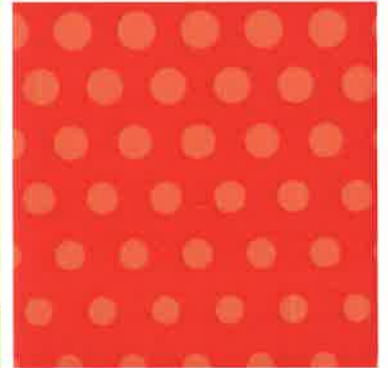
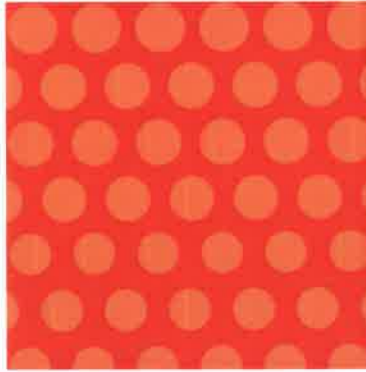
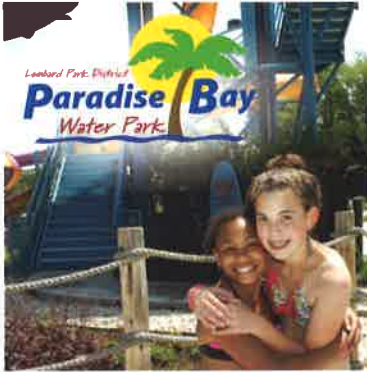




COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ended December 31, 2013



LOMBARD PARK DISTRICT
LOMBARD, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2013

Prepared by:

The Business Office

**Jason S. Myers –Director of Finance
and Personnel**

**Lombard Park District
Comprehensive Annual Financial Report
For the Year Ended December 31, 2013**

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PART I – INTRODUCTORY SECTION

May 22, 2014

To the Board of Park Commissions of Lombard Park District:

State Law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report of the Lombard Park District for the year ended December 31, 2013.

This report consists of management's representations concerning the finances of the Lombard Park District. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the Lombard Park District has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Lombard Park District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Lombard Park District's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. The District has implemented GASB Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for state and local governments. As management, we assert that to the best of our knowledge and belief, this financial report is complete in all material respects.

Selden Fox, Ltd., a firm of licensed certified public accountants, has audited the Lombard Park District's financial statements. The goal of the independent audit was to provide a reasonable assurance that the financial statements of the Lombard Park District for the fiscal year ended December 31, 2013, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was reasonable basis for rendering an unmodified opinion that the Lombard Park District's financial statements for the year ended December 31, 2013 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.



GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

This report is presented in three sections:

The introductory section contains a table of contents, this transmittal letter, a list of elected and appointed officials, and an organizational chart.

The financial section contains the auditor's report on the financial statements and schedules, management's discussion and analysis, the basic financial statements, the notes to financial statements, required supplementary information, and the combining and individual fund schedules.

The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

General Information

The Lombard Park District is a unit of government subject to the rules of the Park District Code 70ILCS Articles 1 through 13. The District is located in the eastern portion of DuPage County, Illinois, which is about 20 miles west of downtown Chicago. The Village is bordered by the Village of Addison to the north, Downers Grove to the south, Glen Ellyn to the west and Villa Park to the east. The Village population is approximately 43,395 per the 2010 Census and covers approximately 10 square miles. The Village tax base is largely residential, with significant retail and some industrial development as well.

The legislative authority is a seven member Board elected at large, each serving a six-year term. Terms are staggered to allow for the election of either two or three members every two years. The Board of Park Commissioners, among other things, is responsible for passing ordinances, adopting a budget, appointing committees, policy, and hiring of an Executive Director.

The Lombard Park District provides a full range of recreation services, including 13 passive recreation areas, a public golf course and a water park, as well as other recreation activities.

The annual appropriation ordinance serves as the foundation for the Lombard Park District's financial planning and control. All departments of the District are required to submit budgets to the Board of Park Commissioners for review and approval with final passage of the appropriations ordinance after a public hearing before the end of the first quarter (March 31) of the fiscal year (January 1 through December 31). The appropriation ordinance is prepared by fund. Transfer of funds between the different funds requires approval of the Board of Park Commissioners. Budget to actual comparisons are provided in this report for each individual governmental fund for which an annual appropriated budget has been adopted.

Major Initiatives

The Park District staff, following objectives of the Board of Park Commissioners, has been involved in various projects throughout the year. The Park District is committed to ensuring that its residents are well served. Some of the significant projects are listed below.

- ☐ The District invested nearly \$258,000 in ADA improvements some of which included truncated dome pavers, ADA door replacement and improved ADA routes throughout the District as well as the purchase of an accessible pool lift. Most of these areas of improvement were identified in District's ADA Accessibility Plan or part of new capital projects.
- ☐ Recreation software upgrade.
- ☐ Installation of a fully accessible outdoor concession/bathroom at Sunset Knoll in cooperation with the Lombard Baseball League.
- ☐ Completion a Master Plan by Hitchcock Design Group.
- ☐ Purchase of a 15 passenger bus for the primary use in the teens and senior program areas.
- ☐ Awarded the GFOA Distinguished Budget Presentation Award and the successful completion of the IAPD Distinguished Accreditation program.

Factors affecting Financial Condition

Local Economy

The majority of the Lombard Park District's tax base is residential, followed by retail and industrial. The Lombard Park District provides a large source of employment opportunities to the local economy, employing over 440 people each year. Unemployment remains at a significant level however in Lombard it did decrease to 8.5%. There are over 1,200 hotels rooms, 90 restaurants, and 30 churches in Lombard. The Labor force make up in Lombard is 12% manufacturing, 84% non-manufacturing, and .6% agricultural. The top employers in terms of employees continue to include the Village and Park District, as well as Acosta Sales & Marketing (Marketing) and Adjustable Forms, Inc. (Industrial).

Long-term Financial Planning

Each year the budget is developed to dispense the optimum portion of resources to serve resident needs through sound financial management, while meeting the limitations of a mandated tax cap. Although during 2003 some non-referendum bonding authority was granted back to the District, we are still faced with significant challenges brought by the limitation of non-referendum bonding powers for future years, as well as federal and state mandates such as ADA. The District also puts great emphasis at holding expenses down and providing the residents and businesses with quality services at a reasonable cost.

Due to the Tax Cap legislation passed in 1993, the Lombard Park District was unable to issue non-referendum debt for more than 10 years. This forced District officials to be extremely wary of using Park District funds. District officials continue this conservative nature of budgeting and spending.

During 2003, the District had its non-referendum bonding restored by legislative action. Therefore, for years 2004 and beyond, the District has had some tools needed to combat an aging infrastructure. Management continues to monitor and balance the short-term and long-term needs of the community. With this in mind, the Board and Staff began the process of developing a new five-year master plan which will be based in part on a survey of residents' attitudes and interests and will be completed in the middle of 2013.

Unemployment remains at a significant level, housing values are decreasing, and a decreasing economy challenges the District's growth in the future. Although it is always difficult, if not impossible, to predict the long-term economic trends which impact so heavily on and thereby determine the financial planning prospects of an individual community, it is likely that the general trend for the Lombard Park District will be a slow but steady progress in terms of its financial health.

Cash Management Policies and Practices

The Lombard Park District operates under a formal investment policy that is approved by the Board of Park Commissioners. This policy is reviewed on a normal basis. The policy provides basic guidelines as to ratings of the obligations according to Standard & Poor's Corporation or Moody's Investors Service, Inc. The District's investment policy has been established to minimize the credit and market risks while earning the highest interest rates possible with banks located throughout the United States. Cash investments are invested in instruments offered by investment pools including the Illinois Trust. Maturities of these investments range from 90 to 365 days. The amount of interest earned during 2013 by the Governmental Funds totaled \$5,811.

Risk Management

The Park District is exposed to various risks of loss related to employee health benefits, worker's compensation claims, theft of, damage to, and destruction of assets, as well as natural disasters. The Park District participates in a self insurance pool, the Park District Risk Management Agency (PDRMA). This pool provides all necessary first dollar coverage for the District's Property and Casualty program. Premiums have been recorded as expenditures in the appropriate fund. There have been no significant reductions in insurance coverage from coverage in prior years. For additional information regarding Risk Management and PDRMA, please refer to Note V.B. in the notes to the financial statements.

Retirement Plans

The Park District sponsors a defined benefit pension plan for its employees. The Park District contributes to the Illinois Municipal Retirement Fund (IMRF), which is an agent of the multiple employer public employee retirement system that acts as a common investment and administrative agent for the majority of local governments and school districts in Illinois. For additional information regarding IMRF, please refer to Note V.A. in the notes to the financial statements.

Financial Management and Control

The Lombard Park District is committed to establishing and maintaining internal controls while providing quality services and maintenance of its facilities in Parks and Recreation. These controls ensure the assets of the District are protected and there are minimal risks for discrepancies. The Business Department created, tested and trained staff on cash control procedures for its facilities and regularly monitors the application of these standards. Internal control practices are at all levels of operation including budgeting, monthly financial reporting, daily operations including recording of receipts and disbursements of funds and throughout all accounting activities. The Park District is committed to strong financial management and controls will continue to evaluate and strengthen all business activities.

Awards and Acknowledgements

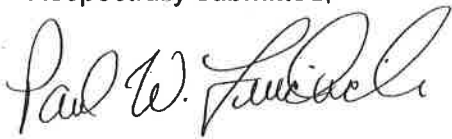
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Lombard Park District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2012. To be awarded this Certificate of Achievement, the Park District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

This report will be submitted to the Governmental Finance Officers Association for consideration for awarding to the Lombard Park District the Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended December 31, 2013. We believe this report complies with and meets the Certificate of Achievement Requirements and are submitting it to the GFOA to determine its' eligibility for a certificate.

Finally, The Illinois Association of Park Districts (IAPD) and Illinois Parks and Recreation Association (IPRA) recognized the District with the Illinois Distinguished Accredited Agency designation. The goal of the program is to improve the delivery of recreation services to the residents of Illinois through a voluntary comprehensive evaluation process. In order to be awarded this designation, an agency must successfully complete over 155 standards in the areas of legal, general management, finance and business operations, facilities & parks, personnel and recreation services.

The preparation of this report on a timely basis is possible through the dedicated service of the entire finance department. Each member of the department has our sincere appreciation of their contributions made in the preparation of this report. Also, without the leadership and commitment towards excellence in financial reporting by the Park District Board of Park Commissioners, this report would not have been possible.

Respectfully submitted,



Paul W. Friedrichs
Executive Director



Jason S. Myers
Superintendent of Finance and Personnel



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

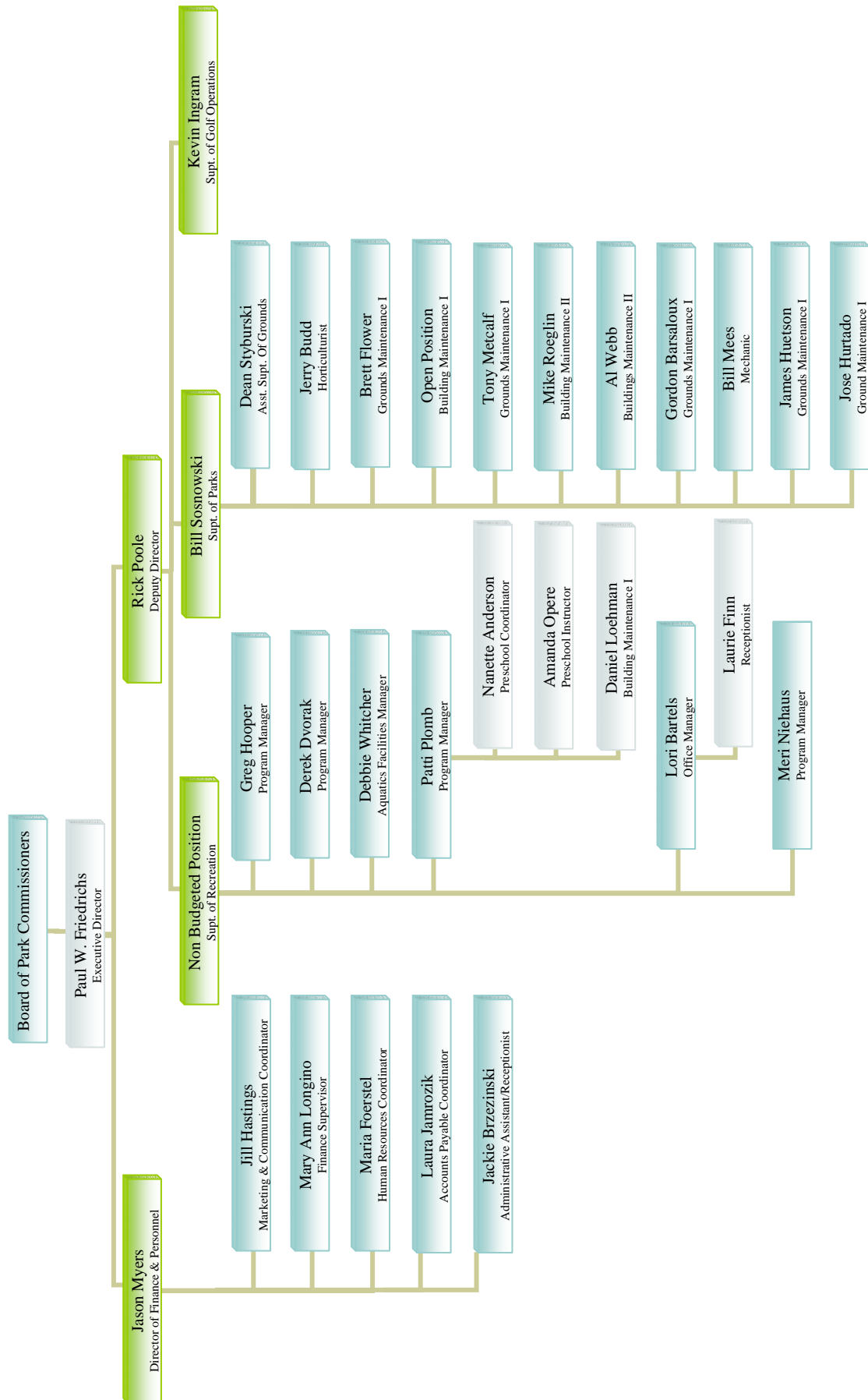
**Lombard Park District
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

Lombard Park District Organizational Chart 2013



LOMBARD PARK DISTRICT

PRINCIPAL OFFICIALS

December 31, 2013

LEGISLATIVE

BOARD OF PARK COMMISSIONERS

Gregory Ludwig, President
Peter Nolan, Vice President
Michael Kuderna
David Kundrot
Sarah Richardt
Char Roberts
Jim Scalzo

ADMINISTRATIVE

Paul W. Friedrichs, Executive Director
Rick C. Poole, Deputy Director
Jason S. Myers, Director of Finance and Personnel
William Sosnowski, Superintendent of Parks
Kevin Ingram, Superintendent of Golf Operations

ADMINISTRATIVE OFFICE

227 West Parkside Avenue
Lombard, Illinois 60148
Telephone (630) 627-1281

PART II – FINANCIAL SECTION

Selden Fox, LTD.

