, the Park District is party to other pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the Park District's legal counsel that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the Park District's financial position or results of operations.

# Oregon Park District

## Notes to Financial Statements

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### **Note 14 Economic Dependency**

Because Exelon Generating Co. LLC Byron nuclear plant's assessed valuation represents in excess of 80% of the Park District's total assessed valuation, the Park District is economically dependent upon Exelon Generating Co. LLC in order to maintain its current level of services to the public.

The settlement agreement with Exelon Generating Co. LLC concerning the assessed valuation of Exelon's Byron nuclear generation plant expired on December 31, 2011. The Ogle County Assessor and the Ogle County Board of Review set the assessed valuation of the Byron plant at \$509,658,266 for 2013. Both Exelon and the Byron School District have appealed the assessment to the Property Tax Appeal Board. A decision will most likely not be reached for three to five years. It is possible that a portion of the 2013 tax receipts may need to be refunded to Exelon. Real estate tax revenues for the Park District for the 2014 and future tax years are uncertain.

### **Note 15 Termination Benefits**

The Park District approved an Early Retirement Incentive Plan (ERIP) on January 1, 2013. To be eligible for the ERIP, an employee must be at least 50 years of age at the date of retirement, have a minimum of 20 years of actual service credit with the Park District, must submit an irrevocable letter of resignation to the Board, must not otherwise be covered by a collective bargaining agreement, and must be receiving health insurance benefits from the Park District at the date of retirement. The early retirement window shall be offered to eligible employees electing to retire on or before November 30, 2013.

Early retirement benefits include the Board continuing to pay the Board portion for single health insurance coverage for the numbers of months immediately following retirement equal to that employee's actual years of service credit with the Illinois Municipal Retirement Fund (IMRF) until the employee is Medicare eligible or until the employee dies, whichever occurs first. The Board health coverage contribution is contingent upon the employee continuing to submit his/her required employee contribution.

At April 30, 2014, the Park District had no participant or liability obligations. There was \$13,992 of early retirement expenditures for the year ended April 30, 2014.

# Oregon Park District

## Notes to Financial Statements

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### **Note 16 Future Changes in Accounting Principles**

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*. The Park District is required to implement this standard for the fiscal year ending April 30, 2016. This statement establishes new requires for the Park District to report a “net pension liability” for the unfunded portion of its IMRF pension plan. The Park District has not yet determined the full impact that adoption of GASB Statement 68 will have on the financial statements.

In November 2013, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. The Park District is required to implement this standard for the fiscal year ending April 30, 2016. The Park District has not yet determined the full impact that adoption of GASB Statement 71 will have on the financial statements.

**Other Information  
(Unaudited)**

# Oregon Park District

Schedule of Revenues, Expenditures and Changes  
in Fund Balances - Modified Cash Basis - Budget and Actual  
General Fund  
For the year ending April 30, 2014

|   | Original and Final<br>Budget | Actual           | Variance with<br>Final Budget |
|---|------------------------------|------------------|-------------------------------|
| Revenues:   |                              |                  |                               |
| Taxes   | \$630,986                    | \$630,705        | (\$281)                       |
| Intergovernmental revenues                        | 1,567,727                    | 822,964          | (744,763)                     |
| Receipts from use of money and property           | 175,740                      | 163,069          | (12,671)                      |
| Other receipts                                    | 2,100                        | 3,396            | 1,296                         |
| Total revenues                                    | 2,376,553                    | 1,620,134        | (756,419)                     |
| Expenditures:                                     |                              |                  |                               |
| General control and administration                | 630,136                      | 691,039          | (60,903)                      |
| Building department                               | 235,407                      | 228,725          | 6,682                         |
| Programs department                               | -                            | -                | -                             |
| Parks department                                  | 404,309                      | 356,948          | 47,361                        |
| Debt Service:                                     |                              |                  |                               |
| Principal   | -                            | 12,501           | (12,501)                      |
| Interest  | -                            | 1,071            | (1,071)                       |
| Bond issuance costs                               | -                            | 9,500            | (9,500)                       |
| Capital outlay                                    | 1,710,630                    | 1,611,999        | 98,631                        |
| Total expenditures                                | 2,980,482                    | 2,911,783        | 68,699                        |
| Excess (deficiency) of revenues over expenditures | (603,929)                    | (1,291,649)      | (687,720)                     |
| Other financing sources (uses):                   |                              |                  |                               |
| Debt proceeds                                     | 408,200                      | 480,000          | 71,800                        |
| Operating transfers in (out)                      | (93,000)                     | (93,000)         | -                             |
| Net changes in fund balances                      | <u>(\$288,729)</u>           | <u>(904,649)</u> | <u>(\$615,920)</u>            |
| Fund balances, beginning of year                  |                              | <u>1,508,546</u> |                               |
| Fund balances, end of year                        |                              | <u>\$603,897</u> |                               |



