

LAKE BLUFF PARK DISTRICT
LAKE BLUFF, ILLINOIS



ANNUAL
FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2013

**LAKE BLUFF PARK DISTRICT
LAKE BLUFF, ILLINOIS**

ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2013**

Prepared by:
Department of Administration Services

LAKE BLUFF PARK DISTRICT, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT 1 - 2

MANAGEMENT'S DISCUSSION AND ANALYSIS MD&A 1 - 10

BASIC FINANCIAL STATEMENTS:

Government-Wide Financial Statements

Statement of Net Position 3 - 4

Statement of Activities 5

Fund Financial Statements

Balance Sheet – Governmental Funds 6 - 7

Reconciliation of Total Governmental Fund Balance to the
Statement of Net Position – Governmental Activities 8

Statement of Revenues, Expenditures and Changes in
Fund Balances – Governmental Funds 9 - 10

Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities – Governmental Activities 11

Notes to Financial Statements 12 - 38

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress and Employer Contributions

Illinois Municipal Retirement Fund 39

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

General Fund 40

Recreation – Special Revenue Fund 41

LAKE BLUFF PARK DISTRICT, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION – Continued

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Schedule of Expenditures – Budget and Actual

- General Fund 42 - 44
- Recreation – Special Revenue Fund 45 - 54

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

- Bond and Interest – Debt Service Fund 55
- Master Plan – Capital Projects Fund 56

Combining Balance Sheet – Nonmajor Governmental Funds 57 - 58

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

- Nonmajor Governmental Funds 59 - 60

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

- Illinois Municipal Retirement – Special Revenue Fund 61
- Social Security – Special Revenue Fund 62
- Liability Insurance – Special Revenue Fund 63
- Special Recreation – Special Revenue Fund 64
- Audit – Special Revenue Fund 65

SUPPLEMENTAL SCHEDULES

- Installment Contract of 1999 66
- Installment Contract of 2011 67
- Installment Contract of 2013 68
- General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2003 69
- General Obligation Limited Tax Park Bonds of 2013 70
- Debt Certificates of 2000A 71
- Taxable Refunding Debt Certificates of 2010B 72

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the District's independent auditing firm.

INDEPENDENT AUDITORS' REPORT

April 4, 2014

Members of the Board of Commissioners
Lake Bluff Park District
Lake Bluff, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lake Bluff Park District, Illinois, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Lake Bluff Park District, Illinois, as of December 31, 2013, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lake Bluff Park District, Illinois', financial statements as a whole. The combining and individual fund financial statements and schedules, and supplemental schedules are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.



LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

Our discussion and analysis of the Lake Bluff Park District's financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2013. Please read it in conjunction with the financial statements, which begin on page 3.

FINANCIAL HIGHLIGHTS

- The District's net position increased as a result of this year's operations. Net position of the governmental activities increased by \$139,382, or 2.7 percent.
- During the year, government-wide revenues totaled \$5,547,016 while expenses totaled \$5,407,634, resulting in the increase to net position of \$139,382.
- The District's net position totaled \$5,141,860 on December 31, 2013, which includes \$3,223,941 net investment in capital assets, \$290,338 subject to external restrictions, and \$1,627,581 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported an excess this year of \$4,990, resulting in ending fund balance of \$188,118. The Recreation Fund reported a surplus this year of \$194,988, resulting in an ending balance of \$488,791.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 3 - 5) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements begin on page 6. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 3 - 5 of this report.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements – Continued

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's parks and recreation facilities, is needed to assess the overall health of the District.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The District only reports governmental activities, which include general government and recreation activities.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are reported as governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

USING THIS ANNUAL REPORT – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

The District maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Recreation Fund, Bond and Interest Fund, and Master Plan Fund, all of which are reported as major funds. Data from the other six governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual Budget and Appropriation Ordinance for all of the governmental funds, except the Developers' Contribution Fund. Budgetary comparison schedules for the budgeted governmental funds have been provided to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 6 - 11 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 12 - 38 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's I.M.R.F. employee pension obligation as well as budgetary comparison schedules for the General Fund and major special revenue funds. Required supplementary information can be found on pages 39 - 41 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 42 - 65 of this report.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets exceeded liabilities/deferred inflows by \$5,141,860.

	Net Position	
	Governmental Activities	
	2013	2012
Current and Other Assets	\$ 4,813,571	3,878,387
Capital Assets	9,670,863	9,352,887
Total Assets	14,484,434	13,231,274
Long-Term Debt	6,266,426	5,297,687
Other Liabilities/Deferred Inflows	3,076,148	3,568,032
Total Liabilities/Deferred Inflows	9,342,574	8,865,719
Net Position		
Net Investment in		
Capital Assets	3,223,941	3,325,484
Restricted	290,338	378,445
Unrestricted	1,627,581	661,626
Total Net Position	5,141,860	4,365,555

A large portion of the District's net position, \$3,223,941 or 62.7 percent, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. In 2013, the District automated its Capital Assets by installing Asset Maxx capital asset software. During the conversion, adjustments were made to both the capital assets and the depreciation areas resulting in a restatement of Net Position for 2012 (see page 5).

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

An additional portion, \$290,338 or 5.6 percent, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining 31.7 percent, or \$1,627,581, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

	Changes in Net Position	
	Governmental	
	Activities	
	2013	2012
Revenues		
Program Revenues		
Charges for Services	\$ 2,903,939	2,808,098
Operating Grants/Contrib.	479	3,095
General Revenues		
Property Taxes	2,545,701	2,441,986
Replacement Taxes	33,918	30,542
Interest Income	2,047	1,696
Miscellaneous	60,932	59,527
Total Revenues	<u>5,547,016</u>	<u>5,344,944</u>
Expenses		
General Government	1,820,328	1,959,173
Recreation	3,161,075	2,970,105
Interest on Long-Term Debt	426,231	266,893
Total Expenses	<u>5,407,634</u>	<u>5,196,171</u>
Change in Net Position	139,382	148,773
Net Position - Beginning as Restated	<u>5,002,478</u>	<u>4,216,782</u>
Net Position - Ending	<u>5,141,860</u>	<u>4,365,555</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

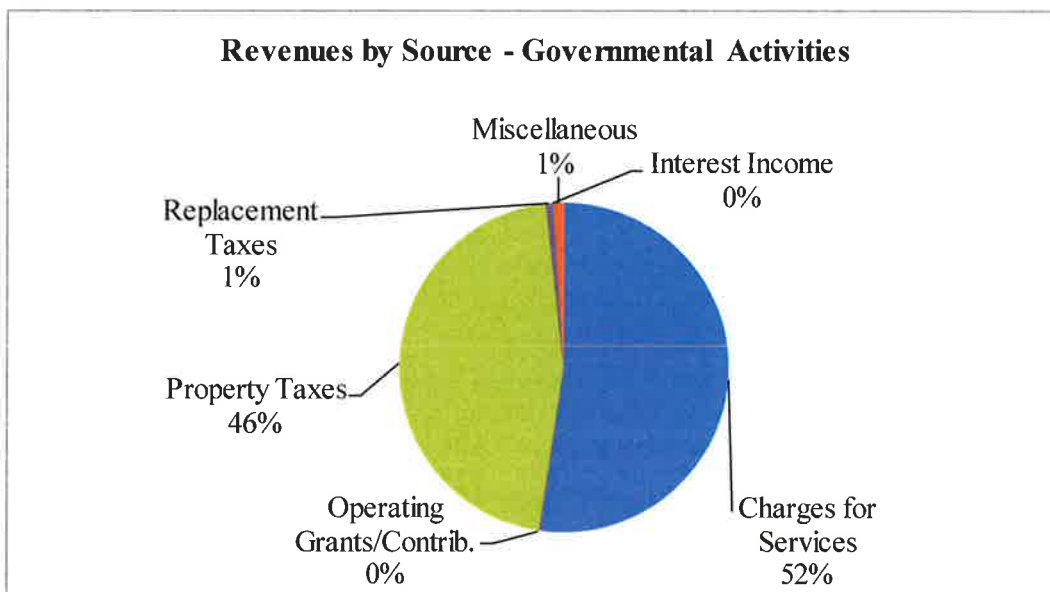
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of the District's Governmental Activities increased by 2.8 percent (\$5,141,860 in 2013 compared to restated 2012 of \$5,002,478). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$1,627,581 at December 31, 2013, an increase of 146 percent.

Governmental Activities

Governmental activity revenue totaled \$5,547,016. Property tax revenues and replacement taxes increased slightly from the prior year; property taxes increased \$103,715 or 4.2% and replacement taxes increased \$3,376 or 11.1 percent.

The following table graphically depicts the major revenue sources of the District. It depicts very clearly the reliance of property taxes and charges for services to fund governmental activities. It also clearly identifies the less significant percentage the District receives from replacement taxes.



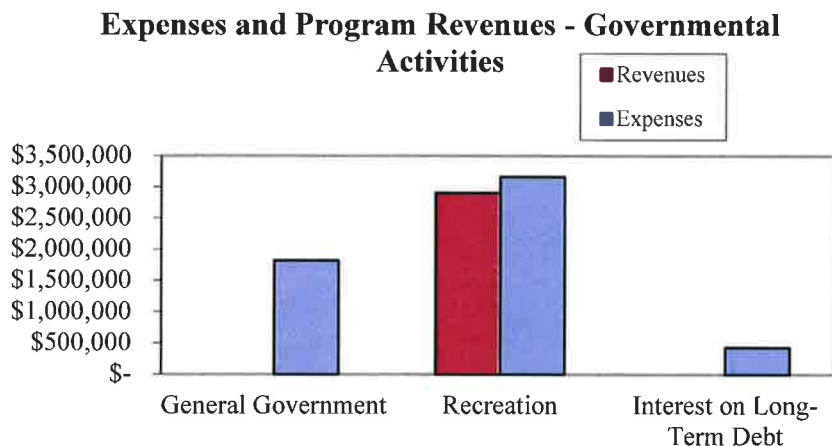
LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues.



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The District's governmental funds reported combining ending fund balances of \$1,989,464, which is \$801,061, or 67.4 percent, higher than last year's total of \$1,188,403. The majority of this increase, \$747,756, is in the Master Plan Fund. See page 9 and 10. As projects are completed, the Capital/Master Plan Fund will be reduced over time to meet the needs within our 20 Year Capital Plan.

