

# **PROSPECT HEIGHTS PARK DISTRICT**



**PROSPECT HEIGHTS, ILLINOIS**

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended  
December 31, 2010

Prepared by:  
Annette Curtis, Business Manager

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PROSPECT HEIGHTS, ILLINOIS  
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## INTRODUCTORY SECTION

Prospect Heights Park District

List of Principal Officials

December 31, 2010

Board of Commissioners

H. Bernard Olson, President

Jean Spiegelhalter, Vice President

John E. Barrett, Treasurer

Patrick Ludvigsen, Secretary

Daniel Pavlik, Commissioner

Mark Malouf, Commissioner

William Vannelli, Commissioner

Park District Attorney

James Lennon

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Kathleen Nowicki  
Executive Director

Annette Curtis  
Business Manager

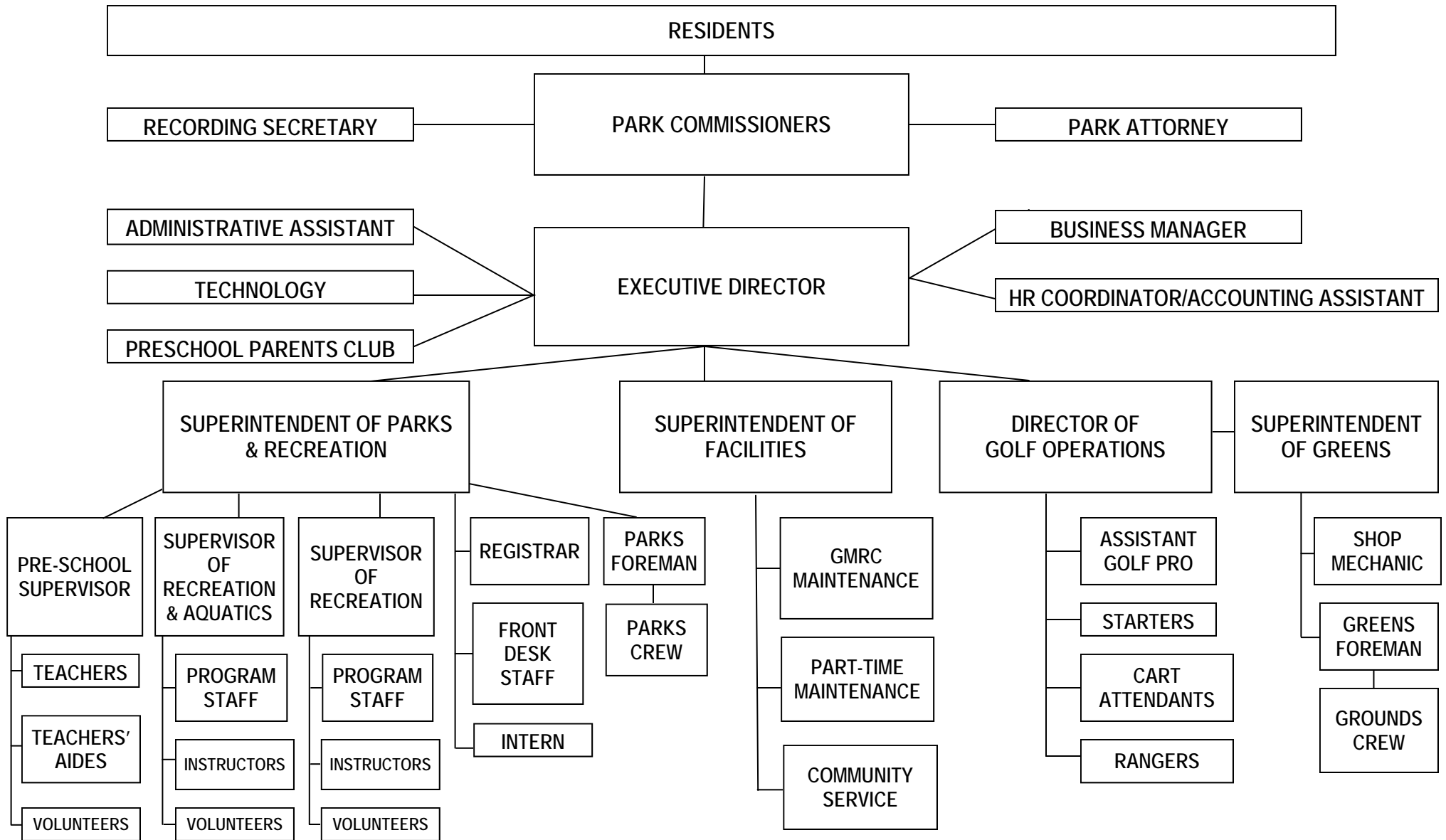
Dave Figgins  
Superintendent of Parks and Recreation

Marc Heidkamp  
Director of Golf Operations

Dino Squiers  
Superintendent of Facilities

Gerald Arden  
Superintendent of Greens

# PROSPECT HEIGHTS PARK DISTRICT ORGANIZATIONAL CHART





# PROSPECT HEIGHTS PARK DISTRICT

Phone: (847) 394-2848

Fax: (847) 394-7799

110 W. Camp McDonald Road • Prospect Heights, Illinois 60070

April 15, 2011

Board of Park Commissioners and Citizens of the  
Prospect Heights Park District  
110 W. Camp McDonald Rod  
Prospect Height, Illinois 60070

The Comprehensive Annual Financial Report (CAFR) of the Prospect Heights Park District (District) for the fiscal year ending December 31, 2010 is hereby submitted as mandated by statutes. This report provides a broad view of the District's financial activities for 2010 fiscal year and its financial position at December 31, 2010. These statements are presented in conformity with generally accepted accounting principles (GAAP). Sikich LLP, a firm of licensed certified public accountants, has issued an unqualified ("clean") opinion on the Prospect Heights Park District's financial statements for the year ended December 31, 2010. The independent auditor's report is located at the front of the financial section of the report.

Responsibility for both the accuracy of the information presented in the CAFR, as well as the completeness and fairness of the presentation including all disclosures, rests with the District. Based upon a comprehensive framework of internal control that is established for this purpose, we believe that the information, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position of the District and the results of its operations; and that all disclosures necessary to enable the reader to gain maximum understating of the District's financial affairs have been included.

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 complements the MDA and should be read in conjunction with it.

## **Profile of the Prospect Heights Park District**

The District is located in Cook County and is 20 miles northwest of downtown Chicago, in an established community consisting primarily of residential property. The District serves most of the City of Prospect Heights, and small portions of the Village of Arlington Heights, the Village of Mt. Prospect and the Village of Wheeling. The population of the District is estimated to be approximately 15,500.

The District, incorporated in 1966, operates under a Board-Director form of government. Policymaking authority is vested in a governing board (Board of Commissioners) consisting of the President and six

other members. Board members are elected at large and serve four – year terms, with elections every two years. The board appoints the Executive Director who is responsible for the day- to-day operations.

The District provides recreation services and opportunities to all resident of the District. To accomplish this, the District follows a written mission statement. It states: “The Prospect Heights Park District’s mission is to enhance the quality of life for all residents of the District through the development and maintenance of park lands and facilities utilizing available resources, as well as to promote community involvement through a variety of recreation programs, educational opportunities and special events.”

Based on the mission, the District provides recreational programs, park management, capital development and general administration. Facilities operated by the Park District includes the Gary Marova Recreation Center, 14 park sites totaling 70 acres of park land, the Old Orchard Country Club, one outdoor swimming pool, and an assortment of baseball/ softball diamonds, football/soccer fields, tennis courts, playgrounds and picnic areas.

The District includes all departments of its governmental operations that are controlled by or dependent upon the District as determined on a basis of financial accountability. There are no other organizations for which we have financial accountability. The District, however, participates in Illinois Municipal Retirement Fund (IMRF), the Northwest Special Recreation Association (NWSRA), and the Park District Risk Management Agency (PDRMA). These organizations are considered separate governmental units because they are organized entities, have governmental character and are substantially autonomous. Audited financial statements for these organizations are not included in this report. However, such statements are available upon request from their respective business offices.

The District is required to adopt a final budget and appropriation ordinance by no later than three months after the beginning of the fiscal year. This annual budget serves as the foundation for the Prospect Heights Park District’s financial planning and control. The budget is prepared by fund and program activity. Department heads may transfer resources within a program as they see fit. Transfers between funds, however, need special approval from the Board of Commissioners.

## **Factors Affecting Economic Condition**

### **Local Economy**

The City of Prospect Height is primarily a stable, fully developed, residential community; over 82% of the assessed valuation of the property in the Park District is residential. The District continues to experience slowed growth in both residential and commercial development. Assessed valuation of \$470,477,626 represents an increase of 4.4% over last year. The Prospect Heights Park District continues to strive to monitor social, economic, and population changes and to alter programs and services to meet the need of its residents.

### **Long-term Financial Planning**

The District has been operating since 1999 under the Tax Limitation Act. Due to a change in the allocation of tax distributions, the tax revenue of the recreation fund has increased over the last four

years. As a result the District has seen an increase in the recreation fund's balance. The District adopted a fund balance policy that establishes an appropriate level of reserves for each fund. These reserves levels are monitored to ensure that the fund balances are increasing and reaching the appropriate level.

### **Future Initiatives**

The District is in the process of developing a new comprehensive long-range master plan. This plan is expected to be completed in 2011. Based on the master plan and the previously completed ADA compliance audit, the District anticipates establishing a strategy for development that includes community needs, facilities, programming, budget and personnel.

### **Acknowledgments**

This financial report was compiled through the efficient and dedicated efforts of the entire staff of the Finance Department, and the cooperation and assistance rendered by staff from the other departments of the Prospect Heights Park District. The staff would like to thank the Board of Commissioners for their interest and support in planning and conducting the financial operations of the District in a responsible manner.

Sincerely,



Kathy Nowicki  
Executive Director



Annette Curtis  
Business Manager

## FINANCIAL SECTION



998 Corporate Boulevard • Aurora, IL 60502

INDEPENDENT AUDITOR'S REPORT

Board of Park Commissioners  
Prospect Heights Park District  
Prospect Heights, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Prospect Heights Park District (the District), as of and for the year ended December 31, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the District's management of the Prospect Heights Park District, Prospect Heights, Illinois. Our responsibility is to express opinions on these basic 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Prospect Heights Park District, Prospect Heights, Illinois, as of December 31, 2010, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and the required supplementary information listed in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical information listed in the table of contents was not audited by us and, accordingly, we do not express an opinion thereon.

A handwritten signature in black ink, appearing to read "Schuch" followed by a stylized flourish or initials.

Aurora, Illinois  
March 4, 2011

GENERAL PURPOSE EXTERNAL  
FINANCIAL STATEMENTS

# Prospect Heights Park District Prospect Heights, Illinois

## Management's Discussion and Analysis December 31, 2010

The Prospect Heights Park District (the "District") discussion and analysis is designed to: (1) summarize the financial highlights of the District, (2) provide an overview of the District's financial position, (3) evaluate the District's recent activities resulting in net asset changes, (4) identify any material deviations from the financial plan (the approved budget), (5) review material changes in capital assets and long-term debt and (6) recognize current facts or conditions that will impact the District.

We encourage readers to consider the information presented here in conjunction with additional information that has been furnished in the transmittal letter, which can be found on page iii of this report, and the District's Financial Statements, beginning on page 3.

### Financial Highlights

- The assets of the District exceeded its liabilities at the close of the December 31, 2010 by \$5,801,613 (net assets), an increase of \$352,909 in comparison with the prior year. Of this amount, \$600,542 (unrestricted net assets) may be used to meet the district's ongoing obligations to citizens and creditors.
- The District's combined Governmental Funds ending fund balance was \$1,355,793, an increase of \$153,946 in comparison with the prior year. Approximately 40% of this total fund balance, \$580,582, is available for spending at the discretion of the district (both unassigned and assigned fund balances).
- At the end of the current fiscal year, the assigned and unassigned fund balance for the General Fund was \$581,279 or 63% of the General Funds expenditures and transfers.
- Governmental debt outstanding is \$10,264,525, a decrease of \$455,219 (about 4.2 percent) during the current fiscal year.

### Overview of the Financial Statements

Management's Discussion and Analysis introduces the District's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

## **Government-wide Financial Statements**

The District's annual report includes two government-wide financial statements. These statements are designed to provide readers with a broad overview of the Prospect Heights Park District's finances. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities. The government-wide statements are highly condensed and present information about the District's finances and operations as a whole, with a longer-term view.

The first of these government-wide statements is the **Statement of Net Assets**. This is the District-wide statement of position presenting information that includes all of the District's assets and liabilities, with the difference reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors such as diversification of the taxpayer base or the condition of the District's infrastructure in addition to the financial information provided in this report.

The second government-wide statement is the **Statement of Activities** which reports how the District's net assets changed during the current fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. (e.g., uncollected taxes)

The activities presented in the District's government-wide financial statements are governmental activities. Governmental activities are principally supported by taxes and intergovernmental revenues. Governmental activities include general government and recreation. The District does not report any business type activities.

The government-wide financial statements are presented on pages 3-4 of this report.

## **Fund Financial Statements**

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The District categorizes all of its funds as governmental.

*Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the District's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. For both the ***Balance Sheet Governmental Funds*** and the ***Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds*** a reconciliation is provided to facilitate a comparison between the governmental fund statements and the government- wide statements.

The analysis of the District's funds begins on page 5. These statements reinforce information in the government-wide financial statements or provide additional information. The major funds are presented individually, while the remaining funds are combined into a column titled "Nonmajor Governmental Funds". Individual fund data for each of the non-major governmental funds is provided in the form of combining statements on pages 46 through 49.

The Major Funds:

General, Recreation, Debt Service and Capital Projects.

The Non- Major Funds:

Audit, Paving and Lighting, Liability Insurance, Social Security, IMRF, Police, Museum, Special Recreation, Memorial and Community Events.

