

Vandalia Park District

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December 31, 2011

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CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

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INDEPENDENT AUDITORS' REPORT

June 20, 2012

To the Board of Directors
Vandalia Park District
Vandalia, Illinois 62471

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vandalia Park District, as of and for the year ended December 31, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Vandalia Park District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1C, the Vandalia Park District prepares its financial statements on a modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position – modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of the Vandalia Park District, as of December 31, 2011, and the respective changes in financial position – modified cash basis thereof for the year then ended in conformity with the basis of accounting described in Note 1C.

The management's discussion and analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. The management of the Vandalia Park District has elected to omit this information from this report.

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Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 24 through 30 and 33 through 34 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Vandalia Park District's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Respectfully submitted,

Luallen, Cearlock, Barth & Burnam, Ltd.

Luallen, Cearlock, Barth & Burnam, Ltd.

Certified Public Accountants

Vandalia Park District
 STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
 December 31, 2011

		<u>Primary Government Governmental Activities</u>
ASSETS		
Cash and Cash Equivalents	\$	639,825
Investments		145,727
Capital Assets		
Capital Assets, Net of Accumulated Depreciation		<u>1,662,579</u>
TOTAL ASSETS		<u><u>2,448,131</u></u>
 LIABILITIES		
TOTAL LIABILITIES		<u>0</u>
 NET ASSETS		
Invested in Capital Assets, Net of Related Debt		1,662,579
Unrestricted		773,440
Restricted		<u>12,112</u>
TOTAL NET ASSETS	\$	<u><u>2,448,131</u></u>

The Accompanying Notes and Independent Auditors' Report
 are an Integral Part of These Financial Statements

Vandalia Park District
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
For the Fiscal Year Ended December 31, 2011

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets Primary Government</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Total Governmental Activities</u>
PRIMARY GOVERNMENT					
Government Activities:					
General Government	\$ (40,782)	\$ 4,080	\$ 0	\$ 13,333	\$ (23,369)
Culture and Recreation	(321,287)	50,987	0	244,582	(25,718)
Insurance	(20,796)	0	0	0	(20,796)
Social Security	(8,244)	0	0	0	(8,244)
IMRF	(6,218)	0	0	0	(6,218)
Total Government Activities	<u>(397,327)</u>	<u>55,067</u>	<u>0</u>	<u>257,915</u>	<u>(84,345)</u>
TOTAL PRIMARY GOVERNMENT	\$ <u>(397,327)</u>	\$ <u>55,067</u>	\$ <u>0</u>	\$ <u>257,915</u>	<u>(84,345)</u>

General Revenues:

Taxes:

County Taxes	213,132
State Replacement Taxes	25,765
Investment Income	4,430
Farm Income	31,204
Miscellaneous	0
Transfers - Internal Activity	0

Total General Revenues and Other 274,531

Change in Net Assets 190,186

Net Assets - Beginning 2,257,945

Net Assets - Ending \$ 2,448,131

The Accompanying Notes and Independent Auditors' Report
are an Integral Part of These Financial Statements

Vandalia Park District
BALANCE SHEET - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
December 31, 2011

	General Park Fund	Pool Fund	Airport Fund	Recreation Fund	Insurance Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and Cash Equivalents	\$ 332,325	\$ 2,827	\$ 272,926	\$ 1,157	\$ 24,655	\$ 5,935	\$ 639,825
Investments	145,727	0	0	0	0	0	145,727
TOTAL ASSETS	\$ 478,052	\$ 2,827	\$ 272,926	\$ 1,157	\$ 24,655	\$ 5,935	\$ 785,552
LIABILITIES AND FUND BALANCES							
Liabilities:							
Payroll Liabilities	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Liabilities	0	0	0	0	0	0	0
Fund Balances:							
Restricted	0	0	0	0	24,655	5,935	30,590
Assigned	0	0	12,112	0	0	0	12,112
Unassigned	478,052	2,827	260,814	1,157	0	0	742,850
Total Fund Balances	478,052	2,827	272,926	1,157	24,655	5,935	785,552
TOTAL LIABILITIES AND FUND BALANCES	\$ 478,052	\$ 2,827	\$ 272,926	\$ 1,157	\$ 24,655	\$ 5,935	
Reconciliation to Statement of Net Assets:							
Amounts reported for governmental activities in the statement of net assets are different because:							
Capital assets used in governmental activities of \$2,717,465, net of accumulated depreciation of \$1,054,886, are not financial resources and, therefore, are not reported in the funds.							1,662,579
Net assets of governmental activities							\$ 2,448,131

The Accompanying Notes and Independent Auditors' Report
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Vandalia Park District
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
For the Fiscal Year Ended December 31, 2011