The General Fund reported an excess change in fund balance for the year of \$4,990.

The General Fund is the Chief Operating Fund of the District. At December 31, 2013, unassigned fund balance in the General Fund was \$188,118, which represents 100 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 24.9 percent of total General Fund expenditures.

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Management's Discussion and Analysis
December 31, 2013**

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS – Continued

Governmental Funds

The Recreation Fund reported an excess of revenues over expenditures \$194,988. During 2013, the District approved budget amendments to the Recreation Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's Board made no budget amendments to the General Fund during the year. The General Fund actual revenues for the year totaled \$834,534, compared to budgeted revenues of \$828,140. Revenues for personal property replacement taxes were \$2,351 over budget for the year, and miscellaneous revenues were \$17,264 over budget for the year.

The General Fund actual expenditures for the year were \$1,309 higher than budgeted (\$755,544 actual compared to \$754,235 budgeted) primarily due to higher than anticipated capital asset repairs of the skate park.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of December 31, 2013 was \$9,670,863 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, and machinery and equipment.

	<u>Capital Assets - Net of Depreciation</u>	
	<u>Governmental</u>	
	<u>Activities</u>	
	<u>2013</u>	<u>2012</u>
Land	\$ 2,582,646	2,582,646
Land Improvements	1,349,761	1,449,337
Buildings	5,325,693	5,551,252
Machinery and Equipment	412,763	406,575
Total	<u>9,670,863</u>	<u>9,989,810</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Capital Assets – Continued

This year's major additions included:

Land Improvements	\$ 16,200
Machinery and Equipment	<u>118,900</u>
Total Additions	<u><u>135,100</u></u>

Additional information on the District's capital assets can be found in note 3 on pages 22 - 23 of this report.

Debt Administration

At year-end, the District had total outstanding debt of \$6,446,922 as compared to \$6,027,403 the previous year, an increase of 7.0 percent, as a result refinancing existing debt. As shown on page 27, the refinance raised monies for current capital projects, increased opportunities in the mid and intermediate terms to raise further capital funds through bonding, eliminated non-callable bonds, provided a consistent payment schedule, and reduced large increases in debt payments and eliminated the annual rollover debt. The following is a comparative statement of outstanding debt:

	<u>Long-Term Debt Outstanding</u>	
	Governmental	
	Activities	
	<u>2013</u>	<u>2012</u>
Installment Contracts	\$ 1,181,922	1,724,136
General Obligation Bonds	3,225,000	2,113,267
Debt Certificates	<u>2,040,000</u>	<u>2,190,000</u>
Total	<u><u>6,446,922</u></u>	<u><u>6,027,403</u></u>

During 2013, the District was reviewed and rated by Standard and Poor's and resulted in an increased bond rating to AA+ for its General Obligation Debt. State statutes limit the amount of general obligation debt a non-home rule governmental entity may issue to 2.875 percent of its total assessed valuation. The current debt limit for the District is \$16,674,379.

Additional information on the District's long-term debt can be found in Note 3 on pages 23 - 29 of this report.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Management's Discussion and Analysis December 31, 2013

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The District's elected and appointed officials considered many economic factors when setting the fiscal-year 2014 budget, tax rates, and fees that will be charged for its governmental activities. One of those factors is the economy. Although these factors were considered, the District does not feel they have significant effects on the 2014 Budget.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Office of the Executive Director, Lake Bluff Park District, 355 W. Washington Ave., Lake Bluff, Illinois 60044.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board (GASB). The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Statement of Net Position
December 31, 2013**

See Following Page

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Statement of Net Position
December 31, 2013**

ASSETS

Current Assets

Cash and Investments	\$	2,084,324
Receivables - Net of Allowances		2,692,906
Inventories		<u>36,341</u>
Total Current Assets		<u>4,813,571</u>

Noncurrent Assets

Capital Assets

Nondepreciable		2,582,646
Depreciable		12,765,197
Accumulated Depreciation		<u>(5,676,980)</u>
Total Noncurrent Assets		<u>9,670,863</u>
Total Assets		<u>14,484,434</u>

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

LIABILITIES

Current Liabilities	
Accounts Payable	\$ 96,207
Other Payables	47,471
Accrued Interest Payable	36,404
Current Portion Long-Term Debt	215,637
Total Current Liabilities	<u>395,719</u>
Noncurrent Liabilities	
Compensated Absences Payable	8,749
Net Pension Obligation Payable	24,205
Installment Contracts Payable	1,143,472
General Obligation Bonds Payable	3,185,000
Debt Certificates Payable	1,905,000
Total Noncurrent Liabilities	<u>6,266,426</u>
Total Liabilities	<u>6,662,145</u>

DEFERRED INFLOWS OF RESOURCES

Property Taxes	<u>2,680,429</u>
Total Liabilities and Deferred Inflows of Resources	<u>9,342,574</u>

NET POSITION

Net Investment in Capital Assets	3,223,941
Restricted - Special Levies	
Illinois Municipal Retirement	67,915
Social Security	33,439
Liability Insurance	1,338
Special Recreation	169,366
Audit	18,280
Unrestricted	<u>1,627,581</u>
Total Net Position	<u>5,141,860</u>

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Statement of Activities
For the Fiscal Year Ended December 31, 2013**

	Expenses	Program Revenues		Net
		Charges for Services	Operating Grants/ Contributions	(Expenses) Revenue and Changes in Net Position
Governmental Activities				
General Government	\$ 1,820,328	-	-	(1,820,328)
Recreation	3,161,075	2,903,939	479	(256,657)
Interest on Long-Term Debt	426,231	-	-	(426,231)
Total Governmental Activities	5,407,634	2,903,939	479	(2,503,216)

General Revenues		
Taxes		
Property Taxes		2,545,701
Replacement Taxes		33,918
Interest Income		2,047
Miscellaneous		60,932
		<u>2,642,598</u>
Change in Net Position		139,382
Net Position - Beginning as Restated		<u>5,002,478</u>
Net Position - Ending		<u><u>5,141,860</u></u>

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Balance Sheet - Governmental Funds
December 31, 2013**

See Following Page

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Balance Sheet - Governmental Funds
December 31, 2013**

	<u>General</u>
ASSETS	
Cash and Investments	\$ 203,561
Receivables - Net of Allowances	
Taxes	828,770
Accounts	-
Inventories	<u>-</u>
Total Assets	<u><u>1,032,331</u></u>
LIABILITIES	
Accounts Payable	6,891
Other Payables	<u>8,552</u>
Total Liabilities	15,443
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>828,770</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>844,213</u></u>
FUND BALANCES	
Nonspendable	-
Restricted	-
Committed	-
Assigned	-
Unassigned	<u>188,118</u>
Total Fund Balances	<u><u>188,118</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>1,032,331</u></u>

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

<u>Special Revenue Recreation</u>	<u>Debt Service Bond and Interest</u>	<u>Capital Projects Master Plan</u>	Nonmajor	Total
500,277	6,134	1,013,411	360,941	2,084,324
784,485	363,434	-	703,740	2,680,429
12,477	-	-	-	12,477
36,341	-	-	-	36,341
<u>1,333,580</u>	<u>369,568</u>	<u>1,013,411</u>	<u>1,064,681</u>	<u>4,813,571</u>
22,790	-	-	66,526	96,207
37,514	-	-	1,405	47,471
60,304	-	-	67,931	143,678
784,485	363,434	-	703,740	2,680,429
844,789	363,434	-	771,671	2,824,107
36,341	-	-	-	36,341
-	6,134	-	290,338	296,472
452,450	-	-	-	452,450
-	-	1,013,411	2,672	1,016,083
-	-	-	-	188,118
<u>488,791</u>	<u>6,134</u>	<u>1,013,411</u>	<u>293,010</u>	<u>1,989,464</u>
<u>1,333,580</u>	<u>369,568</u>	<u>1,013,411</u>	<u>1,064,681</u>	<u>4,813,571</u>

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to
the Statement of Net Position - Governmental Activities**

December 31, 2013

Total Governmental Fund Balances	\$ 1,989,464
---	---------------------

Amounts Reported for Governmental Activities in the Statement of Net Position
are Different Because:

Capital Assets used in Governmental Activities are not Financial Resources and therefore, are not Reported in the Funds.	9,670,863
---	-----------

Long-Term Liabilities are not Due and Payable in the Current
Period and therefore are not Reported in the Funds.

Compensated Absences Payable	(10,936)
Net Pension Obligation Payable	(24,205)
Installment Contracts Payable	(1,181,922)
General Obligation Bonds Payable	(3,225,000)
Debt Certificates Payable	(2,040,000)
Accrued Interest Payable	<u>(36,404)</u>

Net Position of Governmental Activities	<u>5,141,860</u>
--	-------------------------

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2013**

See Following Page

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended December 31, 2013**

	<u>General</u>
Revenues	
Taxes	\$ 806,783
Charges for Services	-
Grants and Donations	-
Interest	2,047
Miscellaneous	25,704
Total Revenues	<u>834,534</u>
Expenditures	
Current	
General Government	707,260
Recreation	-
Capital Outlay	48,284
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>755,544</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>78,990</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	-
Debt Issuance	-
Payment to Escrow Agent	
Transfers In	-
Transfers Out	(74,000)
	<u>(74,000)</u>
Net Change in Fund Balances	4,990
Fund Balances - Beginning	<u>183,128</u>
Fund Balances - Ending	<u><u>188,118</u></u>

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

Special Revenue Recreation	Debt Service Bond and Interest	Capital Projects Master Plan	Nonmajor	Total
788,346	361,173	-	623,317	2,579,619
2,889,506	-	14,433	-	2,903,939
479	-	-	-	479
-	-	-	-	2,047
23,425	-	4,051	7,752	60,932
<u>3,701,756</u>	<u>361,173</u>	<u>18,484</u>	<u>631,069</u>	<u>5,547,016</u>
706,466	-	21,810	590,904	2,026,440
2,436,267	-	-	128,272	2,564,539
64,448	-	164,857	-	277,589
212,214	348,724	-	-	560,938
87,373	138,548	-	-	225,921
<u>3,506,768</u>	<u>487,272</u>	<u>186,667</u>	<u>719,176</u>	<u>5,655,427</u>
194,988	(126,099)	(168,183)	(88,107)	(108,411)
-	-	202,122	-	202,122
-	2,385,183	639,817	-	3,025,000
-	(2,317,650)	-	-	(2,317,650)
-	-	74,000	-	74,000
-	-	-	-	(74,000)
-	67,533	915,939	-	909,472
194,988	(58,566)	747,756	(88,107)	801,061
293,803	64,700	265,655	381,117	1,188,403
<u>488,791</u>	<u>6,134</u>	<u>1,013,411</u>	<u>293,010</u>	<u>1,989,464</u>

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities**

For the Fiscal Year Ended December 31, 2013

Net Change in Fund Balances - Total Governmental Funds **\$ 801,061**

Amounts Reported for Governmental Activities in the Statement of Activities
are Different Because:

Governmental Funds Report Capital Outlays as Expenditures. However, in the
Statement of Activities the Cost of those Assets is Allocated over their Estimated
Useful Lives and Reported as Depreciation Expense.