A PROFESSIONAL CORPORATION

CERTIFIED PUBLIC ACCOUNTANTS

630-954-1400
630-954-1327 FAX

619 Enterprise Drive
Oak Brook, Illinois 60523-8835

email@seldenfox.com
www.seldenfox.com

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Lombard Park District
Lombard, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, and the statements of revenues, expenditures and changes in fund balance – budget and actual with comparative actual amounts for the year ended December 31, 2012 for the General and Major Special Revenue Funds, of the **Lombard Park District** as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Park District's basic financial statements as listed in the accompanying 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 from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Lombard Park District as of December 31, 2013, and the respective changes in financial position and the respective budgetary comparison for the General Fund and Major Special Revenue Funds for the year then ended with actual comparative amounts for the year ended December 31, 2012 in accordance with accounting principles generally accepted in the United States of America.

Other Matters

As described in Note I.D.9. to the financial statements, the Park District adopted the provisions of GASB Statement No. 63 – *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* and GASB Statement No. 65 – *Items Previously Reported as Assets and Liabilities*.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 3-11) and the schedule of funding progress (page 52) 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 other form of assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other form of assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lombard Park District's basic financial statements. The accompanying financial information listed as supplementary information and other financial schedules in the accompanying table of contents and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Selden Fox, Ltd.

May 22, 2014

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Lombard Park District
Management's Discussion and Analysis
For the Year Ended December 31, 2013**

The discussion and analysis of Lombard Park District's (the District) financial performance provides an overall review of the District's financial activities for the year ended December 31, 2013. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in thousands of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- In total, net position increased approximately \$0.8 million. This represents a 4.0 percent increase from 2012 net position.
- General revenues accounted for \$5.6 million in revenue or 69.8 percent of all revenues. Program specific revenues in the form of charges for services and sales and grants accounted for \$2.4 million or 30.2 percent of total revenues of \$8.0 million.
- The District had \$7.2 million in expenses related to governmental activities. However, \$2.4 million of these expenses were offset by program specific charges for services. General revenues (primarily taxes) of \$5.6 million were adequate to provide for these programs.
- The General Fund had \$2.2 million in revenues and \$2.0 million in expenditures. The General Fund's fund balance increased by approximately \$74,000 during the 2013 year.
- The District's total debt decreased to \$7.07 million.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of three components:

- Government-wide financial statements,
- Fund financial statements, and
- Notes to the basic financial statements.

This report also contains other supplementary information in addition to the basic financial statements.

Overview of the Financial Statements (cont'd)

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

The government-wide financial statements present the functions of the District that are principally supported by taxes and program income (governmental activities). The District's governmental activities include general governmental and recreational 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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds.

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

Overview of the Financial Statements (cont'd)

Fund Financial Statements (cont'd)

The District maintains eight 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, Recreation, Special Recreation, Bond and Interest and Capital Projects Funds. All funds are considered major with the exception of IMRF/FICA Fund, Audit Fund and Liability Insurance Funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison statement has been provided for each of the other funds to demonstrate compliance with this budget. There were no amendments to the current year's budget.

Notes to Basic Financial Statements

The notes to basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its non-certified employees.

District-wide Financial Analysis

Current Year Impacts

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Lombard Park District, total net position increased approximately \$0.8 million to \$19.9 million during 2013. This increase is primarily due to increases in revenue from charges for services in recreation, in property tax collection and controlling expenses throughout the District. The Districts' total assets equal \$32.5 million. The District's total liabilities equal \$12.6 million.

The Lombard Park District was one of 16 Park District's that lost more than half of their non-referendum bonding authority due to the 1993 Tax Cap Legislation. In fact, the Lombard Park District lost 100% of this type of funding. Late in 2003, both Houses of the State of Illinois overrode the Governor's veto of Senate Bill 83, and with it, restored to the Districts \$741,000 of non-referendum bonding authority. With recent legislation, this amount will increase by the lesser of 5% or the percentage increase in the Consumer Price Index (CPI). As was the case in 2010, future year's net position will be positively affected due to this change in legislation.

District-wide Financial Analysis (cont'd)

Current Year Impacts (cont'd)

The largest portion of the District's net position reflects its investment in capital assets, less any relating 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.

A portion of the net position of the District is restricted for recreation, pension payments, audit, liability, debt service and capital projects. The unrestricted combined balance for governmental type activities of \$2.7 million may be used to meet the ongoing obligations to the District's citizens and creditors. All net position categories show positive balances at year end.

Governmental Activities

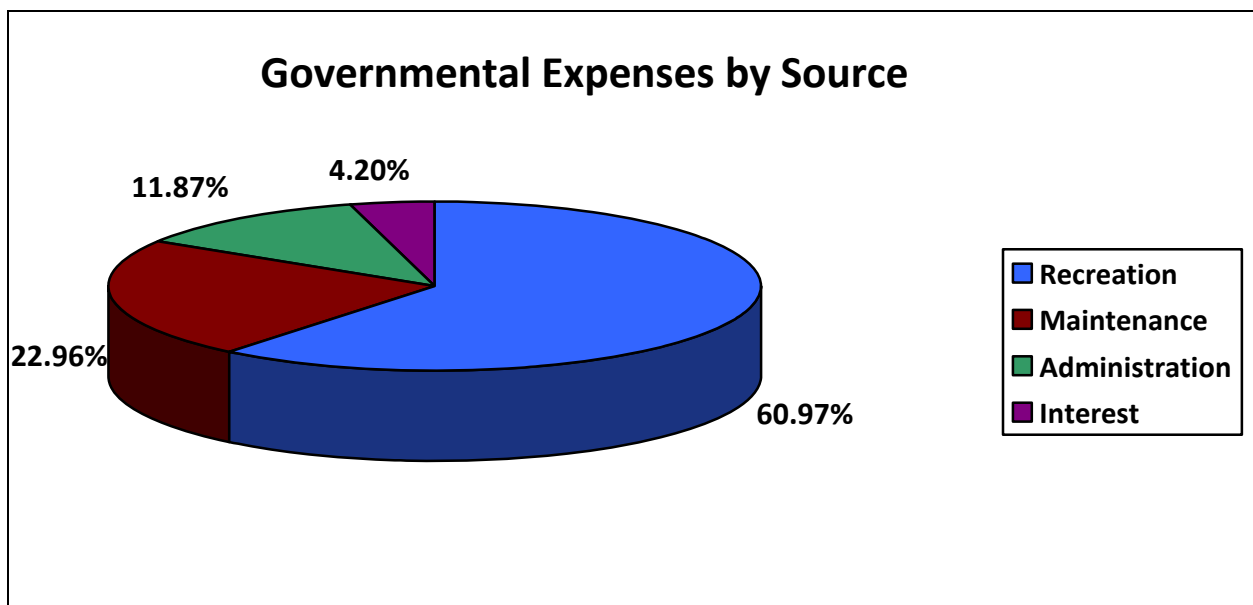
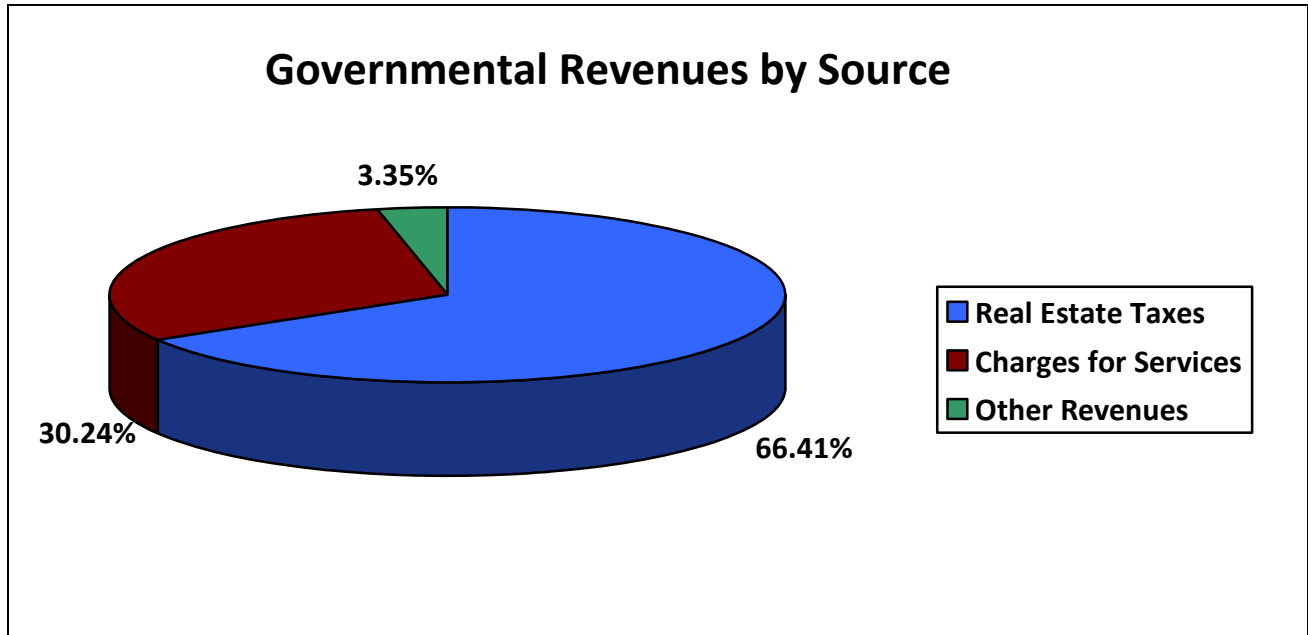
The Governmental Activities experienced an increase in revenue due primarily to increase in rounds at the golf course and increase in pool pass sales along with daily admissions. This increase combined with continued prudent spending and making debt payments resulted in an increase in net position to \$19.9 million compared to \$19.2 million in the prior fiscal year. Overall, the District's financial position has improved since the prior fiscal year.

Table 1 Condensed Statement of Net Position (in millions of dollars)			
	<u>Governmental-Type</u> <u>Activities</u>		
	<u>2012</u>	<u>2013</u>	
Current and other assets	\$ 9.2	\$ 8.6	
Capital assets	24.0	23.9	
Total assets	33.2	32.5	
Long-term outstanding			
debt	8.3	7.1	
Other liabilities	5.7	5.5	
Total liabilities	14.0	12.6	
Net position:			
Net investment in capital			
assets	15.7	16.8	
Restricted	0.4	0.4	
Unrestricted	3.1	2.7	
Total net position	\$ 19.2	\$ 19.9	

District-wide Financial Analysis (cont'd)

Table 2 Changes in Net Position <i>(in millions of dollars)</i>			
	<i>Governmental-Type Activities</i>		
	<i>2012</i>	<i>2013</i>	
Revenues:			
Program revenues:			
Charges for services	\$ 2.4	\$ 2.4	
General revenues:			
Property taxes	5.2	5.3	
Other	0.4	0.3	
Total revenues	8.0	8.0	
Expenses:			
Administration	0.8	0.9	
Recreation	4.2	4.4	
Maintenance	2.2	1.6	
Interest and other bank fees	0.3	0.3	
Total expenses	7.5	7.2	
Transfers	0.0	0.0	
Change in net position	0.5	0.8	
Net position, beginning of the year as previously reported	18.6	19.2	
Restatement	-	-0.1	
Net position, beginning of the year as restated	18.6	19.1	
Net position, end of the year	\$ 19.1	\$ 19.9	

District-wide Financial Analysis (cont'd)



Financial Analysis of the District's Funds

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 balance of spendable resources. Such information is useful in assessing the Lombard Park District's financing requirements.

Financial Analysis of the District's Funds (cont'd)

The District's major funds are the General Fund, Recreation Fund, Special Recreation, Bond and Interest Fund and the Capital Projects Fund.

As reflected in the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances, the District's overall fund balance decreased by \$0.2 million during fiscal year 2013. The primary reason for this decrease was due to \$1.0 million in capital expenses during the year.

The fund balance in the General Fund increased \$0.1 million, which was higher than budgeted. The primary reasons for this change in fund balance were an increase in property tax collection, increase in replacement taxes, lower than anticipated administrative purchased services and operating personnel services. The two areas within operating personnel services affected the most were a decrease in salaries of grounds and buildings employees.

The Recreation Fund increased its fund balance by \$0.2 million. This was a budgeted increase in order to continue to meet fund balance policy. Also, all proceeds from pool operations are assigned for future pool capital projects.

The Special Recreation Fund experienced a decrease in fund balance by \$50,000. This was a budgeted decrease due to several ADA capital improvement projects being carried over to 2013.

Also reflected in the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances, the Non-Major Funds (Liability, Audit and IMRF and Social Security Funds) has an increase of approximately \$20,000 during fiscal year 2013. The District saved money on its insurance rates which accounts for the increase in the Liability Fund. Overall, staff costs were lower throughout the year than anticipated which reduced the amount paid in IMRF and Social Security Expenses and increasing the fund balance in this fund.