	General Park Fund	Pool Fund	Airport Fund	Recreation Fund	Insurance Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:							
Taxes	\$ 115,665	\$ 0	\$ 42,807	\$ 42,047	\$ 24,853	\$ 13,525	\$ 238,897
Charges for Services	4,080	31,205	19,782	0	0	0	55,067
Grants and Contributions	13,333	0	242,915	1,667	0	0	257,915
Farm Income	0	0	31,204	0	0	0	31,204
Investment Income	2,948	20	1,390	48	0	24	4,430
Miscellaneous	0	0	0	0	0	0	0
Total Revenues	<u>136,026</u>	<u>31,225</u>	<u>338,098</u>	<u>43,762</u>	<u>24,853</u>	<u>13,549</u>	<u>587,513</u>
EXPENDITURES:							
Current:							
General Government:	40,782	0	0	0	20,796	14,462	76,040
Culture and Recreation:							
General	79,128	0	0	37,123	0	0	116,251
Airport	0	0	59,479	0	0	0	59,479
Pool	0	51,093	0	0	0	0	51,093
Capital Outlay	11,507	0	204,067	5,693	0	0	221,267
Total Expenditures	<u>131,417</u>	<u>51,093</u>	<u>263,546</u>	<u>42,816</u>	<u>20,796</u>	<u>14,462</u>	<u>524,130</u>
Excess (Deficiency) of Revenues Over Expenditures	4,609	(19,868)	74,552	946	4,057	(913)	63,383
Other Financing Sources (Uses):							
Transfers from Other Funds	67,407	30,991	14,407	41,149	0	0	153,954
Transfers to Other Funds	(86,547)	(11,000)	(14,407)	(42,000)	0	0	(153,954)
Total Other Financing Sources (Uses)	<u>(19,140)</u>	<u>19,991</u>	<u>0</u>	<u>(851)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Beginning	<u>492,583</u>	<u>2,704</u>	<u>198,374</u>	<u>1,062</u>	<u>20,598</u>	<u>6,848</u>	<u>722,169</u>
Fund Balances - Ending	<u>\$ 478,052</u>	<u>\$ 2,827</u>	<u>\$ 272,926</u>	<u>\$ 1,157</u>	<u>\$ 24,655</u>	<u>\$ 5,935</u>	<u>\$ 785,552</u>

Continued on following page.

Vandalia Park District
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
For the Fiscal Year Ended December 31, 2011

Reconciliation to the Statement of Activities:

Net Change in Fund Balances - Total Governmental Funds \$ 63,383

Amounts reported for governmental activities in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures while governmental
activities report depreciation expense to allocate those expenditures over the
life of the assets:

Capital asset purchase capitalized	221,267
Depreciation expense	<u>(94,464)</u>
	<u>126,803</u>

Change in Net Assets of Governmental Activities \$ 190,186

The Accompanying Notes and Independent Auditors' Report
are an Integral Part of These Financial Statements

Vandalia Park District
STATEMENT OF FIDUCIARY NET ASSETS -
MODIFIED CASH BASIS
December 31, 2011

ASSETS

Cash and Cash Equivalents	\$ <u>2,826</u>
TOTAL ASSETS	\$ <u><u>2,826</u></u>

LIABILITIES AND NET ASSETS

Net Assets:

Unreserved	\$ <u>2,826</u>
Total Net Assets	<u>2,826</u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u><u>2,826</u></u>

The Accompanying Notes and Independent Auditors' Report
are an Integral Part of These Financial Statements

Vandalia Park District
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS -
MODIFIED CASH BASIS
FIDUCIARY FUNDS
For the Fiscal Year Ended December 31, 2011

	<u>Evans Youth Center</u>
REVENUES:	
Investment Income	\$ <u>4,138</u>
Total Revenues	<u>4,138</u>
EXPENDITURES:	
Current:	
General Government	<u>3,538</u>
Total Expenditures	<u>3,538</u>
Excess (Deficiency) of Revenues Over Expenditures	600
Fund Balances - Beginning	<u>2,226</u>
Fund Balances - Ending	<u><u>\$ 2,826</u></u>

The Accompanying Notes and Independent Auditors' Report
are an Integral Part of These Financial Statements

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies

As discussed further in Note 1.C, these financial statements are presented on a modified cash basis of accounting. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, to the extent they are applicable to the modified cash basis of accounting, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails.

(A) The Reporting Entity

For financial reporting purposes, the Vandalia Park District (the District) has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity was made by applying criteria set forth in generally accepted accounting principles. These criteria were used to determine if the District exercises oversight responsibility for any potential component unit.

Oversight responsibility is defined to include the following considerations: selection of governing authority, designation of management, ability to significantly influence operations, accountability for fiscal matters, the scope of an organization's public service, and/or special financing relationships.