Capital Outlays	135,100
Depreciation Expense	(454,047)

The Net Effect of Various Miscellaneous Transactions Involving Capital Assets
is to Decrease Net Position.

Disposals - Cost	(20,000)
Disposals - Accumulated Depreciation	20,000

The Issuance of Long-Term Debt Provides Current Financial Resources to
Governmental Funds, While the Repayment of the Principal on Long-Term
Debt Consumes the Current Financial Resources of the Governmental Funds.

Issuance of Debt	(3,025,000)
Retirement of Debt	2,605,481
Deductions to Compensated Absences Payable	4,497
Additions to Net Pension Obligation Payable	(507)

Changes to Accrued Interest on Long-Term Debt in the Statement of Activities
does not Require the use of Current Financial Resources and, therefore, are not
Reported as Expenditures in the Governmental Funds.

72,797

Changes in Net Position of Governmental Activities

139,382

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lake Bluff Park District (the District) of Illinois is duly organized and existing under the laws of the State of Illinois, and is operating under the provisions of the Park District Code. The District operates under the Commissioner-Director form of government and provides a variety of recreational facilities, programs and services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District's accounting policies established in GAAP and used by the District are described below.

REPORTING ENTITY

In determining the financial reporting entity, the District complies with the provisions of GASB Statement No. 61, "the Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the District. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). The District's preservation of open space, recreational program activities, development and maintenance of the District's various parks and facilities, and general administration are all classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities column is (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The District's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The District first utilizes restricted resources to finance qualifying activities.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (general government, and recreation, etc.). The functions are supported by general government revenues (property and personal property replacement taxes, certain intergovernmental revenues, interest income, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property and personal property replacement taxes, certain intergovernmental revenues, interest income, etc.).

The District does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures. All funds of the District are reported as governmental funds. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

General fund is the general operating fund of the District. It accounts for all revenues and expenditures of the District which are not accounted for in other funds. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditures for specified purposes. The District maintains six special revenue funds. The Recreation Fund, a major fund, accounts for the operations of the recreation programs. Financing is provided primarily from an annual property tax levy (restricted), and from fees charged for programs and activities (committed).

Debt service funds are used to account for the accumulation of resources, and the payment of, general long-term debt principal and interest. The Bond and Interest Fund, a major fund, accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Capital projects funds are used to account for all resources used for the acquisition or construction of major capital assets. The District maintains two capital projects funds. The Master Plan Fund, a major fund, is used to account for revenues from a specific property tax levy, bond issues and expenditures related to capital projects.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. The District recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For purpose of the Statement of Net Position, the District's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Capital Assets

Capital assets purchased or acquired with an original cost of \$10,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	20 Years
Buildings	40 Years
Machinery and Equipment	3 – 20 Years

Compensated Absences

The District accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- The District Director submits to the Board of Park Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- A public hearing is held at the District’s office to obtain taxpayer comments.
- The appropriated budget is legally enacted through passage of a Budget and Appropriation Ordinance, which sets forth all proposed expenditures by fund and function for the year. The legal level of budgetary control is generally considered to be the total expenditures for each fund. Therefore, it is the District’s position that management may overspend a line item or a function so long as expenditures do not exceed the total appropriation for the fund.

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

- The Board of Commissioners may:
 - Amend the budget by filing an amended Budget and Appropriation Ordinance with the County Clerk.
 - Transfer between line items of any fund not exceeding in the aggregate ten percent (10%) of the total amount appropriated in such fund.
- All appropriations lapse at year end. Expenditures legally may not exceed the total of appropriation and beginning fund balance at the fund level.
- The administrative staff of the District has no authority to amend the budget without first seeking approval from the Board of Commissioners.
- Budgets for the general, special revenue, debt service and capital projects funds are adopted on a basis consistent with generally accepted accounting principles. The District does not budget for the Developer’s Contribution Fund. All budgets are prepared based on the annual fiscal year of the District.
- The Budget and Appropriation Ordinance was passed on March 18, 2013.
- Formal budgetary integration is employed as a management control device during the year for all governmental funds, except the Developers’ Contribution Fund.
- During the year, two supplementary appropriations were necessary.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenditures over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
General	\$ 1,309
Master Plan	7,167
Illinois Municipal Retirement	4,820
Social Security	27,138
Liability Insurance	18,516
Special Recreation	5,071

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the District's funds.

Permitted Deposits and Investments – Statutes authorize the District to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services.

Interest Rate Risk, Credit Risk, Concentration Risk, and Custodial Credit Risk

At year-end, the carrying amount of the District's deposits totaled \$2,084,324 and the bank balances totaled \$2,118,855.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses rising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy does not address concentration of credit risk.

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Interest Rate Risk, Credit Risk, Concentration Risk, and Custodial Credit Risk – Continued

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District’s investment policy does not address custodial credit risk for deposits. At year-end the entire amount of the bank balance of deposits is covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District’s investment policy does not address custodial credit risk for investments.

PROPERTY TAXES

Property taxes for 2013 attach as an enforceable lien on January 1, 2013, on property values assessed as of the same date. Taxes are levied by June of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and are payable in two installments on or about June 1, 2014, and September 1, 2014. The County collects such taxes and remits them periodically.

INTERFUND TRANSFERS

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
Master Plan	General	<u>\$ 74,000</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 2,582,646	-	-	2,582,646
Depreciable Capital Assets				
Land Improvements	2,312,150	16,200	-	2,328,350
Buildings	9,022,365	-	-	9,022,365
Machinery and Equipment	1,315,582	118,900	20,000	1,414,482
	<u>12,650,097</u>	<u>135,100</u>	<u>20,000</u>	<u>12,765,197</u>
Less Accumulated Depreciation				
Land Improvements	862,813	115,776	-	978,589
Buildings	3,471,113	225,559	-	3,696,672
Machinery and Equipment	909,007	112,712	20,000	1,001,719
	<u>5,242,933</u>	<u>454,047</u>	<u>20,000</u>	<u>5,676,980</u>
Total Net Depreciable Capital Assets	<u>7,407,164</u>	<u>(318,947)</u>	<u>-</u>	<u>7,088,217</u>
Total Net Capital Assets	<u>9,989,810</u>	<u>(318,947)</u>	<u>-</u>	<u>9,670,863</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Governmental Activities – Continued

Depreciation expense was charged to governmental activities as follows:

Recreation	<u>\$ 454,047</u>
------------	-------------------

LONG-TERM DEBT

Installment Contracts

The District enters into installment contracts to provide funds for the acquisition of capital assets. Installment contracts currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$3,500,000 Installment Contract of 1999 - Due in annual installments of \$110,000 to \$285,000 plus interest at 5.25% through November 15, 2019.	\$ 1,690,000	-	650,000 *	1,040,000
\$77,095 Installment Contract of 2011 - Due in monthly installments of \$2,398 including interest at 7.95% through March 1, 2014.	34,136	-	27,214	6,922
\$135,000 Installment Contract of 2013 - Due in monthly installments of \$37,687 including interest at 4.50% through May 1, 2017.	-	135,000	-	135,000
	<u>1,724,136</u>	<u>135,000</u>	<u>677,214</u>	<u>1,181,922</u>

* Refunded

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$600,000 General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2003 - Due in annual installments of \$20,000 to \$55,000 plus interest at 2.95% through November 1, 2020.	\$ 370,000	-	35,000	335,000
\$1,400,000 General Obligation Park (Alternate Revenue Source) Bonds of 2004 - Due in annual installments of \$500 to \$371,624 plus interest at 4.75% through January 9, 2024.	1,395,267	-	1,394,543 * 724	-
\$348,000 General Obligation Limited Tax Park Bonds of 2012 - Due in one installment of \$348,000 plus interest at 0.93% on November 1, 2013.	348,000	-	348,000	-
\$2,890,000 General Obligation Limited Tax Park Bonds of 2013 - Due in annual installments of \$125,000 to \$300,000 plus interest at 3.00% to 5.00% through January 1, 2033.	-	2,890,000	-	2,890,000
	<u>2,113,267</u>	<u>2,890,000</u>	<u>1,778,267</u>	<u>3,225,000</u>

* Refunded

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Certificates

The District enters into debt certificates to provide funds for the acquisition of capital assets. Debt certificates currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
\$380,000 Debt Certificates of 2000A - Due in annual installments of \$20,000 to \$40,000 plus interest at 5.70% through August 7, 2020.	\$ 230,000	-	20,000	210,000
\$2,020,000 Taxable Refunding Debt Certificates of 2010B - Due in annual installments of \$30,000 to \$180,000 plus interest at 2.00% to 3.80% through January 1, 2026.	1,960,000	-	130,000	1,830,000
	<u>2,190,000</u>	<u>-</u>	<u>150,000</u>	<u>2,040,000</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 15,433	4,497	8,994	10,936	2,187
Net Pension Obligation Payable	23,698	507	-	24,205	-
Installment Contracts	1,724,136	135,000	677,214	1,181,922	38,450
General Obligation Bonds	2,113,267	2,890,000	1,778,267	3,225,000	40,000
Debt Certificates	2,190,000	-	150,000	2,040,000	135,000
	<u>6,066,534</u>	<u>3,030,004</u>	<u>2,614,475</u>	<u>6,482,063</u>	<u>215,637</u>

For governmental activities, compensated absences and the net pension obligation payable are generally liquidated by the General Fund or Recreation Fund. Payments on the installment contracts are made by the Recreation and the Master Plan Funds. General obligation bond payments are made by the Recreation, Debt Service and Master Plan Funds. The Recreation Fund makes payments on the debt certificates.