Budgetary comparison statements are included in the required supplementary information for the general fund and each major special revenue funds. Budgetary comparison schedules for the other special revenue funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the District's adopted annual appropriated budget.

The basic governmental fund financial statements are presented on pages 5 to 8 of this report.

## **Notes to the Financial Statements**

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

## **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its employees. Other supplementary information includes detail by fund for receivables, payables, transfers and payments within the reporting entity. Required supplementary information can be found starting on page 28 of this report.

## Government-wide Financial Analysis

Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the District as whole.

The District's combined net assets exceeded liabilities by \$5,801,613 as of December 31, 2010.

Below are two tables; condensed Statement of Net Assets and Statements of Changes in Net Assets.

The following table reflects the condensed Statement of Net Assets:

**Table 1**  
**Statement of Net Assets**  
**December 31, 2010 and December 31, 2009**

	Governmental		Activites	
	2010		2009	
<b>Assets</b>				
Current and other Assets	\$	4,021,779	\$	4,037,621
Capital Assets		14,753,818		15,015,182
<b>Total Assets</b>		<u>18,775,597</u>		<u>19,052,803</u>
<b>Liabilities</b>				
Current Liabilities		3,753,674		3,895,425
Noncurrent Liabilities		9,220,310		9,708,674
<b>Total Liabilities</b>		<u>12,973,984</u>		<u>13,604,099</u>
<b>Net Assets</b>				
Invested in Capital Assets,				
Net of Debt		4,489,293		4,295,438
Restricted		711,778	\$	675,105
Unrestricted		600,542		478,161
<b>Total Net Assets</b>		<u>5,801,613</u>		<u>5,448,704</u>

By far the largest portion of the Prospect Heights Park District's net assets (78%) reflects its investment in capital assets (e.g. land, buildings, land improvements and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to users of the district; consequently these assets are not available for future spending. Although the District's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the District's net assets (12% or \$711,778) reflect resources that are subject to external legal or contractual restrictions on how they may be used. The remaining (10% or \$600,542) reflects resources that are unrestricted and may be used to meet the district's ongoing obligations to its residents and creditors.

For more detailed information, see Statement of Net Assets on page 3.

A summary of the Changes in Net Assets is shown in Table 2 with a comparison to the prior year's activity.

**Table 2**  
**Changes in Net Assets**  
**December 31, 2010 and December 31, 2009**

	Governmental Activities	
	2010	2009
<b>Revenues</b>		
Program Revenues:		
Charges for services	\$ 2,065,553	\$ 2,040,325
Operating grants	-	-
Contributions	198,300	90,050
General Revenues		
Taxes	2,415,270	2,421,983
Investment Income	5,362	9,818
Donations and Miscellaneous	27,901	49,398
<b>Total Revenues</b>	<b>4,712,386</b>	<b>4,611,574</b>
<b>Expenses</b>		
Program Expenses:		
General Government	730,757	595,945
Recreation	3,213,078	3,171,928
Interest	415,642	467,221
<b>Total Expenses</b>	<b>4,359,477</b>	<b>4,235,094</b>
<b>Changes in Net Assets</b>	<b>352,909</b>	<b>376,480</b>
<b>Net Assets, January 1</b>	<b>5,448,704</b>	<b>8,004,068</b>
<b>Prior period adjustment</b>	<b>-</b>	<b>(2,931,844)</b>
<b>Net Assets, December 31</b>	<b>\$ 5,801,613</b>	<b>5,448,704</b>

### Governmental Activities

The Prospect Heights Park District's net assets increased by \$352,909, the primary reasons were a \$25,228 increase in operating revenue compared to the previous year and a capital contribution of \$198,300 to the Old Orchard County Club. The decreased investment income reflects a decrease in interest rates during the fiscal year and a decrease in capital projects fund resources invested.

The cost of all governmental activities this year was \$4,359,477. General government expenses, which primarily reflect the support services needed to provide the recreational program and services, accounted for 17% of the total expense. Recreation expenses captured 73% of the total expense.

The table below, presents the cost of each of the District's largest functions, as well as the program's net costs (total cost less revenues generated by the activities), with comparative data from December 31, 2009. The net cost highlights the financial burden that was placed on the District's taxpayers by each of these functions. Providing this information allows the citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

**Table 3  
Governmental Activities  
December 31, 2010 and December 31, 2009**

	Total Cost of Services		Net Cost of Services	
	2010	2009	2010	2009
General Government	\$ 730,757	595,945	730,757	595,945
Recreation	3,213,078	3,171,928	949,225	1,041,553
Interest	415,642	467,221	415,642	467,221
<b>Total Expense</b>	<b>\$ 4,359,477</b>	<b>4,235,094</b>	<b>2,095,624</b>	<b>2,104,719</b>

## Financial Analysis of the District's Funds

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

### Governmental Funds

The governmental funds provide information on short-term inflows, outflows, and balances of spendable resources. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. In particular, *unassigned* fund balances may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year. The General, Recreation, Capital Projects and Debt Service funds are the primary operating funds of the District

As of the end of the current fiscal year, the governmental funds reported a combined ending fund balance of \$1,355,793, an increase of \$153,946 in comparison with the prior year. Roughly 15% of this amount or \$199,945 constitutes *unassigned fund balance* and 25% or \$344,092 of this amount constitutes *assigned fund balance*, which is available for spending at the discretion of the district. The remainder of the fund balance is *restricted* to indicate that it is not available for unrestricted spending. Rather it has been restricted to pay specific items such as debt service, capital projects or specific tax levies.

## **Revenues**

Total revenue for the governmental funds decreased \$7,438 to \$4,514,086 for the year ending December 31, 2010. The decrease is due to a decrease in property tax revenue of \$6,713 and an increase in charges for services of \$25,228.

Property tax revenue represented the largest portion of the revenue base, generating 54% of the total. Property taxes fund governmental activities, including but not limited to IMRF, Social Security, Audit, and Special Recreation.

Charges for services represented 45% of the revenue base. The District does not receive 100% of its funding through property taxes to cover the costs associated with program offerings. Thus it must charge a user fee for programs and services provided to the public. Pricing of programs is evaluated each year before the preparation of the following fiscal year budget.

## **Expenditures**

The total cost of providing programs and services for the governmental funds of the District was \$4,874,817 compared to \$4,726,876 in 2009. Of the 2010 total, expenditures associated with the General Fund captured 10% of the total and expenditures associated with the Recreation Fund captured 48% of the total.

## **General Fund Budgetary Highlights**

During the 2010 Budget year, the District did not revise the annual operating budget of the general fund. The fund is reported as a major fund, and accounts for the routine park operations of the District. The overall performance of the fund was greater than budgeted. At the end of the current fiscal year, the fund balance was \$585,513. In addition, there was an advance made to the Recreation Fund of \$14,513 and to the Debt Service Fund of \$49,583. As a measure of the general fund's liquidity, it may be useful to compare *assigned* and *unassigned* fund balances to total fund expenditures and transfers. *Assigned and unassigned* fund balance represents 63% of total general fund expenditures and transfers.

## **Recreation Fund Budgetary Highlights**

During the 2010 Budget year, the District did not revise the annual operating budget of the Recreation Fund. The fund is reported as a major fund, and accounts for the recreation activities of the District, including the Old Orchard Golf Course. The excess of revenues over expenditures was \$138,389. The year end fund balance was \$21,957.

## Capital Asset and Debt Administration

### Capital Assets

The District's investment in capital assets, net of accumulated depreciation as of December 31, 2010 was \$14,753,818. This investment in capital assets includes land, buildings, improvements to land and machinery and equipment. There were no major capital projects during 2010.

**Table 4**  
**Capital Assets (net of depreciation)**  
**December 31, 2010 and December 31, 2009**

	2010	2009
Land	\$ 8,734,667	\$ 8,734,667
Land Improvements	2,029,309	2,089,495
Building	2,874,888	2,867,201
Equipment	603,920	630,462
Vehicles	46,572	60,015
Furniture and Fixtures	9,859	10,657
Bike Path	454,603	622,685
<b>Net Capital Assets</b>	<b>\$ 14,753,818</b>	<b>\$ 15,015,182</b>

The District showed a decrease in governmental net capital assets primarily due to depreciation and disposal of older equipment. Additional information on the Prospect Heights Park District's capital assets can be found in note 5 on page 17.

### Debt Administration

As of December 31, 2010, the Park District has general obligation bond issues outstanding of \$10,264,525. The debt service on the general obligation bonds is paid with property taxes. Currently the district is unrated. Additional information on the District's long term debt can be found in note 6 beginning on page 18.

The District computation of legal debt margin is subject to a statutory debt limitation of 2.875% of equalized assessed valuation. The current debt limitation for the Prospect Heights Park District is \$13,526,232. See page 71 for additional information.

## **Factors bearing on the District's Future**

Many trends and economic factors can affect the future operations of the District. At the time these financial statements were prepared and audited, the District is aware of existing circumstances that could adversely affect its financial health in the future.

- The continuing negative effect of the tax cap on the District's property tax revenue
- Erratic collection of property tax dollars from the county
- The current economic condition of the state
- Low interest earnings rates
- Increase competition from private industry for participation and users

During 2011 the District will be developing and implementing a new comprehensive long-range master plan. This action should ensure the stability of the Park District into the future. The District is committed to providing all its services and operations in a responsive, efficient and cost-effective manner while retaining the high level of services it provides. The key to continued future financial health for the District is sound planning. This includes conservative revenue projections for future years and vigilant cost controls at all levels.

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

This financial report is designed to provide a general overview of the District's finances, comply with finance related laws and regulations and demonstrate the District's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact Annette Curtis, Business Manager, Prospect Heights Park District, 110 W. Camp McDonald Road, Prospect Heights, Illinois, 60070.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

STATEMENT OF NET ASSETS

December 31, 2010

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	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and investments	\$ 1,138,162
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	2,808,548
Accounts receivable	11,211
Inventory	54,303
Prepaid expenses	9,555
Capital assets not being depreciated	8,734,667
Capital assets being depreciated (net of accumulated depreciation)	<u>6,019,151</u>
Total assets	<u>18,775,597</u>
<b>LIABILITIES</b>	
Accounts payable	78,528
Accrued payroll	24,495
Accrued interest payable	29,621
Unearned revenue	2,530,832
Deposits payable	32,131
Noncurrent liabilities	
Due within one year	1,058,067
Due in more than one year	<u>9,220,310</u>
Total liabilities	<u>12,973,984</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	4,489,293
Restricted for	
Capital projects	377,029
Specific purposes	321,486
Debt service	13,263
Unrestricted	<u>600,542</u>
TOTAL NET ASSETS	<u><u>\$ 5,801,613</u></u>

See accompanying notes to financial statements.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2010

FUNCTIONS/PROGRAMS	Program Revenues			Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants		
Governmental Activities					
General government	\$ 730,757	\$ -	\$ -	\$ -	\$ (730,757)
Recreation	3,213,078	2,065,553	-	198,300	(949,225)
Interest and fiscal charges	415,642	-	-	-	(415,642)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 4,359,477</b>	<b>\$ 2,065,553</b>	<b>\$ -</b>	<b>\$ 198,300</b>	<b>(2,095,624)</b>

General Revenues

Taxes	
Property and replacement	2,415,270
Investment income	5,362
Donations	1,723
Miscellaneous	26,178
<b>Total</b>	<b>2,448,533</b>
<b>CHANGE IN NET ASSETS</b>	<b>352,909</b>
<b>NET ASSETS, JANUARY 1</b>	<b>5,448,704</b>
<b>NET ASSETS, DECEMBER 31</b>	<b>\$ 5,801,613</b>

See accompanying notes to financial statements.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

BALANCE SHEET  
GOVERNMENTAL FUNDS

December 31, 2010

	General	Recreation	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash and investments	\$ 431,098	\$ 388	\$ 400	\$ 387,032	\$ 319,244	\$ 1,138,162
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	1,115,740	512,269	587,249	-	593,290	2,808,548
Accounts receivable	4,058	591	-	-	6,562	11,211
Inventory	-	54,303	-	-	-	54,303
Prepaid items	4,234	4,896	425	-	-	9,555
Due from other funds	64,096	-	-	-	-	64,096
<b>TOTAL ASSETS</b>	<b>\$ 1,619,226</b>	<b>\$ 572,447</b>	<b>\$ 588,074</b>	<b>\$ 387,032</b>	<b>\$ 919,096</b>	<b>\$ 4,085,875</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 13,601	\$ 21,159	\$ 400	\$ 10,003	\$ 33,365	\$ 78,528
Accrued payroll	10,112	14,383	-	-	-	24,495
Deferred revenue	1,010,000	468,304	524,828	-	527,700	2,530,832
Deposits payable	-	32,131	-	-	-	32,131
Due to other funds	-	14,513	49,583	-	-	64,096
<b>Total liabilities</b>	<b>1,033,713</b>	<b>550,490</b>	<b>574,811</b>	<b>10,003</b>	<b>561,065</b>	<b>2,730,082</b>
<b>FUND BALANCES</b>						
Nonspendable						
Prepaid items	4,234	4,896	425	-	-	9,555
Inventory	-	54,303	-	-	-	54,303
Restricted						
Debt service	-	-	12,838	-	-	12,838
Capital projects	-	-	-	377,029	-	377,029
Special purpose	-	-	-	-	321,486	321,486
Assigned						
Community events	-	-	-	-	36,545	36,545
Cash reserves	344,092	-	-	-	-	344,092
Unassigned	237,187	(37,242)	-	-	-	199,945
<b>Total fund balances</b>	<b>585,513</b>	<b>21,957</b>	<b>13,263</b>	<b>377,029</b>	<b>358,031</b>	<b>1,355,793</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,619,226</b>	<b>\$ 572,447</b>	<b>\$ 588,074</b>	<b>\$ 387,032</b>	<b>\$ 919,096</b>	<b>\$ 4,085,875</b>