General Fund Budgetary Highlights

The General Fund generated approximately \$187,000 better than anticipated during the 2013 budget process for operations. Revenue was more than expected due to additional property taxes and reimbursement from storm damage. The expenditures were less than budget largely due to the reduction of personnel services which is primarily made up of a reduction in salaries and insurance expenses. The combination of these factors resulted in the increase in the General Fund.

Capital Asset and Debt Administration

Capital Assets

At the end of fiscal year 2013, the Lombard Park District had total capital assets (net of accumulated depreciation) of \$23.9 million, invested in a broad range of capital assets including buildings, vehicles and equipment, playgrounds, swimming pools and golf course. As noted

Capital Asset and Debt Administration (cont'd)

earlier, the passage of Senate Bill 83 at the end of 2003 will greatly impact the ability of the District to acquire capital assets in the future. Additional information regarding the District's Capital Assets can be found in Note IV.C. to the financial statements.

Table 3 Capital Assets (net of depreciation)			
		<u>2012</u>	<u>2013</u>
Land and land improvements	\$	9,354,549	\$ 9,406,842
Buildings		4,691,293	4,799,248
Pool buildings and facilities		8,289,259	7,972,606
Machinery and equipment		<u>1,605,341</u>	<u>1,701,207</u>
Total	\$	<u>23,940,442</u>	\$ <u>23,879,903</u>

Long-term Debt

At December 31, 2013, the District had \$7.07 million in total outstanding long-term debt. (More detailed information about the District's long-term liabilities is presented in Note IV.E. to the financial statements.)

Table 4 Outstanding Long-term Debt (in thousands of dollars)			
		<u>2012</u>	<u>2013</u>
General obligation bonds	\$	8,063	\$ 7,070
Debt certificates and other		<u>204</u>	<u>-</u>
Total	\$	<u>8,267</u>	\$ <u>7,070</u>

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the Lombard Park District was unaware of any existing circumstances that would significantly affect its financial health in both the immediate as well as long-term future.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives.

If you have questions about this report, or need additional financial information, contact the Business Office:

Jason S. Myers
Director of Finance and Personnel
227 W. Parkside Avenue
Lombard, Illinois 60148

BASIC FINANCIAL STATEMENTS

**Lombard Park District
Statement of Net Position
December 31, 2013**

	<u>Governmental Activities</u>
Assets	
Cash	\$ 513,546
Investments	3,325,002
Receivables	4,724,854
Inventory and prepaid items	27,406
Capital assets not being depreciated	4,936,344
Capital assets net of accumulated depreciation	<u>18,943,559</u>
Total assets	<u>32,470,711</u>
Liabilities	
Accounts payable and other current liabilities	481,374
Accrued interest	11,295
Unearned revenue	118,176
Noncurrent liabilities:	
Due within one year	603,514
Due in more than one year	<u>6,610,840</u>
Total liabilities	<u>7,825,199</u>
Deferred Inflows of Resources	
Advanced bond proceeds	72,680
Property taxes	<u>4,686,619</u>
Total deferred inflows of resources	<u>4,759,299</u>
Net Position	
Net investment in capital assets	16,759,063
Restricted for:	
Audit services	3,437
Debt service	113,622
General liability	47,909
IMRF reserves	48,935
Special recreation programs and improvements	199,323
Unrestricted	<u>2,713,924</u>
Total net position	<u>\$ 19,886,213</u>

See accompanying notes.

**Lombard Park District
Statement of Activities
For the Year Ended December 31, 2013**

Functions/Programs	Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Total
Governmental activities:			
Administration	\$ 857,211	\$ -	\$ (857,211)
Recreation	4,403,457	2,417,841	(1,985,616)
Maintenance	1,658,263	-	(1,658,263)
Interest on long-term debt	303,479	-	(303,479)
Total activities	\$ 7,222,410	\$ 2,417,841	(4,804,569)
General revenues:			
Taxes:			
Property			5,191,567
Tax increment financing			81,413
Replacement			117,878
Investment earnings			5,811
Miscellaneous			179,987
Total general revenues			5,576,656
Change in net position			772,087
Net position, beginning of the year as previously reported			19,178,922
Restatement			(64,796)
Net position, beginning of the year as restated			19,114,126
Net position, end of the year			\$ 19,886,213

See accompanying notes.

**Lombard Park District
Balance Sheet - Governmental Funds
December 31, 2013**

	General	Recreation
Assets		
Assets:		
Cash	\$ 304,965	\$ 60,813
Investments	820,096	1,775,000
Accrued interest receivable	1,774	630
Property taxes receivable	1,960,908	909,506
Other receivables	23,576	3,309
Inventory and prepaid items	14,205	13,201
Total assets	\$ 3,125,524	\$ 2,762,459
Liabilities		
Liabilities:		
Accounts payable	\$ 125,581	\$ 168,010
Accrued salaries	34,205	30,657
Accrued other	28,590	19,598
Deferred recreation program revenue	-	117,691
Total liabilities	188,376	335,956
Deferred Inflows of Resources		
Property taxes	1,960,908	909,506
Advanced bond proceeds	-	-
Total deferred inflows of resources	1,960,908	909,506
Fund balance:		
Nonspendable	14,205	13,201
Restricted for:		
Special recreation programs and improvements	-	-
General liability	-	-
Audit services	-	-
IMRF reserves	-	-
Debt service	-	-
Assigned, reported in:		
Recreation Fund	-	1,503,796
Capital Projects Fund	-	-
Unassigned, reported in:		
General Fund	962,035	-
Total fund balance	976,240	1,516,997
Total liabilities, deferred inflows of resources and fund balances	\$ 3,125,524	\$ 2,762,459

See accompanying notes.

Special Recreation	Bond and Interest	Capital Projects	Nonmajor Funds	Total
\$ 24,993	\$ 13,622	\$ -	\$ 109,153	\$ 513,546
180,000	100,000	449,906	-	3,325,002
18	-	598	-	3,020
473,547	781,065	-	561,593	4,686,619
6,533	-	-	1,797	35,215
-	-	-	-	27,406
\$ 685,091	\$ 894,687	\$ 450,504	\$ 672,543	\$ 8,590,808
\$ 12,221	\$ -	\$ 14,453	\$ 10,184	\$ 330,449
-	-	-	-	64,862
-	-	-	-	48,188
-	-	-	485	118,176
12,221	-	14,453	10,669	561,675
473,547	781,065	-	561,593	4,686,619
-	-	72,680	-	72,680
473,547	781,065	72,680	561,593	4,759,299
-	-	-	-	27,406
199,323	-	-	-	199,323
-	-	-	47,909	47,909
-	-	-	3,437	3,437
-	-	-	48,935	48,935
-	113,622	-	-	113,622
-	-	-	-	1,503,796
-	-	363,371	-	363,371
-	-	-	-	962,035
199,323	113,622	363,371	100,281	3,269,834
\$ 685,091	\$ 894,687	\$ 450,504	\$ 672,543	\$ 8,590,808

**Lombard Park District
Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2013**

Total fund balance - governmental funds (pages 14 and 15)	\$ 3,269,834
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	23,879,903
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Interest expense is not subject to accrual in governmental funds.	(11,295)
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Compensated absences payable are not due and payable in the current period and, therefore, are not reported in the funds.	(144,354)
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Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(7,070,000)
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Bond premiums are amortized over the life of the issue for governmental activity, but recognized in the period received in the governmental funds.	<u>(37,875)</u>
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Net position of governmental activities (page 12)	<u>\$ 19,886,213</u>
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See accompanying notes.

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

	General	Recreation
Revenues:		
Property taxes	\$ 1,878,854	\$ 945,429
Tax increment financing proceeds	81,413	-
Personal property replacement income tax	114,342	-
Interest	2,718	918
Charges for services	34,012	2,383,829
Reimbursements	17,643	30,447
Donations	2,549	5,127
Other	90,549	24,479
Total revenues	2,222,080	3,390,229
Expenditures:		
Current:		
Administration	630,266	-
Recreation	-	2,932,842
Maintenance	1,342,417	-
Debt service:		
Principal	-	-
Interest	-	-
Capital outlay	-	292,204
Total expenditures	1,972,683	3,225,046
Revenues over (under) expenditures before other financing sources (uses)	249,397	165,183
Other financing sources (uses):		
Transfers in	-	-
Transfers out	(175,525)	-
Total other financing sources (uses)	(175,525)	-
Changes in fund balances	73,872	165,183
Fund balances, beginning of the year	902,368	1,351,814
Fund balances, end of the year	\$ 976,240	\$ 1,516,997

Special Recreation	Bond and Interest	Capital Projects	Nonmajor Funds	Total
\$ 494,989	\$ 1,310,482	\$ -	\$ 561,813	\$ 5,191,567
-	-	-	-	81,413
-	-	-	3,536	117,878
41	-	1,701	433	5,811
-	-	-	-	2,417,841
-	-	-	-	48,090
-	-	-	-	7,676
-	-	5,528	3,665	124,221
495,030	1,310,482	7,229	569,447	7,994,497
-	-	-	107,490	737,756
286,516	-	-	308,613	3,527,971
-	-	-	135,531	1,477,948
-	1,162,810	-	-	1,162,810
-	305,111	-	-	305,111
257,845	-	458,779	-	1,008,828
544,361	1,467,921	458,779	551,634	8,220,424
(49,331)	(157,439)	(451,550)	17,813	(225,927)
-	175,525	-	-	175,525
-	-	-	-	(175,525)
-	175,525	-	-	-
(49,331)	18,086	(451,550)	17,813	(225,927)
248,654	95,536	814,921	82,468	3,495,761
\$ 199,323	\$ 113,622	\$ 363,371	\$ 100,281	\$ 3,269,834

See accompanying notes.

**Lombard Park District
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2013**

Amounts reported for governmental activities in the statement of activities
(page 13) are different because:

Net changes in fund balances - total governmental funds (pages 17 and 18)	\$ (225,927)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the current period.	(58,598)
In the statement of activities, only the loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets disposed.	(1,941)
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	1,167,018
Interest expense on long-term debt is accrued in the government- wide statement of activities, but does not require the use of current financial resources; therefore, it is recorded as an expenditure when due in governmental funds.	1,632
Compensated absences payable are not due and payable in the current period and, therefore, are not reported in the funds.	(110,097)
Change in net position of governmental activities (page 13)	<u>\$ 772,087</u>

See accompanying notes.

**Lombard Park District
General Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012**

	2013			
	Original and Final Budget	Actual	Variance to Budget	2012 Actual
Revenues:				
Property taxes	\$ 1,851,834	\$ 1,878,854	\$ 27,020	\$ 1,800,465
Tax increment financing proceeds	86,942	81,413	(5,529)	200,224
Replacement taxes	90,493	114,342	23,849	103,142
Interest	1,925	2,718	793	1,808
Permits and licenses	36,000	29,832	(6,168)	31,200
Plant sale/buy a brick	3,850	4,180	330	3,498
Reimbursements	18,911	17,643	(1,268)	16,630
Donations	2,500	2,549	49	2,658
Miscellaneous	42,600	90,549	47,949	66,872
Total revenues	2,135,055	2,222,080	87,025	2,226,497
Administrative:				
Personnel services	567,603	572,500	(4,897)	547,871
Purchased services	52,506	22,919	29,587	37,116
Utilities	3,852	3,752	100	3,752
Supplies/maintenance	25,734	25,031	703	31,563
Marketing/publicity	26,900	20,206	6,694	21,475
Other charges	6,650	6,064	586	5,755
Operating:				
Personnel services	808,789	745,212	63,577	756,508
Purchased services	22,300	20,075	2,225	3,796
Supplies/maintenance	306,276	302,464	3,812	298,565
Marketing/publicity	8,630	8,026	604	8,064
Other charges	2,400	465	1,935	1,142
Building:				
Utilities	106,406	105,576	830	109,679
Supplies/maintenance	21,293	23,825	(2,532)	25,519
Horticulture:				
Personnel services	63,150	68,546	(5,396)	62,330
Supplies/maintenance	50,608	48,022	2,586	50,564
Total expenditures	2,073,097	1,972,683	100,414	1,963,699

(cont'd)

**Lombard Park District
General Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (cont'd)
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012**

	2013			2012
	Original and Final Budget	Actual	Variance to Budget	Actual
Revenues over expenditures before other financing uses	<u>\$ 61,958</u>	<u>\$ 249,397</u>	<u>\$ 187,439</u>	<u>\$ 262,798</u>
Other financing uses - transfer to debt service fund	(175,525)	(175,525)	-	(170,565)
Changes in fund balance	<u>\$ (113,567)</u>	<u>73,872</u>	<u>\$ 187,439</u>	<u>92,233</u>
Fund balance, beginning of the year		<u>902,368</u>		<u>810,135</u>
Fund balance, end of the year		<u>\$ 976,240</u>		<u>\$ 902,368</u>

See accompanying notes.