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Year Ending Dec. 31	Governmental Activities							
	Installment Contracts		General Obligation Bonds		Debt Certificates		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 38,450	6,253	40,000	117,520	135,000	71,691	213,450	195,464
2015	32,967	4,721	230,000	128,477	135,000	68,479	397,967	201,677
2016	274,462	57,826	295,000	120,073	140,000	64,641	709,462	242,540
2017	286,043	43,644	315,000	109,732	150,000	60,348	751,043	213,724
2018	265,000	28,875	50,000	103,620	155,000	55,540	470,000	188,035
2019	285,000	14,963	55,000	102,145	165,000	50,253	505,000	167,361
2020	-	-	55,000	100,522	180,000	44,253	235,000	144,775
2021	-	-	-	98,900	145,000	37,513	145,000	136,413
2022	-	-	-	98,900	155,000	31,514	155,000	130,414
2023	-	-	-	98,900	160,000	25,134	160,000	124,034
2024	-	-	175,000	95,400	165,000	18,471	340,000	113,871
2025	-	-	185,000	88,200	175,000	11,369	360,000	99,569
2026	-	-	200,000	80,500	180,000	3,826	380,000	84,326
2027	-	-	200,000	72,250	-	-	200,000	72,250
2028	-	-	200,000	63,750	-	-	200,000	63,750
2029	-	-	200,000	55,000	-	-	200,000	55,000
2030	-	-	300,000	43,375	-	-	300,000	43,375
2031	-	-	300,000	28,750	-	-	300,000	28,750
2032	-	-	300,000	13,750	-	-	300,000	13,750
2033	-	-	125,000	3,125	-	-	125,000	3,125
Total	1,181,922	156,282	3,225,000	1,622,889	2,040,000	543,032	6,446,922	2,322,203

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Chapter 70, Section 1205/6-2 of the Illinois Compiled Statutes provides "...for the payment of land condemned or purchased for parks or boulevards, for the building, maintaining, improving and protection of the same and for the payment of the expenses incident thereto, or for the acquisition of real estate and lands to be used as a site for an armory, any park district is authorized to issue the bonds or notes of such park district and pledge its property and credit therefore to an amount including existing indebtedness of such district so that the aggregate indebtedness of such district does not exceed 2.875% of the value of the taxable property therein, to be ascertained by the last assessment for state and county taxes previous to the issue from time to time of such bonds or notes or, until January 1, 1983, if greater, the sum that is produced by multiplying the district's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979, if a petition, signed by voters in number equal to not less than 2% of the voters of the district, who voted at the last general election in the district, asking that the authorized aggregate indebtedness of the district be increased to not more than .575% of the value of the taxable property therein, is presented to the Board and such increase is approved by the voters of the district at a referendum held on the question."

Assessed Valuation - 2012	<u>\$ 579,978,383</u>
Legal Debt Limit - 2.875% of Assessed Value	16,674,379
Amount of Debt Applicable to Limit	<u>6,305,000</u>
Legal Debt Margin	<u>10,369,379</u>
Non-Referendum Legal Debt Limit	
0.575% of Assessed Valuation	3,334,876
Amount of Debt Applicable to Debt Limit	<u>2,890,000</u>
Non-Referendum Legal Debt Margin	<u>444,876</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Defeased Debt

On August 15, 2013, the Park District issued \$2,890,000 par value General Obligation Limited Tax Park Bonds, Series 2013 to refund \$650 of the Installment Contract Certificates Series of 1999 and \$1,394,543 of the General Obligation Park Bond Series 2004. The Park District defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through this refunding, the Park District increased its total debt service by \$1,561,534 to restructure future debt payments and obtained an economic loss of \$114,640.

NET POSITION/ FUND BALANCES

Net Position Classifications

Net investment in capital assets was comprised of the following as of December 31, 2013:

Governmental Activities

Capital Assets - Net of Accumulated Depreciation	\$ 9,670,863
Less Capital Related Debt:	
Installment Contract of 1999	(1,040,000)
Installment Contract of 2011	(6,922)
Installment Contract of 2013	(135,000)
General Obligation Refunding Park (ARS) Bonds of 2003	(335,000)
General Obligation Limited Tax Park Bonds of 2013	(2,890,000)
Debt Certificates of 2000A	(210,000)
Taxable Refunding Debt Certificates of 2010B	<u>(1,830,000)</u>
Net Investment in Capital Assets	<u>3,223,941</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/ FUND BALANCES – Continued

Net Position/ Fund Balances Restatements

Beginning net position was restated to reflect the capital asset appraisal and change in capital asset policy regarding capitalization threshold and useful lives. The following is a summary of the net position as originally reported and as restated.

Net Position	As Reported	As Restated	Increase (Decrease)
Governmental Activities	\$ 4,365,555	5,002,478	636,923

Fund Balance Classifications

In the governmental funds financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

Assigned Fund Balance. The District reports assigned fund balance in the Master Plan major capital projects fund and in the Developers' Contribution nonmajor capital projects fund. The District's management has assigned the balances in these funds for future park improvement projects and equipment and vehicle purchases based on approved management expenditures as determined through the annual budget process.

Committed Fund Balance. The District reports committed fund balance in the Recreation Fund, a major fund. The District's Board has committed the funds through formal Board action (i.e. ordinance and/or resolution) for future culture and recreation expenditures. Formal Board action is required to establish, modify, or rescind a fund balance commitment.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/ FUND BALANCES – Continued

Fund Balance Classifications – Continued

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Recreation	Bond and Interest	Master Plan	Nonmajor	Total
Fund Balances						
Nonspendable - Inventories	\$ -	36,341	-	-	-	36,341
Restricted						
Property Tax Levies						
IMRF	-	-	-	-	67,915	67,915
Social Security	-	-	-	-	33,439	33,439
Liability Insurance	-	-	-	-	1,338	1,338
Special Recreation	-	-	-	-	169,366	169,366
Audit	-	-	-	-	18,280	18,280
Debt Service	-	-	6,134	-	-	6,134
	-	-	6,134	-	290,338	296,472
Committed - Recreation	-	452,450	-	-	-	452,450
Assigned - Capital Projects	-	-	-	1,013,411	2,672	1,016,083
Unassigned	188,118	-	-	-	-	188,118
Total Fund Balances	188,118	488,791	6,134	1,013,411	293,010	1,989,464

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

Park District Risk Management Agency (PDRMA)

The District is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and net income losses. Since 2010, the District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability and workers compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period January 1, 2013 through January 1, 2014:

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

Coverage	Member Deductible	PDRMA Self- Insured Retention	Limits
PROPERTY			
Property/Bldg/Contents			
All Losses Per Occurrence	\$1,000	\$1,000,000	\$1,000,000,000/All Members
Flood/except Zones A & V	\$1,000	\$1,000,000	\$250,000,000/Occurrence/Annual Aggregate
Flood, Zones A & V	\$1,000	\$1,000,000	\$200,000,000/Occurrence/Annual Aggregate
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/Occurrence/Annual Aggregate
Auto Physical Damage			
Comprehensive and Collision	\$1,000	\$1,000,000	Included
Course of Construction/Builders Risk	\$1,000	Included	\$25,000,000
Business Interruption, Rental			
Income, Tax Income Combined	\$1,000		\$100,000,000/Reported Values \$500,000/\$2,500,000/Non-Reported Values
Service Interruption	24 hours	N/A	\$25,000,000
Boiler and Machinery			\$100,000,000 Equipment Breakdown
Property Damage	\$1,000	\$9,000	Property Damage - Included
Business Income	48 hours	N/A	Included
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000
Seasonal Employees	\$1,000	\$9,000	\$1,000,000
Blanket Bond	\$1,000	\$24,000	\$2,000,000
WORKERS COMPENSATION			
Employers Liability	N/A	\$500,000	\$3,500,000 Employers Liability
LIABILITY			
General	None	\$500,000	\$21,500,000/Occurrence/Annual Aggregate
Auto Liability	None	\$500,000	\$21,500,000/Occurrence/Annual Aggregate
Employment Practices	None	\$500,000	\$21,500,000/Occurrence/Annual Aggregate
Public Officials' Liability	None	\$500,000	\$21,500,000/Occurrence/Annual Aggregate
Law Enforcement Liability	None	\$500,000	\$21,500,000/Occurrence/Annual Aggregate
Uninsured/Underinsured Motorists	None	\$500,000	\$1,000,000/Occurrence
POLLUTION LIABILITY			
Liability - Third party	None	\$25,000	\$5,000,000/Occurrence
Property - First party	\$1,000	\$24,000	\$10,000,000 General Aggregate

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

Coverage	Member Deductible	PDRMA Self- Insured Retention	Limits
OUTBREAK EXPENSE			
Outbreak Expense	24 hours	N/A	\$15,000 per Day, \$1,000,000 Aggregate Policy Limit
INFORMATION SECURITY AND PRIVACY INSURANCE WITH ELECTRONIC MEDIA			
LIABILITY COVERAGE			
Information Security & Privacy			
Liability	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Privacy Notification, Costs	None	\$100,000	\$500,000/Occurrence/Annual Aggregate
Regulatory Defense & Penalties	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Website Media Content Liability	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Cyber Extortion	None	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
Data Protection & Business			
Interruption	\$1,000	\$100,000	\$2,000,000/Occurrence/Annual Aggregate
First Party Business Interruption	8 Hours	\$100,000	\$25,000 Hourly Sublimit/\$25,000 Forensic Exp./\$100,000 Dependent Bus. Interruption
VOLUNTEER MEDICAL ACCIDENT			
Volunteer Medical Accident	None	\$5,000	\$5,000 Medical Expense and AD&D Excess of any other Collectible Insurance
UNDERGROUND STORAGE TANK LIABILITY			
Underground Storage Tank Liability	None	N/A	\$10,000, Follows Illinois Leaking Underground Tank Fund
UNEMPLOYMENT COMPENSATION			
Unemployment Compensation	N/A	N/A	Statutory

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the District.