Based on these considerations, the District has determined that it does not exercise oversight responsibility over any other entity. Therefore, the financial statements of the District include only the financial information relevant to the operations of the District itself and do not include any financial information from any potential component unit or any other entity.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

(B) Basis of Presentation

Government-Wide Financial Statements:

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity, except for fiduciary funds non component units that are fiduciary in nature. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The District did not have any business-type activities.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The District presently has no proprietary funds. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund

The General Park Fund is the primary operating fund of the District and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

The District has three other general funds that meet the criteria of major:

<u>Fund</u>	<u>Brief Description</u>
Pool Fund	Accounts for revenues received and expenditures paid for recreational services provided by the Park District's swimming pool.
Airport Fund	Accounts for revenues and expenditures legally restricted to maintain the Park District's airport and facilities.
Recreation Fund	Accounts for revenues received and expenditures paid for maintenance of the recreational areas of the Park District.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the District. The reporting entity includes the following special revenue funds, all of which are reported as nonmajor funds, with the exception of the Insurance Fund.

<u>Fund</u>	<u>Brief Description</u>
Bond and Interest	Accounts for taxes legally restricted for repayment of government obligation bonds and interest.
IMRF	Accounts for employer portion of IMRF benefits.
Social Security	Accounts for employer share of payroll taxes.
Insurance	Accounts for commercial liability insurance.

Fiduciary Fund

The fiduciary fund is used to account for resources restricted for the maintenance of a specific property. The reporting entity includes the following fiduciary fund that is reported as a major fund:

Evans Youth Center	Accounts for contributions and specific revenues and transfers from other funds and expenditures for maintenance of the Evans Youth Center or Scout House.
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(C) Measurement Focus and Basis of Accounting

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

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

Measurement Focus

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the modified cash basis of accounting, is used as appropriate:

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

Basis of Accounting

In the government-wide Statement of Net Assets and Statements of Activities and the fund financial statements, governmental, business-like, and component unit activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, net assets/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for depreciation in the government-wide statements, proprietary fund statements, and the similar discretely presented component unit statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financial would be presented on the accrual basis of accounting.

(D) Assets, Liabilities, and Equity

Cash and Cash Equivalents

For the purpose of financial reporting, "cash and cash equivalents" include all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of less than three months.

Investments

Investments classified in the financial statements consist of available-for-sale investments and certificates of deposit with an original maturity date of three months or longer. Investments are carried at cost, which approximates fair value.

Capital Assets

The District's modified cash basis of accounting reports capital assets resulting from cash transactions and reports depreciation where appropriate. The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund and similar discretely presented component unit operations and whether they are reported in the government-wide or fund financial statements.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

Government-Wide Statements:

In the government-wide financial statements, capital assets arising from cash transactions are accounted for as assets in the Statement of Net Assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to January 1, 2004. Prior to January 1, 2004, governmental funds' infrastructure assets were not capitalized. Infrastructure assets acquired since January, 2004 are recorded at cost.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The capitalization threshold used for individual equipment is \$5,000, for buildings and improvements is \$20,000, and for infrastructure assets is \$20,000. The range of estimated useful lives by type of asset is as follows:

Buildings	40 - 50 years
Improvements other than buildings	10 - 25 years
Machinery, furniture, and equipment	3 - 20 years
Utility property and improvements	10 - 50 years
Infrastructure	25 - 50 years

Fund Financial Statements:

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

Equity Classification

Government-Wide Statements:

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- b. Restricted net assets – Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

The District has a restricted fund balance of \$12,112. The funds are restricted to the following purpose:

- 1) The District has reserved a portion of its cash balance for maintenance of the fuel facility at the airport. The District receives \$.10 for every gallon of fuel pumped from the tank. The revenue and expenditures are accounted for in the Airport Fund. At December 31, 2011 the reserved balance was \$12,112.

It is the District’s policy to first use restricted net assets prior to the use of unrestricted net assets when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

Fund Financial Statements:

Governmental fund equity is classified as fund balance.

- a. Restricted Fund Balance - Consists of entire fund balance in the Insurance, Social Security, IMRF, and Bond and Interest Funds. The fund balances in these funds are restricted tax levies to be used for a specific purpose governed by enabling legislation.
- b. Assigned Fund Balance - Consists of fund balance to be used for a specific purpose and the intent is expressed by the governing body. The governing body that assigned this fund balance was the Park District Officers and Board of Directors. This particular assigned fund balance is to be used for airport fuel tank maintenance.
- c. Unassigned Fund Balance – Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general funds.

It is the District's policy to first use restricted, assigned, or committed net assets prior to the use of unassigned net assets when an expense is incurred for purposes for which all types of net assets are available.

(E) Revenues, Expenditures, and Expenses

Program Revenues

In the Statement of Activities, modified cash basis revenues that are derived directly from each activity or from parties outside the District's taxpayers are reported as program revenues. The District has the following program revenue in each activity:

General Government	Rental income, specific donation.
Culture and Recreation	Rental income, recreation fees, concession sales, specific donations.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

(F) Revenue Recognition – Property Taxes

Property taxes attach an enforceable lien on property as of January 1. Taxes are levied on or before the second Tuesday in December of each year. The taxes collected during the year reflect the 2010 tax levy. Taxes were payable in equal installments in September and October 2011 and were delinquent after that date. Collections are expected about one month after the due dates.