Lombard Park District
Major Special Revenue Fund - Recreation Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012

	2013			
	Original and Final Budget	Actual	Variance to Budget	2012 Actual
Revenues:				
Property taxes	\$ 946,624	\$ 945,429	\$ (1,195)	\$ 921,545
Interest	672	918	246	590
Charges for services:				
Recreation programs	1,490,844	1,348,224	(142,620)	1,306,670
Pool	453,544	436,902	(16,642)	486,734
Golf	299,593	290,033	(9,560)	289,204
Reimbursements	36,729	30,447	(6,282)	24,717
Donations	4,888	5,127	239	4,042
Miscellaneous	848	24,479	23,631	4,018
Rentals and concessions:				
Pool	122,559	93,205	(29,354)	118,317
Golf	101,597	116,284	14,687	102,380
Other facilities	134,286	99,181	(35,105)	107,568
Total revenues	3,592,184	3,390,229	(201,955)	3,365,785
Expenditures:				
Current:				
Recreation:				
Programs:				
Personnel services	1,267,192	1,217,775	49,417	1,173,367
Purchased services	326,378	280,921	45,457	270,835
Utilities	2,297	2,160	137	2,159
Supplies/maintenance	158,077	140,427	17,650	127,425
Marketing/publicity	94,169	79,506	14,663	87,311
Other charges	60,561	50,660	9,901	46,368
Pool:				
Personnel services	269,957	269,272	685	282,317
Purchased services	3,863	3,050	813	2,900
Utilities	69,099	63,599	5,500	55,796
Supplies/maintenance	36,695	33,427	3,268	40,517
Marketing/publicity	13,194	12,031	1,163	12,448
Other charges	44,940	36,547	8,393	44,241

(cont'd)

Lombard Park District
Major Special Revenue Fund - Recreation Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (cont'd)
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance to Budget	
Expenditures (cont'd):				
Current (cont'd):				
Recreation (cont'd):				
Golf:				
Personnel services	\$ 246,516	\$ 242,073	\$ 4,443	\$ 231,192
Utilities	31,316	26,138	5,178	27,713
Supplies/maintenance	96,119	109,690	(13,571)	99,635
Marketing/publicity	6,500	5,827	673	5,905
Other charges	31,986	33,383	(1,397)	25,060
Other facilities:				
Personnel services	133,248	123,528	9,720	128,517
Utilities	137,843	125,978	11,865	124,081
Supplies/maintenance	59,122	71,973	(12,851)	65,795
Other charges	5,289	4,877	412	5,764
Capital expenditures	329,250	292,204	37,046	114,425
Total expenditures	3,423,611	3,225,046	198,565	2,973,771
Revenues over (under) expenditures	\$ 168,573	165,183	\$ (3,390)	392,014
Fund balance, beginning of the year		1,351,814		959,800
Fund balance, end of the year		\$ 1,516,997		\$ 1,351,814

See accompanying notes.

Lombard Park District
Major Special Revenue Fund - Special Recreation Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012

	2013			2012
	Original and Final Budget	Actual	Variance to Budget	Actual
Revenues:				
Property taxes	\$ 554,407	\$ 494,989	\$ (59,418)	\$ 538,915
Interest	22	41	19	24
Total revenues	554,429	495,030	(59,399)	538,939
Expenditures:				
Current:				
Recreation:				
Payments to NEDSRA	286,065	282,065	4,000	282,065
Program integration	8,100	4,451	3,649	1,227
Capital expenditures	427,948	257,845	170,103	-
Total expenditures	722,113	544,361	177,752	283,292
Revenues over (under) expenditures before other financing uses	(167,684)	(49,331)	118,353	255,647
Other financing uses - transfer to Capital Projects Fund	-	-	-	(156,008)
Changes in fund balance	\$ (167,684)	(49,331)	\$ 118,353	99,639
Fund balance, beginning of the year		248,654		149,015
Fund balance, end of the year		\$ 199,323		\$ 248,654

See accompanying notes.

Lombard Park District Notes to the Financial Statements

I. Summary of Significant Accounting Policies

The Lombard Park District (Park District) is organized under the 1970 Illinois Constitution, and is located in DuPage County, Illinois. The Park District operates under a President-Trustee form of government and provides the following services as authorized by its charter: traditional parks and recreational services and programs, and general administrative services.

The accounting policies of the Lombard Park District conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. The Reporting Entity

This report includes all of the funds of the Lombard Park District. The reporting entity for the Park District consists of: (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable for the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body, and: (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents, (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization, and (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities are, in substance, part of the government's operations and are reported with similar funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the primary government. This report does not contain any component units.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements – The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

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

Fund Financial Statements – Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows, liabilities, deferred inflows, net position/fund equity, revenues, and expenditures/expenses.

Funds are organized as major funds or nonmajor funds within the governmental statements. An emphasis is placed on major funds within the governmental categories. A fund is considered major if it is the primary operating fund of the Park District or meets the following criteria:

1. 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 type, and
2. The same element of the individual governmental fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental funds combined.
3. In addition, any other governmental fund that the Park District believes is particularly important to financial statement users may be reported as a major fund.

Lombard Park District
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

B. Government-wide and Fund Financial Statements (cont'd)

Fund Financial Statements (cont'd)

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

The Park District reports the following major governmental funds:

General Fund – Accounts for the Park District's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.

Recreation Fund – Accounts for all the revenues and expenditures resulting from the Park District's community programs. Revenue is derived mainly from program fees and expenditures consist of salaries, supplies and contractual services.

Special Recreation Fund – This fund is used for expenditures made to the Northeast DuPage Special Recreation Association (NEDSRA). The Park District makes payments to NEDSRA in order to provide special recreation programs to the physically and mentally handicapped within their district. Revenue to finance the payments is derived primarily from local property taxes.

Bond and Interest Fund – Is used to account for the accumulation of resources for, and the payment of general long-term debt principal, interest and related costs not being financed by nonexpendable trust funds. The primary revenue source is local property taxes levied specifically for debt service.

Capital Projects Fund – Is used to account for the financial resources to be used for the acquisition or construction of, and/or additions to, major capital facilities.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

B. Government-wide and Fund Financial Statements (cont'd)

Fund Financial Statements (cont'd)

The Park District reports the following nonmajor governmental funds:

Illinois Municipal Retirement Fund – Accounts for the Park District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare for certified employees and payments to the Social Security System for non-certified employees. Revenue to finance the contributions is derived primarily from local property taxes.

Liability Insurance Fund – Is used for expenditures made for liability insurance. Revenue consists primarily of local property taxes.

Audit Fund – Accounts for audit expenditures. Revenue is a result of the real estate tax levy.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

Government-wide Financial Statements – The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (cont'd)

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Park District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred inflows of resources. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the Park District is entitled the resources and the amounts are available. Amounts owed to the Park District which are not available are recorded as receivables and unearned revenues. Amounts received prior to the entitlement period are also recorded as unearned revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The Park District reports deferred inflows of resources on its governmental funds' balance sheet. Deferred inflows of resources arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period.

Unearned revenues also arise when resources are received before the Park District has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Park District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (cont'd)

All Financial Statements – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity

1. Deposits and Investments

Illinois statutes authorize the Park District to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool.

The Park District has adopted an investment policy. That policy follows the state statute for allowable investments.

Interest Rate Risk – The Park District's investment policy seeks to ensure preservation of capital in the Park District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The Park District's policy does not specifically address interest rate risk. However, the policy requires the Park District's investment portfolio to be sufficiently liquid to enable the Park District to meet all operating requirements as they come due.

Credit Risk – State statutes limit the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The Park District's policy authorizes investments in any type of security allowed for in Illinois statutes regarding the investment of public funds.

Lombard Park District
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

1. Deposits and Investments (cont'd)

Concentration of Credit Risk – The Park District's policy requires diversification of the investment portfolio to minimize risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The Park District operates its investments as an internal investment pool where each fund reports pro rata share of the investments made by the Park District.

Custodial Credit Risk – Deposits – The Park District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured with collateralization pledged by the applicable financial institution. As of December 31, 2013, all of the Park District's deposits were collateralized in accordance with their investment policy.

Custodial Credit Risk – Investments – The Park District's investment policy requires all securities to be collateralized to the extent of 110% of the fair market value of the investment. The Park District's investment policy requires all securities to be held by: (a) the government, (b) a third party custodian designated by the Park District and evidenced by safekeeping receipts, or (c) by an escrow agency of the pledging institution.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

The Illinois Park District Liquid Asset Fund Plus (IPDLAF+) is a class of the Illinois Portfolio, a series of the Illinois Trust, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. Neither is registered with the SEC as an investment company. Investments are valued at share price, which is the price for which the investment could be sold.

See Note IV.A. for further information.

Lombard Park District
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

2. Receivables

Property taxes for levy year 2013 attach as an enforceable lien on January 1, 2013, on property values assessed as of the same date. Taxes are levied by December following the lien date (by passage of a Tax Levy Ordinance).

Tax bills for levy year 2013 are prepared by DuPage County and issued on or about February 1, 2014 and September 1, 2014, and are payable in two installments, on or about June 1, 2014 and September 1, 2014 or within 30 days of the tax bills being issued.

The county collects such taxes and remits them periodically. The 2013 property tax levy is recognized as a receivable and a deferred inflow of resources in fiscal year 2013. There is no allowance for uncollectibles. As the taxes become available to finance current expenditures, they are recognized as revenues. At December 31, 2013, the property taxes receivable and property tax deferred inflows of resources consisted of the estimated amount collectible from the 2013 levy.

The 2013 property tax levy is recorded as a receivable. The Park District expects to collect all receivables. The balance at year end is made up of the original levy net of uncollectible amounts and amounts collected in the current period. Net taxes receivable less the amount expected to be received within 60 days is reflected as deferred inflows of resources.

3. Inventories and Prepaid Items

Governmental funds account for inventory and prepaid items under the consumption method. Accordingly, governmental funds initially report inventories and prepaid items purchased as an asset and defer the recognition of the expenditure until the period the inventories and prepaid items are actually consumed or used. Yearend inventory was not significant. Inventories consist of golf pro shop merchandise. They are valued at the lower of cost based on FIFO or market value. Cost of sales is recognized when the merchandise is sold.

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

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

**D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity
(cont'd)**

4. Capital Assets

Government-wide Financial Statements – Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$1,500 for general capital assets and an estimated useful life in excess of one year.

All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position.

Property, plant and equipment of the primary government is depreciated using the straight-line method over the following estimated useful lives:

Buildings	30 – 50 years
Land improvements	25 – 30 years
Machinery and equipment	10 – 25 years

Fund Financial Statements – In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

5. Compensated Absences

Full-time employees earn a specified amount of vacation and sick leave each year which is dependent upon the length of the employee's continuous full-time service at the Park District. As of December 31 of each year, eligible employees are permitted to carry forward vacation hours in the amount of one and a half times the amount of vacation hours that employee earned in the previous calendar year. Any hours exceeding the maximum accrual are forfeited. Vacation leave becomes due only upon the leave actually being taken or upon retirement or resignation. Therefore, the amount that will become due within one year is estimated. The Park District follows the first-in, first-out (FIFO) approach to estimate the portion of the vacation accrual as of December 31 that will be used in the subsequent year. The general fund and recreation fund are used to liquidate the liability for compensated absences.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

**D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity
(cont'd)**

5. Compensated Absences (cont'd)

Sick leave may be accumulated for future use, but employees are not compensated for unused sick leave upon retirement, unless the employee worked for the Park District prior to December 31, 1995. Those employees will be compensated for one-half of the accumulated unpaid sick time that was accumulated as of December 31, 1995, up to a maximum of 180 days, upon retirement. This amount is immaterial and therefore not shown on the statement of net position.

6. Long-term Obligations

All long-term obligations to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term obligations consist of notes and bonds payable.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts is reported as an other financing source and payments of principal and interest are reported as expenditures.

7. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements as expenses when the related liabilities are incurred. There were no significant claims or judgments at year end.

8. Equity Classifications

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

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

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

8. Equity Classifications (cont'd)

- b. Restricted net position – Consists of net position with constraints placed on its 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 legislation.
- c. Unrestricted net position – All other net position that does not meet the definitions of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the Park District’s policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Statements – In the fund financial statements, governmental funds report fund balance as either nonspendable or spendable. Spendable fund balance is further classified as restricted, committed, assigned or unassigned, based on the relative strength of the constraints that control how specific amounts can be spent.

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the Park District’s Board of Park Commissioners, which is considered the Park District’s highest level of decision making authority. Formal actions include ordinances approved by the Board. The modification to or rescinding of a fund balance must be done by passage of an ordinance by the Board of Park Commissioners. Assigned fund balance represents amounts constrained by the Park District’s intent to use them for a specific purpose. Assignments are made at the Board level. Any residual fund balance is reported as unassigned in the General Fund.

The Park District’s fund balances have the following restrictions, commitments and assignments:

General Fund – A portion of the fund balance is considered nonspendable fund balance. The nonspendable portion of the fund balance is intended as an offset to prepaid and inventory items totaling \$14,205. The remaining portion of fund balance is considered unassigned.

Recreation Fund – A portion of the fund balance is considered nonspendable fund balance. The nonspendable portion of the fund balance is intended as an offset to prepaid and inventory items totaling \$13,201. The remaining \$1,503,796 is considered to be assigned for the purposes of the fund.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

**D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity
(cont'd)**

8. Equity Classifications (cont'd)

Bond and Interest Fund – The fund balance is considered restricted fund balance. The restricted fund balance is intended for future debt service payments totaling \$113,622.

Special Revenue Funds – The fund balance is considered restricted fund balance. The restricted portion of the fund balance is restricted for the purposes of their respective funds totaling \$299,604 (\$199,323 in the special recreation fund and \$100,281 in nonmajor funds).

Capital Projects Fund – The fund balance of \$363,371 is considered assigned for purposes of the fund.

The Park District assumes that funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. If unrestricted funds are available for spending, committed funds are spent first followed by assigned and then unassigned funds.

9. Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position – Restatement/Reclassification

For the year ended December 31, 2013, the Park District adopted the provisions of GASB Statement No. 63 – *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* and GASB Statement No. 65 – *Items Previously Reported as Assets and Liabilities*. Statement No. 63 amends the net position reporting requirements in Statement No. 34 – *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets. Statement No. 65 established accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

The implementation of these standards reduced previously reported net assets as of the beginning of the year ended December 31, 2013 by \$64,796 to eliminate unamortized bond issuance costs. This restatement has been recorded in the statements of net position, revenues, expenses and changes in net position for the year ended December 31, 2013.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

I. Summary of Significant Accounting Policies (cont'd)

**D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity
(cont'd)**

**9. Deferred Outflows of Resources, Deferred Inflows of Resources and Net
Position – Restatement/Reclassification (cont'd)**

The implementation of these standards resulted in a reclassification of deferred property tax revenue, formerly presented as a current liability, as deferred inflows of resources.

II. Budgetary Information

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Budget amounts are as originally adopted by the Board of Park Commissioners. All annual appropriations lapse at fiscal year end.

Prior to December 31, the Park District submits to the Board of Park Commissioners a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to March 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year of the General Fund and Special Revenue Funds.

The Board of Park Commissioners is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the function level. The appropriated budget is prepared by fund, function and department. The Board of Park Commissioners is authorized to transfer budget amounts between departments within any fund not exceeding in the aggregate 10% of the total budgeted amount in the fund; however, the Board of Park Commissioners must approve revisions that alter the total expenditures of any fund.