As a member of PDRMA’s Property/Casualty Program, the District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the District’s governing body.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT – Continued

Park District Risk Management Agency (PDRMA) – Continued

The District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigations and settlement, and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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

The following represents a summary of PDRMA's Property/Casualty Program balance sheet at December 31, 2012 and the statement of revenues and expenses for the period ending December 31, 2012. The District's portion of the overall equity of the pool is 0.069% or \$25,265.

Assets	\$58,731,852
Liabilities	22,007,198
Member Balances	36,724,654
Revenues	21,144,568
Expenditures	17,586,080

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

CONTINGENT LIABILITIES

Litigation

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Plan Descriptions, Provisions and Funding Policies

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

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011 who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. For participating members hired on or after January 1, 2011 who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The employer contribution and annual required contribution rate for calendar year 2013 was 13.41 percent.

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Notes to the Financial Statements
December 31, 2013**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Funding Policy and Annual Pension Cost

For December 31, 2013, the required contribution was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year, depending on age and service, attributable to seniority/merit, (d) post-retirement benefit increases of 3% annually and (e) an inflation rate of 3%. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2013 was 30 years.

Annual Pension Cost and Net Pension Obligation

The net pension obligation for IMRF as of December 31, 2013 is as follows:

Annual Required Contributions	\$ 186,933
Interest on Net Pension Obligation	1,777
Adjustment to Annual Required Contribution	<u>(1,270)</u>
Annual Pension Cost	187,440
Actual Contribution	<u>186,933</u>
Increase to the NPO	507
NPO - Beginning of Year	<u>23,698</u>
NPO - End of Year	<u><u>24,205</u></u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Trend Information

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

Fiscal Year	Annual Pension Cost	Percentage of APC Contributed	Net Pension Obligation
2011	\$ 169,278	95.40%	23,202
2012	185,846	99.73%	23,698
2013	187,440	99.73%	24,205

Funded Status and Funding Progress

The District's funded status for the current year and related information for the plan is as follows:

Actuarial Valuation Date	12/31/13
Percent Funded	41.05%
Actuarial Accrued Liability for Benefits	\$2,200,112
Actuarial Value of Assets	\$903,175
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$1,296,937)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$1,264,579
Ratio of UAAL to Covered Payroll	102.56%

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

LAKE BLUFF PARK DISTRICT, ILLINOIS

Notes to the Financial Statements December 31, 2013

NOTE 4 – OTHER INFORMATION – Continued

POST-EMPLOYMENT BENEFITS

The District has evaluated its potential other postemployment benefits liability. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. However, no former employees have chosen to stay in the District's health insurance plan. Therefore, there has been 0% utilization and, therefore, no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the District had no former employees for which the District was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any postemployment benefit liability as of December 31, 2013.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board (GASB) but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress and Employer Contributions
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedules
General Fund
Recreation – Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

LAKE BLUFF PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
December 31, 2013**

Funding Progress

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2008	\$ 1,171,779	\$ 2,287,207	51.23%	\$ 1,115,428	\$ 1,443,037	77.30%
2009	1,044,536	2,288,042	45.65%	1,243,506	1,476,830	84.20%
2010	880,367	2,227,595	39.52%	1,347,228	1,295,021	104.03%
2011	903,175	2,200,112	41.05%	1,296,937	1,264,579	102.56%
2012	1,214,878	2,490,513	48.78%	1,275,635	1,357,161	93.99%
2013	903,175	2,200,112	41.05%	1,296,937	1,264,579	102.56%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ 154,549	\$ 154,549	100.00%
2009	155,806	155,806	100.00%
2010	150,844	165,763	91.00%
2011	161,487	168,948	95.58%
2012	185,350	185,350	100.00%
2013	186,933	186,933	100.00%

LAKE BLUFF PARK DISTRICT, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 800,000	800,000	786,432
Personal Property Replacement Tax	18,000	18,000	20,351
Interest	1,700	1,700	2,047
Miscellaneous	8,440	8,440	25,704
Total Revenues	<u>828,140</u>	<u>828,140</u>	<u>834,534</u>
Expenditures			
General Government			
Administration	406,365	406,365	397,328
Maintenance and Operations of Parks	311,420	311,420	309,932
Capital Outlay	36,450	36,450	48,284
Total Expenditures	<u>754,235</u>	<u>754,235</u>	<u>755,544</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	73,905	73,905	78,990
Other Financing (Uses)			
Transfers Out	<u>(74,000)</u>	<u>(74,000)</u>	<u>(74,000)</u>
Net Change In Fund Balance	<u>(95)</u>	<u>(95)</u>	4,990
Fund Balance - Beginning			<u>183,128</u>
Fund Balance - Ending			<u><u>188,118</u></u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 751,000	751,000	774,779
Personal Property Replacement Tax	12,000	12,000	13,567
Charges for Services			
Fees and Admissions	1,310,926	1,310,926	1,363,670
Rentals	82,590	82,590	86,802
Programs	1,057,409	1,057,409	1,157,722
Private Lessons	119,929	119,929	111,678
Concessions	62,820	62,820	70,597
Pro Shop Merchandise	109,592	109,592	99,037
Grants and Donations	-	-	479
Miscellaneous	5,600	5,600	23,425
Total Revenues	<u>3,511,866</u>	<u>3,511,866</u>	<u>3,701,756</u>
Expenditures			
General Government	719,037	719,037	706,466
Recreation	2,348,807	2,541,851	2,436,267
Capital Outlay	51,650	51,650	64,448
Debt Service			
Principal Retirement	212,560	212,560	212,214
Interest and Fiscal Charges	121,612	121,612	87,373
Total Expenditures	<u>3,453,666</u>	<u>3,646,710</u>	<u>3,506,768</u>
Net Change in Fund Balance	<u>58,200</u>	<u>(134,844)</u>	194,988
Fund Balance - Beginning			<u>293,803</u>
Fund Balance - Ending			<u><u>488,791</u></u>

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board (GASB), nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are created to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

Recreation Fund

The Recreation Fund is used to account for the operations of the recreation programs. Financing is provided primarily from an annual property tax levy, and from fees charged for programs and activities.

Illinois Municipal Retirement Fund

The Illinois Municipal Retirement Fund (IMRF) Fund is used to account for the receipt of property taxes to fund payments to the state controlled pension fund.

Social Security Fund

The Social Security Fund is used to account for the receipt of property taxes to fund the federally administered social security program.

Liability Insurance Fund

The Liability Insurance Fund is used to account for the operation of the Park District's insurance and risk management activities. Financing is provided from an annual property tax levy.

Special Recreation Fund

The Special Recreation Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies to the Northern Illinois Special Recreation Association to provide special recreation programs for the physically and mentally challenged.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

SPECIAL REVENUE FUNDS – Continued

Audit Fund

The Audit Fund is used to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the annual audit of the Park District.

DEBT SERVICE FUND

Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Bond and Interest Fund

The Bond and Interest Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUNDS

The Capital Projects accounts for all resources used for the acquisition of capital assets except those financed by Proprietary Funds.

Master Plan Fund

The Master Plan Fund is used to account for revenues from a specific annual property tax levy, bond issues and expenditures related to capital projects.

Developer's Contribution Fund

The Developer's Contribution Fund is used to account for revenues from impact fees from development projects and related expenditures.