# Oregon Park District

Schedule of Revenues, Expenditures and Changes  
in Fund Balances - Modified Cash Basis - Budget and Actual  
Recreation Fund  
For the year ending April 30, 2014

|  | Original and Final<br>Budget | Actual           | Variance with<br>Final Budget |
|--|------------------------------|------------------|-------------------------------|
| Revenues:  |                              |                  |                               |
| Taxes  | \$473,240                    | \$473,026        | (\$214)                       |
| Program fees   | 380,400                      | 354,094          | (26,306)                      |
| Memberships  | 161,000                      | 153,756          | (7,244)                       |
| Revenues from use of money and property                          | 12,600                       | 12,471           | (129)                         |
| Other revenues   | 5,250                        | 6,399            | 1,149                         |
| Total revenues   | 1,032,490                    | 999,746          | (32,744)                      |
| Expenditures:  |                              |                  |                               |
| General control and administration                               | 165,731                      | 172,812          | (7,081)                       |
| Building department  | 238,709                      | 240,442          | (1,733)                       |
| Programs department  | 733,757                      | 654,390          | 79,367                        |
| Capital outlay   | -                            | -                | -                             |
| Total expenditures   | 1,138,197                    | 1,067,644        | 70,553                        |
| Excess (deficiency) of revenues over expenditures                | (105,707)                    | (67,898)         | 37,809                        |
| Other financing sources (uses) -<br>Operating transfers in (out) | 120,000                      | 120,000          | -                             |
| Net changes in fund balances                                     | <u>\$14,293</u>              | 52,102           | <u>\$37,809</u>               |
| Fund balances, beginning of year                                 |                              | <u>333,442</u>   |                               |
| Fund balances, end of year                                       |                              | <u>\$385,544</u> |                               |

# Oregon Park District

Schedule of Revenues, Expenditures and Changes  
in Fund Balances - Modified Cash Basis - Budget and Actual  
IMRF Fund  
For the year ending April 30, 2014

|  | Original and Final<br>Budget | Actual          | Variance with<br>Final Budget |
|--|------------------------------|-----------------|-------------------------------|
| Revenues:  |                              |                 |                               |
| Taxes  | \$134,021                    | \$133,961       | (\$60)                        |
| Revenues from the use of money and property                      | 45                           | 35              | (10)                          |
| Total revenues   | 134,066                      | 133,996         | (70)                          |
| Expenditures:  |                              |                 |                               |
| General control and administration                               | 42,711                       | 43,110          | (399)                         |
| Building department  | 29,142                       | 29,414          | (272)                         |
| Programs department  | 31,932                       | 32,230          | (298)                         |
| Parks department   | 25,168                       | 25,404          | (236)                         |
| Total expenditures   | 128,953                      | 130,158         | (1,205)                       |
| Excess (deficiency) of revenues over expenditures                | 5,113                        | 3,838           | (1,275)                       |
| Other financing sources (uses) -<br>Operating transfers in (out) | -                            | -               | -                             |
| Net changes in fund balances                                     | <u>\$5,113</u>               | 3,838           | <u>(\$1,275)</u>              |
| Fund balances, beginning of year                                 |                              | 26,947          |                               |
| Fund balances, end of year                                       |                              | <u>\$30,785</u> |                               |