III. Reconciliation of Government-wide and Fund Financial Statements

The governmental fund statement of revenues, expenditures and changes in fund balance includes a reconciliation between net changes in fund balance – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains “Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$58,598 are as follows:

Lombard Park District
Notes to the Financial Statements (cont'd)

III. Reconciliation of Government-wide and Fund Financial Statements (cont'd)

Capital outlay	\$ 1,064,892
Reductions to construction in process	(87,904)
Depreciation expense	<u>(1,035,586)</u>
Net adjustment to decrease net change in fund balance – total governmental funds to arrive at change in net position of governmental activities	 \$ <u>(58,598)</u>

Another element of the reconciliation states "In the statement of activities, only the loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets disposed." The details of this \$1,941 difference are as follows:

Accumulated depreciation of capital assets	\$ 69,510
Cost of capital assets	<u>(71,451)</u>
Net adjustment to decrease net change in fund balance – total governmental funds to arrive at change in net position of governmental activities	 \$ <u>(1,941)</u>

Another element of the reconciliation states "The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect premiums, discounts, and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this \$1,167,018 difference are as follows:

Principal repayments – general obligation debt	\$ 1,162,810
Amortization of bond premium	<u>4,208</u>
Net adjustments to increase net change in fund balance – total governmental funds to arrive at change in net position of governmental activities	 \$ <u>1,167,018</u>

Lombard Park District
Notes to the Financial Statements (cont'd)

IV. Detailed Notes For All Funds

A. Deposits and Investments

The Park 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 statement of net position and balance sheet as cash and investments. In addition, investments are separately held by several of the Park District's funds.

The Park District's deposits and investments at year end were comprised of the following:

	<u>Carrying Value</u>	<u>Statement Balances</u>	<u>Associated Risks</u>
Deposits with financial institutions	\$ 1,751,111	\$ 1,755,224	Custodial credit risk
IPDLAF	2,085,002	2,085,002	Interest rate risk and credit risk
Cash on hand	<u>2,435</u>	<u>2,435</u>	N/A
Total deposits and investments	<u>\$ 3,838,548</u>	<u>\$ 3,842,661</u>	

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for interest bearing accounts.

A reconciliation of cash and investments as of December 31, 2013 is as follows:

Cash	\$ 513,546
Investments	<u>3,325,002</u>
Combined carrying value on balance sheet	<u>\$ 3,838,548</u>

Custodial Credit Risk

Deposits – Custodial credit risk is the risk that in the event of a financial institution failure, the Park District's deposits may not be returned to the Park District. The Park District does not have any deposits exposed to custodial credit risk.

Lombard Park District
Notes to the Financial Statements (cont'd)

IV. Detailed Notes For All Funds (cont'd)

A. Deposits and Investments (cont'd)

Custodial Credit Risk (cont'd)

Investments – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Park District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Park District held investments in the Illinois Park District Liquid Asset Fund Plus, a class of the Illinois Portfolio, a series of the Illinois Trust, which is not rated.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. As of December 31, 2013, the Park District's investments were as follows:

Investment Type	Maturity (in Months)	
	Fair Value	Less Than One Year
Illinois Park District Liquid Asset Fund Plus	\$ 2,085,002	\$ 2,085,002

See Note I.D.1. for further information on deposit and investment policies.

B. Receivables

All of the receivables on the financial statements are expected to be collected within one year.

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

Under the accrual method, revenue is recognized in the period earned. An exception in Illinois is real estate taxes, whereby the intent of the Park District is to finance the following year's operations with those monies. Therefore, these amounts will remain deferred revenue or unearned for the government-wide statements.

Lombard Park District
Notes to the Financial Statements (cont'd)

IV. Detailed Notes For All Funds (cont'd)

C. Capital Assets

Capital asset activity for the year ended December 31, 2013 was as follows:

	Balance, December 31, 2012	Additions	Retirements/ Adjustments	Balance December 31, 2013
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 4,838,538	\$ -	\$ -	\$ 4,838,538
Construction in progress	87,904	97,806	87,904	97,806
Total capital assets not being depreciated	4,926,442	97,806	87,904	4,936,344
Capital assets, being depreciated:				
Land improvements	6,559,978	309,360	-	6,869,338
Buildings	7,336,344	311,390	-	7,647,734
Pool buildings/facilities	9,546,466	48,533	-	9,594,999
Machinery and equipment	4,530,236	297,803	71,451	4,756,588
Total capital assets being depreciated	27,973,024	967,086	71,451	28,868,659
Total capital assets	32,899,466	1,064,892	71,451	33,805,003
Less accumulated depreciation for:				
Land improvements	2,131,871	266,969	-	2,398,840
Buildings	2,645,051	203,435	-	2,848,486
Pool buildings/facilities	1,257,207	365,186	-	1,622,393
Machinery and equipment	2,924,895	199,996	69,510	3,055,381
Total accumulated depreciation	8,959,024	1,035,586	69,510	9,925,100
Total capital assets being depreciated, net	19,014,000	(68,500)	1,941	18,943,559
Total governmental activities' capital assets, net of accumulated depreciation	\$ 23,940,442	\$ 29,306	\$ 89,845	\$ 23,879,903

Depreciation expense of \$46,854, \$824,833, and \$163,899 was charged to the Administration Fund, Recreation Fund, and Maintenance Fund, respectively. Total depreciation expense at December 31, 2013 was \$1,035,586.

Lombard Park District
Notes to the Financial Statements (cont'd)

IV. Detailed Notes For All Funds (cont'd)

D. Interfund Transfers

The composition of interfund transfers as of December 31, 2013 is as follows:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Debt Service	General	<u>\$ 175,525</u>	Assist in debt repayment

Generally, transfers are used to: (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the statement of activities, interfund transfers within the governmental activities are netted and eliminated.

E. Long-term Obligations

Long-term obligations activity for the year ended December 31, 2013 was as follows:

	<u>Balance, December 31, 2012</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Balance, December 31, 2013</u>	<u>Due Within One Year</u>
Governmental Activities					
Bonds and notes payable:					
General obligation debt	\$ 8,062,810	\$ -	\$ 992,810	\$ 7,070,000	\$ 510,000
Debt certificates	<u>170,000</u>	<u>-</u>	<u>170,000</u>	<u>-</u>	<u>-</u>
Total bonds and notes payable	8,232,810	-	1,162,810	7,070,000	
Other liabilities - compensated absences	<u>34,257</u>	<u>214,788</u>	<u>104,691</u>	<u>144,354</u>	<u>93,514</u>
	<u>\$ 8,267,065</u>	<u>\$ 214,790</u>	<u>\$ 1,267,501</u>	<u>\$ 7,214,354</u>	<u>\$ 603,514</u>

General Obligation Debt – All general obligation notes and bonds payable are backed by the full faith and credit of the Park District. Notes and bonds in the governmental funds will be retired by future property tax levies.

Lombard Park District
Notes to the Financial Statements (cont'd)

IV. Detailed Notes For All Funds (cont'd)

E. Long-term Obligations (cont'd)

Compensated Absences – During the year ended December 31, 2013, the Park District adopted a new compensated absences policy for its employees. The previous policy required all compensated absences as of December 31 to be taken prior to June 30th of the subsequent year. Under the old policy, eligible employees earned all compensated absences on January 1st of each year. Under the new policy, eligible employees earn compensated absences on a monthly basis. This change resulted in a large increase in the compensated absences liability as of December 31, 2013.

Advanced Bond Proceeds – Subsequent to December 31, 2013, the Park District issued \$3,517,000 General Obligation Limited Tax Park Bonds. As part of the issuance, the Park District received \$72,680 of proceeds in December 2013. The Park District has classified this amount as a deferred inflow of resources.

**Principal
Outstanding**

\$3,040,000 General Obligation Bonds, Series 2005B, Dated June 15, 2005 – Principal is payable on December 15 of each year as follows:

2014	\$	175,000	2020	\$	225,000
2015		185,000	2021		235,000
2016		190,000	2022		245,000
2017		200,000	2023		255,000
2018		210,000	2024		270,000
2019		215,000			

Interest is payable on June 15 and December 15 of each year, at rates ranging from 3.50% to 4.25%.

\$ 2,405,000

\$5,900,000 General Obligation Park Bonds, Series 2008, Dated March 1, 2008 – Principal is payable on December 15 of each year as follows:

2014	\$	335,000	2020	\$	510,000
2015		360,000	2021		540,000
2016		390,000	2022		580,000
2017		415,000	2023		615,000
2018		445,000			
2019		475,000			

Interest is payable on June 30 and December 30 of each year, at rates ranging from 3.50% to 4.00%.

4,665,000

\$ 7,070,000

Lombard Park District
Notes to the Financial Statements (cont'd)

IV. Detailed Notes For All Funds (cont'd)

E. Long-term Obligations (cont'd)

Debt Service Requirement to Maturity – Annual requirements to amortize all debt outstanding as of December 31, 2013, including interest payments of \$2,023,547, are as follows:

Year Ending December 31,	Long-term Obligations		
	Total	Principal	Interest
Due in 2014:			
Series 2005B	\$ 270,540	\$ 175,000	\$ 95,540
Series 2008	510,525	335,000	175,525
Total 2014	781,065	510,000	271,065
2015	798,215	545,000	253,215
2016	813,955	580,000	233,955
2017	828,275	615,000	213,275
2018	846,150	655,000	191,150
2019 – 2023	4,439,675	3,895,000	544,675
2024	281,475	270,000	11,475
Totals	\$ 8,788,810	\$ 7,070,000	\$ 1,718,810

V. Other Information

A. Illinois Municipal Retirement Fund

The Park District's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases and death benefits to plan members and beneficiaries. The Park District is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Lombard Park District
Notes to the Financial Statements (cont'd)

V. Other Information (cont'd)

A. Illinois Municipal Retirement Fund (cont'd)

As set by statute, the Park District's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer's annual required contribution rate for calendar year 2013 was 13.54 percent. The Park District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

For the year ended December 31, 2013, the Park District's annual pension cost of \$260,941 for the plan was equal to the Park District's required and actual contributions.

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information for the three years ended December 31, 2013, 2012 and 2011 is as follows:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
December 31, 2013	\$ 260,941	100 %	\$ -
December 31, 2012	237,472	100	-
December 31, 2011	233,228	100	-

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included: (a) 7.50% investment rate of return (net of administrative expenses and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.40% to 10.00% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Park District's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Park District's Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

V. Other Information (cont'd)

A. Illinois Municipal Retirement Fund (cont'd)

As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 79.26 percent funded. The actuarial accrued liability for benefits was \$6,945,471 and the actuarial value of assets was \$5,505,064, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,440,407. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,927,184 and the ratio of the UAAL to the covered payroll was 75 percent.

The schedule of funding progress, presented in the required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

B. Risk Management

The Park District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers' compensation; injuries to employees; and net income losses. The Park District participates in a public entity risk pool called PDRMA to provide coverage for losses from torts; theft of, damage to, or destruction of assets; errors and omissions; and workers' compensation which are accounted for and financed by the Park District in the General Fund.

Public Entity Risk Pool

PDRMA Property/Casualty Program – Since 1984, the Park District has been a member of the Park District Risk Management Agency (PDRMA). PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. Property, general liability, automobile liability, crime, boiler and machinery, public officials' liability, employment practices liability, workers' compensation and pollution liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2013 through January 1, 2014.

Lombard Park District
Notes to the Financial Statements (cont'd)

V. Other Information (cont'd)

B. Risk Management (cont'd)

Public Entity Risk Pool (cont'd)

PDRMA Property/Casualty Program (cont'd)

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits
Property, building, and contents:			
All losses per occurrence	\$1,000	\$1,000,000	\$1,000,000,000 All Members / Occurrence /
Flood/except zones A & V	\$1,000	\$1,000,000	\$250,000,000 Annual Aggregate / Occurrence /
Flood, zones A & V	\$1,000	\$1,000,000	\$200,000,000 Annual Aggregate / Occurrence /
Earthquake shock	\$1,000	\$100,000	\$100,000,000 Annual Aggregate
Auto physical damage:			
Comprehensive and collision	\$1,000	\$1,000,000	Included
Construction/builder's risk	\$1,000	Included	\$25,000,000
Business interruption	\$1,000		\$100,000,000
Service interruption	24 Hours	N/A	\$25,000,000
Boiler and machinery:			
Property damage	\$1,000	\$9,000	\$100,000
Business income	48 Hours	N/A	Included
Fidelity and crime:	\$1,000	\$24,000	\$2,000,000 / Occurrence
Seasonal employees	\$1,000	9,000	\$1,000,000 / Occurrence
Blanket bond	\$1,000	\$24,000	\$2,000,000 / Occurrence
Workers' compensation	N/A	\$500,000	Statutory
Employer's liability		\$500,000	\$3,500,000
General	None	\$500,000	\$21,500,000 / Occurrence
Auto liability	None	\$500,000	\$21,500,000 / Occurrence
Employment practices	None	\$500,000	\$21,500,000 / Occurrence
Public official's liability	None	\$500,000	\$21,500,000 / Occurrence
Law enforcement liability	None	\$500,000	\$21,500,000 / Occurrence
Uninsured/underinsured motorists	None	\$500,000	\$1,000,000 / Occurrence

**Lombard Park District
Notes to the Financial Statements (cont'd)**

V. Other Information (cont'd)

B. Risk Management (cont'd)

Public Entity Risk Pool (cont'd)

PDRMA Property/Casualty Program (cont'd)

Coverage	Member Deductible	PDRMA Self-insured Retention	Limits
Pollution liability:			
Liability – third party	None	\$25,000	\$5,000,000 / Occurrence 3-Year General
Property – first party	\$1,000	\$24,000	\$30,000,000 Aggregate
Outbreak expense	24 Hours	N/A	\$15,000 / Day \$1,000,000 Aggregate
Information Security and privacy insurance with electronic media liability coverage:			
Information security & privacy liability	None	\$100,000	\$2,000,000 / Occurrence
Privacy notification costs	None	\$100,000	\$2,000,000 / Occurrence
Regulatory defense & penalties	None	\$100,000	\$2,000,000 / Occurrence
Website media content liability	None	\$100,000	\$2,000,000 / Occurrence
Cyber extortion	None	\$100,000	\$2,000,000 / Occurrence
Data protection & business interruption	\$1,000	\$100,000	\$2,000,000 / Occurrence
First party business interruption	8 hours	\$100,000	\$25,000 Hourly Sublimit
Volunteer medical accident	None	\$5,000	\$5,000
Underground storage tank	None	N/A	\$10,000 Follows IL Law
Unemployment compensation	N/A	N/A	Statutory

**Lombard Park District
Notes to the Financial Statements (cont'd)**

V. Other Information (cont'd)

B. Risk Management (cont'd)

Public Entity Risk Pool (cont'd)

PDRMA Property/Casualty Program (cont'd)

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the Lombard Park District. Insurance coverage exceeded settlements in fiscal years 2013, 2012 and 2011.