(G) Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Assets and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

FUND FINANCIAL STATEMENTS

Interfund activity, if any, within and among the governmental fund categories is reported as follows in the fund financial statements:

1. Interfund loans – Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund services - Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
3. Interfund reimbursements - Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund transfers – Flows of assets from one fund to another where repayment is not expected are reported as transfers in and out.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances – Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the Statement of Net Assets, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers-Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

The following schedule reports transfers within the reporting entity:

	<u>Transfer In</u>	<u>Transfer Out</u>
Major Funds:		
General Fund:		
Park	\$ 67,407	\$ 86,547
Pool	30,991	11,000
Airport	14,407	14,407
Recreation	<u>41,149</u>	<u>42,000</u>
Totals	<u>\$153,954</u>	<u>\$153,954</u>

The Park Fund transferred funds to the Pool, Airport, Recreation Funds to cover salaries and other operating expenditures. The Park Fund receives funds from all other funds to reimburse it for expenditures paid by the Park on behalf of the other funds.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 1: Significant Accounting Policies - Cont'd

(H) Use of Estimates

The preparation of financial statements in conformity with the other comprehensive basis of accounting (OCBOA) used by the District requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

(I) Investment Policy

It is the policy of the Vandalia Park District to invest in public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Vandalia Park District and conforming to all state and local statutes governing the investment of public funds.

Note 2: Detail Notes: Accounts

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, liabilities and equity.

(A) Cash and Investments

At December 31, 2011, the carrying amount of the District's deposits were \$753,708 (includes Fiduciary). The bank balance was \$749,564. The deposits and investments are categorized in accordance with risk factors created by governmental reporting standards as follows:

	Checking & Money		Bank and Money
	Money Market		
	<u>Deposits</u>	<u>CD's</u>	<u>Fund Balance</u>
Category #1	\$250,000	\$106,913	\$356,913
Category #2	354,436	0	354,436
Category #3	<u>42,359</u>	<u>0</u>	<u>42,359</u>
	<u>\$646,795</u>	<u>\$106,913</u>	<u>\$753,708</u>

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 2: Detail Notes: Accounts – Cont'd

Category #1 includes deposits and investments covered by depositing insurance or collateral held by the District or its agent in the District's name.

Category #2 includes deposits and investments covered by collateral held by the financial institutions trust department in the District's name.

Category #3 includes deposits and investments which are uncollateralized or the collateral is held by the financial institutions trust department but not in the District's name.

Investments also includes Federated GNMA Trust #16 and Federated Money Market Funds. The Federated GNMA Trust #16 Mutual Fund invests in mortgage-backed securities guaranteed by the Government National Mortgage Association and recorded at cost. The cost of the total investment (including Federated Money Market) is \$38,814 and FMV is \$38,367.

(B) Capital Assets

Capital asset activity, resulting from modified cash basis transactions, for the year ended December 31, 2011 was as follows:

Governmental Activities:

Capital Assets:	Balance at <u>January 1, 2011</u>	<u>Addition</u>	<u>Retirements</u>	Balance at <u>December 31, 2011</u>
Buildings	\$ 974,176	\$ 0	\$ 0	\$ 974,176
Pool	402,343	0	0	402,343
Improvements Other Than Buildings	904,761	204,067	0	1,108,828
Machinery and Equipment	<u>235,292</u>	<u>17,200</u>	<u>(20,374)</u>	<u>232,118</u>
Total Capital Assets	<u>\$2,516,572</u>	<u>\$221,267</u>	<u>\$(20,374)</u>	<u>\$2,717,465</u>

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 2: Detail Notes: Accounts – Cont'd

Less Accumulated Depreciation for:

Buildings	\$ 433,123	\$ 21,141	\$ 0	\$ 454,264
Pool	143,423	11,550	0	154,973
Improvements Other Than Buildings	300,087	42,827	0	342,914
Machinery and Equipment	<u>104,163</u>	<u>18,946</u>	<u>(20,374)</u>	<u>102,735</u>
	<u>\$ 980,796</u>	<u>\$ 94,464</u>	<u>\$(20,374)</u>	<u>\$1,054,886</u>

Governmental Activities

Capital Assets, Net	<u>\$1,535,776</u>	<u>\$126,803</u>	<u>\$ 0</u>	<u>\$1,662,579</u>
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Depreciation expense was charged to functions as follows in the Statement of Activities:

Primary Government:

Governmental Activities:

Culture and Recreation	<u>\$94,464</u>
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Total Depreciation

Expense for Government	<u>\$94,464</u>
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Note 3: Risk Management:

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

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 3: Risk Management – Cont’d

The District manages these various risks of loss as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk of Loss Retained</u>
a. Torts, errors, and omissions	Purchased commercial insurance	None
b. Workers compensation	Purchased commercial insurance	None
c. Physical property loss and natural disasters	Purchased commercial insurance	None

Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

Note 4: Pension Plan:

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

Funding Policy. As set by statute, your employer Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2011 used by the employer was 9.77 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2011 was 15.21 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 4: Pension Plan – Cont'd

Annual Pension Cost. For fiscal year ending December 31, 2011, the employer's actual contributions for pension cost for the Regular were \$6,218. Its required contribution for calendar year 2011 was \$9,679. (If you made an additional payment toward your unfunded amount, add this payment to your actual contributions and recalculate the percentage of APC contributed.)

Three-Year Trend Information for the Regular Plan			
Calendar Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	9,679	64%	\$0*
12/31/10	6,995	77%	0
12/31/09	3,766	100%	0

*If you utilized the phase-in contribution rate, the net pension obligation will have to be calculated.

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.50 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of your employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer Regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 41.90 percent funded. The actuarial accrued liability for benefits was \$143,667 and the actuarial value of assets was \$64,235, resulting in an underfunded actuarial accrued liability (UAAL) of \$78,832. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$63,639 and the ratio of the UAAL to the covered payroll was 124 percent.

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

Vandalia Park District

Notes to Financial Statements
For The Year Ended December 31, 2011

Note 4: Pension Plan – Cont'd

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) ---Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/11	64,235	143,067	78,832	44.90%	63,639	123.87%
12/31/10	50,038	124,905	74,867	40.06%	60,513	123.72%
12/31/09	36,498	108,863	72,365	33.53%	60,548	119.52%

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$59,574. On a market basis, the funded ratio would be 41.64%.

Note 5: Budgetary Compliance

For the year ended December 31, 2011, expenditures exceeded appropriations at the legal level of control in individual funds as follows:

Fund Type	Fund	Appropriations Amount	Actual Amount
General	Recreation	\$42,300	\$ 42,816
General	Airport	\$75,275	\$263,545

Note 6: Computation of Legal Debt Margin

Assessed Valuation	<u>\$58,358,120</u>
Debt Limit - 2.875% of Assessed Valuation	\$ 1,677,796
Less: General Obligation Debt	<u>0</u>
Legal Debt Margin, December 31, 2011	<u>\$ 1,677,796</u>

Note 7: Unasserted Claims and Assessments

The Park District is currently involved in a lawsuit filed by an individual's estate. The individual sustained injuries resulting in his death while skydiving at the airport operated by the Park District. The Park District is one of at least 10 defendants in the lawsuit. At this time, an outcome is unknown and it is premature to know whether the case will have any significant material impact on the finances of the Park District. The Park District discontinued its lease with the skydiving company in 2012 and therefore no longer allows skydiving on its property.

REQUIRED SUPPLEMENTAL INFORMATION

Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 GENERAL PARK FUND
 For the Year Ended December 31, 2011

	<u>Budgeted</u> <u>Original/Final</u>	<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive(Negative)</u>
Beginning Budgetary Fund Balance:	\$ 492,583	\$ 492,583	\$ 0
Resources (Inflows):			
Taxes	121,735	115,665	(6,070)
Grants and Contributions	0	13,333	13,333
Investment Income	1,000	2,948	1,948
Charges for Services	1,000	4,080	3,080
Other Financing Sources:			
Transfers From Other Funds	<u>0</u>	<u>67,407</u>	<u>67,407</u>
Amounts Available for Appropriation	<u>616,318</u>	<u>696,016</u>	<u>79,698</u>
Charges to Appropriations (Outflows):			
General Government:			
Contractual Services	\$ 13,100	\$ 13,137	\$ (37)
Telephone	1,000	1,166	(166)
Professional Fees	5,900	4,241	1,659
Postage	250	176	74
Dues	1,300	1,296	4
Insurance	20,000	19,900	100
Bank Fees	400	582	(182)
Printing and Publications	100	201	(101)
Miscellaneous and Contingencies	<u>10,100</u>	<u>83</u>	<u>10,017</u>
Total General Government	<u>52,150</u>	<u>40,782</u>	<u>11,368</u>
Culture and Recreation:			
Salaries	38,100	37,044	1,056
Payroll Taxes	7,000	3,538	3,462
Supplies	10,000	10,754	(754)
Capital Outlay	10,000	11,507	(1,507)
Utilities	6,000	6,197	(197)
Repairs and Maintenance	400	358	42
Park Improvements/Donation	30,000	16,865	13,135
Fuel and Oil	<u>4,000</u>	<u>4,372</u>	<u>(372)</u>
Total Culture and Recreation	<u>105,500</u>	<u>90,635</u>	<u>14,865</u>
Other Financing Uses:			
Transfers to Other Funds	<u>0</u>	<u>86,547</u>	<u>(86,547)</u>
Total Other Financing Uses	<u>0</u>	<u>86,547</u>	<u>(86,547)</u>
Total Charges to Appropriations	<u>157,650</u>	<u>217,964</u>	<u>(60,314)</u>
Ending Budgetary Fund Balance	<u>\$ 458,668</u>	<u>\$ 478,052</u>	<u>\$ 19,384</u>