# Oregon Park District

## Schedule of IMRF Funding Progress and Other Post Employment Benefit Funding Progress

### Schedule of IMRF Funding Progress:

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value of<br>Assets<br>(a) | Actuarial<br>Accrued<br>Liability<br>(AAL)<br>Entry Age<br>(b) | Unfunded<br>AAL<br>(UAAL)<br>(b-a) | Funded<br>Ratio<br>(a/b) | Covered<br>Payroll<br>(c) | UAAL as a<br>Percentage<br>of Covered<br>Payroll<br>((b-a)/c) |
|--------------------------------|--|--|------------------------------------|--------------------------|---------------------------|---|
| 12/31/13                       | \$1,678,452                            | \$2,376,050  | \$697,598                          | 70.64%                   | \$1,096,049               | 63.65%  |
| 12/31/12                       | 1,836,087                              | 2,393,805  | 557,718                            | 76.70%                   | 1,114,513                 | 50.04%  |
| 12/31/11                       | 1,619,750                              | 2,250,561  | 630,811                            | 71.97%                   | 1,098,112                 | 57.45%  |

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$2,049,447. On a market basis, the fund ratio would be 86.25%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Oregon Park District. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

### Schedule of Other Postemployment Benefit Funding Progress:

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value of<br>Assets<br>(a) | Actuarial<br>Accrued<br>Liability<br>(AAL)<br>Entry Age<br>(b) | Unfunded<br>AAL<br>(UAAL)<br>(b-a) | Funded<br>Ratio<br>(a/b) | Covered<br>Payroll<br>(c) | UAAL as a<br>Percentage<br>of Covered<br>Payroll<br>((b-a)/c) |
|--------------------------------|--|--|------------------------------------|--------------------------|---------------------------|---|
| 5/1/12                         | -                                      | \$358,880  | \$358,880                          | -                        | N/A                       | N/A   |
| 5/1/09                         | -                                      | 266,701  | 266,701                            | -                        | N/A                       | N/A   |

# Oregon Park District

Balance Sheet - Modified Cash Basis

General Fund

April 30, 2014

|                                     | Corporate<br>Fund | Scholarship<br>Fund | Park &<br>Building<br>Improvement | Total<br>General<br>Fund |
|-------------------------------------|-------------------|---------------------|-----------------------------------|--------------------------|
| <b>ASSETS</b>                       |                   |                     |                                   |                          |
| Current assets -                    |                   |                     |                                   |                          |
| Cash -                              |                   |                     |                                   |                          |
| Unrestricted                        | \$523,071         | \$7,736             | \$77,205                          | \$608,012                |
| Due from other funds                | -                 | -                   | -                                 | -                        |
| Total current assets                | 523,071           | 7,736               | 77,205                            | 608,012                  |
| Total assets                        | \$523,071         | \$7,736             | \$77,205                          | \$608,012                |
| <b>LIABILITIES AND FUND BALANCE</b> |                   |                     |                                   |                          |
| Liabilities -                       |                   |                     |                                   |                          |
| Payroll withholdings                | \$4,115           | -                   | -                                 | \$4,115                  |
| Total liabilities                   | 4,115             | -                   | -                                 | 4,115                    |
| Fund balances:                      |                   |                     |                                   |                          |
| Restricted                          | -                 | -                   | -                                 | -                        |
| Committed                           | -                 | 7,736               | 77,205                            | 84,941                   |
| Unassigned                          | 518,956           | -                   | -                                 | 518,956                  |
| Total fund balance                  | 518,956           | 7,736               | 77,205                            | 603,897                  |
| Total liabilities and fund balance  | \$523,071         | \$7,736             | \$77,205                          | \$608,012                |