LAKE BLUFF PARK DISTRICT, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
General Government			
Administration			
Personal Services			
Executive Director	\$ 86,916	86,916	91,318
Business & HR Manager	54,366	54,366	58,765
Facility Maintenance Services Manager	9,687	9,687	10,387
Recording Secretary	4,294	4,294	3,648
	<u>155,263</u>	<u>155,263</u>	<u>164,118</u>
Contractual Services			
Insurance - Employees	33,000	33,000	29,846
Legal Services	17,000	17,000	12,096
Consulting Services	34,000	34,000	19,258
Accounting and Bookkeeping Services	31,800	31,800	30,215
Equipment Service Agreements	5,328	5,328	5,772
Postage	2,152	2,152	2,045
Promotion Services	-	-	(150)
Transportation and Conferences	19,525	19,525	15,633
Advertising, Legal Notices	1,450	1,450	1,730
Communications Equipment Services	34,201	34,201	41,163
Bank Service Charges	-	-	1,715
Contractual Services - Other	9,100	9,100	9,939
Utility and Water	33,150	33,150	30,653
Telephone	3,100	3,100	5,501
Refuse	7,500	7,500	138
Dues and Subscriptions	8,876	8,876	17,244
Staff Recognition	1,500	1,500	2,765
	<u>241,682</u>	<u>241,682</u>	<u>225,563</u>
Materials and Supplies			
Office Supplies	9,200	9,200	7,198
Uniforms	220	220	449
	<u>9,420</u>	<u>9,420</u>	<u>7,647</u>
Total Administration	<u>406,365</u>	<u>406,365</u>	<u>397,328</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
General Government - Continued			
Park Maintenance			
Personal Services			
Director of Golf & Park Maintenance	\$ 37,906	37,906	37,963
Park Services Manager	54,000	54,000	54,214
Mechanic	8,391	8,391	8,419
Maintenance - Part-Time	97,289	97,289	86,775
Overtime	3,500	3,500	5,778
	<u>201,086</u>	<u>201,086</u>	<u>193,149</u>
Contractual Services			
Professional Planning Services	4,000	4,000	8,323
Transportation and Conferences	7,740	7,740	6,878
Communications Equipment/Service	800	800	801
Contractual Services - Other	12,500	12,500	14,260
Utilities	15,450	15,450	12,356
Water/Sewer	4,550	4,550	3,551
Telephone	2,920	2,920	3,337
Dues and Subscriptions	690	690	903
Staff Recognition	-	-	71
Facility Service Agreements	2,900	2,900	3,821
Refuse Collection	5,000	5,000	5,755
	<u>56,550</u>	<u>56,550</u>	<u>60,056</u>
Materials and Supplies			
Supplies - Janitorial	4,050	4,050	3,962
Uniforms	2,500	2,500	1,856
Supplies - Grounds	24,750	24,750	30,945
Supplies - Equipment	2,700	2,700	3,249
Gasoline, Oil, Anti-Freeze	14,084	14,084	10,160
Facility Equipment	1,000	1,000	821
Supplies - Building	2,200	2,200	2,255
Shop Materials	2,500	2,500	3,479
	<u>53,784</u>	<u>53,784</u>	<u>56,727</u>
Total Park Maintenance	<u>311,420</u>	<u>311,420</u>	<u>309,932</u>
Total General Government	<u>717,785</u>	<u>717,785</u>	<u>707,260</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Capital Outlay			
Parts/Fitting Vehicle/Equipment	\$ 6,200	6,200	6,457
Parts/Fitting Mowing/Equipment	9,000	9,000	10,730
Parts/Fitting Outdoor Properties	7,000	7,000	15,296
Park Enhancements	14,250	14,250	15,801
Total Capital Outlay	<u>36,450</u>	<u>36,450</u>	<u>48,284</u>
Total Expenditures	<u>754,235</u>	<u>754,235</u>	<u>755,544</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
General Government			
Administration			
Personal Services			
Director of Facility & Recreation Service	\$ 97,102	97,102	107,112
Intern	-	-	90
Recreation Services Manager	119,325	119,325	84,284
Racquet Sports Manager	21,525	21,525	22,173
Guest Service Desk	89,834	89,834	94,398
Facility Maintenance Services Manager - Full-Time	45,207	45,207	47,315
Facility Repair Services Associate - Part-Time	18,676	18,676	20,136
Overtime	-	-	5,663
	<u>391,669</u>	<u>391,669</u>	<u>381,171</u>
Contractual Services			
Insurance - Employees	61,288	61,288	62,797
Legal Services	8,100	8,100	1,831
Professional Planning Services	3,200	3,200	-
Professional Employee Services	500	500	-
Postage	5,096	5,096	3,112
Printing/Design/Publishing	43,313	43,313	44,758
Transportation and Conferences	13,330	13,330	7,932
Advertising, Legal Notices	3,887	3,887	3,548
Credit Card Fees	11,492	11,492	16,783
Contractual Services - Other	26,797	26,797	23,457
Utilities	31,518	31,518	30,365
Telephone	7,242	7,242	9,431
Refuse	1,200	1,200	553
Dues/Memberships and Subscriptions	1,565	1,565	1,457
Staff Recognition	445	445	1,194
Facility Service Agreements	22,726	22,726	17,349
	<u>241,699</u>	<u>241,699</u>	<u>224,567</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
General Government - Continued			
Administration - Continued			
Materials and Supplies			
Office Supplies	\$ 8,445	8,445	5,469
Technology Equipment/Supplies	1,800	1,800	-
Uniforms	1,453	1,453	1,425
Janitorial Supplies	9,774	9,774	8,584
Small Tools/Equipment	700	700	333
Shop Materials	714	714	2,405
Parts/Fittings HVAC	2,440	2,440	3,056
Parts/Fittings Buildings	6,300	6,300	13,293
Facility Equipment	2,410	2,410	1,643
Facility Supplies	1,200	1,200	224
	<u>35,236</u>	<u>35,236</u>	<u>36,432</u>
Total Administration	<u>668,604</u>	<u>668,604</u>	<u>642,170</u>
Facility Services			
Personal Services			
Outside Guest Services Associate - Part-Time	3,320	3,320	4,115
Inside Facility Associate - Part-Time	15,215	15,215	19,872
Kids Zone	28,010	28,010	36,198
	<u>46,545</u>	<u>46,545</u>	<u>60,185</u>
Materials and Supplies			
Uniforms	688	688	598
Vending Supplies	2,700	2,700	2,633
Facility Equipment	250	250	42
Facility Supplies	250	250	838
	<u>3,888</u>	<u>3,888</u>	<u>4,111</u>
Total Facility Services	<u>50,433</u>	<u>50,433</u>	<u>64,296</u>
Total General Government	<u>719,037</u>	<u>719,037</u>	<u>706,466</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation			
Recreation Programs			
Personal Services			
Coordinator - Part-Time	\$ 76,378	135,735	113,989
Teacher - Part-Time	84,037	108,253	96,986
Teacher Aide - Part-Time	23,545	33,633	38,285
Racquet Sports Manager	9,200	10,120	-
Counselor - Part-Time	69,601	70,979	64,806
In-House Instructor	9,040	17,324	15,749
Program Instructor - Part-Time	68,597	97,688	96,767
Recreation Staff	29,880	27,344	26,692
	<u>370,278</u>	<u>501,076</u>	<u>453,274</u>
Contractual Services			
Program Provider	41,830	41,830	54,708
Program Officials	2,040	2,040	-
Transportation	10,075	10,075	10,882
Field Trips	20,816	20,816	15,107
Contractual Services - Other	6,068	6,068	6,078
Program Entertainment	8,652	8,652	9,397
	<u>89,481</u>	<u>89,481</u>	<u>96,172</u>
Materials and Supplies			
Supplies and Services	48,051	48,051	47,856
	<u>48,051</u>	<u>48,051</u>	<u>47,856</u>
Total Recreation Programs	<u>507,810</u>	<u>638,608</u>	<u>597,302</u>
Sunrise Park & Beach			
Personal Services			
Outside Guest Services Associate	6,555	8,530	7,924
Assistant Aquatic Manager	7,370	12,100	10,646
Aquatic Manager - Part-Time	7,147	17,600	15,924
Lifeguards	24,653	30,800	27,268
Group Instructor	7,260	14,290	12,991
	<u>52,985</u>	<u>83,320</u>	<u>74,753</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation - Continued			
Sunrise Park & Beach - Continued			
Contractual Services			
Professional Planning Services	\$ 22,000	22,000	14,353
Sales Tax	-	-	19
Contractual Services - Other	32,220	32,220	25,343
Utilities	302	302	1,047
Telephone	552	552	680
Refuse	2,870	2,870	2,740
	<u>57,944</u>	<u>57,944</u>	<u>44,182</u>
Materials and Supplies			
Office Supplies	200	200	832
Uniforms	2,668	2,668	2,692
Concession Food	-	-	84
Facility Equipment	3,470	3,470	3,211
Facility Supplies	1,800	1,800	1,187
Janitorial Supplies	188	188	317
Parts/Fittings Buildings	1,000	1,000	102
Parts/Fittings Equipment	300	300	-
Park Enhancements	2,000	2,000	1,496
Grounds Supplies	8,000	8,000	8,000
	<u>19,626</u>	<u>19,626</u>	<u>17,921</u>
Total Sunrise Park & Beach	<u>130,555</u>	<u>160,890</u>	<u>136,856</u>
Health and Fitness Center			
Personal Services			
Fitness & Healthy Lifestyle Manager	55,000	55,000	52,379
Guest Services Associate	64,000	64,000	57,504
Coordinator	10,000	10,000	1,975
Personal Trainers	55,000	55,000	70,466
Program Instructor	7,000	7,000	999
Group Instructor	63,000	63,000	41,004
	<u>254,000</u>	<u>254,000</u>	<u>224,327</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation - Continued			
Health and Fitness Center - Continued			
Contractual Services			
Equipment Service Agreements	\$ 2,100	2,100	1,849
Printing/Design/Publishing	1,500	1,500	-
Communications Equipment Services	6,800	6,800	2,171
Credit Card Fees	6,409	6,409	5,339
Contractual Services - Other	5,000	5,000	8,235
Utilities	34,400	34,400	22,145
Telephone	1,800	1,800	2,030
Leased Equipment	5,425	5,425	5,877
Dues/Memberships and Subscriptions	2,050	2,050	2,100
Transportation and Conferences	3,500	3,500	993
Facility Service Agreements	25,000	25,000	15,339
	<u>93,984</u>	<u>93,984</u>	<u>66,078</u>
Materials and Supplies			
Office Supplies	2,100	2,100	1,684
Uniforms	1,400	1,400	681
Promotions	4,000	4,000	1,982
Parts/Fittings/Repair Equipment	1,500	1,500	2,559
Facility Equipment	-	-	3,289
Facility Supplies	3,550	3,550	3,292
Program Supplies	2,200	2,200	1,185
Janitorial Supplies	6,100	6,100	6,341
Parts/Fittings Buildings	2,000	2,000	1,676
	<u>22,850</u>	<u>22,850</u>	<u>22,689</u>
Total Health and Fitness Center	<u>370,834</u>	<u>370,834</u>	<u>313,094</u>
Paddle Club			
Personal Services			
Racquet Sports Manager	21,012	21,012	23,142
Inside Facility Associate - Part-Time	520	520	780
Club Coordinator	9,600	9,600	12,085
Private Instructor	16,136	16,136	18,428

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation - Continued			
Paddle Club - Continued			
Personal Services - Continued			
Team Drills Instructor	\$ 34,740	34,740	39,837
Group Instructor	9,504	9,504	21,990
	<u>91,512</u>	<u>91,512</u>	<u>116,262</u>
Contractual Services			
Insurance - Employees	6,367	6,367	6,367
Professional Planning Services	-	-	7,158
Facility Service Agreements	7,477	7,477	5,208
Postage	1,700	1,700	1,738
Printing/Design/Publishing	1,000	1,000	1,423
Communications Equipment/Service	1,438	1,438	1,399
Sales Tax	675	675	514
Credit Card Fees	1,768	1,768	1,414
Contractual Services - Other	9,100	9,100	13,199
Utilities	6,756	6,756	4,339
Telephone	516	516	555
Dues/Memberships and Subscriptions	564	564	3,005
	<u>37,361</u>	<u>37,361</u>	<u>46,319</u>
Materials and Supplies			
Technology Equipment/Supplies	500	500	-
Facility Equipment	2,000	2,000	28
Facility Supplies	1,600	1,600	4,622
Hard Goods	5,846	5,846	11,452
Soft Goods	1,084	1,084	96
Janitorial Supplies	814	814	1,081
Parts/Fittings Buildings	1,750	1,750	3,065
Parts/Fittings Outdoor Properties	1,600	1,600	2,306
	<u>15,194</u>	<u>15,194</u>	<u>22,650</u>
Total Paddle Club	<u>144,067</u>	<u>144,067</u>	<u>185,231</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation - Continued			
Aquatic Facility			
Personal Services			
Guest Services Associate	\$ 7,210	8,580	7,713
Party Associate	30	453	493
Aquatic Manager	11,000	16,280	15,768
Assistant Aquatic Manager	14,740	16,214	15,135
Lifeguards	33,530	48,483	44,092
Concession Associate	7,024	6,586	5,987
Swim Coach	8,750	1,837	1,670
Swim Aide	5,415	2,295	14,098
Group Instructor	12,304	28,993	14,476
Facility Maintenance Services Manager	9,687	11,880	9,818
	<u>109,690</u>	<u>141,601</u>	<u>129,250</u>
Contractual Services			
Printing/Design/Publishing	70	70	77
Sales Tax	1,121	1,121	355
Credit Card Fees	2,431	2,431	2,431
Contractual Services - Other	6,507	6,507	8,783
Utilities	20,706	20,706	21,683
Telephone	708	708	708
Staff Recognition	500	500	1,398
Program Provider	325	325	1,279
	<u>32,368</u>	<u>32,368</u>	<u>36,714</u>
Materials and Supplies			
Office Supplies	220	220	1,011
Technology Equipment/Supplies	2,000	2,000	-
Uniforms	3,525	3,525	3,966
Concessions	10,650	10,650	9,583
Facility Equipment	1,130	1,130	878
Facility Supplies	957	957	768
Program Supplies	500	500	177
Janitorial Supplies	977	977	3,397