The Accompanying Notes and Independent Auditors' Report
 are an Integral Part of These Financial Statements

Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 BUDGETED MAJOR GOVERNMENTAL FUND - POOL FUND
 For the Year Ended December 31, 2011

	<u>Budgeted Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Beginning Budgetary Fund Balance	\$ 2,704	\$ 2,704	\$ 0
Resources (Inflows):			
Charges for Services	30,000	31,205	1,205
Investment Income	0	20	20
Other Financing Sources:			
Transfers from Other Funds	<u>0</u>	<u>30,991</u>	<u>30,991</u>
Amounts Available for Appropriation	<u>32,704</u>	<u>64,920</u>	<u>32,216</u>
Charges to Appropriations (Outflows):			
Culture and Recreation:			
Pool Salaries	31,400	28,726	2,674
Payroll Taxes	0	2,264	(2,264)
Pool Maintenance	2,000	1,795	205
Pool Supplies and Concessions	15,000	10,159	4,841
Capital Outlay	2,500	0	2,500
Telephone	550	511	39
Pool Utilities	7,000	7,638	(638)
Miscellaneous	<u>100</u>	<u>0</u>	<u>100</u>
Total Culture and Recreation	<u>58,550</u>	<u>51,093</u>	<u>7,457</u>
Other Financing Uses:			
Transfers to Other Funds	<u>0</u>	<u>11,000</u>	<u>(11,000)</u>
Total Other Financing Uses	<u>0</u>	<u>11,000</u>	<u>(11,000)</u>
Total Charges to Appropriations	<u>58,550</u>	<u>62,093</u>	<u>(3,543)</u>
Ending Budgetary Fund Balance	\$ <u>(25,846)</u>	\$ <u>2,827</u>	\$ <u>28,673</u>

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 are an Integral Part of These Financial Statements

Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 BUDGETED MAJOR GOVERNMENTAL FUND - AIRPORT FUND
 For the Year Ended December 31, 2011

	<u>Budgeted</u> <u>Original/Final</u>	<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive (Negative)</u>
Beginning Budgetary Fund Balance	\$ 198,374	\$ 198,374	\$ 0
Resources (Inflows):			
Taxes	43,065	42,807	(258)
Investment Income	0	1,390	1,390
Farm Income	31,200	31,204	4
Charges for Services	18,500	19,782	1,282
Grants	0	242,915	242,915
Miscellaneous	0	0	0
Other Financing Sources:			
Transfers from Other Funds	<u>0</u>	<u>14,407</u>	<u>14,407</u>
Amounts Available for Appropriation	<u>291,139</u>	<u>550,879</u>	<u>259,740</u>
Charges to Appropriations (Outflows):			
Culture and Recreation:			
Salaries	14,875	14,407	468
Supplies	7,000	7,280	(280)
Utilities and Telephone	7,200	7,740	(540)
Professional Fees	100	11,155	(11,055)
Repairs and Maintenance	1,000	9,119	(8,119)
Improvements	20,000	5,777	14,223
Fuel and Oil	5,000	4,001	999
Capital Outlay	0	204,067	(204,067)
Miscellaneous and Contingencies	<u>20,100</u>	<u>0</u>	<u>20,100</u>
Total Culture and Recreation	<u>75,275</u>	<u>263,546</u>	<u>(188,271)</u>
Other Financing Uses:			
Transfers to Other Funds	<u>0</u>	<u>14,407</u>	<u>(14,407)</u>
Total Charges to Appropriations	<u>75,275</u>	<u>277,953</u>	<u>(202,678)</u>
Ending Budgetary Fund Balance	<u>\$ 215,864</u>	<u>\$ 272,926</u>	<u>\$ 57,062</u>

The Accompanying Notes and Independent Auditors' Report
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Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 BUDGETED MAJOR GOVERNMENTAL FUND - RECREATION FUND
 For the Year Ended December 31, 2011