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# Oregon Park District

## Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified

Cash Basis - Budget and Actual

General Fund

For the year ending April 30, 2014

|   | Corporate Fund     |           | Scholarship Fund   |         |
|---|--------------------|-----------|--------------------|---------|
|   | Budgeted Amounts   |           | Budgeted Amounts   |         |
|   | Original and Final | Actual    | Original and Final | Actual  |
| Revenues:   |                    |           |                    |         |
| Taxes   | \$630,986          | \$630,705 | -                  | -       |
| Intergovernmental revenues                        | 39,227             | 48,714    | -                  | -       |
| Revenues from use of money and property           | 174,530            | 162,343   | \$10               | \$4     |
| Other revenues                                    | 1,050              | 2,669     | 1,050              | 727     |
| Total revenues                                    | 845,793            | 844,431   | 1,060              | 731     |
| Expenditures:                                     |                    |           |                    |         |
| General control and administration                | 628,886            | 609,764   | 1,250              | 635     |
| Building department                               | 235,407            | 228,725   | -                  | -       |
| Programs department                               | -                  | -         | -                  | -       |
| Parks department                                  | 404,309            | 356,948   | -                  | -       |
| Debt service:                                     |                    |           |                    |         |
| Principal   | -                  | 8,192     | -                  | -       |
| Interest  | -                  | 380       | -                  | -       |
| Bond issuance costs                               | -                  | -         | -                  | -       |
| Capital outlay                                    | 8,572              | -         | -                  | -       |
| Total expenditures                                | 1,277,174          | 1,204,009 | 1,250              | 635     |
| Excess (deficiency) of revenues over expenditures | (431,381)          | (359,578) | (190)              | 96      |
| Other financing sources -                         |                    |           |                    |         |
| Debt proceeds                                     | -                  | -         | -                  | -       |
| Bond premium                                      | -                  | -         | -                  | -       |
| Operating transfer in (out)                       | 412,000            | 412,000   | -                  | -       |
| Net change in fund balance                        | (\$19,381)         | 52,422    | (\$190)            | 96      |
| Fund balances, beginning of year                  |                    | 466,534   |                    | 7,640   |
| Fund balances, end of year                        |                    | \$518,956 |                    | \$7,736 |

| Park and Building Improvement |           | Total General Fund |             | Variance with Final Budget |
|-------------------------------|-----------|--------------------|-------------|----------------------------|
| Budgeted Amounts              |           | Budgeted Amounts   |             |                            |
| Original and Final            | Actual    | Original and Final | Actual      |                            |
| -                             | -         | \$630,986          | \$630,705   | (\$281)                    |
| \$1,528,500                   | \$774,250 | 1,567,727          | 822,964     | (744,763)                  |
| 1,200                         | 722       | 175,740            | 163,069     | (12,671)                   |
| -                             | -         | 2,100              | 3,396       | 1,296                      |
| 1,529,700                     | 774,972   | 2,376,553          | 1,620,134   | (756,419)                  |
| -                             | 80,640    | 630,136            | 691,039     | (60,903)                   |
| -                             | -         | 235,407            | 228,725     | 6,682                      |
| -                             | -         | -                  | -           | -                          |
| -                             | -         | 404,309            | 356,948     | 47,361                     |
| -                             | 4,309     | -                  | 12,501      | (12,501)                   |
| -                             | 691       | -                  | 1,071       | (1,071)                    |
| -                             | 9,500     | -                  | 9,500       | (9,500)                    |
| 1,702,058                     | 1,611,999 | 1,710,630          | 1,611,999   | 98,631                     |
| 1,702,058                     | 1,707,139 | 2,980,482          | 2,911,783   | 68,699                     |
| (172,358)                     | (932,167) | (603,929)          | (1,291,649) | (687,720)                  |
| 408,200                       | 480,000   | 408,200            | 480,000     | 71,800                     |
| -                             | -         | -                  | -           | -                          |
| (505,000)                     | (505,000) | (93,000)           | (93,000)    | -                          |
| (\$269,158)                   | (957,167) | (\$288,729)        | (904,649)   | (\$615,920)                |
|                               | 1,034,372 |                    | 1,508,546   |                            |
|                               | \$77,205  |                    | \$603,897   |                            |

# Oregon Park District

Combining Balance Sheet - Modified Cash Basis

Nonmajor Governmental Funds

April 30, 2014

| ASSETS                              | Total<br>Nonmajor<br>Governmental<br>Funds | Special Revenue Funds |                        |                            |                | Capital<br>Projects       |
|-------------------------------------|--|-----------------------|------------------------|----------------------------|----------------|---------------------------|
|                                     |  | Audit                 | Liability<br>Insurance | Social<br>Security<br>Fund | Police<br>Fund | Paving<br>and<br>Lighting |
| Cash and cash equivalents           | \$95,831                                   | \$9,583               | \$36,166               | \$9,759                    | \$39,285       | \$1,038                   |
| Total current assets                | \$95,831                                   | \$9,583               | \$36,166               | \$9,759                    | \$39,285       | \$1,038                   |
|                                     |  |                       |                        |                            |                |                           |
| LIABILITIES AND FUND BALANCES       |  |                       |                        |                            |                |                           |
| Due to other funds                  | -  | -                     | -                      | -                          | -              | -                         |
|                                     |  |                       |                        |                            |                |                           |
| Fund balances:                      |  |                       |                        |                            |                |                           |
| Restricted                          | 95,831                                     | 9,583                 | 36,166                 | 9,759                      | 39,285         | 1,038                     |
| Committed                           | -  | -                     | -                      | -                          | -              | -                         |
| Unassigned                          | -  | -                     | -                      | -                          | -              | -                         |
| Total fund balances                 | 95,831                                     | 9,583                 | 36,166                 | 9,759                      | 39,285         | 1,038                     |
| Total liabilities and fund balances | \$95,831                                   | \$9,583               | \$36,166               | \$9,759                    | \$39,285       | \$1,038                   |