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation - Continued			
Aquatic Facility - Continued			
Materials and Supplies - Continued			
Landscape Materials	\$ 250	250	250
Parts/Fittings Buildings	960	960	924
Parts/Fittings Outdoor Properties	2,568	2,568	5,135
Water Supplies	11,432	11,432	8,026
Facility Equipment	330	330	5,078
Facility Supplies	203	203	793
	<u>35,702</u>	<u>35,702</u>	<u>39,986</u>
Total Aquatic Facility	177,760	209,671	205,950
Golf Club			
Personal Services			
Golf Professional	63,000	63,000	68,376
Operation Services Managers	22,932	22,932	24,115
Inside Guest Services Associate	39,304	39,304	45,516
Outside Guest Services Associate - Part-Time	57,885	57,885	58,675
Overtime	9,850	9,850	25,067
Private Instructor	9,100	9,100	6,321
Group Instructor	12,750	12,750	12,660
Director of Golf & Park Maintenance	42,643	42,643	43,078
Golf Greens Manager	43,388	43,388	43,468
Mechanic	47,560	47,560	47,631
Maintenance Services Associates - Part-Time	171,932	171,932	161,793
	<u>520,344</u>	<u>520,344</u>	<u>536,700</u>
Contractual Services			
Insurance - Employees	23,209	23,209	22,393
Equipment Service Agreements	1,000	1,000	2,048
Facility Service Agreements	6,270	6,270	4,640
Postage	7,000	7,000	4,601
Printing/Design/Publishing	10,000	10,000	11,346
Advertising/Display	6,000	6,000	2,523
Communications Equipment/Service	4,350	4,350	781

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation - Continued			
Golf Club - Continued			
Contractual Services - Continued			
Sales Tax	\$ 7,050	7,050	6,717
Bank Service Charges	16,000	16,000	14,615
Contractual Services - Other	60,160	60,160	68,381
Utilities	44,513	44,513	36,038
Telephone	5,715	5,715	9,168
Refuse	6,120	6,120	7,264
Leases Equipment	8,946	8,946	323
Dues/Memberships and Subscriptions	3,510	3,510	2,653
Transportation and Conferences	6,950	6,950	6,501
Staff Recognition	500	500	592
Professional Employee Services	4,000	4,000	3,405
Communications Equipment/Service	1,044	1,044	-
Equipment Rental	4,000	4,000	2,492
	<u>226,337</u>	<u>226,337</u>	<u>206,481</u>
Materials and Supplies			
Office Supplies	5,000	5,000	1,384
Technology Equipment/Supplies	450	450	2,359
Janitorial Supplies	4,000	4,000	3,196
Uniforms	5,467	5,467	5,998
Promotions	6,500	6,500	4,690
Parts/Fittings Buildings	14,850	14,850	13,527
Facility Equipment	18,270	18,270	12,414
Facility Supplies	250	250	3,244
Hard Goods	38,000	38,000	26,159
Soft Goods	29,025	29,025	25,148
Accessories	14,000	14,000	17,753
Equipment Service Agreements	2,110	2,110	1,310
Communications Equipment/Service	250	250	4,564
Event Food and Beverage Supplies	-	-	1,666
Parts/Fitting Vehicle/Equipment	500	500	-
Grounds Supplies	76,265	76,265	68,366

LAKE BLUFF PARK DISTRICT, ILLINOIS

Recreation - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Recreation - Continued			
Golf Club - Continued			
Materials and Supplies - Continued			
Landscape Materials	\$ 7,800	7,800	7,356
Small Tools/Equipment	1,650	1,650	2,496
Shop Materials	7,000	7,000	11,582
Gasoline, Oil, Anti-Freeze	26,713	26,713	29,968
Parts/Fittings Outdoor Properties	5,000	5,000	3,913
Course Supplies	8,000	8,000	7,560
	<u>271,100</u>	<u>271,100</u>	<u>254,653</u>
Total Golf Club	<u>1,017,781</u>	<u>1,017,781</u>	<u>997,834</u>
Total Recreation	<u>2,348,807</u>	<u>2,541,851</u>	<u>2,436,267</u>
Capital Outlay			
Communications Equipment/Service	16,650	16,650	16,067
Parts/Fitting Vehicle/Equipment	7,000	7,000	10,421
Parts/Fitting Mowing/Equipment	28,000	28,000	37,960
Total Capital Outlay	<u>51,650</u>	<u>51,650</u>	<u>64,448</u>
Debt Service			
Principal Retirement	212,560	212,560	212,214
Interest and Fiscal Charges	121,612	121,612	87,373
Total Debt Service	<u>334,172</u>	<u>334,172</u>	<u>299,587</u>
Total Expenditures	<u>3,453,666</u>	<u>3,646,710</u>	<u>3,506,768</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Bond and Interest - Debt Service Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 345,249	345,249	361,173
Expenditures			
General Government			
Legal Fees	4,500	4,500	-
Auditing Services	4,500	4,500	-
Debt Service			
Principal Retirement	641,725	641,725	348,724
Interest and Fiscal Charges	3,249	3,249	138,548
Total Expenditures	653,974	653,974	487,272
Excess (Deficiency) of Revenues Over (Under) Expenditures	(308,725)	(308,725)	(126,099)
Other Financing Sources (Uses)			
Debt Issuance	301,000	301,000	2,385,183
Payment to Escrow Agent	-	-	(2,317,650)
	301,000	301,000	67,533
Net Change in Fund Balance	(7,725)	(7,725)	(58,566)
Fund Balance - Beginning			64,700
Fund Balance - Ending			6,134

LAKE BLUFF PARK DISTRICT, ILLINOIS

Master Plan - Capital Projects Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Charges for Services			
Impact Fees	\$ -	-	14,433
Miscellaneous	-	4,000	4,051
Total Revenues	-	4,000	18,484
Expenditures			
General Government			
Commodities	-	-	310
Contractual Services	21,500	91,500	21,500
Capital Outlay	88,000	88,000	164,857
Total Expenditures	109,500	179,500	186,667
Excess (Deficiency) of Revenues Over (Under) Expenditures	(109,500)	(175,500)	(168,183)
Other Financing Sources			
Disposal of Capital Assets	-	199,122	202,122
Debt Issuance	47,000	686,817	639,817
Transfers In	74,000	74,000	74,000
	121,000	959,939	915,939
Net Change in Fund Balance	11,500	784,439	747,756
Fund Balance - Beginning			265,655
Fund Balance - Ending			1,013,411

LAKE BLUFF PARK DISTRICT, ILLINOIS

**Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2013**

	<u>Illinois</u>	
	<u>Municipal</u>	<u>Social</u>
	<u>Retirement</u>	<u>Security</u>
ASSETS		
Cash and Investments	\$ 67,925	33,439
Receivables - Net of Allowances		
Property Taxes	<u>173,005</u>	<u>162,000</u>
Total Assets	<u>240,930</u>	<u>195,439</u>
LIABILITIES		
Accounts Payable	10	-
Other Payables	-	-
Total Liabilities	<u>10</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	<u>173,005</u>	<u>162,000</u>
Total Liabilities and Deferred Inflows of Resources	<u>173,015</u>	<u>162,000</u>
FUND BALANCES		
Restricted	67,915	33,439
Assigned	-	-
Total Fund Balances	<u>67,915</u>	<u>33,439</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>240,930</u>	<u>195,439</u>

Special Revenue			Capital Projects	Total
Liability Insurance	Special Recreation	Audit	Developers' Contribution	
68,365	170,260	18,280	2,672	360,941
145,662	220,073	3,000	-	703,740
214,027	390,333	21,280	2,672	1,064,681
66,516	-	-	-	66,526
511	894	-	-	1,405
67,027	894	-	-	67,931
145,662	220,073	3,000	-	703,740
212,689	220,967	3,000	-	771,671
1,338	169,366	18,280	-	290,338
-	-	-	2,672	2,672
1,338	169,366	18,280	2,672	293,010
214,027	390,333	21,280	2,672	1,064,681

LAKE BLUFF PARK DISTRICT, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended December 31, 2013

	<u>Illinois Municipal Retirement</u>	<u>Social Security</u>
Revenues		
Taxes	\$ 180,587	145,634
Miscellaneous	-	-
Total Revenues	<u>180,587</u>	<u>145,634</u>
Expenditures		
Current		
General Government	186,920	172,543
Recreation	-	-
Total Expenditures	<u>186,920</u>	<u>172,543</u>
Net Change in Fund Balances	(6,333)	(26,909)
Fund Balances - Beginning	<u>74,248</u>	<u>60,348</u>
Fund Balances - Ending	<u><u>67,915</u></u>	<u><u>33,439</u></u>

Special Revenue			Capital Projects	
Liability	Special		Developers'	
Insurance	Recreation	Audit	Contribution	Total
133,985	145,635	17,476	-	623,317
7,752	-	-	-	7,752
141,737	145,635	17,476	-	631,069
216,141	-	15,300	-	590,904
-	128,272	-	-	128,272
216,141	128,272	15,300	-	719,176
(74,404)	17,363	2,176	-	(88,107)
75,742	152,003	16,104	2,672	381,117
1,338	169,366	18,280	2,672	293,010