	<u>Budgeted</u> <u>Original/Final</u>	<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive (Negative)</u>
Beginning Budgetary Fund Balance	\$ 1,062	\$ 1,062	\$ 0
Resources (Inflows):			
Taxes	42,300	42,047	(253)
Grants	0	1,667	1,667
Investment Income	0	48	48
Other Financing Sources:			
Transfers from Other Funds	<u>0</u>	<u>41,149</u>	<u>41,149</u>
Amounts Available for Appropriation	<u>43,362</u>	<u>85,973</u>	<u>42,611</u>
Charges to Appropriations (Outflows):			
Culture and Recreation			
Salaries	28,340	27,586	754
Supplies	8,960	9,537	(577)
Capital Outlay	<u>5,000</u>	<u>5,693</u>	<u>(693)</u>
Total Culture and Recreation	42,300	42,816	(516)
Other Financing Uses:			
Transfers to Other Funds	<u>0</u>	<u>42,000</u>	<u>(42,000)</u>
Total Charges to Appropriations	<u>42,300</u>	<u>84,816</u>	<u>(42,516)</u>
Ending Budgetary Fund Balance	<u>\$ 1,062</u>	<u>\$ 1,157</u>	<u>\$ 95</u>

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Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 BUDGETED MAJOR GOVERNMENTAL FUND - INSURANCE FUND
 For the Year Ended December 31, 2011

	<u>Budgeted Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Beginning Budgetary Fund Balance	\$ 20,598	\$ 20,598	\$ 0
Resources (Inflows):			
Taxes	<u>25,000</u>	<u>24,853</u>	<u>(147)</u>
Amounts Available for Appropriation	<u>45,598</u>	<u>45,451</u>	<u>(147)</u>
Charges to Appropriations (Outflows):			
General Government			
Liability Insurance	<u>25,000</u>	<u>20,796</u>	<u>4,204</u>
Total General Government	<u>25,000</u>	<u>20,796</u>	<u>4,204</u>
Total Charges to Appropriations	<u>25,000</u>	<u>20,796</u>	<u>4,204</u>
Ending Budgetary Fund Balance	<u>\$ 20,598</u>	<u>\$ 24,655</u>	<u>\$ 4,057</u>

The Accompanying Notes and Independent Auditors' Report
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Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 BUDGETED MAJOR FIDUCIARY FUND - EVANS YOUTH CENTER
 For the Year Ended December 31, 2011

	<u>Budgeted Original/Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Beginning Budgetary Fund Balance	\$ 2,226	\$ 2,226	\$ 0
Resources (Inflows):			
Investment Income	<u>3,800</u>	<u>4,138</u>	<u>338</u>
Amounts Available for Appropriation	<u>6,026</u>	<u>6,364</u>	<u>338</u>
Charges to Appropriations (Outflows):			
General Government			
Supplies	0	80	(80)
Utilities and Telephone	2,000	3,400	(1,400)
Repairs and Maintenance	3,000	0	3,000
Miscellaneous	<u>50</u>	<u>58</u>	<u>(8)</u>
Total Charges to Appropriations	<u>5,050</u>	<u>3,538</u>	<u>1,512</u>
Ending Budgetary Fund Balance	<u>\$ 976</u>	<u>\$ 2,826</u>	<u>\$ 1,850</u>

The Accompanying Notes and Independent Auditors' Report
 are an Integral Part of These Financial Statements

Vandalia Park District

Notes to Budgetary Comparison Schedule
December 31, 2011

Budgets and Budgetary Accounting

The budget is prepared on the same modified cash basis of accounting as applied in the basic financial statements. Revenues and expenditures are reported when they result from cash transactions.

The District follows these procedures in establishing the annual budget:

- (1) A proposed budget and appropriations ordinance for the fiscal year commencing January 1 is submitted to the District Commissioners before the first quarter of each fiscal year. The budget and appropriations ordinance includes proposed expenditures.
- (2) A public hearing is conducted to obtain citizen comments.
- (3) The budget is legally adopted through the passage of a resolution prior to March 31.
- (4) The Board may amend the budget by the same procedures required of its original adoption.

SUPPLEMENTARY INFORMATION

Vandalia Park District
 COMBINING BALANCE SHEET - MODIFIED CASH BASIS
 NONMAJOR GOVERNMENTAL FUNDS
 December 31, 2011

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Social Security	Bond and Interest	IMRF	
ASSETS				
Cash and Cash Equivalents	\$ <u>2,536</u>	\$ <u>687</u>	\$ <u>2,712</u>	\$ <u>5,935</u>
TOTAL ASSETS	\$ <u>2,536</u>	\$ <u>687</u>	\$ <u>2,712</u>	\$ <u>5,935</u>
FUND BALANCES				
Unreserved, Reported in Nonmajor Special Revenue Funds	\$ <u>2,536</u>	\$ <u>687</u>	\$ <u>2,712</u>	\$ <u>5,935</u>
TOTAL FUND BALANCES	\$ <u>2,536</u>	\$ <u>687</u>	\$ <u>2,712</u>	\$ <u>5,935</u>

The Accompanying Notes and Independent Auditors' Report
 are an Integral Part of These Financial Statements