See accompanying notes to financial statements.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

December 31, 2010

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FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 1,355,793
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	14,753,818
Accrued interest on long-term liabilities is shown as a liability on the statement of net assets	(29,621)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in governmental funds	
General obligation bonds	(10,311,969)
Discount on general obligation bonds	47,444
Compensated absences	<u>(13,852)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 5,801,613</u>

See accompanying notes to financial statements.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	General	Recreation	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>						
Taxes	\$ 901,040	\$ 439,025	\$ 524,294	\$ -	\$ 550,911	\$ 2,415,270
Charges for services	-	2,059,286	-	-	6,267	2,065,553
Investment income	5,362	-	-	-	-	5,362
Donations	-	-	-	500	1,223	1,723
Miscellaneous	8,543	12,339	-	-	5,296	26,178
<b>Total revenues</b>	<b>914,945</b>	<b>2,510,650</b>	<b>524,294</b>	<b>500</b>	<b>563,697</b>	<b>4,514,086</b>
<b>EXPENDITURES</b>						
Current						
General government	489,170	-	13,992	-	163,748	666,910
Recreation	-	2,372,261	-	-	363,607	2,735,868
Capital outlay	-	-	-	90,894	101	90,995
Debt service						
Principal retirement	-	-	1,011,070	-	-	1,011,070
Interest and fiscal charges	1,688	-	368,286	-	-	369,974
<b>Total expenditures</b>	<b>490,858</b>	<b>2,372,261</b>	<b>1,393,348</b>	<b>90,894</b>	<b>527,456</b>	<b>4,874,817</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>424,087</b>	<b>138,389</b>	<b>(869,054)</b>	<b>(90,394)</b>	<b>36,241</b>	<b>(360,731)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Bonds issued, at par	-	-	509,215	-	-	509,215
Transfers in	-	-	869,067	82,023	3,667	954,757
Transfers (out)	(437,527)	-	(513,563)	-	(3,667)	(954,757)
Insurance proceeds	-	-	-	-	5,462	5,462
<b>Total other financing sources (uses)</b>	<b>(437,527)</b>	<b>-</b>	<b>864,719</b>	<b>82,023</b>	<b>5,462</b>	<b>514,677</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(13,440)</b>	<b>138,389</b>	<b>(4,335)</b>	<b>(8,371)</b>	<b>41,703</b>	<b>153,946</b>
<b>FUND BALANCES (DEFICIT), JANUARY 1</b>	<b>598,953</b>	<b>(116,432)</b>	<b>17,598</b>	<b>385,400</b>	<b>316,328</b>	<b>1,201,847</b>
<b>FUND BALANCES, DECEMBER 31</b>	<b>\$ 585,513</b>	<b>\$ 21,957</b>	<b>\$ 13,263</b>	<b>\$ 377,029</b>	<b>\$ 358,031</b>	<b>\$ 1,355,793</b>

See accompanying notes to financial statements.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

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NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 153,946
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	56,370
Disposals of capital assets are reported as proceeds in governmental funds but as a gain (loss) from sale on the statement of activities	(365)
Depreciation on capital assets is reported as an expense in the statement of activities	(515,669)
The change in certain liabilities are reported as expenses on the statement of activities	
Compensated absences	4,140
Accrued interest	968
Certain costs associated with the issuances of bonds are deferred and amortized over the life of the bonds on the statement of activities	
Amortization of discount	(3,123)
Accretion of interest	(43,513)
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	1,011,070
The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase in principal outstanding in the statement of activities	(509,215)
Contributions of capital assets is reported as a revenue on the statement of activities	<u>198,300</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 352,909</u></u>

See accompanying notes to financial statements.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Prospect Heights Park District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

a. Reporting Entity

The District is a body corporate and politic established under Illinois Compiled Statutes (ILCS). The District operates under a President-Commissioner form of government, providing recreation and other services to the residents of the City of Prospect Heights including recreation programs, park management, capital development and general administration. The District is considered to be a primary government as defined by GASB Statement No. 14, since it is legally separate and fiscally independent. The accompanying basic financial statements present the District only since the District does not have component units.

b. Fund Accounting

The District uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary. The District does not have any proprietary or fiduciary funds.

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

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

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

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

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

The District reports the following major governmental funds:

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

The Recreation Fund is used to account for revenue and expenditures related to recreation programs funded by a tax levy and user fees.

The Debt Service Fund is used to account for the accumulation of resources for and the payment of principal and interest on governmental activities long-term debt.

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and all liabilities associated with the operation of these activities/funds are included on the statement of net assets. Revenues are recorded when earned and expenses are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Program revenues consist of user fees and other charges for services, operating grants and capital grants.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period (60 days). The District recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related liability is incurred. Principal and interest on general long-term debt are recorded as expenditures become due.

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

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

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Investments

The District's investments are recorded at fair value, except for nonnegotiable certificates of deposits and investments with a maturity less than one year when purchased, which are reported at cost or amortized cost. Fair value is based on published market prices as of December 31, 2010.

f. Inventories

Inventories consist of amounts available for resale and are accounted for using the consumption method. Inventories are valued at cost on the first-in/first-out (FIFO) method.

g. Prepaid Expenses/Items

Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid expenses/items. Such amounts are offset by fund balance reserved for prepaid items in the fund financial statements.

h. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., bike trails, paths and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are reported at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets (Continued)

Assets	Years
Land improvements	20
Buildings and improvements	7-50
Equipment	5-20
Vehicles	8
Furniture and fixtures	20
Bike path	10

i. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities financial statements. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, if any, are reported as deferred charges and amortized over the term of the related debt.

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

j. Compensated Absences

Vacation leave is recorded in governmental funds upon employee retirement or termination. Vested or accumulated vacation leave of governmental activities is recorded as an expense and liability as the benefits accrue to employees. Only full-time employees may accrue vacation. If employment is terminated, employees will receive compensation for any unused vacation accrued; however, any amount unused will be terminated as of January 1<sup>st</sup> of the next calendar year.

k. Property Taxes

The District's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk no later than the last Tuesday in December of each year. Taxes are due and collectible 55% in March and 45% in September of the following year. Property taxes attach as an enforceable lien on property as of January 1. Property taxes which have been levied but are not due before the end of the fiscal year are recorded as receivable. The entire receivable is offset by deferred revenue as they are intended to finance the subsequent fiscal year.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. Net Assets/Fund Balances

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

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

The General Fund assigns a portion of fund balance based on the amount of cash reserves held at year end.

The Debt Service and Capital Projects funds' fund balances are restricted due to the origins of the fund balance.

The remaining funds' restriction of fund balance is based on the origins of fund balance.

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

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Interfund Transactions

Reciprocal interfund service transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

n. Interfund Receivables/Payables

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

2. DEPOSITS AND INVESTMENTS

ILCS and the District’s investment policy authorize the District to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, commercial paper rated within the highest tier (e.g., A-1, P-1, F-1, or D-1 or higher) by a nationally recognized rating agency and Illinois Funds.

It is the policy of the District to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the District and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank’s failure, the District’s deposits may not be returned to it. The District’s investment policy requires pledging of collateral for funds on deposit of all bank balances in excess of federal depository insurance with the collateral held by a third party in the District’s name.

Investments

In accordance with its investment policy, the District limits its exposure to interest rate risk by not directly investing in securities maturing more than one year from the date of purchase, unless matched with a specific cash flow.

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The District limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government and Illinois Funds. The District does not have any investments at December 31, 2010.

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

The District's investment policy prohibits the use of derivative instruments unless authorized by the Board of Commissioners.

3. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the District.

- The property tax lien date is January 1;
- The annual tax levy ordinance for 2010 was passed December 14, 2010;
- Property taxes are due to the County Collector in two installments, March 1 and September 1; and
- Property taxes for 2010 are normally received monthly beginning in March and generally ending by December 2011.

4. EQUITY

Restricted for Specific Purposes

Restrictions on the fund financial statements and on the government-wide financial statements for specific purposes are detailed below.

RESTRICTED FOR SPECIFIC PURPOSE	
Audit	\$ 3,610
Paving and lighting	19,184
Liability insurance	52,325
Social security	19,456
Illinois Municipal Retirement	19,880
Police	15,169
Museum	3,758
Special recreation	188,104
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TOTAL	\$ 321,486

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2010 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 8,734,667	\$ -	\$ -	\$ 8,734,667
Total capital assets not being depreciated	8,734,667	-	-	8,734,667
Capital assets being depreciated				
Land improvements	3,288,455	9,900	-	3,298,355
Buildings and improvements	4,447,914	189,100	-	4,637,014
Equipment	1,833,614	55,670	408	1,888,876
Vehicles	248,239	-	14,500	233,739
Furniture and fixtures	621,460	-	-	621,460
Bike path	1,123,904	-	-	1,123,904
Total capital assets being depreciated	11,563,586	254,670	14,908	11,803,348
Less accumulated depreciation for				
Land improvements	1,198,960	70,086	-	1,269,046
Buildings and improvements	1,580,713	181,413	-	1,762,126
Equipment	1,203,152	81,847	43	1,284,956
Vehicles	188,224	13,443	14,500	187,167
Furniture and fixtures	610,803	798	-	611,601
Bike path	501,219	168,082	-	669,301
Total accumulated depreciation	5,283,071	515,669	14,543	5,784,197
Total capital assets being depreciated, net	6,280,515	(260,999)	365	6,019,151
<b>GOVERNMENTAL ACTIVITIES</b>				
CAPITAL ASSETS, NET	\$ 15,015,182	\$ (260,999)	\$ 365	\$ 14,753,818

Depreciation expense was charged to functions/programs of the District's governmental activities as follows:

<b>GOVERNMENTAL ACTIVITIES</b>	
General government	\$ 127,975
Culture and recreation	387,694
<b>TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES</b>	<u>\$ 515,669</u>

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT

The following is a summary of changes in long-term debt for governmental activities for the year ended December 31, 2010:

	Fund Debt Retired By	Beginning Balances	Additions	Reductions	Ending Balances	Current Portion
GOVERNMENTAL ACTIVITIES						
General obligation bonds	Debt Service	\$ 10,770,311	\$ 552,728*	\$ 1,011,070	\$ 10,311,969	\$ 1,044,215
Discount on bonds	N/A	(50,567)	-	(3,123)	(47,444)	-
	General and Recreation					
Compensated absences		17,992	13,852	17,992	13,852	13,852
TOTAL GOVERNMENTAL ACTIVITIES						
		<u>\$ 10,737,736</u>	<u>\$ 566,580</u>	<u>\$ 1,025,939</u>	<u>\$ 10,278,377</u>	<u>\$ 1,058,067</u>

\*\$43,513 of the increase in additions represents accretion on the General Obligation Capital Appreciation Bonds, Series 2003.

Long-term debt at December 31, 2010 is comprised of the following:

Bonds

	Total Outstanding	Current Portion
2003 General Obligation Capital Appreciation Bond		
A \$845,511 General Obligation Capital Appreciation Bond, Series 2003, dated December 2, 2003, due in amounts of \$135,000 to \$365,000 beginning December 1, 2011 through January 1, 2014. Interest is accreted to the bonds throughout the life of the bonds.	\$ 1,117,754	\$ 365,000
2005B General Obligation Park Refunding Bonds (Alternate Revenue Source)		
A \$8,975,000 General Obligation Park Refunding Bonds (Alternate Revenue Source), Series 2005B, dated December 1, 2005, due in annual installments of \$35,000 to \$890,000 on December 1 through December 1, 2025 with interest payable semiannually on June 1 and December 1 at 3.50% to 4.05%.	8,685,000	170,000
2010 General Obligation Limited Tax Park Bonds		
A \$509,215 General Obligation Limited Tax Park Bonds, Series 2010, dated November 23, 2010, due in one annual installment of \$509,215 on December 1, 2011 with interest payable at 3.00%.	509,215	509,215
TOTAL BONDS	<u>\$ 10,311,969</u>	<u>\$ 1,044,215</u>

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Bonds (Continued)

The \$845,511 in General Obligation Capital Appreciation Bonds, Series 2003, was issued to refund the Series 1996 General Obligation Capital Appreciation Bonds.

The \$8,975,000 in General Obligation Park Refunding Bonds (Alternate Revenue Source), Series 2005B, was issued to refund the Series 1999 General Obligation Park Bonds (Alternate Revenue Source) and for capital improvements in the District.

Debt Service to Maturity

Years Ending December 31,	General Obligation Refunding Bonds Series 2005B		
	Principal	Interest	Total
2011	\$ 170,000	\$ 340,175	\$ 510,175
2012	205,000	333,800	538,800
2013	205,000	326,112	531,112
2014	385,000	316,888	701,888
2015	540,000	299,562	839,562
2016	560,000	279,852	839,852
2017	585,000	259,132	844,132
2018	630,000	237,196	867,196
2019	665,000	213,256	878,256
2020	700,000	187,652	887,652
2021	730,000	160,528	890,528
2022	770,000	132,058	902,058
2023	805,000	101,642	906,642
2024	845,000	69,846	914,846
2025	890,000	36,046	926,046
<b>TOTAL</b>	<b>\$ 8,685,000</b>	<b>\$ 3,293,745</b>	<b>\$ 11,978,745</b>

Years Ending December 31,	General Obligation Limited Tax Park Bonds Series 2010		
	Principal	Interest	Total
2010	\$ 509,215	\$ 15,276	\$ 524,491
<b>TOTAL</b>	<b>\$ 509,215</b>	<b>\$ 15,276</b>	<b>\$ 524,491</b>

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

Debt Service to Maturity (Continued)

Years Ending December 31,	General Obligation Bonds - All		
	Principal	Interest	Total
2011	\$ 679,215	\$ 355,451	\$ 1,034,666
2012	205,000	333,800	538,800
2013	205,000	326,112	531,112
2014	385,000	316,888	701,888
2015	540,000	299,562	839,562
2016	560,000	279,852	839,852
2017	585,000	259,132	844,132
2018	630,000	237,196	867,196
2019	665,000	213,256	878,256
2020	700,000	187,652	887,652
2021	730,000	160,528	890,528
2022	770,000	132,058	902,058
2023	805,000	101,642	906,642
2024	845,000	69,846	914,846
2025	890,000	36,046	926,046
TOTAL	\$ 9,194,215	\$ 3,309,021	\$ 12,503,236

Fiscal Year Ending December 31,	General Obligation Capital Appreciation Bonds	
	Accretion	Principal Repayment
2011	\$ 44,059	\$ 365,000
2012	32,722	360,000
2013	19,523	360,000
2014	5,942	135,000
TOTAL	\$ 102,246	\$ 1,220,000

Short-Term Debt

The District issued a promissory note dated November 22, 2010 for \$750,000, with interest at 4.50% until maturity, and a maturity of February 22, 2011. The note was paid off with interest of \$1,688 as of December 31, 2010.