# Oregon Park District

Combining Statement of Revenues, Expenditures and Changes in  
in Fund Balances - Modified Cash Basis  
Nonmajor Governmental Funds  
For the year ending April 30, 2014

|  | Total<br>Nonmajor<br>Governmental<br>Funds | Special Revenue Funds |                        |                            |                 | Capital<br>Projects       |
|--|--|-----------------------|------------------------|----------------------------|-----------------|---------------------------|
|  |  | Audit                 | Liability<br>Insurance | Social<br>Security<br>Fund | Police<br>Fund  | Paving<br>and<br>Lighting |
| Revenues:  |  |                       |                        |                            |                 |                           |
| Taxes  | \$424,398                                  | \$24,977              | \$204,916              | \$107,975                  | \$54,996        | \$31,534                  |
| Intergovernmental revenues                                       | -  | -                     | -                      | -                          | -               | -                         |
| Revenues from the use of<br>money and property                   | 83   | 3                     | 34                     | 16                         | 24              | 6                         |
| Other revenues   | 3,784                                      | -                     | 30                     | -                          | 3,754           | -                         |
| <b>Total revenues</b>  | <b>428,265</b>                             | <b>24,980</b>         | <b>204,980</b>         | <b>107,991</b>             | <b>58,774</b>   | <b>31,540</b>             |
| Expenditures:  |  |                       |                        |                            |                 |                           |
| General control and administration                               | 271,037                                    | 21,500                | 182,271                | 33,966                     | 33,300          | -                         |
| Building department  | 27,078                                     | -                     | -                      | 23,175                     | -               | 3,903                     |
| Programs department  | 25,393                                     | -                     | -                      | 25,393                     | -               | -                         |
| Parks department   | 20,015                                     | -                     | -                      | 20,015                     | -               | -                         |
| Capital outlay   | 33,843                                     | -                     | -                      | -                          | 33,843          | -                         |
| <b>Total expenditures</b>  | <b>377,366</b>                             | <b>21,500</b>         | <b>182,271</b>         | <b>102,549</b>             | <b>67,143</b>   | <b>3,903</b>              |
| Excess (deficiency) of revenues<br>over expenditures             | 50,899                                     | 3,480                 | 22,709                 | 5,442                      | (8,369)         | 27,637                    |
| Other financing sources (uses) -<br>Operating transfers in (out) | (27,000)                                   | -                     | -                      | -                          | -               | (27,000)                  |
| <b>Net changes in fund balances</b>                              | <b>23,899</b>                              | <b>3,480</b>          | <b>22,709</b>          | <b>5,442</b>               | <b>(8,369)</b>  | <b>637</b>                |
| Fund balances,<br>beginning of year                              | 71,932                                     | 6,103                 | 13,457                 | 4,317                      | 47,654          | 401                       |
| <b>Fund balances, end of year</b>                                | <b>\$95,831</b>                            | <b>\$9,583</b>        | <b>\$36,166</b>        | <b>\$9,759</b>             | <b>\$39,285</b> | <b>\$1,038</b>            |

# Oregon Park District

## Schedule of Expenditures from Taxes Extended for Tort Immunity Purposes For the year ending April 30, 2014

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|                                  |           |
|----------------------------------|-----------|
| Risk management:                 |           |
| Personnel                        | \$74,183  |
| Property and liability insurance | 57,484    |
| Workers' compensation insurance  | 36,628    |
| Unemployment insurance           | 13,976    |
| <hr/>                            |           |
| Total                            | \$182,271 |
| <hr/>                            |           |