LAKE BLUFF PARK DISTRICT, ILLINOIS

Illinois Municipal Retirement - Special Revenue Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 185,000	185,000	180,587
Expenditures			
General Government			
Illinois Municipal Retirement	182,100	182,100	186,920
Net Change in Fund Balance	<u>2,900</u>	<u>2,900</u>	(6,333)
Fund Balance - Beginning			<u>74,248</u>
Fund Balance - Ending			<u>67,915</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Social Security - Special Revenue Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Taxes			
Property Taxes	\$ 145,000	145,000	145,634
Expenditures			
General Government			
Social Security and Medicare	<u>145,405</u>	<u>145,405</u>	<u>172,543</u>
Net Change in Fund Balance	<u>(405)</u>	<u>(405)</u>	(26,909)
Fund Balance - Beginning			<u>60,348</u>
Fund Balance - Ending			<u><u>33,439</u></u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Liability Insurance - Special Revenue Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 131,500	131,500	133,985
Miscellaneous	-	-	7,752
Total Revenues	<u>131,500</u>	<u>131,500</u>	<u>141,737</u>
Expenditures			
General Government			
Salaries	18,625	18,625	18,891
Trainer	2,000	2,000	-
Contractual - Other	-	-	2,000
Insurance	177,000	177,000	194,350
Dues/Memberships	-	-	900
Total Expenditures	<u>197,625</u>	<u>197,625</u>	<u>216,141</u>
Net Change in Fund Balance	<u>(66,125)</u>	<u>(66,125)</u>	(74,404)
Fund Balance - Beginning			<u>75,742</u>
Fund Balance - Ending			<u><u>1,338</u></u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Special Recreation - Special Revenue Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 142,542	142,542	145,635
Expenditures			
Recreation			
Personal Services			
Administration	18,625	18,126	18,891
Park Maintenance	14,215	13,537	14,236
Commodities			
Parts/Fittings Buildings	1,500	1,500	-
Facility Equipment	3,500	3,500	4,456
Contractual Services			
Contributions for NSSRA	65,938	65,938	67,932
Inclusion Fees	9,000	9,000	9,880
Continuing Education	1,600	1,600	900
Capital Outlay	10,000	10,000	11,977
Total Expenditures	124,378	123,201	128,272
Net Change in Fund Balance	18,164	19,341	17,363
Fund Balance - Beginning			152,003
Fund Balance - Ending			169,366

LAKE BLUFF PARK DISTRICT, ILLINOIS

Audit - Special Revenue Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended December 31, 2013**

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 16,500	16,500	17,476
Expenditures			
General Government			
Audit	15,300	15,300	15,300
Net Change in Fund Balance	<u>1,200</u>	<u>1,200</u>	2,176
Fund Balance - Beginning			<u>16,104</u>
Fund Balance - Ending			<u>18,280</u>

SUPPLEMENTAL SCHEDULES

LAKE BLUFF PARK DISTRICT, ILLINOIS

Schedule of Long-Term Debt Requirements

**Installment Contract of 1999
December 31, 2013**

Date of Issue	November 15, 1999
Date of Maturity	November 15, 2019
Authorized Issue	\$3,500,000
Denomination of Bonds	\$5,000
Interest Rates	5.25%
Interest Dates	November 15
Principal Maturity Date	November 15
Payable at	The Northern Trust Company, Chicago IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2014	\$ -	-	-
2015	-	-	-
2016	240,000	54,600	294,600
2017	250,000	42,000	292,000
2018	265,000	28,875	293,875
2019	285,000	14,963	299,963
	<u>1,040,000</u>	<u>140,438</u>	<u>1,180,438</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Schedule of Long-Term Debt Requirements

Installment Contract of 2011

December 31, 2013

Date of Issue	March 21, 2011
Date of Maturity	March 1, 2014
Authorized Issue	\$77,095
Interest Rates	7.95%
Interest Dates	Monthly
Principal Maturity Date	Monthly
Payable at	Kansas State Bank of Manhattan

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2014	\$ 6,922	94	7,016

LAKE BLUFF PARK DISTRICT, ILLINOIS

Schedule of Long-Term Debt Requirements

Installment Contract of 2013

December 31, 2013

Date of Issue	May 1, 2013
Date of Maturity	May 1, 2017
Authorized Issue	\$135,000
Interest Rates	4.50%
Interest Dates	May 1
Principal Maturity Date	May 1
Payable at	Lake Forest Bank and Trust Company

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2014	\$ 31,528	6,159	37,687
2015	32,967	4,721	37,688
2016	34,462	3,226	37,688
2017	36,043	1,644	37,687
	<u>135,000</u>	<u>15,750</u>	<u>150,750</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Schedule of Long-Term Debt Requirements

**General Obligation Refunding Park (Alternate Revenue Source) Bonds of 2003
December 31, 2013**

Date of Issue	September 19, 2003
Date of Maturity	November 1, 2020
Authorized Issue	\$600,000
Denomination of Bonds	\$5,000
Interest Rates	2.95%
Interest Dates	May 1 and November 1
Principal Maturity Date	November 1
Payable at	Lake Forest Bank and Trust Co., IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2014	\$ 40,000	9,882	49,882	2014	4,941	2014	4,941
2015	40,000	8,702	48,702	2015	4,351	2015	4,351
2016	45,000	7,523	52,523	2016	3,761	2016	3,762
2017	50,000	6,195	56,195	2017	3,097	2017	3,098
2018	50,000	4,720	54,720	2018	2,360	2018	2,360
2019	55,000	3,245	58,245	2019	1,622	2019	1,623
2020	55,000	1,622	56,622	2020	811	2020	811
	<u>335,000</u>	<u>41,889</u>	<u>376,889</u>		<u>20,943</u>		<u>20,946</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Schedule of Long-Term Debt Requirements

**General Obligation Limited Tax Park Bonds of 2013
December 31, 2013**

Date of Issue	August 15, 2013
Date of Maturity	January 1, 2033
Authorized Issue	\$2,890,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% - 5.00%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	UMB Bank

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jan. 1	Amount	Jul. 1	Amount
2014	\$ -	107,638	107,638	2014	-	2014	107,638
2015	190,000	119,775	309,775	2015	61,313	2015	58,462
2016	250,000	112,550	362,550	2016	58,463	2016	54,087
2017	265,000	103,537	368,537	2017	54,087	2017	49,450
2018	-	98,900	98,900	2018	49,450	2018	49,450
2019	-	98,900	98,900	2019	49,450	2019	49,450
2020	-	98,900	98,900	2020	49,450	2020	49,450
2021	-	98,900	98,900	2021	49,450	2021	49,450
2022	-	98,900	98,900	2022	49,450	2022	49,450
2023	-	98,900	98,900	2023	49,450	2023	49,450
2024	175,000	95,400	270,400	2024	49,450	2024	45,950
2025	185,000	88,200	273,200	2025	45,950	2025	42,250
2026	200,000	80,500	280,500	2026	42,250	2026	38,250
2027	200,000	72,250	272,250	2027	38,250	2027	34,000
2028	200,000	63,750	263,750	2028	34,000	2028	29,750
2029	200,000	55,000	255,000	2029	29,750	2029	25,250
2030	300,000	43,375	343,375	2030	25,250	2030	18,125
2031	300,000	28,750	328,750	2031	18,125	2031	10,625
2032	300,000	13,750	313,750	2032	10,625	2032	3,125
2033	125,000	3,125	128,125	2033	3,125	2033	-
	<u>2,890,000</u>	<u>1,581,000</u>	<u>4,471,000</u>		<u>767,338</u>		<u>813,662</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Schedule of Long-Term Debt Requirements

Debt Certificates of 2000A

December 31, 2013

Date of Issue	August 7, 2000
Date of Maturity	August 7, 2020
Authorized Issue	\$380,000
Denomination of Bonds	\$5,000
Interest Rates	5.70%
Interest Dates	May 1 and November 1
Principal Maturity Date	August 7
Payable at	Lake Forest Bank and Trust Co., IL

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2014	\$ 25,000	6,195	31,195	2014	3098	2014	3097
2015	25,000	5,458	30,458	2015	2729	2015	2729
2016	25,000	4,720	29,720	2016	2360	2016	2360
2017	30,000	3,982	33,982	2017	1991	2017	1991
2018	30,000	3,098	33,098	2018	1549	2018	1549
2019	35,000	2,212	37,212	2019	1106	2019	1106
2020	40,000	1,180	41,180	2020	590	2020	590
	<u>210,000</u>	<u>26,845</u>	<u>236,845</u>		<u>13,423</u>		<u>13,422</u>

LAKE BLUFF PARK DISTRICT, ILLINOIS

Schedule of Long-Term Debt Requirements

**Taxable Refunding Debt Certificates of 2010B
December 31, 2013**

Date of Issue	February 1, 2010
Date of Maturity	January 1, 2026
Authorized Issue	\$2,020,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 3.80%
Interest Dates	January 1 and July 1
Principal Maturity Date	January 1
Payable at	The Bank of New York, NY

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jan. 1	Amount	Jul. 1	Amount
2014	\$ 110,000	65,496	175,496	2014	33,298	2014	32,198
2015	110,000	63,021	173,021	2015	32,198	2015	30,823
2016	115,000	59,921	174,921	2016	30,823	2016	29,098
2017	120,000	56,366	176,366	2017	29,098	2017	27,268
2018	125,000	52,442	177,442	2018	27,268	2018	25,174
2019	130,000	48,041	178,041	2019	25,174	2019	22,867
2020	140,000	43,073	183,073	2020	22,867	2020	20,206
2021	145,000	37,513	182,513	2021	20,206	2021	17,307
2022	155,000	31,514	186,514	2022	17,307	2022	14,207
2023	160,000	25,134	185,134	2023	14,207	2023	10,927
2024	165,000	18,471	183,471	2024	10,927	2024	7,544
2025	175,000	11,369	186,369	2025	7,544	2025	3,825
2026	180,000	3,826	183,826	2026	3,826	2026	-
	<u>1,830,000</u>	<u>516,187</u>	<u>2,346,187</u>		<u>274,743</u>		<u>241,444</u>