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES

a. Interfund Receivables/Payables

Due to/from other funds at December 31, 2010 is as follows:

	Due To	Due From
General Fund	\$ -	\$ 64,096
Recreation Fund	14,513	-
Debt Service Fund	49,583	-
<b>TOTAL</b>	<b>\$ 64,096</b>	<b>\$ 64,096</b>

All of the due to/from other funds are the result of reclassifying deficit cash balances. The amounts will be repaid within one year.

b. Interfund Transfers

Individual fund interfund transfers are as follows:

	Transfers In	Transfers Out
General Fund	\$ -	\$ 437,527
Debt Service Fund	869,067	513,563
Capital Projects Fund	82,023	-
Nonmajor Governmental Funds	3,667	3,667
<b>TOTAL</b>	<b>\$ 954,757</b>	<b>\$ 954,757</b>

The transfers resulted from:

- \$437,527 transferred from the General Fund to the Debt Service Series 2005B Fund (\$437,102) and the Debt Service Series 2003 Fund (\$425) is an annual transfer to cover debt service payments. The amount will not be repaid.
- \$495,965 transferred to the Debt Service Series 2004A Fund from the Debt Service Series 2010 Fund is an annual transfer to cover debt service payments. The amount will not be repaid.
- \$82,023 transferred to the Capital Projects Fund from the Debt Service Series 2010 Debt Service Fund is for budgeted capital improvements. The amount will not be repaid.
- \$17,598 transferred to the Debt Service Series 2005B Fund from the Debt Service Fund Series 2008 is an annual transfer to cover debt service payments. The amount will not be repaid.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Interfund Transfers (Continued)

- \$3,667 transferred from the Museum Fund to the Memorial Fund is an annual transfer to cover operating costs in the Memorial Fund. The amount will not be repaid.

8. JOINT GOVERNED ORGANIZATION - NORTHWEST SPECIAL RECREATION ASSOCIATION

The District is a member of the Northwest Special Recreation Association (NWSRA), which was organized by 16 area park districts in order to provide special recreation programs to the physically and mentally handicapped within their districts and to share the expenses of such programs on a cooperative basis. Each district's fiscal year 2010 contribution is based on its pro rata share of 75% of the assessed valuation and 25% of the gross populations.

NWSRA's Board of Directors consists of one member from each participating district. The Board of Directors is the governing body of NWSRA and is responsible for establishing all major policies and changes therein and for approving all budgets, capital outlay, programming and master plans. The District is not financially accountable for the activities of NWSRA and, accordingly, NWSRA has not been included in the accompanying financial statements.

Complete financial statements for NWSRA can be obtained from NWSRA administrative offices at 3000 Central Road, Rolling Meadows, Illinois.

9. RISK MANAGEMENT

The District is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health; injuries to employees; and net income losses.

Since 2001, the District has been a member of the Park District Risk Management Agency (PDRMA), a risk management pool of park and forest preserve districts, and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability and workers' compensation coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the coverage in effect for the period January 1, 2010 through January 1, 2011:

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

9. RISK MANAGEMENT (Continued)

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
Property, building and contents	\$ 1,000		\$1,000,000,000 per occurrence	PDRMA reinsurers	P070107
All losses per occurrence		\$ 1,000,000			
All losses aggregate		\$ 3,000,000			
Flood/except Zones A&V	\$ 1,000	\$ 100,000	\$250,000,000 per occurrence		
Flood, Zones A&V	\$ 1,000	\$ 250,000	\$200,000,000 per occurrence		
Earthquake shock	\$ 1,000	\$ 100,000	\$100,000,000 per occurrence		
Auto physical damage	\$ 1,000	\$ 1,000,000	\$1,000,000,000 per occurrence	Coverage Document	P070107
Course of construction/builders risk	\$ 1,000	N/A	\$25,000,000		
Business interruption	\$ 1,000	N/A	\$100,000,000 business income and extra expense; other sub-limits apply, refer to policy	Coverage Document	P070107
Service interruption	24 hours	N/A	\$10,000,000 business income and extra expense; other sub-limits apply, refer to policy	Coverage Document	P070107
Boiler and machinery property damage	\$ 1,000	\$ 9,000	\$100,000,000 equipment breakdown	Travelers Indemnity Co. of Illinois	BM210525L478
Fidelity and crime	\$ 1,000	\$ 24,000	\$2,000,000	National Union	01-423-88-11
Seasonal employees		\$ 9,000	\$1,000,000	Fire Insurance Co.	
Blanket bond		\$ 24,000	\$2,000,000		
Workers' compensation	N/A	\$ 500,000	Statutory \$3,500,000 employers' liability	PDRMA Excess Reinsurers: Government Entities Mutual, Safety National Casualty Corp.	WC010110 GEM-0003-A01001 SP-4041466-IL
General liability	None	\$ 500,000	\$21,500,000/per occurrence	PDRMA Government Entities Mutual Everest Reinsurance Co.	L010110 GEM-0003-A01001
Auto liability	None	Included	Included	Entities Mutual	
Public officials' liability	None	Included	Annual aggregate per member	Everest Reinsurance Co.	71RE200001-101
Employment practices	None	Included	\$21,500,000 per occurrence	Markel	L010110 GEM-0003-A01001
Law enforcement liability	None	Included	Included	Everest Reinsurance Co.	71RE200001-101

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

9. RISK MANAGEMENT (Continued)

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
Pollution liability					
Liability - third party	None	\$ 25,000	\$5,000,000 per occurrence	XL Environmental Insurance	PEC 2535802
Property - first party	\$ 1,000	\$ 24,000	\$10,000,000 general aggregate		
Outbreak expense	24 hours	N/A	\$15,000 per day \$450,000 per location \$1 million aggregate policy limit	Markel	
Volunteer medical accident	None	\$ 5,000	\$5,000 medical expenses and AD&D excess of any other collectible insurance	Self-insured	
Underground storage tank liability	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	Self-insured	
Unemployment compensation	N/A	N/A	Statutory	Self-funded	

Losses exceeding the per occurrence self-insurance and reinsurance limit would be the responsibility of the District. PDRMA's Board of Directors evaluates the aggregate self-insured limit annually.

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

The District is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims 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 Board of Directors. 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.

Since 87% of PDRMA's liabilities are reserves for losses and loss adjustment expenses, which are based on an actuarial estimate of the ultimate losses incurred, the member balances are adjusted annually as more recent loss information becomes available.

Complete financial statements for PDRMA can be obtained from PDRMA's administration offices at 2033 Burlington Avenue, Lisle, Illinois.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS (Continued)

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9. RISK MANAGEMENT (Continued)

Since 1998, the District has been a member of the PDRMA Health Program, a health benefits 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 \$200,000. Until January 1, 2001, the PDRMA 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 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.

10. OTHER POSTEMPLOYMENT BENEFITS

The District has evaluated its potential other postemployment benefits liability. The District provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the District are required to pay 100% of the current premium. However, no former employees have chosen to stay in the District's health insurance plan. Therefore, there has been 0% utilization and, therefore, no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the District had no former employees for which the District was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the District has not recorded any postemployment benefit liability as of December 31, 2010.

## 11. RETIREMENT FUND COMMITMENTS

### Illinois Municipal Retirement Fund

The District's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Employees participating in IMRF are required to contribute 4.5% of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2009 was 9.07% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

For December 31, 2009, the District's annual pension cost of \$97,653 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2007 actuarial valuation using the entry-age actuarial cost method. The actuarial assumptions from IMRF included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributed to inflation, (c) projected salary increases ranging from 0.4% to 11.6% per year and (d) 3% per year cost-of-living adjustments for postretirement benefits. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2009 was 23 years.

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO FINANCIAL STATEMENTS (Continued)

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11. RETIREMENT FUND COMMITMENTS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For Calendar Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2008	\$ 93,070	100.00%	\$ -
2009	97,653	100.00%	-
2010	108,887	100.00%	-

The funded status of the plan as of December 31, 2009, based on actuarial valuations performed as of the same date, is as follows. The actuarial assumptions used to determine the funded status of the plan are the same actuarial assumptions used to determine the employer APC of the plan as disclosed above:

	Illinois Municipal Retirement
Actuarial accrued liability (AAL)	\$ 2,359,142
Actuarial value of plan assets	1,955,589
Unfunded actuarial accrued liability (UAAL)	403,553
Funded ratio (actuarial value of plan assets/AAL)	82.89%
Covered payroll (active plan members)	\$ 1,085,037
UAAL as a percentage of covered payroll	37.19%

See the schedule of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plan. Information as of December 31, 2010 was not available at the time of printing.

REQUIRED SUPPLEMENTARY INFORMATION

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<b>REVENUES</b>			
Property taxes	\$ 905,000	\$ 888,143	\$ (16,857)
Replacement taxes	10,724	12,897	2,173
Investment income	8,000	5,362	(2,638)
Miscellaneous	7,976	8,543	567
Total revenues	931,700	914,945	(16,755)
<b>EXPENDITURES</b>			
Current			
General government			
Salaries and wages	330,671	324,330	(6,341)
Employee benefits	53,258	50,319	(2,939)
Contractual services	143,325	85,193	(58,132)
Commodities	45,066	29,328	(15,738)
Debt service			
Interest and fiscal charges	5,000	1,688	(3,312)
Total expenditures	577,320	490,858	(86,462)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	354,380	424,087	69,707
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	(429,599)	(437,527)	(7,928)
Total other financing sources (uses)	(429,599)	(437,527)	(7,928)
<b>NET CHANGE IN FUND BALANCE</b>	\$ (75,219)	(13,440)	\$ 61,779
<b>FUND BALANCE, JANUARY 1</b>		598,953	
<b>FUND BALANCE, DECEMBER 31</b>		\$ 585,513	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<b>REVENUES</b>			
Property taxes	\$ 440,000	\$ 439,025	\$ (975)
Charges for services			
Program fees	661,932	637,597	(24,335)
Golf and pro shop fees	1,325,248	1,317,368	(7,880)
Pool fees	76,207	70,229	(5,978)
GMRC rentals	35,900	34,092	(1,808)
Donations	2,000	-	(2,000)
Miscellaneous	23,845	12,339	(11,506)
Total revenues	2,565,132	2,510,650	(54,482)
<b>EXPENDITURES</b>			
Current			
Recreation			
Salaries and wages	1,236,068	1,246,679	10,611
Employee benefits	155,746	143,542	(12,204)
Contractual services	426,714	411,311	(15,403)
Commodities	540,470	570,729	30,259
Total expenditures	2,358,998	2,372,261	13,263
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	206,134	138,389	(67,745)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (out)	(53,913)	-	53,913
<b>NET CHANGE IN FUND BALANCE</b>	\$ 152,221	138,389	\$ (13,832)
FUND BALANCE (DEFICIT), JANUARY 1		(116,432)	
FUND BALANCE, DECEMBER 31		\$ 21,957	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 2010

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<u>Calendar Year</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2005	\$ 87,661	\$ 87,661	100.00%
2006	105,546	105,546	100.00%
2007	104,351	104,351	100.00%
2008	93,070	93,070	100.00%
2009	97,653	97,653	100.00%
2010	108,887	108,887	100.00%

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF FUNDING PROGRESS  
 ILLINOIS MUNICIPAL RETIREMENT FUND

December 31, 2010

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2005	\$ 1,271,358	\$ 1,406,827	90.37%	\$ 135,469	\$ 990,523	13.68%
2006	1,507,691	1,619,545	93.09%	111,854	1,096,008	10.21%
2007	1,785,573	1,887,240	94.61%	101,667	1,118,450	9.09%
2008	1,850,763	2,045,165	90.49%	194,402	1,029,534	18.88%
2009	1,955,589	2,359,142	82.89%	403,553	1,085,037	37.19%
2010	N/A	N/A	N/A	N/A	N/A	N/A

Information as of December 31, 2010 was not available at the time of printing.

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2010

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1. BUDGETS

The Board of Commissioners follows these procedures in establishing the budgetary data reflected in the basic financial statements. Prior to the December board meeting, the Business Manager submits to the Board of Park Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.

Notice is given and public meetings are conducted to obtain taxpayer comments. The Board of Park Commissioners may add to, subtract from or change appropriations, but may not change the form of the budget. Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of an annual combined budget and appropriation ordinance.

Budgets for the General, Special Revenue, Capital Projects and Debt Service Funds are legally adopted on a basis consistent with accounting principles generally accepted in the United States of America. Budgetary information for individual funds is prepared on the same basis as the basic financial statements. All budgets are prepared based on the annual fiscal year of the District. Budgetary funds are controlled by an integrated budgetary accounting system in accordance, where applicable, with various legal requirements which govern the District.