As a member of PDRMA, the Park District is represented on the Property/Liability/Workers' Compensation Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Park District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Park District's governing body. The Park District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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

The following represents a summary of PDRMA's balance sheet at December 31, 2012 and the statement of revenues and expenses for the period ended December 31, 2012. The Park District's portion of the overall equity of the pool is 1.230% or \$451,745.

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 reserved 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.

A complete financial statement for the Agency can be obtained from the Agency's administrative offices at Post Office Box 4320, Wheaton, Illinois 60189.

**Lombard Park District
Notes to the Financial Statements (cont'd)**

V. Other Information (cont'd)

B. Risk Management (cont'd)

Public Entity Risk Pool (cont'd)

PDRMA Health Program – In 1990, the Lombard Park District became a member of the Park District Risk Management Agency (PDRMA) Health Program, a health insurance pool of park districts, special recreation associations, and public service organizations through which medical, vision, dental, life and prescription drug coverages are provided in excess of specified limits for the members, acting as a single insurable unit. The pool purchases excess insurance covering single claims over \$225,000. Until January 1, 2001, the Health Program was a separate legal entity formerly known as the Illinois Park Employees Health Network (IPEHN).

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

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

The following represents a summary of PDRMA's balance sheet for December 31, 2012 and the statement of revenues and expenses for the period ended December 31, 2012.

Assets	\$ 12,097,161
Liabilities	5,303,695
Member balances	6,793,466
Revenues	27,286,495
Expenditures	25,678,129

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

**Lombard Park District
Notes to the Financial Statements (cont'd)**

V. Other Information (cont'd)

C. Joint Ventures

Northeast DuPage Special Recreation Association (NEDSRA) – The Park District is a member of the Northeast DuPage Special Recreation Association (NEDSRA), which was organized by several area park districts in order to provide special recreation programs to the physically and mentally handicapped within their districts and to share the expenses of such programs on a cooperative basis. Each member park district's contribution is based on its respective assessed valuation. Each year, the Park District levies taxes for its contribution to NEDSRA. The Park District's contribution to NEDSRA for fiscal 2013, 2012, and 2011 was \$282,050, \$282,063, and \$279,062, respectively.

NEDSRA utilizes the annual contributions it receives from park districts to meet its annual operating expenses. NEDSRA is not accumulating assets or incurring liabilities that would have a financial effect on the Park District. Separate financial statements for NEDSRA are available from the Association's management.

REQUIRED SUPPLEMENTARY INFORMATION

**Lombard Park District
Illinois Municipal Retirement Fund
Required Supplementary Information -
Schedule of Funding Progress
December 31, 2013**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) - Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/2013	\$5,505,064	\$ 6,945,471	\$1,440,407	79.26 %	\$1,927,184	74.74 %
12/31/2012	4,677,004	6,240,987	1,563,983	74.94	1,833,757	85.29
12/31/2011	4,132,394	5,813,855	1,681,461	71.08	1,791,307	93.87
12/31/2010	4,140,121	5,717,803	1,577,682	72.41	1,818,366	86.76
12/31/2009	3,694,067	5,421,411	1,727,344	68.14	1,930,376	89.48
12/31/2008	3,509,221	4,699,352	1,190,131	74.67	1,726,383	68.94
12/31/2007	3,905,453	4,918,293	1,012,840	79.41	1,709,320	59.25
12/31/2006	4,056,045	4,625,255	569,210	87.69	1,752,436	32.48
12/31/2005	3,832,168	4,429,533	597,365	86.51	1,723,210	34.67

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$6,428,228.

On a market basis, the funded ratio would be 92.55%.

See independent auditor's report.

SUPPLEMENTARY INFORMATION

Lombard Park District
Bond and Interest Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012

	2013			2012
	Original and Final Budget	Actual	Variance to Budget	Actual
Revenues - property taxes	\$ 1,292,021	\$ 1,310,482	\$ 18,461	\$ 1,258,367
Expenditures:				
Debt service:				
Principal	304,736	1,162,810	(858,074)	335,852
Interest	1,162,810	305,111	857,699	1,096,855
Total expenditures	1,467,546	1,467,921	(375)	1,432,707
Revenues over (under) expenditures before other financing sources	(175,525)	(157,439)	18,086	(174,340)
Other financing sources - transfer from General Fund	175,525	175,525	-	170,565
Changes in fund balance	\$ -	18,086	\$ 18,086	(3,775)
Fund balance, beginning of the year		95,536		99,311
Fund balance, end of the year		\$ 113,622		\$ 95,536

See independent auditor's report.

**Lombard Park District
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012**

	2013			2012
	Original and Final Budget	Actual	Variance to Budget	Actual
Revenues:				
Interest	\$ 966	\$ 1,701	\$ 735	\$ 5,409
Other	11,028	5,528	(5,500)	20,529
Total revenues	11,994	7,229	(4,765)	25,938
Expenditures:				
Capital outlay:				
Permanent improvements and equipment purchase	500,741	458,779	41,962	576,003
Turf field	-	-	-	500,000
Total expenditures	500,741	458,779	41,962	1,076,003
Revenues over (under) expenditures before other financing sources	(488,747)	(451,550)	37,197	(1,050,065)
Other financing sources - transfer from Special Recreation Fund	-	-	-	156,008
Changes in fund balance	\$ (488,747)	(451,550)	\$ 37,197	(894,057)
Fund balance, beginning of the year		814,921		1,708,978
Fund balance, end of the year		\$ 363,371		\$ 814,921

See independent auditor's report.

Liability Fund – To account for monies provided by the tax levy for the purpose of protecting the Park District from various risks of loss.

Audit Fund – To account for the expenditures in connection with the Park District's annual financial and compliance audit which is mandated by state statute.

Municipal Retirement and Social Security Fund – To account for the activities resulting from the Park District's participation in the Illinois Municipal Retirement Fund and the Federal Social Security Program.

NONMAJOR SPECIAL REVENUE FUNDS

**Lombard Park District
Combining Balance Sheet -
Nonmajor Governmental Funds
December 31, 2013**

	Liability	Audit	Municipal Retirement and Social Security	Total
Assets				
Cash	\$ 56,959	\$ 3,437	\$ 48,757	\$ 109,153
Receivables:				
Property taxes	137,937	11,975	411,681	561,593
Other	1,619	-	178	1,797
Total assets	\$ 196,515	\$ 15,412	\$ 460,616	\$ 672,543
Liabilities				
Accounts payable	\$ 10,184	\$ -	\$ -	\$ 10,184
Deferred program revenue	485	-	-	485
Total liabilities	10,669	-	-	10,669
Deferred Inflows of Resources				
Deferred property tax revenue	137,937	11,975	411,681	561,593
Total deferred inflows of resources	137,937	11,975	411,681	561,593
Fund balance - restricted for:				
General liability	47,909	-	-	47,909
Audit services	-	3,437	-	3,437
IMRF reserves	-	-	48,935	48,935
Total fund balances	47,909	3,437	48,935	100,281
Total liabilities, deferred inflows of resources and fund balances	\$ 196,515	\$ 15,412	\$ 460,616	\$ 672,543

See independent auditor's report.

Lombard Park District
Combining Schedule of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds

	Liability	Audit	Municipal Retirement and Social Security	Total
Revenues:				
Property taxes	\$ 146,022	\$ 11,138	\$ 404,653	\$ 561,813
Replacement taxes	-	-	3,536	3,536
Interest	173	-	260	433
Miscellaneous	3,665	-	-	3,665
Total revenues	149,860	11,138	408,449	569,447
Expenditures:				
Current:				
Liability	134,977	-	-	134,977
Audit	-	12,100	-	12,100
Pension fund contribution	-	-	404,557	404,557
Total expenditures	134,977	12,100	404,557	551,634
Revenues over (under) expenditures	14,883	(962)	3,892	17,813
Fund balance, beginning of the year	33,026	4,399	45,043	82,468
Fund balance, end of the year	\$ 47,909	\$ 3,437	\$ 48,935	\$ 100,281

See independent auditor's report.

**Lombard Park District
Liability Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012**

	2013			
	Original and Final Budget	Actual	Variance to Budget	2012 Actual
Revenues:				
Property taxes	\$ 146,917	\$ 146,022	\$ (895)	\$ 142,813
Interest	127	173	46	64
PDRMA safety incentive award	1,500	1,500	-	1,500
Miscellaneous	3,500	2,165	(1,335)	4,017
Total revenues	152,044	149,860	(2,184)	148,394
Expenditures:				
Current:				
Recreation:				
Insurance	134,864	129,837	5,027	125,358
Professional services	6,500	5,089	1,411	2,867
Supplies	2,000	51	1,949	330
Total expenditures	143,364	134,977	8,387	128,555
Revenues over expenditures	\$ 8,680	14,883	\$ 6,203	19,839
Fund balance, beginning of the year		33,026		13,187
Fund balance, end of the year		\$ 47,909		\$ 33,026

See independent auditor's report.

**Lombard Park District
Audit Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012**

	2013			
	Original and Final Budget	Actual	Variance to Budget	2012 Actual
Revenues - property taxes	\$ 11,500	\$ 11,138	\$ (362)	\$ 10,778
Expenditures - current - audit	12,500	12,100	400	10,300
Revenues over (under) expenditures	\$ (1,000)	(962)	\$ 38	478
Fund balance, beginning of the year		4,399		3,921
Fund balance, end of the year		\$ 3,437		\$ 4,399

See independent auditor's report.

**Lombard Park District
Municipal Retirement and Social Security Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2013
With Comparative Actual Amounts For the Year Ended December 31, 2012**

	2013			2012
	Original and Final Budget	Actual	Variance to Budget	Actual
Revenues:				
Property taxes	\$ 406,103	\$ 404,653	\$ (1,450)	\$ 394,755
Replacement taxes	2,798	3,536	738	3,190
Interest	189	260	71	117
Total revenues	409,090	408,449	(641)	398,062
Expenditures:				
Current:				
Pension Fund contributions:				
IMRF	230,326	237,022	(6,696)	217,184
FICA	180,707	167,535	13,172	171,162
Total expenditures	411,033	404,557	6,476	388,346
Revenues over (under) expenditures	\$ (1,943)	3,892	\$ 5,835	9,716
Fund balance, beginning of the year		45,043		35,327
Fund balance, end of the year		\$ 48,935		\$ 45,043

See independent auditor's report.

**Lombard Park District
Noncurrent Liabilities
Schedule of Long-term Obligations to Maturity
December 31, 2013**

Year Ending December 31,	Total		General Obligation Bonds, Series 2005B Dated June 15, 2005		General Obligation Park Bonds, Series 2008 Dated March 1, 2008	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 510,000	\$ 271,065	\$ 175,000	\$ 95,540	\$ 335,000	\$ 175,525
2015	545,000	253,215	185,000	89,415	360,000	163,800
2016	580,000	233,955	190,000	82,755	390,000	151,200
2017	615,000	213,275	200,000	75,725	415,000	137,550
2018	655,000	191,150	210,000	68,125	445,000	123,025
2019	690,000	166,063	215,000	59,725	475,000	106,338
2020	735,000	139,650	225,000	51,125	510,000	88,525
2021	775,000	111,525	235,000	42,125	540,000	69,400
2022	825,000	80,525	245,000	32,725	580,000	47,800
2023	870,000	46,912	255,000	22,312	615,000	24,600
2024	270,000	11,475	270,000	11,475	-	-
	<u>\$ 7,070,000</u>	<u>\$ 1,718,810</u>	<u>\$ 2,405,000</u>	<u>\$ 631,047</u>	<u>\$ 4,665,000</u>	<u>\$ 1,087,763</u>

See independent auditor's report.

PART III – STATISTICAL SECTION

This part of the Lombard Park District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Park District's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	61 – 68
These schedules contain trend information to help the reader understand how the Park District's financial performance and wellbeing have changed over time.	
Revenue Capacity	69 - 74
These schedules contain information to help the reader assess the Park District's most significant local revenue source, the property tax.	
Debt Capacity	75 - 79
These schedules present information to help the reader assess the affordability of the Park District's current levels of outstanding debt and the Park District's ability to issue additional debt in the future.	
Demographic and Economic Information	80 - 81
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Park District's financial activities take place, and to help make comparisons over time and with other governments.	
Operating Information	82 - 89
These schedules contain information about the Park District's operations and resources, to help the reader understand how the Park District's financial information relates to the services the Park District provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in the fiscal year ended December 31, 2004; schedules presenting government-wide information include information beginning in that year.