The appropriation law allows for transfers by management among line items in any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Park Commissioners. After the first six months of any fiscal year, the District Board may, by a two-thirds vote, amend the initially approved budget and appropriations ordinance. Unused appropriations may be reappropriated at the end of the fiscal year. The budget and appropriation ordinance was not amended for the year ended December 31, 2010. No budget amendments were made during the year. The operating budget is presented in these financial statements.

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS  
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

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2. EXCESS OF EXPENDITURES OVER APPROPRIATION

The following individual funds exceeded the operating budgets in the following amounts. However, the expenditures were less than appropriated.

	Expenditures	Operating Budget	Appropriation
Recreation Fund	\$ 2,372,261	\$ 2,358,998	\$ 2,830,798
Bond and Interest Series 2004A	413,942	413,879	496,655
Bond and Interest Series 2010	13,250	12,750	15,300
Illinois Municipal Retirement Fund	108,887	105,000	126,000
Community Events Fund	16,148	15,200	18,240

COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES

## **MAJOR GOVERNMENTAL FUNDS**

Debt Service Fund is used to account for the accumulation of resources for and the payment of principal and interest on governmental activities long-term debt.

Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets financed from the District's general obligation issues, donations, developer contributions, interest income and other specific revenues.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

COMBINING BALANCE SHEET BY SUBFUND  
DEBT SERVICE FUND

December 31, 2010

	Bond and Interest 2003	Bond and Interest 2004A	Bond and Interest 2005B	Bond and Interest 2008	Bond and Interest 2009	Bond and Interest 2010	Total
<b>ASSETS</b>							
Cash and investments	\$ -	\$ 200	\$ 200	\$ -	\$ -	\$ -	\$ 400
Property taxes receivable	-	-	-	-	62,421	524,828	587,249
Prepaid items	425	-	-	-	-	-	425
<b>TOTAL ASSETS</b>	<b>\$ 425</b>	<b>\$ 200</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>\$ 62,421</b>	<b>\$ 524,828</b>	<b>\$ 588,074</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ 200	\$ 200	\$ -	\$ -	\$ -	\$ 400
Deferred revenue	-	-	-	-	-	524,828	524,828
Due to other funds	425	-	-	-	49,158	-	49,583
<b>Total liabilities</b>	<b>425</b>	<b>200</b>	<b>200</b>	<b>-</b>	<b>49,158</b>	<b>524,828</b>	<b>574,811</b>
<b>FUND BALANCES</b>							
<b>Nonspendable</b>							
Prepaid items	425	-	-	-	-	-	425
<b>Restricted</b>							
Debt service	(425)	-	-	-	13,263	-	12,838
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,263</b>	<b>-</b>	<b>13,263</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 425</b>	<b>\$ 200</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>\$ 62,421</b>	<b>\$ 524,828</b>	<b>\$ 588,074</b>

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES BY SUBFUND - BUDGET AND ACTUAL  
DEBT SERVICE FUND

For the Year Ended December 31, 2010

	Bond and Interest 2003	Bond and Interest 2004A	Bond and Interest 2005B	Bond and Interest 2008	Bond and Interest 2009	Bond and Interest 2010	Total
<b>REVENUES</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 524,294	\$ -	\$ 524,294
Total revenues	-	-	-	-	524,294	-	524,294
<b>EXPENDITURES</b>							
General government	-	742	-	-	-	13,250	13,992
Debt service							
Principal retirement	-	400,000	110,000	-	501,070	-	1,011,070
Interest and fiscal charges	425	13,200	344,700	-	9,961	-	368,286
Total expenditures	425	413,942	454,700	-	511,031	13,250	1,393,348
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(425)</b>	<b>(413,942)</b>	<b>(454,700)</b>	<b>-</b>	<b>13,263</b>	<b>(13,250)</b>	<b>(869,054)</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Bonds issued, at par	-	-	-	-	-	509,215	509,215
Transfers in	425	413,942	454,700	-	-	-	869,067
Transfers (out)	-	-	-	(17,598)	-	(495,965)	(513,563)
Total other financing sources (uses)	425	413,942	454,700	(17,598)	-	13,250	355,504
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(17,598)</b>	<b>13,263</b>	<b>-</b>	<b>(4,335)</b>
<b>FUND BALANCES, JANUARY 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,598</b>	<b>-</b>	<b>-</b>	<b>17,598</b>
<b>FUND BALANCES, DECEMBER 31</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 13,263</b>	<b>\$ -</b>	<b>\$ 13,263</b>

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
BOND AND INTEREST SERIES 2003 SUBFUND

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<hr/>			
REVENUES			
None	\$ -	\$ -	\$ -
	<hr/>		
Total revenues	-	-	-
<hr/>			
EXPENDITURES			
Debt service			
Interest and fiscal charges	425	425	-
	<hr/>		
Total expenditures	425	425	-
<hr/>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(425)	(425)	-
<hr/>			
OTHER FINANCING SOURCES (USES)			
Transfers in	425	425	-
	<hr/>		
Total other financing sources (uses)	425	425	-
<hr/>			
NET CHANGE IN FUND BALANCE	\$ -	-	\$ -
<hr/>			
FUND BALANCE, JANUARY 1		-	
<hr/>			
FUND BALANCE, DECEMBER 31		\$ -	
<hr/> <hr/>			

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
BOND AND INTEREST SERIES 2004A SUBFUND

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<b>REVENUES</b>			
None	\$ -	\$ -	\$ -
Total revenues	-	-	-
<b>EXPENDITURES</b>			
General government			
Contractual services	679	742	63
Debt service			
Principal retirement	400,000	400,000	-
Interest and fiscal charges	13,200	13,200	-
Total expenditures	413,879	413,942	63
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(413,879)</b>	<b>(413,942)</b>	<b>(63)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	413,879	413,942	63
Total other financing sources (uses)	413,879	413,942	63
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
FUND BALANCE, JANUARY 1		-	
FUND BALANCE, DECEMBER 31		\$ -	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
BOND AND INTEREST SERIES 2005B SUBFUND

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<hr/>			
REVENUES			
None	\$ -	\$ -	\$ -
	<hr/>		
Total revenues	-	-	-
	<hr/>		
EXPENDITURES			
Debt service			
Principal retirement	110,000	110,000	-
Interest and fiscal charges	344,700	344,700	-
	<hr/>		
Total expenditures	454,700	454,700	-
	<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(454,700)	(454,700)	-
	<hr/>		
OTHER FINANCING SOURCES (USES)			
Transfers in	454,700	454,700	-
	<hr/>		
Total other financing sources (uses)	454,700	454,700	-
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ -	-	\$ -
	<hr/>		
FUND BALANCE, JANUARY 1		-	
	<hr/>		
FUND BALANCE, DECEMBER 31		\$ -	
	<hr/>		

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
BOND AND INTEREST SERIES 2008 SUBFUND

For the Year Ended December 31, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
REVENUES			
None	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
None	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>-</u>	<u>(17,598)</u>	<u>(17,598)</u>
Total other financing sources (uses)	<u>-</u>	<u>(17,598)</u>	<u>(17,598)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>(17,598)</u>	<u>\$ (17,598)</u>
FUND BALANCE, JANUARY 1		<u>17,598</u>	
FUND BALANCE, DECEMBER 31		<u>\$ -</u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
BOND AND INTEREST SERIES 2009 SUBFUND

For the Year Ended December 31, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
<b>REVENUES</b>			
Property taxes	\$ 511,031	\$ 524,294	\$ 13,263
Total revenues	<u>511,031</u>	<u>524,294</u>	<u>13,263</u>
<b>EXPENDITURES</b>			
Debt service			
Principal retirement	501,070	501,070	-
Interest and fiscal charges	9,961	9,961	-
Total expenditures	<u>511,031</u>	<u>511,031</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>13,263</u>	<u>\$ 13,263</u>
FUND BALANCE, JANUARY 1		<u>-</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 13,263</u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
BOND AND INTEREST SERIES 2010 SUBFUND

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<b>REVENUES</b>			
None	\$ -	\$ -	\$ -
Total revenues	-	-	-
<b>EXPENDITURES</b>			
General government			
Contractual services	12,750	13,250	500
Total expenditures	12,750	13,250	500
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(12,750)	(13,250)	(500)
<b>OTHER FINANCING SOURCES (USES)</b>			
Bonds issued, at par	500,000	509,215	9,215
Transfers (out)	(487,250)	(495,965)	(8,715)
Total other financing sources (uses)	12,750	13,250	500
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>FUND BALANCE, JANUARY 1</b>		<u>-</u>	
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ -</u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

COMBINING BALANCE SHEET BY SUBFUND  
CAPITAL PROJECTS FUND

December 31, 2010

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	Capital Projects	Capital Golf	Total
<b>ASSETS</b>			
Cash and investments	\$ 353,961	\$ 33,071	\$ 387,032
<b>TOTAL ASSETS</b>	<b>\$ 353,961</b>	<b>\$ 33,071</b>	<b>\$ 387,032</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 10,003	\$ -	\$ 10,003
<b>Total liabilities</b>	<b>10,003</b>	<b>-</b>	<b>10,003</b>
<b>FUND BALANCES</b>			
Restricted Capital projects	343,958	33,071	377,029
<b>Total fund balances</b>	<b>343,958</b>	<b>33,071</b>	<b>377,029</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 353,961</b>	<b>\$ 33,071</b>	<b>\$ 387,032</b>

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES BY SUBFUND - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND

For the Year Ended December 31, 2010

	Capital Projects	Capital Golf	Total
<b>REVENUES</b>			
Donations	\$ 500	\$ -	\$ 500
Total revenues	500	-	500
<b>EXPENDITURES</b>			
Capital outlay			
Building improvements	23,599	-	23,599
Capital improvements	34,166	-	34,166
Land improvements	5,425	-	5,425
Capital purchases	7,661	20,043	27,704
Total expenditures	70,851	20,043	90,894
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(70,351)	(20,043)	(90,394)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	82,023	-	82,023
Total other financing sources (uses)	82,023	-	82,023
<b>NET CHANGE IN FUND BALANCES</b>	11,672	(20,043)	(8,371)
<b>FUND BALANCE, JANUARY 1</b>	332,286	53,114	385,400
<b>FUND BALANCES, DECEMBER 31</b>	\$ 343,958	\$ 33,071	\$ 377,029

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<b>REVENUES</b>			
Donations	\$ -	\$ 500	\$ 500
Miscellaneous	5,000	-	(5,000)
Total revenues	5,000	500	(4,500)
<b>EXPENDITURES</b>			
Capital outlay			
Building improvements	55,600	23,599	(32,001)
Capital improvements	130,700	34,166	(96,534)
Land improvements	29,000	5,425	(23,575)
Capital purchases	42,500	7,661	(34,839)
Total expenditures	257,800	70,851	(186,949)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(252,800)	(70,351)	182,449
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	73,371	82,023	8,652
<b>NET CHANGE IN FUND BALANCE</b>	\$ (179,429)	11,672	\$ 191,101
<b>FUND BALANCE, JANUARY 1</b>		332,286	
<b>FUND BALANCE, DECEMBER 31</b>		\$ 343,958	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under)
<hr/>			
REVENUES			
None	\$ -	\$ -	\$ -
	<hr/>		
Total revenues	-	-	-
<hr/>			
EXPENDITURES			
Capital improvements	44,920	20,043	(24,877)
	<hr/>		
Total expenditures	44,920	20,043	(24,877)
<hr/>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(44,920)	(20,043)	24,877
OTHER FINANCING SOURCES (USES)			
Transfers in	53,913	-	(53,913)
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ 8,993	(20,043)	\$ (29,036)
<hr/>			
FUND BALANCE, JANUARY 1		53,114	
		<hr/>	
FUND BALANCE, DECEMBER 31		\$ 33,071	
		<hr/> <hr/>	

(See independent auditor's report.)

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for proceeds from specific revenue sources that are restricted or committed to expenditures for specified purposes other than Debt Service or Capital Projects Funds.

**Audit Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the annual audit of the District.

**Paving and Lighting Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for outside lighting and paving projects.

**Liability Insurance Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the liability insurance expenditures of the District.

**Social Security Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the District's share of social security contributions.

**Illinois Municipal Retirement Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for employer contributions, which are fixed by law and subsequently paid to the state-sponsored Illinois Municipal Retirement Fund.

**Police Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for policing the District's parks and facilities.

**Museum Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies for the maintenance and operations of the museum.

**Special Recreation Fund** - to account for revenues derived from a specific annual property tax levy and expenditures of these monies to the Northwest Special Recreation Association to provide special recreation programs for the physically and mentally handicapped.

**Memorial Fund** - to account for expenditures for the Aviary.

**Community Events Fund** - to account for the revenues and expenditures associated with the community events planned throughout the year.

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS

December 31, 2010

	Special Revenue			
	Audit	Paving and Lighting	Liability Insurance	Social Security
<b>ASSETS</b>				
Cash	\$ 2,052	\$ 17,976	\$ 53,111	\$ 3,879
Property taxes receivable (net, where applicable, of allowances for uncollectibles)	6,258	2,198	109,383	150,577
Accounts receivable	-	-	6,562	-
<b>TOTAL ASSETS</b>	<b>\$ 8,310</b>	<b>\$ 20,174</b>	<b>\$ 169,056</b>	<b>\$ 154,456</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ (10)	\$ 18,731	\$ -
Deferred revenue	4,700	1,000	98,000	135,000
<b>Total liabilities</b>	<b>4,700</b>	<b>990</b>	<b>116,731</b>	<b>135,000</b>
<b>FUND BALANCES</b>				
Restricted				
Special purpose	3,610	19,184	52,325	19,456
Assigned				
Community events	-	-	-	-
<b>Total fund balances</b>	<b>3,610</b>	<b>19,184</b>	<b>52,325</b>	<b>19,456</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 8,310</b>	<b>\$ 20,174</b>	<b>\$ 169,056</b>	<b>\$ 154,456</b>

Special Revenue							
Illinois Municipal Retirement	Police	Museum	Special Recreation	Memorial	Community Events	Total	
\$ 21,048	\$ 9,474	\$ 2,560	\$ 172,599	\$ -	\$ 36,545	\$ 319,244	
109,982	69,189	10,198	135,505	-	-	593,290	
-	-	-	-	-	-	6,562	
<u>\$ 131,030</u>	<u>\$ 78,663</u>	<u>\$ 12,758</u>	<u>\$ 308,104</u>	<u>\$ -</u>	<u>\$ 36,545</u>	<u>\$ 919,096</u>	
\$ 13,150	\$ 1,494	\$ -	\$ -	\$ -	\$ -	\$ 33,365	
98,000	62,000	9,000	120,000	-	-	527,700	
111,150	63,494	9,000	120,000	-	-	561,065	
19,880	15,169	3,758	188,104	-	-	321,486	
-	-	-	-	-	36,545	36,545	
19,880	15,169	3,758	188,104	-	36,545	358,031	
<u>\$ 131,030</u>	<u>\$ 78,663</u>	<u>\$ 12,758</u>	<u>\$ 308,104</u>	<u>\$ -</u>	<u>\$ 36,545</u>	<u>\$ 919,096</u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Special Revenue			
	Audit	Paving and Lighting	Liability Insurance	Social Security
<b>REVENUES</b>				
Property taxes	\$ 13,084	\$ 10,064	\$ 95,611	\$ 130,833
Charges for services	-	-	-	-
Donations	-	-	-	-
Miscellaneous	-	-	3,000	-
<b>Total revenues</b>	<b>13,084</b>	<b>10,064</b>	<b>98,611</b>	<b>130,833</b>
<b>EXPENDITURES</b>				
Current				
General government	9,691	7,507	66,845	24,585
Recreation	-	-	29,650	98,340
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>9,691</b>	<b>7,507</b>	<b>96,495</b>	<b>122,925</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>3,393</b>	<b>2,557</b>	<b>2,116</b>	<b>7,908</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Insurance proceeds	-	-	5,462	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>5,462</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>3,393</b>	<b>2,557</b>	<b>7,578</b>	<b>7,908</b>
<b>FUND BALANCES, JANUARY 1</b>	<b>217</b>	<b>16,627</b>	<b>44,747</b>	<b>11,548</b>
<b>FUND BALANCES, DECEMBER 31</b>	<b>\$ 3,610</b>	<b>\$ 19,184</b>	<b>\$ 52,325</b>	<b>\$ 19,456</b>

Special Revenue							
Illinois Municipal Retirement	Police	Museum	Special Recreation	Memorial	Community Events	Total	
\$ 100,641	\$ 60,385	\$ 10,064	\$ 130,229	\$ -	\$ -	\$ 550,911	
-	-	-	-	-	6,267	6,267	
-	-	-	-	1,200	23	1,223	
-	-	-	-	-	2,296	5,296	
100,641	60,385	10,064	130,229	1,200	8,586	563,697	
21,777	33,343	-	-	-	-	163,748	
87,110	22,228	6,500	98,764	4,867	16,148	363,607	
-	-	-	101	-	-	101	
108,887	55,571	6,500	98,865	4,867	16,148	527,456	
(8,246)	4,814	3,564	31,364	(3,667)	(7,562)	36,241	
-	-	-	-	3,667	-	3,667	
-	-	(3,667)	-	-	-	(3,667)	
-	-	-	-	-	-	5,462	
-	-	(3,667)	-	3,667	-	5,462	
(8,246)	4,814	(103)	31,364	-	(7,562)	41,703	
28,126	10,355	3,861	156,740	-	44,107	316,328	
\$ 19,880	\$ 15,169	\$ 3,758	\$ 188,104	\$ -	\$ 36,545	\$ 358,031	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Property taxes	\$ 13,000	\$ 13,084	\$ 84
Total revenues	13,000	13,084	84
<b>EXPENDITURES</b>			
Current			
General government			
Audit fees	9,691	9,691	-
Total expenditures	9,691	9,691	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 3,309</b>	<b>3,393</b>	<b>\$ 84</b>
FUND BALANCE, JANUARY 1		217	
FUND BALANCE, DECEMBER 31		\$ 3,610	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Property taxes	\$ 10,000	\$ 10,064	\$ 64
Total revenues	<u>10,000</u>	<u>10,064</u>	<u>64</u>
<b>EXPENDITURES</b>			
Current			
General government			
Contractual services	4,500	6,925	2,425
Commodities	5,000	582	(4,418)
Total expenditures	<u>9,500</u>	<u>7,507</u>	<u>(1,993)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ 500</u></u>	2,557	<u><u>\$ 2,057</u></u>
FUND BALANCE, JANUARY 1		<u>16,627</u>	
FUND BALANCE, DECEMBER 31		<u><u>\$ 19,184</u></u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Property taxes	\$ 95,000	\$ 95,611	\$ 611
Miscellaneous	1,000	3,000	2,000
Total revenues	<u>96,000</u>	<u>98,611</u>	<u>2,611</u>
<b>EXPENDITURES</b>			
Current			
General government			
Salaries and wages	10,000	10,000	-
Contractual services			
Liability insurance	21,000	25,591	4,591
Workmens' compensation	17,500	18,500	1,000
Unemployment compensation	3,500	384	(3,116)
Legal settlements and claims	18,000	8,555	(9,445)
Physicals and training	2,200	3,590	1,390
Park uniforms	-	225	225
Recreation			
Contractual services			
Liability insurance	21,000	17,061	(3,939)
Workmens' compensation	17,500	12,333	(5,167)
Unemployment compensation	3,500	256	(3,244)
Total expenditures	<u>114,200</u>	<u>96,495</u>	<u>(17,705)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(18,200)	2,116	20,316
<b>OTHER FINANCING SOURCES (USES)</b>			
Insurance proceeds	-	5,462	5,462
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (18,200)</u>	7,578	<u>\$ 23,167</u>
FUND BALANCE, JANUARY 1		<u>44,747</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 52,325</u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Property taxes	\$ 130,000	\$ 130,833	\$ 833
Total revenues	<u>130,000</u>	<u>130,833</u>	<u>833</u>
<b>EXPENDITURES</b>			
Current			
General government			
Social security contributions	12,393	24,585	12,192
Recreation			
Social security contributions	<u>111,541</u>	<u>98,340</u>	<u>(13,201)</u>
Total expenditures	<u>123,934</u>	<u>122,925</u>	<u>(1,009)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ 6,066</u></u>	<u>7,908</u>	<u><u>\$ 1,842</u></u>
FUND BALANCE, JANUARY 1		<u>11,548</u>	
FUND BALANCE, DECEMBER 31		<u><u>\$ 19,456</u></u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under) Budget</u>
<b>REVENUES</b>			
Property taxes	\$ 100,000	\$ 100,641	\$ 641
Total revenues	<u>100,000</u>	<u>100,641</u>	<u>641</u>
<b>EXPENDITURES</b>			
Current			
General government			
IMRF contributions	18,900	21,777	2,877
Recreation			
IMRF contributions	<u>86,100</u>	<u>87,110</u>	<u>1,010</u>
Total expenditures	<u>105,000</u>	<u>108,887</u>	<u>3,887</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ (5,000)</u></u>	<u><u>(8,246)</u></u>	<u><u>\$ (3,246)</u></u>
<b>FUND BALANCE, JANUARY 1</b>		<u>28,126</u>	
<b>FUND BALANCE, DECEMBER 31</b>		<u><u>\$ 19,880</u></u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Property taxes	\$ 60,000	\$ 60,385	\$ 385
Total revenues	<u>60,000</u>	<u>60,385</u>	<u>385</u>
<b>EXPENDITURES</b>			
Current			
General government			
Contractual services	15,840	13,048	(2,792)
Salaries and wages	20,295	20,295	-
Recreation			
Contractual services	10,560	8,698	(1,862)
Salaries and wages	13,530	13,530	-
Total expenditures	<u>60,225</u>	<u>55,571</u>	<u>(4,654)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (225)</u>	4,814	<u>\$ 5,039</u>
<b>FUND BALANCE, JANUARY 1</b>		<u>10,355</u>	
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ 15,169</u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Property taxes	\$ 10,000	\$ 10,064	\$ 64
Total revenues	10,000	10,064	64
<b>EXPENDITURES</b>			
Current			
Recreation			
Salaries and wages	6,500	6,500	-
Total expenditures	6,500	6,500	-
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	3,500	3,564	64
<b>OTHER FINANCING (USES)</b>			
Transfers (out)	(3,925)	(3,667)	258
<b>NET CHANGE IN FUND BALANCE</b>	\$ (425)	(103)	\$ 322
<b>FUND BALANCE, JANUARY 1</b>		3,861	
<b>FUND BALANCE, DECEMBER 31</b>		\$ 3,758	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under) Budget</u>
<b>REVENUES</b>			
Property taxes	\$ 129,400	\$ 130,229	\$ 829
Total revenues	<u>129,400</u>	<u>130,229</u>	<u>829</u>
<b>EXPENDITURES</b>			
Current			
Recreation			
Annual contribution to Northwest Special Recreation Association	75,416	75,416	-
Facility usage	22,516	22,516	-
Repair parts	-	832	832
Capital outlay	50,000	101	(49,899)
Total expenditures	<u>147,932</u>	<u>98,865</u>	<u>(49,067)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (18,532)</u>	31,364	<u>\$ 49,896</u>
<b>FUND BALANCE, JANUARY 1</b>		<u>156,740</u>	
<b>FUND BALANCE, DECEMBER 31</b>		<u><u>\$ 188,104</u></u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Donations	\$ 2,200	\$ 1,200	\$ (1,000)
Total revenues	<u>2,200</u>	<u>1,200</u>	<u>(1,000)</u>
<b>EXPENDITURES</b>			
Current			
Recreation			
Salaries and wages	3,000	3,000	-
Commodities	1,625	608	(1,017)
Contractual services	1,500	1,259	(241)
Total expenditures	<u>6,125</u>	<u>4,867</u>	<u>(1,258)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(3,925)	(3,667)	258
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>3,925</u>	<u>3,667</u>	<u>(258)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>FUND BALANCE, JANUARY 1</b>		<u>-</u>	
<b>FUND BALANCE, DECEMBER 31</b>		<u>\$ -</u>	

(See independent auditor's report.)

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

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

For the Year Ended December 31, 2010

	Original and Final Budget	Actual	Variance Over (Under) Budget
<b>REVENUES</b>			
Donations	\$ 1,510	\$ 23	\$ (1,487)
Summer Fest	10,800	6,267	(4,533)
Miscellaneous	5,000	2,296	(2,704)
Total revenues	<u>17,310</u>	<u>8,586</u>	<u>(8,724)</u>
<b>EXPENDITURES</b>			
Current			
Recreation			
Commodities	700	3,512	2,812
Contractual services	14,500	11,436	(3,064)
Capital Outlay	-	1,200	1,200
Total expenditures	<u>15,200</u>	<u>16,148</u>	<u>948</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 2,110</u>	<u>(7,562)</u>	<u>\$ (9,672)</u>
FUND BALANCE, JANUARY 1		<u>44,107</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 36,545</u>	

(See independent auditor's report.)

## STATISTICAL SECTION

This part of the Prospect Heights 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 displays about the District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have been changed over time.	60-64
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	65-68
<b>Debt Capacity</b> The schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	69-71
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	72-73
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	74-76

Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year. The District implemented GASB Statement No. 34 in 2004; schedules presenting government-wide information include information beginning in that year.

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

NET ASSETS

Last Seven Fiscal Years  
(accrual basis of accounting)

Fiscal Year	2004	2005	2006	2007	2008	2009	2010
<b>GOVERNMENTAL ACTIVITIES</b>							
Invested in capital assets net of related debt	\$ (1,932,173)	\$ (1,755,279)	\$ 4,033,242	\$ 4,322,288	\$ 4,353,009	\$ 4,295,438	\$ 4,489,293
Restricted*	-	-	-	-	-	675,105	711,778
Unrestricted**	3,181,938	5,359,979	3,304,780	3,031,074	3,651,059	478,161	600,542
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 1,249,765</b>	<b>\$ 3,604,700</b>	<b>\$ 7,338,022</b>	<b>\$ 7,353,362</b>	<b>\$ 8,004,068</b>	<b>\$ 5,448,704</b>	<b>\$ 5,801,613</b>

\* Prior to 2009, net assets of special levy funds were reported as unrestricted.

\*\* In 2009, the District changed its accounting policy for property tax revenue recognition on the accrual basis of accounting to report property tax revenues in the year intended to finance.

Note: The District implemented GASB Statement No. 34 for the year ended December 31, 2004.