STATISTICAL SECTION

**Lombard Park District
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Amounts Expressed in Thousands)**

	2013	2012	2011	2010
Governmental activities:				
Net investment in capital assets	\$ 16,759	\$ 15,708	\$ 15,957	\$ 14,398
Restricted	413	427	1,030	1,213
Unrestricted	2,714	3,044	1,741	1,405
Total governmental activities	\$ 19,886	\$ 19,179	\$ 18,728	\$ 17,016
Business-type activities:				
Net investment in capital assets	\$ -	\$ -	\$ -	\$ 282
Unrestricted	-	-	-	(33)
Total business-type activities	\$ -	\$ -	\$ -	\$ 249
Primary government:				
Net investment in capital assets	\$ 16,759	\$ 15,708	\$ 15,957	\$ 14,680
Restricted	413	427	1,030	1,213
Unrestricted	2,714	3,044	1,741	1,372
Total primary government	\$ 19,886	\$ 19,179	\$ 18,728	\$ 17,265

December 31,					
2009	2008	2007	2006	2005	2004
\$ 10,767	\$ 8,770	\$ 8,397	\$ 11,988	\$ 11,732	\$ 11,042
4,184	5,279	5,742	1,461	-	-
1,071	933	436	188	1,092	1,793
\$ 16,022	\$ 14,982	\$ 14,575	\$ 13,637	\$ 12,824	\$ 12,835
\$ 352	\$ 386	\$ 429	\$ 397	\$ 463	\$ 532
103	132	121	112	154	156
\$ 455	\$ 518	\$ 550	\$ 509	\$ 617	\$ 688
\$ 11,119	\$ 9,156	\$ 8,826	\$ 12,385	\$ 12,195	\$ 11,574
4,184	5,279	5,742	1,461	-	-
1,174	1,065	557	300	1,246	1,949
\$ 16,477	\$ 15,500	\$ 15,125	\$ 14,146	\$ 13,441	\$ 13,523

The Park District implemented GASB Statement Number 34 in the fiscal year ended December 31, 2004.

See independent auditor's report.

**Lombard Park District
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)
(Amounts Expressed in Thousands)**

	2013	2012	2011
Expenses:			
Governmental activities:			
Administration	\$ 857	\$ 788	\$ 842
Recreation	4,404	4,226	3,636
Maintenance	1,658	2,174	1,582
Interest and fees	303	334	370
Total governmental activities' expenses	7,222	7,522	6,430
Business-type activities - golf course	-	-	368
Total primary government expenses	\$ 7,222	\$ 7,522	\$ 6,798
Program revenues:			
Governmental activities:			
Charges for services - recreation	\$ 2,418	\$ 2,446	\$ 1,957
Capital grants and contributions	-	-	-
Total governmental activities' revenues	2,418	2,446	1,957
Business-type activities - charges for services - golf course	-	-	327
Total primary government revenues	\$ 2,418	\$ 2,446	\$ 2,284
Net (expense) revenue:			
Governmental activities	\$ (4,804)	\$ (5,076)	\$ (4,473)
Business-type activities	-	-	(41)
Total primary government net expense	(4,804)	(5,076)	(4,514)
General revenues and other changes in net position:			
Governmental activities:			
Taxes	5,390	5,374	5,147
Investment earnings	6	8	14
Miscellaneous	180	145	784
Prior period adjustment	(65)		
Total governmental activities	5,511	5,527	5,945
Business-type activities:			
Investment earnings	-	-	-
Capital contribution	-	-	31
Total business-type activities	-	-	31
Total primary government	\$ 5,511	\$ 5,527	\$ 5,976
Changes in net position:			
Governmental activities	\$ 707	\$ 451	\$ 1,472
Business-type activities	-	-	(10)
Total primary government	\$ 707	\$ 451	\$ 1,462

December 31,						
2010	2009	2008	2007	2006	2005	2004
\$ 828	\$ 762	\$ 1,034	\$ 784	\$ 1,027	\$ 1,000	\$ 990
3,700	3,403	3,864	3,133	2,586	2,676	2,764
1,523	1,474	1,281	1,058	1,236	1,133	888
392	379	361	210	225	55	46
6,443	6,018	6,540	5,185	5,074	4,864	4,688
431	514	513	578	567	572	583
\$ 6,874	\$ 6,532	\$ 7,053	\$ 5,763	\$ 5,641	\$ 5,436	\$ 5,271
\$ 1,980	\$ 1,876	\$ 1,385	\$ 1,649	\$ 1,570	\$ 1,560	\$ 1,574
-	-	-	-	35	160	-
1,980	1,876	1,385	1,649	1,605	1,720	1,574
216	417	463	510	457	499	513
\$ 2,196	\$ 2,293	\$ 1,848	\$ 2,159	\$ 2,062	\$ 2,219	\$ 2,087
\$ (4,463)	\$ (4,142)	\$ (5,155)	\$ (3,536)	\$ (3,469)	\$ (3,144)	\$ (3,114)
(215)	(97)	(50)	(68)	(110)	(73)	(70)
(4,678)	(4,239)	(5,205)	(3,604)	(3,579)	(3,217)	(3,184)
5,027	4,751	4,561	3,946	3,782	3,647	3,462
20	79	330	323	294	161	37
411	353	405	205	205	57	48
5,458	5,183	5,296	4,474	4,281	3,865	3,547
-	-	-	2	-	-	-
8	33	18	107	-	-	-
8	33	18	109	-	-	-
\$ 5,466	\$ 5,216	\$ 5,314	\$ 4,583	\$ 4,281	\$ 3,865	\$ 3,547
\$ 995	\$ 1,041	\$ 141	\$ 938	\$ 812	\$ 721	\$ 433
(207)	(64)	(32)	41	(110)	(73)	(70)
\$ 788	\$ 977	\$ 109	\$ 979	\$ 702	\$ 648	\$ 363

See independent auditor's report.

Lombard Park District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Amounts Expressed in Thousands)

	2013	2012	2011
General Fund:			
Reserved	\$ -	\$ -	\$ -
Unreserved	-	-	-
Nonspendable	14	9	13
Assigned	-	-	33
Unassigned	962	893	764
Total General Fund	\$ 976	\$ 902	\$ -
All other governmental funds:			
Reserved	\$ -	\$ -	\$ -
Unreserved, reported in:			
Recreation	-	-	-
Bond and Interest	-	-	-
Capital Projects	-	-	-
Other governmental funds	-	-	-
Nonspendable	13	11	25
Restricted, reported in:			
Special Revenue Funds	299	331	202
Debt Service Funds	114	96	99
Assigned, reported in:			
Recreation Fund	1,504	1,341	946
Capital Projects Fund	364	815	1,698
Total all other governmental funds	\$ 2,294	\$ 2,594	\$ -

December 31,						
2010	2009	2008	2007	2006	2005	2004
\$ 26	\$ 25	\$ 93	\$ 24	\$ 27	\$ -	\$ -
643	546	381	412	281	287	246
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ 669	\$ 571	\$ 474	\$ 436	\$ 308	\$ 287	\$ -
\$ 103	\$ 105	\$ 106	\$ 138	\$ 145	\$ -	\$ -
693	461	422	519	462	471	482
-	-	-	-	99	12	6
2,091	3,179	7,835	5,146	5,192	5,692	1,131
63	42	42	99	55	60	85
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ 2,950	\$ 3,787	\$ 8,405	\$ 5,902	\$ 5,953	\$ 6,235	\$ 1,704

Source: Audited financial statements from December 31, 2004 to December 31, 2013.

See independent auditor's report.

Lombard Park District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(Amounts Expressed in Thousands)

	2013	2012	2011
Revenues:			
Taxes	\$ 5,391	\$ 5,374	\$ 5,147
Grants	-	-	-
Interest earned	6	8	15
Charges for services	2,418	2,446	1,957
Donations	8	7	8
Reimbursements	48	41	34
Other	124	97	768
Total revenues	7,995	7,973	7,929
Expenditures:			
Administration	738	725	789
Recreation	3,786	3,438	2,918
Maintenance	1,478	1,471	1,422
Debt service:			
Principal	1,163	1,097	1,048
Interest and fees	305	336	372
Capital outlay	751	1,190	1,136
Total expenditures	8,221	8,257	7,685
Revenues over (under) expenditures before other financing sources (uses)	(226)	(284)	244
Other financing sources (uses):			
Proceeds from borrowing	-	-	-
Proceeds from sale of capital asset	-	-	9
Payment to escrow agent	-	-	-
Insurance recovery	-	-	-
Transfers in	176	327	368
Transfers out	(176)	(327)	(460)
Total other financing sources (uses)	-	-	(83)
Net changes in fund balances	\$ (226)	\$ (284)	\$ 161
Debt service as a percentage of noncapital expenditures	19.7%	20.3%	21.7%

See independent auditor's report.

December 31,						
2010	2009	2008	2007	2006	2005	2004
\$ 5,027	\$ 4,751	\$ 4,561	\$ 3,946	\$ 3,782	\$ 3,647	\$ 3,499
-	-	-	-	27	160	-
20	78	330	323	293	158	36
1,980	1,876	1,385	1,604	1,516	1,520	1,480
9	12	23	8	16	8	6
47	66	82	66	39	40	46
363	308	317	283	213	49	42
7,446	7,091	6,698	6,230	5,886	5,582	5,109
771	686	907	686	929	900	985
3,033	3,226	2,879	2,867	2,349	2,327	2,286
1,363	1,318	1,152	1,056	1,137	1,058	888
986	851	849	720	555	768	762
405	380	360	204	317	55	50
2,615	6,015	3,973	600	996	1,038	937
9,173	12,476	10,120	6,133	6,283	6,146	5,908
(1,727)	(5,385)	(3,422)	97	(397)	(564)	(799)
995	898	5,963	-	-	5,215	1,455
-	-	-	-	-	-	11
-	-	-	-	-	(79)	-
-	-	-	116	-	-	-
518	602	490	351	194	72	203
(526)	(635)	(490)	(351)	(194)	(72)	(203)
987	865	5,963	116	-	5,136	1,466
\$ (740)	\$ (4,520)	\$ 2,541	\$ 213	\$ (397)	\$ 4,572	\$ 667
21.2%	19.1%	19.7%	16.7%	16.5%	16.1%	16.3%

**Lombard Park District
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years**

Levy Year	Farm Property	Residential Property	Commercial Property	Industrial Property
2012	\$ -	\$ 909,572,426	\$ 262,927,552	\$ 66,259,940
2011	231	1,005,680,442	272,132,424	74,035,520
2010	776	1,082,845,168	300,077,301	75,046,170
2009	705	1,160,607,078	316,718,466	78,895,680
2008	641	1,146,280,518	328,464,995	77,625,270
2007	583	1,054,548,388	311,157,120	72,672,940
2006	648	984,972,730	290,623,185	69,600,320
2005	295	904,535,414	270,093,622	65,202,950
2004	492	843,594,875	256,578,435	63,435,390
2003	492	781,788,895	229,167,950	58,698,070

Railroad Property	Total Assessed Valuation	Estimated Actual Taxable Value	Total Direct Tax Rate
\$ 632,992	\$ 1,239,392,910	\$ 3,718,178,730	\$ 0.4195
562,578	1,352,411,195	4,057,233,585	0.3760
531,409	1,458,500,824	4,375,502,472	0.3462
430,788	1,556,652,717	4,669,958,151	0.3165
362,272	1,552,733,696	4,658,201,088	0.2995
334,140	1,438,713,171	4,316,139,513	0.3088
307,281	1,345,504,164	4,036,512,492	0.2843
308,955	1,240,141,236	3,720,423,708	0.2962
327,159	1,163,936,351	3,491,809,053	0.3051
294,008	1,069,949,415	3,209,848,245	0.3171

Source: DuPage County Clerk.

Note: Property is assessed using a multiplier of 33.33%, therefore estimated actual taxable values are equal to assessed values times 3.

See independent auditor's report.

Lombard Park District
Property Tax Rates - Direct and Overlapping Governments*
Last Ten Fiscal Years

	2012	2011	2010	2009
Lombard Park District:				
General	\$ 0.1518	\$ 0.1335	\$ 0.1204	\$ 0.1083
Recreation	0.0764	0.0684	0.0625	0.0568
Special recreation	0.0400	0.0400	0.0400	0.0400
Debt service	0.1059	0.0934	0.0858	0.0783
Liability	0.0118	0.0106	0.0092	0.0087
Audit	0.0009	0.0008	0.0009	0.0006
Municipal Retirement and Social Security	0.0327	0.0293	0.0274	0.0238
Total direct rate	0.4195	0.3760	0.3462	0.3165
Overlapping rates:				
DuPage County	0.1929	0.1773	0.1659	0.1135
DuPage County Forest Preserve	0.1542	0.1414	0.1321	0.1217
DuPage Airport Authority	0.0168	0.0169	0.0158	0.0148
York Township	0.0470	0.0410	0.0373	0.0334
York Township Road District	0.0458	0.0400	0.0364	0.0326
Village of Lombard	0.6307	0.5595	0.5053	0.4657
Village of Lombard Library Fund	0.2513	0.2228	0.2024	0.1654
Grade School District 44	3.9416	3.0664	3.1767	2.8490
High School District 87	2.2868	1.8332	1.8378	1.6749
Community College District 502	0.2681	0.2495	0.2349	0.2127
Total overlapping rate	7.8352	6.3480	6.3446	5.6837
Total rate	\$ 8.2547	\$ 6.7240	\$ 6.6908	\$ 6.0002

Tax Year					
2008	2007	2006	2005	2004	2003
\$ 0.1081	\$ 0.1118	\$ 0.1152	\$ 0.1195	\$ 0.1218	\$ 0.1259
0.0550	0.0565	0.0580	0.0603	0.0630	0.0650
0.0400	0.0400	0.0233	0.0239	0.0250	0.0246
0.0650	0.0692	0.0557	0.0604	0.0644	-
0.0086	0.0073	0.0075	0.0078	0.0080	0.0082
0.0010	0.0010	0.0010	0.0009	0.0011	0.0012
0.0218	0.0230	0.0236	0.0234	0.0218	0.0222
0.2995	0.3088	0.2843	0.2962	0.3051	0.2471
0.1557	0.1651	0.1713	0.1797	0.1850	0.1999
0.1206	0.1187	0.1303	0.1271	0.1358	0.1419
0.0160	0.0170	0.0183	0.0198	0.0213	0.0230
0.0326	0.0031	0.0344	0.0352	0.0354	0.0368
0.0325	0.0323	0.0335	0.0343	0.0345	0.0359
0.4560	0.4664	0.4789	0.4947	0.4983	0.5200
0.1622	0.1659	0.1702	0.1758	0.1774	0.1858
2.7445	2.8581	2.8473	2.8909	2.7979	2.7851
1.6507	1.6612	1.7210	1.7200	1.7716	1.8582
0.1858	0.1888	0.1929	0.1874	0.1972	0.2097
5.5566	5.6766	5.7981	5.8649	5.8544	5.9963
\$ 5.8561	\$ 5.9854	\$ 6.0824	\$ 6.1611	\$ 6.1595	\$ 6.2434

Note: The totals above reflect the typical tax rates for individual taxpayers within the District.
By showing all other overlapping rates, we would have materially distorted the true picture of the tax rate burden within the District.