Data Source

Audited Financial Statements

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

CHANGE IN NET ASSETS

Last Seven Fiscal Years  
(accrual basis of accounting)

Fiscal Year	2004	2005	2006	2007	2008	2009*	2010
<b>EXPENSES</b>							
Governmental activities							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 595,945	\$ 730,757
Recreation	3,148,327	3,501,707	3,642,573	3,850,321	3,825,645	3,171,928	3,213,078
Interest and fiscal charges	775,378	385,401	422,067	410,771	400,355	467,221	415,642
<b>TOTAL PRIMARY GOVERNMENT EXPENSES</b>	<b>\$ 3,923,705</b>	<b>\$ 3,887,108</b>	<b>\$ 4,064,640</b>	<b>\$ 4,261,092</b>	<b>\$ 4,226,000</b>	<b>\$ 4,235,094</b>	<b>\$ 4,359,477</b>
<b>PROGRAM REVENUES</b>							
Governmental activities							
Charges for services							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Recreation	1,997,461	1,970,108	2,047,096	2,031,617	2,115,100	2,040,325	2,065,553
Capital grants and contributions	-	-	-	-	-	90,050	198,300
<b>TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES</b>	<b>\$ 1,997,461</b>	<b>\$ 1,970,108</b>	<b>\$ 2,047,096</b>	<b>\$ 2,031,617</b>	<b>\$ 2,115,100</b>	<b>\$ 2,130,375</b>	<b>\$ 2,263,853</b>
<b>TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE</b>	<b>\$ (1,926,244)</b>	<b>\$ (1,917,000)</b>	<b>\$ (2,017,544)</b>	<b>\$ (2,229,475)</b>	<b>\$ (2,110,900)</b>	<b>\$ (2,104,719)</b>	<b>\$ (2,095,624)</b>
<b>GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS</b>							
Governmental activities							
Taxes	\$ 1,969,593	\$ 2,025,924	\$ 1,809,969	\$ 2,203,119	\$ 2,749,176	\$ 2,421,983	\$ 2,415,270
Investment earnings	18,522	20,257	90,541	41,696	12,430	9,818	5,362
Donations	-	-	-	-	-	7,026	1,723
Miscellaneous	41,560	326,455	-	-	-	42,372	26,178
<b>TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS</b>	<b>2,029,675</b>	<b>2,372,636</b>	<b>1,900,510</b>	<b>2,244,815</b>	<b>2,761,606</b>	<b>2,481,199</b>	<b>2,448,533</b>
<b>TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS</b>	<b>\$ 103,431</b>	<b>\$ 455,636</b>	<b>\$ (117,034)</b>	<b>\$ 15,340</b>	<b>\$ 650,706</b>	<b>\$ 376,480</b>	<b>\$ 352,909</b>

\* District began reporting General Government Function

Note: The District implemented GASB Statement No. 34 for the year ended December 31, 2004.

Data Source

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years  
(modified accrual basis of accounting)

Fiscal Year	2001	2002	2003*	2004	2005**	2006	2007	2008	2009	2010
<b>GENERAL FUND</b>										
Nonspendable										
Prepaid items	\$ 5,358	\$ -	\$ -	\$ 4,458	\$ -	\$ -	\$ 9,785	\$ 11,564	\$ 3,118	\$ 4,234
Assigned										
Cash reserve	-	-	-	-	167,553	223,452	291,357	337,703	342,518	344,092
Unassigned	(49,769)	(61,813)	(6,066)	(72,838)	90,019	138,333	234,769	174,460	253,317	237,187
<b>TOTAL GENERAL FUND</b>	<b>\$ (44,411)</b>	<b>\$ (61,813)</b>	<b>\$ (6,066)</b>	<b>\$ (68,380)</b>	<b>\$ 257,572</b>	<b>\$ 361,785</b>	<b>\$ 535,911</b>	<b>\$ 523,727</b>	<b>\$ 598,953</b>	<b>\$ 585,513</b>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>										
Nonspendable										
Inventory	\$ 64,513	\$ 55,055	\$ 72,770	\$ 45,684	\$ 28,273	\$ 58,513	\$ 70,283	\$ 94,688	\$ 61,470	\$ 54,303
Prepaid items	1,020	1,500	1,500	8,536	6,450	-	26,686	9,753	19,875	5,321
Restricted										
Debt service*	-	77,997	827,411	14,148	20,035	251	17,597	-	17,173	12,838
Specific purposes	4,709	90,451	69,032	93,849	107,226	137,003	169,084	224,907	272,107	321,486
Capital projects**	352,555	648,231	575,385	276,550	2,338,685	699,929	315,115	370,604	385,400	377,029
Assigned										
Community events	27,859	35,307	33,603	38,168	38,361	36,094	36,307	39,798	44,107	36,545
Unassigned										
Recreation Fund	(66,974)	(62,316)	(154,775)	(164,486)	(235,585)	(361,187)	(464,229)	(379,818)	(197,238)	(37,242)
Audit	(22,084)	(17,524)	(14,320)	-	-	-	-	-	-	-
Paving and lighting	(17,713)	(11,096)	(4,524)	-	-	-	-	-	-	-
Liability insurance	-	-	(12,952)	-	-	-	-	-	-	-
IMRF and social security	(3,172)	-	-	-	-	-	-	-	-	-
Police	(130)	-	(24,803)	-	-	-	-	-	-	-
Museum	(311)	-	(14,843)	-	-	-	-	-	-	-
Debt service	(2,045)	-	-	-	-	-	-	-	-	-
<b>TOTAL ALL OTHER GOVERNMENTAL FUNDS</b>	<b>\$ 338,227</b>	<b>\$ 817,605</b>	<b>\$ 1,353,484</b>	<b>\$ 312,449</b>	<b>\$ 2,303,445</b>	<b>\$ 570,603</b>	<b>\$ 170,843</b>	<b>\$ 359,932</b>	<b>\$ 602,894</b>	<b>\$ 770,280</b>
<b>TOTAL GOVERNMENTAL FUND BALANCES</b>	<b>\$ 293,816</b>	<b>\$ 755,792</b>	<b>\$ 1,347,418</b>	<b>\$ 244,069</b>	<b>\$ 2,561,017</b>	<b>\$ 932,388</b>	<b>\$ 706,754</b>	<b>\$ 883,659</b>	<b>\$ 1,201,847</b>	<b>\$ 1,355,793</b>

\*The increase in the debt service fund balance for 2003 was related to the source of General Obligation Bond Series 2003

\*\*The increase in the capital projects fund balance for 2005 was related to the issuance of General Obligation Bond Series 2005B

Data Source

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years  
(modified accrual basis of accounting)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>REVENUES</b>										
Taxes	\$ 1,742,551	\$ 1,895,008	\$ 1,792,571	\$ 1,961,345	\$ 2,150,454	\$ 2,196,761	\$ 2,264,407	\$ 2,291,918	\$ 2,421,983	\$ 2,415,270
Other taxes	7,479	8,950	7,369	8,248	11,338	12,170	14,392	14,178	-	-
Charges for services	2,158,700	2,125,873	2,007,205	1,997,461	1,970,108	2,018,053	2,029,417	2,086,690	2,040,325	2,065,553
Investment income	29,860	15,737	11,733	18,522	20,257	90,541	41,696	12,430	9,818	5,362
Donations	-	-	-	-	-	-	-	-	7,026	1,723
Grant revenue	-	-	500,000	-	-	-	-	-	-	-
Sale of property	-	673,599	-	-	-	-	-	-	-	-
Miscellaneous	217,391	62,777	189,302	41,560	326,455	29,043	2,200	28,410	42,372	26,178
<b>Total revenues</b>	<b>4,155,981</b>	<b>4,781,944</b>	<b>4,508,180</b>	<b>4,027,136</b>	<b>4,478,612</b>	<b>4,346,568</b>	<b>4,352,112</b>	<b>4,433,626</b>	<b>4,521,524</b>	<b>4,514,086</b>
<b>EXPENDITURES</b>										
General government	774,034	635,401	578,885	634,669	913,948	912,960	842,617	976,467	586,325	666,910
Recreation	2,203,025	2,170,173	2,218,876	2,251,363	2,319,512	2,295,254	2,381,139	2,344,687	2,694,899	2,735,868
Capital outlay	427,851	573,733	1,006,960	524,598	304,505	1,932,647	523,381	97,043	121,736	90,995
Debt service										
Principal retirement	941,442	963,428	1,429,511	1,298,748	1,060,330	887,795	901,205	912,540	934,435	1,011,070
Interest	501,586	474,761	29,495	775,378	385,401	437,746	421,944	420,419	389,481	369,974
<b>Total expenditures</b>	<b>4,847,938</b>	<b>4,817,496</b>	<b>5,263,727</b>	<b>5,484,756</b>	<b>4,983,696</b>	<b>6,466,402</b>	<b>5,070,286</b>	<b>4,751,156</b>	<b>4,726,876</b>	<b>4,874,817</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(691,957)</b>	<b>(35,552)</b>	<b>(755,547)</b>	<b>(1,457,620)</b>	<b>(505,084)</b>	<b>(2,119,834)</b>	<b>(718,174)</b>	<b>(317,530)</b>	<b>(205,352)</b>	<b>(360,731)</b>

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>OTHER FINANCING SOURCES (USES)</b>										
Issuance of bonds	\$ 457,865	\$ 497,525	\$ 1,347,171	\$ 500,330	\$ 492,795	\$ 491,205	\$ 492,540	\$ 494,435	\$ 501,070	\$ 509,215
Transfers in	553,777	668,372	624,220	621,130	2,343,989	555,482	451,041	433,194	964,550	954,757
Transfers (out)	(553,777)	(668,372)	(624,220)	(621,130)	(2,343,989)	(555,482)	(451,041)	(433,194)	(964,550)	(954,757)
Discount on bonds issued	-	-	-	(11,059)	(62,468)	-	-	-	-	-
Proceeds of refunding bonds	-	-	-	2,215,000	8,975,000	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(2,350,000)	(6,583,295)	-	-	-	-	-
Insurance proceeds	-	-	-	-	-	-	-	-	-	5,462
Total other financing sources (uses)	457,865	497,525	1,347,171	354,271	2,822,032	491,205	492,540	494,435	501,070	514,677
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (234,092)</b>	<b>\$ 461,973</b>	<b>\$ 591,624</b>	<b>\$ (1,103,349)</b>	<b>\$ 2,316,948</b>	<b>\$ (1,628,629)</b>	<b>\$ (225,634)</b>	<b>\$ 176,905</b>	<b>\$ 295,718</b>	<b>\$ 153,946</b>
<b>DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES</b>	<b>33%</b>	<b>34%</b>	<b>34%</b>	<b>42%</b>	<b>31%</b>	<b>29%</b>	<b>29%</b>	<b>29%</b>	<b>29%</b>	<b>29%</b>

Data Source

Audited Financial Statements

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

EQUALIZED ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Residential Property	Farm Property	Commercial Property	Industrial Property	Total Taxable Equalized Assessed Value	Total Direct Tax Rate	Estimated Actual Full Market Value
2000	\$ 169,584,846	\$ 3,003	\$ 36,625,496	\$ 18,116,940	\$ 224,330,285	10.535	\$ 672,990,855
2001	207,151,969	3,003	47,260,420	15,679,414	270,094,806	9.263	810,284,418
2002	222,096,792	3,003	51,127,214	16,677,498	289,904,507	8.834	869,713,521
2003	221,098,132	3,003	41,930,694	17,136,684	280,168,513	9.537	840,505,539
2004	257,037,925	3,003	45,008,903	21,292,982	323,342,813	8.702	970,028,439
2005	277,550,656	3,003	46,613,257	22,724,010	346,890,926	8.493	1,040,672,778
2006	285,367,368	3,003	44,532,184	19,381,430	349,283,985	8.649	1,047,851,955
2007	345,212,992	3,003	54,108,993	22,504,784	421,829,772	7.379	1,265,489,316
2008	373,870,787	3,003	53,526,440	23,081,291	450,481,521	7.152	1,351,444,563
2009*	N/A	N/A	N/A	N/A	470,477,626	6.498	1,411,432,878

Note: Property in the District is reassessed every three years. Property is assessed and then equalized to be approximately 33 1/3% of actual value.

Data Source

Cook County Clerk's Office

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

PROPERTY TAX RATES - DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Levy Years

Tax Levy Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<b>PARK DISTRICT DIRECT RATES</b>										
General	0.3500	0.2920	0.2890	0.2913	0.2889	0.2626	0.2527	0.1998	0.2012	0.1932
Recreation	0.0750	0.0626	0.0656	0.0743	0.0637	0.0740	0.1048	0.1082	0.0989	0.0955
Audit	0.0050	0.0042	0.0040	0.0050	0.0041	0.0000	0.0018	0.0015	0.0014	0.0028
Paving and lighting	0.0050	0.0042	0.0040	0.0050	0.0029	0.0000	0.0050	0.0037	0.0023	0.0022
Liability insurance	0.0321	0.0294	0.0288	0.0383	0.0389	0.0416	0.0165	0.0195	0.0217	0.0208
IMRF and social security	0.0643	0.0588	0.0575	0.0548	0.0450	0.0670	0.0655	0.0549	0.0000	0.0000
IMRF	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0229	0.0219
Social security	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0302	0.0285
Police	0.0092	0.0141	0.0008	0.0248	0.0153	0.0000	0.0171	0.0122	0.0137	0.0131
Museum	0.0069	0.0064	0.0000	0.0075	0.0020	0.0024	0.0031	0.0021	0.0023	0.0022
Special recreation	0.0230	0.0210	0.0206	0.0368	0.0351	0.0376	0.0382	0.0316	0.0296	0.0283
Debt service	0.2390	0.1985	0.1849	0.1913	0.1658	0.1545	0.1535	0.1271	0.1190	0.1141
<b>TOTAL PARK DISTRICT DIRECT RATES</b>	<b>0.8095</b>	<b>0.6912</b>	<b>0.6552</b>	<b>0.7291</b>	<b>0.6617</b>	<b>0.6397</b>	<b>0.6582</b>	<b>0.5606</b>	<b>0.5432</b>	<b>0.5226</b>
<b>OVERLAPPING RATES</b>										
Cook County including forest preserve	0.8930	0.8130	0.7510	0.6890	0.6530	0.5930	0.5570	0.4990	0.4660	0.4430
Metropolitan Water Reclamation District	0.4150	0.4010	0.3710	0.3610	0.3470	0.3150	0.2840	0.2630	0.2520	0.2610
School District #23, #214, #512	6.4820	5.6420	5.3660	5.6360	5.0840	4.9200	5.0590	4.2990	4.2060	4.1470
City of Prospect Heights/Police/Library	0.9460	0.8320	0.8810	1.1430	1.1480	1.2240	1.2790	1.0780	1.0590	0.3890
All others	0.9890	0.8840	0.8100	0.9790	0.8080	0.8010	0.8120	0.6790	0.6260	0.7350
<b>TOTAL OVERLAPPING RATES</b>	<b>9.7250</b>	<b>8.5720</b>	<b>8.1790</b>	<b>8.8080</b>	<b>8.0400</b>	<b>7.8530</b>	<b>7.9910</b>	<b>6.8180</b>	<b>6.6090</b>	<b>5.9750</b>
<b>TOTAL TAX RATE</b>	<b>10.5345</b>	<b>9.2632</b>	<b>8.8342</b>	<b>9.5371</b>	<b>8.7017</b>	<b>8.4927</b>	<b>8.6492</b>	<b>7.3786</b>	<b>7.1522</b>	<b>6.4976</b>

Data Source

Office of the County Clerk

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Seven Years Ago

2009				2002*			
Taxpayer	2009 Equalized Assessed Value * (1)	Rank	Percentage of Total Equalized Assessed Valuation		2002 Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Valuation
Woodland Creek Association	\$ 12,709,170	1	2.70%	The Finger Company	\$ 12,384,000	1	4.27%
Woodland Creek 2 Association	7,257,312	2	1.54%	Northwestern Mutual Life Insurance	8,394,407	2	2.90%
Northwestern Mutual Life Insurance	6,969,953	3	1.48%	C Cusick USGI Inc	7,436,260	3	2.57%
Rolling Green Country Club	4,332,826	4	0.92%	Old Orchard Country Club	3,689,393	4	1.27%
R Stone & Richstone LTD	2,361,891	5	0.50%	Rolling Green Country Club	2,238,502	5	0.77%
Oakton Crawford Company	2,295,530	6	0.49%	Oakton Crawford Company	1,937,578	6	0.67%
1st Home Mgt Manglardi	2,213,902	7	0.47%	Individual	1,781,929	7	0.61%
Manan Medical Products	2,038,054	8	0.43%	TJM Management	1,645,929	8	0.57%
Designer Direct	1,854,495	9	0.39%	Manan Medical Products	1,641,507	9	0.57%
Paramita	<u>1,842,585</u>	10	<u>0.39%</u>				<u>0.00%</u>
	<u>\$ 43,875,718</u>		<u>9.33%</u>		<u>\$ 41,149,505</u>		<u>14.19%</u>

Note:

The above taxpayers represent 9.33% of the District's \$470,477,626 equalized assessed valuation (EAV) for tax levy year 2009. Every reasonable effort has been made to seek out and report the largest taxpayers and to include all taxable property of those taxpayers listed. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

(1) Includes only those parcels with 2009 equalized assessed valuations of \$250,000 and over as recorded in the County Assessor's Office.

\* Most recent data available

Data Source

Cook County Clerk, Elk Grove and Wheeling Township Assessor's Office

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Extended	Collected within the		Collections in Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Levy
2000	\$ 1,815,954	\$ 1,750,382	95.96%	N/A	\$ 1,750,382	96.39%
2001	1,866,895	1,742,551	101.51%	N/A	1,742,551	93.34%
2002	1,899,452	1,895,004	94.37%	N/A	1,895,004	99.77%
2003	2,042,708	1,792,572	96.02%	N/A	1,792,572	87.75%
2004	2,139,557	1,961,345	100.51%	N/A	1,961,345	91.67%
2005	2,219,061	2,150,456	99.00%	N/A	2,150,456	96.91%
2006	2,298,988	2,196,764	99.69%	N/A	2,196,764	95.55%
2007	2,364,778	2,291,917	96.92%	N/A	2,291,917	96.92%
2008	2,446,068	2,410,022	98.53%	\$ 50,153	2,460,175	100.58%
2009	2,460,598	2,116,355	86.01%	286,019	2,402,374	97.63%

Note: Property in the District is reassessed every three years. Property is assessed and then equalized to be approximately 33 1/3% of actual value.

Collections in subsequent years is not available for 2007 and prior.

Data Source

Office of the County Clerk

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Tax Levy Year	Population (1)	Equalized Assessed Value	Governmental Activities		Total Primary Government	Percent of Equalized Assessed Value	Per Capita
				General Obligation Bonds	Other Contractual Debt			
2001	2000	15,500	\$ 224,330,285	\$ 11,261,451	\$ 38,512	\$ 11,299,963	5.04%	\$ 729.03
2002	2001	15,500	270,094,806	10,817,241	16,819	10,834,060	4.01%	698.97
2003	2002	15,500	289,904,507	10,692,172	500,559	11,192,731	3.86%	722.11
2004	2003	15,500	280,168,513	10,594,782	-	10,594,782	3.78%	683.53
2005	2004	15,500	323,342,813	12,126,991	-	12,126,991	3.75%	782.39
2006	2005	15,500	346,890,926	11,735,112	-	11,735,112	3.38%	757.10
2007	2006	15,500	349,283,985	11,331,815	-	11,331,815	3.24%	731.08
2008	2007	15,500	421,829,772	10,919,044	-	10,919,044	2.59%	704.45
2009	2008	15,500	450,482,521	10,770,311	-	10,770,311	2.39%	694.86
2010	2009	15,500	470,477,626	10,311,969	-	10,311,969	2.19%	665.29

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

(1) Estimated by the District

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Equalized Assessed Value	Per Capita
2001	\$ 11,261,451	\$ (2,045)	\$ 11,263,496	5.0%	\$ 726.68
2002	10,817,241	77,997	10,739,244	4.0%	692.85
2003	10,692,172	827,411	9,864,761	3.4%	636.44
2004	10,594,782	14,148	10,580,634	3.8%	682.62
2005	12,126,991	20,035	12,106,956	3.7%	781.09
2006	11,735,112	251	11,734,861	3.4%	757.09
2007	11,331,815	22,965	11,308,850	3.2%	729.60
2008	10,919,044	-	10,919,044	2.6%	704.45
2009	10,770,331	17,598	10,752,733	2.4%	693.72
2010	10,311,969	13,263	10,298,706	2.2%	664.43

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

See the schedule of Equalized Assessed Value and Actual Value of Taxable Property on page 65 for property value data.

PROSPECT HEIGHTS PARK DISTRICT  
 PROSPECT HEIGHTS, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Legal debt limit	\$ 6,449,496	\$ 7,765,226	\$ 8,334,755	\$ 8,054,845	\$ 9,296,106	\$ 9,973,114	\$ 10,041,915	\$ 12,127,606	\$ 12,951,372	\$ 13,526,232
Total net debt applicable to limit	3,812,581	3,102,525	1,347,731	800,330	492,795	491,205	492,540	494,435	10,770,311	10,311,969
Legal debt margin	\$ 2,636,915	\$ 4,662,701	\$ 6,987,024	\$ 7,254,515	\$ 8,803,311	\$ 9,481,909	\$ 9,549,375	\$ 11,633,171	\$ 2,181,061	\$ 3,214,263
Total net debt applicable to the limit as a percentage of debt limit	59.1%	40.0%	16.2%	9.9%	5.3%	4.9%	4.9%	4.1%	83.2%	76.2%

Legal Debt Margin Calculation for Fiscal 2010

2009 Assessed Value (most recent available)	\$ 470,477,626
Legal debt margin	<u>2.875%</u>
Debt limit	13,526,232
Debt applicable to limit General obligation bonds, notes and certificates	<u>10,311,969</u>
Legal debt margin	<u>\$ 3,214,263</u>

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

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Fiscal Year	Population (1)	Personal Income	Per Capita Personal Income (2)	Unemployment Rate (3)
2009 *	15,500	\$ 1,033,555,500	\$ 66,681	8.1%
2008	15,500	1,033,555,500	66,681	4.9%
2007	15,500	1,033,555,500	66,681	3.6%
2006	15,500	1,033,555,500	66,681	3.0%
2005	15,500	1,033,555,500	66,681	4.1%
2004	15,500	1,033,555,500	66,681	4.3%
2003	15,500	1,033,555,500	66,681	4.7%
2002	15,500	1,033,555,500	66,681	4.8%
2001	15,500	1,033,555,500	66,681	3.9%
2000	15,500	1,033,555,500	66,681	3.2%

- (1) Population estimates by District
- (2) U.S. Census Bureau, 2000 Census
- (3) Illinois Department of Employment Security (IDES)

\* Most recent data available

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Six Years Ago

2010				2004			
Employer	Number of Employees	Rank	Percentage of Total District Employment	Employer	Number of Employees	Rank	Percentage of Total District Employment
School District Number 23*	197	1	31.0%	Household International, Inc.	1,100	1	74.0%
Prospect Heights Park District*	153	2	24.1%	Jarke Corp	99	2	6.7%
Prospect Heights Fire Protection District	64	3	10.1%	Siemens Hearing Instruments, Inc.	90	3	6.1%
Terrance Electric & Technology	60	4	9.4%	Doetsch Bros. Company	60	4	4.0%
Prospect Heights Library	45	5	7.1%	Prospect Heights Public Library District	40	5	2.7%
City of Prospect Heights	40	6	6.3%	Banco Popular	31	6	2.1%
Walgreens	40	7	6.3%	Camera Ready Copies, Inc	25	7	1.7%
NAPA-Heights Automotive	15	8	2.4%	Lewis International, Inc	22	8	1.5%
Flower Garden	13	9	1.4%	Gray Machinery Co.	20	9	1.3%
Metro Credit Union	9	10	1.4%				

NOTES:

\* Phone canvas. Includes full, part-time and seasonal

Information prior to 2004 is not available

Data Source

Illinois Manufacturers and Illinois Service Directories

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>ADMINISTRATIVE AND FINANCE</b>										
Executive Director	1	1	1	1	1	1	1	1	1	1
Business Manager	1.0	1.0	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
HR Coordinator/Accounting Assistant	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
IT Administrator	0.0	0.0	0.0	0.0	0.5	0.5	0.5	0.5	0.5	0.5
Administrative Assistant	0.5	0.5	1	1	1	1	0.5	0.5	0.5	1
Total Administrative and Finance	3.0	3.0	3.0	3.0	3.5	3.5	3.0	3.0	3.0	3.5
<b>RECREATION AND FACILITIES DEPARTMENT</b>										
Superintendent of Parks and Recreation	1	1	1	1	1	1	1	1	1	1
Director of Golf Operations	1	1	1	1	1	1	1	1	1	1
Superintendent of Greens	1	1	1	1	1	1	1	1	1	1
Superintendent of Facilities	1	1	1	1	1	1	1	1	1	1
Supervisor of Programming	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Registrar	1	1	1	1	1	1	1	1	1	1
Parks Foreman	1	1	1	1	1	1	1	1	1	1
Facilities Maintenance	2	2	2	2	2	2	2	2	2	2
Assistant Golf Pro	1	1	1	1	1	1	1	1	1	1
Shop Mechanic	1	1	1	1	1	1	1	1	1	1
Greens Foreman	1	1	1	1	1	1	1	1	1	1
Total Recreation and Facilities Department	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5
<b>TOTAL PARK DISTRICT</b>	<b>16.5</b>	<b>16.5</b>	<b>16.5</b>	<b>16.5</b>	<b>17.0</b>	<b>17.0</b>	<b>16.5</b>	<b>16.5</b>	<b>16.5</b>	<b>17.0</b>

Data Source

District Finance Department

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

OPERATING INDICATORS

Last Five Fiscal Years

Function/Program	2006	2007	2008	2009	2010
<b>Program Attendance</b>					
Preschool	84	80	69	70	78
Kinderstop	-	-	10	27	30
Children's	789	753	670	645	634
Performing arts	230	220	256	328	259
Athletics	730	630	708	652	534
Seniors	951	1,178	1,717	1,530	1,880
Camps	450	550	485	473	430
Total program attendance	3,234	3,411	3,915	3,725	3,845
<b>Aquatics</b>					
Swim lessons	90	88	67	66	63
Pool passes	123	145	138	118	102
Daily swim	3,356	4,934	4,658	4,707	5,014
Total aquatics	3,569	5,167	4,863	4,891	5,179
<b>Fitness Center Attendance</b>					
Membership	462	461	502	504	529
Daily use	1,085	1,146	1,768	1,567	1,304
Total attendance	1,547	1,607	2,270	2,071	1,833
<b>Golf</b>					
Outings	71	68	65	82	87
Membership	172	160	158	150	158
Open play	28,007	27,725	26,462	28,237	28,101
Warm up range	-	-	4,134	4,528	4,003
Total golf	28,250	27,953	30,819	32,997	32,349

Data Source

Various District departments

PROSPECT HEIGHTS PARK DISTRICT  
PROSPECT HEIGHTS, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>PARKS</b>										
Number	15	15	15	16	15	15	15	15	15	15
Owned acres	151.47	151.47	151.47	159.97	158.97	158.97	158.97	158.97	158.97	158.97
Leased acres	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00
Total acres	163.47	163.47	163.47	171.97	170.97	170.97	170.97	170.97	170.97	170.97
<b>FACILITIES</b>										
Playgrounds	7	7	7	7	7	7	7	7	7	7
Swimming pools	1	1	1	1	1	1	1	1	1	1
Recreation centers	1	1	1	1	1	1	1	1	1	1
Indoor racquet courts	2	2	2	2	2	2	2	2	2	2
Tennis courts	3	3	3	3	3	3	3	3	3	3
Basketball courts	4	4	4	4	4	4	4	4	4	4
18 hole golf course	1	1	1	1	1	1	1	1	1	1
Warm up range	-	-	-	-	-	1	1	1	1	1
Football/soccer fields	2	2	2	2	2	2	2	2	2	2
Ball fields	3	3	3	3	3	3	3	3	3	3
Outdoor tennis courts	3	3	3	3	3	3	3	3	3	3
Picnic areas	6	6	6	6	6	6	6	6	6	6
Jogging and bike trails	4 miles	4 miles	4 miles	4 miles	4 miles	4 miles	4 miles	4 miles	4 miles	4 miles

Data Source

Various District departments