* Tax rates are expressed in dollars per one hundred of assessed valuation.

Source of information: DuPage County Clerk's Office, Department of Tax Extensions.

See independent auditor's report.

**Lombard Park District
Principal Property Tax Payers
Current Year and Nine Years Ago**

Taxpayer	2012*			2003		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Clover Creek Owner, LLC	\$ 14,130,430	1	0.94%	\$ 9,237,450	6	0.80%
F & F Realty	12,859,550	2	0.86%	10,943,810	5	0.95%
SMII Oak Creek LP	12,129,514	3	0.81%	14,755,810	3	1.28%
TA Associate Realty	11,055,280	4	0.74%	11,677,770	4	1.01%
I & G Highland Pointe	10,998,320	5	0.73%	16,506,290	2	1.43%
UBS Realty Investors LLC	8,268,829	6	0.55%	-	-	-
AIMCO	7,764,400	7	0.52%	7,810,060	9	0.68%
Yorktown LLC, Highland Yorktown LLC, and Yorktown Joint Venture	7,453,020	8	0.50%	33,275,320	1	2.89%
St. Paul Insurance Co.	7,010,020	9	0.47%	9,034,920	7	0.78%
Avalon IL Value III LLC	6,440,820	10	0.43%	-	-	-
Royal Management Corp.	-	-	-	7,711,060	10	0.69%
Midwest Park Ave. Apts	-	-	-	7,962,670	8	0.67%
	\$ 98,110,183		6.55%	\$ 128,915,160		11.18%

* Calendar year 2012 is the most recent information available.

Source: DuPage County Tax Extension Office, Village of Lombard, DuPage County and Addison, Milton and York Township Assessor's Offices

See independent auditor's report.

**Lombard Park District
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collected in Subsequent Years		
		Amount	Percentage of Levy	Amount	Total Amount	Percentage of Levy
2013	\$ 5,199,253	\$5,191,343	99.85	\$ -	\$ 5,191,343	99.85
2012	5,085,066	5,065,802	99.62	371	5,066,173	99.63
2011	5,049,330	5,040,068	99.82	1,835	5,041,903	99.85
2010	4,926,806	4,906,015	99.58	1,149	4,907,164	99.60
2009	4,650,437	4,638,872	99.75	193	4,639,065	99.76
2008	4,442,746	4,428,114	99.67	260	4,428,374	99.68
2007	3,825,268	3,811,708	99.65	567	3,812,275	99.66
2006	3,673,298	3,667,539	99.84	170	3,667,709	99.85
2005	3,551,169	3,541,148	99.72	179	3,541,327	99.72
2004	3,392,809	3,384,613	99.76	544	3,385,157	99.77

Sources: Lombard Park District, Department of Finance

See independent auditor's report.

**Lombard Park District
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>General Obligation Debt</u>	<u>Debt Certificates</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
2013	\$ 7,070,000	\$ -	\$ 7,070,000	0.43 %	\$ 162.92
2012	8,062,810	170,000	8,232,810	0.50	189.72
2011	8,999,665	330,000	9,329,665	0.57	216.14
2010	9,887,095	490,000	10,377,095	0.63	236.41
2009	9,728,145	640,000	10,368,145	0.63	236.21
2008	9,485,000	790,000	10,275,000	0.62	234.09
2007	4,250,000	930,000	5,180,000	0.31	118.01
2006	4,830,000	1,070,000	5,900,000	0.36	134.41
2005	5,215,000	1,200,000	6,415,000	0.39	151.58
2004	1,454,775	1,200,000	2,654,775	0.17	62.73

Note: Details regarding the Park District's outstanding debt can be found in the notes to the financial statements.

See independent auditor's report.

**Lombard Park District
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>General Obligation Debt</u>	<u>Debt Certificates</u>	<u>Total Primary Government</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>	<u>Population</u>
2013	\$ 7,070,000	\$ -	\$ 7,070,000	0.57 %	\$ 162.92	43,395
2012	8,062,810	170,000	8,232,810	0.61	189.72	43,395
2011	8,999,665	330,000	9,329,665	0.64	216.14	43,165
2010	9,887,095	490,000	10,377,095	0.67	236.41	43,894
2009	9,728,145	640,000	10,368,145	0.67	236.21	43,894
2008	9,485,000	790,000	10,275,000	0.71	234.09	43,894
2007	4,250,000	930,000	5,180,000	0.38	118.01	43,894
2006	4,830,000	1,070,000	5,900,000	0.48	134.41	43,894
2005	5,215,000	1,200,000	6,415,000	0.55	151.58	42,322
2004	1,454,775	1,200,000	2,654,775	0.25	62.73	42,322

Note: Details regarding the Park District's outstanding debt can be found in the notes to the financial statements.

See independent auditor's report.

**Lombard Park District
Legal Debt Margin Information
Last Ten Fiscal Years
(Dollars in Thousands)**

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Debt limit	\$ 35,633	\$ 38,882	\$ 41,932	\$ 44,754	\$ 44,641	\$ 41,363	\$ 38,683	\$ 35,654	\$ 33,463	\$ 30,761
Total net debt applicable to limit	7,070	8,063	9,000	9,887	9,728	9,485	4,250	4,830	5,215	1,455
Legal debt margin	\$ 28,563	\$ 30,819	\$ 32,932	\$ 34,867	\$ 34,913	\$ 31,878	\$ 34,433	\$ 30,824	\$ 28,248	\$ 29,306
Total net debt applicable to the limit as a percentage of debt limit	19.84%	20.74%	21.46%	22.09%	21.79%	22.93%	10.99%	13.55%	15.58%	4.73%
Legal debt margin calculation - 2013 tax year:										
Assessed value	\$ 1,239,393									
Debt limit (% of assessed value)	2.875%									
	35,633									
Debt applicable to limit:										
General obligation bonds	7,070									
Total net debt applicable to limit	7,070									
Legal debt margin	\$ 28,563									

See independent auditor's report.

**Lombard Park District
Direct and Overlapping Debt Outstanding
December 31, 2013**

Overlapping Agencies	Outstanding Debt	Applicable to the District	
		Percent	Amount
County:			
DuPage County	\$ 256,370,000	3.980 %	\$ 10,203,526
DuPage County Forest Preserve	235,078,071	3.980	9,356,107
Municipalities:			
Village of Glen Ellyn	9,877,526	1.320	182,622
Village of Villa Park	17,775,000	0.913	162,286
Miscellaneous:			
Lombard Special Service Area #2	200,000	100.000	200,000
School Districts:			
Addison #4	20,855,000	5.300	1,105,315
Marquardt #15	6,345,000	0.770	48,857
Lombard #44	11,855,000	83.240	9,868,102
Villa Park #45	17,932,592	32.510	5,829,886
Glen Ellyn #89	22,440,000	7.580	1,700,952
Glenbard High School #87	40,400,000	19.030	7,688,120
DuPage High School #88	116,650,000	14.220	16,587,630
DuPage Community College #502	233,870,000	4.130	9,658,831
Total overlapping debt	989,648,189		72,592,234
Direct debt - Lombard Park District	8,267,065	100.000	8,267,065
Total direct and overlapping debt	\$ 997,915,254		\$ 80,859,299

Source: Village of Lombard.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

See independent auditor's report.

**Lombard Park District
Demographic and Economic Statistics
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (Thousands of Dollars)</u>	<u>Per Capita Personal Income</u>	<u>Median Age</u>	<u>Education Level in Years of Schooling</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2013	43,395	\$ 1,649,923	\$ 38,021	39.1	13.2	7,009	7.8 %
2012	43,395	1,649,923	38,021	39.1	13.2	6,443	8.5
2011	43,165	1,649,923	38,224	40.9	13.2	6,434	8.7
2010	43,894	1,649,923	37,589	36.7	13.2	5,703	9.5
2009	43,894	1,649,923	37,589	36.7	13.2	5,750	8.9
2008	43,894	1,649,923	37,589	36.7	13.2	5,739	5.3
2007	43,894	1,649,923	37,589	36.7	13.2	5,708	4.2
2006	43,894	1,649,923	37,589	36.7	13.2	5,688	3.6
2005	42,322	1,649,923	38,985	36.7	13.2	5,732	5.4
2004	42,322	1,575,733	37,232	36.7	13.2	5,729	5.5

Sources: U.S. Census Bureau
School District 44
Glenbard East High School
Village of Lombard

See independent auditor's report.

**Lombard Park District
Principal Employers
Current Year and Nine Years Ago**

Taxpayer	2012*			2003		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Acosta Sales & Marketing Co.	500	1	2.15%	-	-	-
Adjustable Forms, Inc.	350	2	1.51%	350	3	1.57%
Imperial Service System	300	3	1.29%	-	-	-
West Suburban Bancorp, Inc.	300	4	1.29%	300	7	1.34%
WM Recycle America	300	5	1.29%	-	-	-
1st Advantage Mortgage	200	6	0.86%	-	-	-
CorpTrav	200	7	0.86%	-	-	-
Rolta TUSC, Inc.	200	8	0.86%	-	-	-
Valdes Engineering	189	9	0.81%	-	-	-
Marketing Store Worldwide	160	10	0.69%	-	-	-
Commercial Testing & Engineering Co.	-	-	-	800	1	3.59%
Acosta-PMI, Inc.	-	-	-	500	2	2.24%
Professional Service Industries, Inc.	-	-	-	350	4	1.57%
Dial America Marketing, Inc.	-	-	-	310	5	1.39%
Carson Pirie Scott & Co.	-	-	-	300	6	1.34%
JC Penney Co. Inc.	-	-	-	275	8	1.23%
Fulfillment Center, Inc.	-	-	-	232	9	1.04%
Olson International Ltd.	-	-	-	230	10	1.03%
	2,699		11.61%	3,647		16.34%

* Calendar year 2012 is the most recent information available.

Source: Village of Lombard.

See independent auditor's report.

**Lombard Park District
Government Employees by Function/Program
Last Ten Fiscal Years**

		Full-time Employees									
		2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Parks and Recreation:											
Administrative		7	7	7	7	7	6	6	6	6	6
Recreation		10	10	10	10	10	11	11	10	11	11
Golf Course		1	1	1	2	2	2	2	3	3	3
Maintenance		13	13	13	13	13	12	14	14	14	14
Grand total		31	31	31	32	32	31	33	33	34	34
		Full-time Equivalent Employees									
		2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Grand total		73	75	73	77	83	68	76	77	N/A	N/A

Source: Park District Human Resources Department.

Full-time equivalent employees are based on the total number of hours worked divided by 2,080 hours which a full-time employee will work during the year.

Information prior to 2005 is unavailable.

See independent auditor's report.

**Lombard Park District
Operating Indicators by Function/Program
Last Ten Fiscal Years**

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Parks and Recreation:										
Program fees	\$ 1,348,224	\$ 1,306,670	\$ 1,313,336	\$ 1,244,847	\$ 1,209,109	\$ 1,244,200	\$ 1,185,782	\$ 1,099,288	\$ 1,060,975	\$ 1,104,851
Pool fees	530,107	605,051	534,099	539,912	479,135	31,554	267,803	265,801	296,539	263,665
Golf Course	406,317	391,584	-	-	-	-	-	-	-	-
Reimbursements	30,447	24,717	37,133	27,635	44,299	45,512	44,823	37,513	28,985	42,518
Donations	5,127	4,042	7,149	7,749	11,857	14,751	3,237	12,778	5,369	3,020
Miscellaneous	24,479	4,018	852	774	637	772	2,320	2,035	5,796	5,381
Rental facilities	99,181	107,568	212,106	189,434	180,207	102,091	143,346	137,297	141,040	93,368
Golf Course	-	-	326,693	216,542	416,509	462,737	509,572	456,957	498,569	512,552
Total	\$ 2,443,882	\$ 2,443,650	\$ 2,431,368	\$ 2,226,893	\$ 2,341,753	\$ 1,901,617	\$ 2,156,883	\$ 2,011,669	\$ 2,037,273	\$ 2,025,355

Note: During 2011, the Park District elected to close the Golf Proprietary Fund and record golf operations going forward in the Recreation Fund.

See independent auditor's report.

**Lombard Park District
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years**

	Fiscal Year									
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Parks and Recreation:										
Acreage	458	458	458	458	457	457	457	457	457	457
Playgrounds	17	17	17	16	16	15	15	12	12	14
Basketball courts	7	7	7	5	5	5	5	5	6	6
Baseball/softball diamonds	22	22	22	22	22	22	22	22	22	22
Soccer/football fields	16	16	16	14	14	14	14	14	14	14
Community centers	4	4	4	4	4	4	4	4	4	4

Source: Park District Records.

See independent auditor's report.

**Lombard Park District
Western Acres Golf Course Total Rounds
Last Ten Fiscal Years**

	Fiscal Year									
	2013	2012	2011	2010*	2009	2008	2007	2006	2005	2004
Number of rounds	21,174	21,209	15,676	9,627	19,574	20,607	22,688	23,514	28,026	26,893

*Golf course closed on July 24, 2010 due to severe turf damage resulting from three floods.

Source: Park District Records.

See independent auditor's report.

**Lombard Park District
Recreation Participation
Last Ten Fiscal Years**

	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Total Participants	27,522	26,676	25,545	26,242	25,696	24,282	24,521	23,604	20,909	21,352

Source: Park District Records.

See independent auditor's report.

**Lombard Park District
Pool Admissions and Total Visits
Last Five Fiscal Years**

					Fiscal
	2013	2012	2011	2010	2009
Total Admissions	72,076	78,186	74,627	75,776	63,963
Total Visits	110,000	120,000	110,000	112,000	96,000

Year					
2008	2007	2006	2005	2004	
N/A	25,201	34,238	27,457	30,630	
N/A	N/A	N/A	N/A	N/A	

Source: Park District Records.

Note: There were no pool operations in 2008 due the constructing of a new aquatic facility.
Total visits were not tracked prior to 2007.

See independent auditor's report.