Vandalia Park District
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Special Revenue Funds</u>			<u>Total Nonmajor Governmental Funds</u>
	<u>Social Security</u>	<u>Bond and Interest</u>	<u>IMRF</u>	
REVENUES:				
Taxes	\$ 8,551	\$ 1	\$ 4,973	\$ 13,525
Investment Income	0	0	24	24
Miscellaneous	0	0	0	0
Total Revenues	<u>8,551</u>	<u>1</u>	<u>4,997</u>	<u>13,549</u>
EXPENDITURES:				
Current:				
General Government	8,244	0	6,218	14,462
Debt Service	0	0	0	0
Total Expenditures	<u>8,244</u>	<u>0</u>	<u>6,218</u>	<u>14,462</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>307</u>	<u>1</u>	<u>(1,221)</u>	<u>(913)</u>
Net Change in Fund Balances	307	1	(1,221)	(913)
Fund Balances - Beginning	<u>2,229</u>	<u>686</u>	<u>3,933</u>	<u>6,848</u>
Fund Balances - Ending	<u>\$ 2,536</u>	<u>\$ 687</u>	<u>\$ 2,712</u>	<u>\$ 5,935</u>

The Accompanying Notes and Independent Auditors' Report
 are an Integral Part of These Financial Statements

Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 BUDGETED NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	SPECIAL REVENUE FUNDS		
	SOCIAL SECURITY		
	Budgeted Original/Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Beginning Budgetary Fund Balance	\$ 2,229	\$ 2,229	\$ 0
Resources (Inflows):			
Taxes	<u>8,600</u>	<u>8,551</u>	<u>(49)</u>
Amounts Available for Appropriation	<u>10,829</u>	<u>10,780</u>	<u>(49)</u>
Charges to Appropriations (Outflows):			
Social Security	<u>8,700</u>	<u>8,244</u>	<u>456</u>
Total Expenditures	<u>8,700</u>	<u>8,244</u>	<u>456</u>
Total Charges to Appropriations	<u>8,700</u>	<u>8,244</u>	<u>456</u>
Ending Budgetary Fund Balance	<u>\$ 2,129</u>	<u>\$ 2,536</u>	<u>\$ 407</u>

The Accompanying Notes and Independent Auditors' Report
 are an Integral Part of These Financial Statements

Vandalia Park District
 BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
 BUDGETED NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	SPECIAL REVENUE FUNDS					
	BOND AND INTEREST			IMRF		
	Budgeted Original/Final	Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Original/Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Beginning Budgetary Fund Balance	\$ 686	\$ 686	\$ 0	\$ 3,933	\$ 3,933	\$ 0
Resources (Inflows):						
Taxes	0	1	1	5,000	4,972	(28)
Investment Income	0	0	0	0	24	24
Amounts Available for Appropriation	686	687	1	8,933	8,929	(4)
Charges to Appropriations (Outflows):						
Debt Service						
Bond Principal	0	0	0	0	0	0
Bond Interest	0	0	0	0	0	0
IMRF	0	0	0	6,400	6,218	182
Total Expenditures	0	0	0	6,400	6,218	182
Total Charges to Appropriations	0	0	0	6,400	6,218	182
Ending Budgetary Fund Balance	\$ 686	\$ 687	\$ 1	\$ 2,533	\$ 2,711	\$ 178

The Accompanying Notes and Independent Auditors' Report
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Vandalia Park District
 ASSESSED VALUATIONS, RATES, EXTENSIONS, AND COLLECTIONS
 December 31, 2011

	2010	2009	2008
ASSESSED VALUATIONS	\$ <u>58,358,120</u>	\$ <u>57,037,465</u>	\$ <u>56,410,059</u>
TAX RATES			
Corporate	0.15000	0.15000	0.15000
Recreation	0.07248	0.07364	0.07133
Liability Insurance	0.04284	0.04383	0.04432
Airport	0.07379	0.07418	0.07133
Social Security	0.01474	0.01490	0.01507
Audit	0.00497	0.00500	0.00496
IMRF	0.00857	0.00877	0.00709
Bonds and Interest	0.00000	0.00000	0.02765
Total	<u>0.36739</u>	<u>0.37032</u>	<u>0.39175</u>
TAX EXTENSIONS			
Corporate	\$ 87,537	\$ 85,556	\$ 84,615
Recreation	42,298	42,002	40,237
Liability Insurance	25,001	25,000	25,001
Airport	43,062	42,310	40,237
Social Security	8,602	8,499	8,501
Audit	2,900	2,852	2,798
IMRF	5,001	5,002	3,999
Bonds and Interest	0	0	15,597
Total	<u>\$ 214,401</u>	<u>\$ 211,221</u>	<u>\$ 220,985</u>
TAX COLLECTIONS			
Corporate	\$ 87,017	\$ 88,099	\$ 84,545
Recreation	42,047	43,152	40,238
Liability Insurance	24,853	25,716	25,115
Airport	42,806	43,459	40,238
Social Security	8,551	8,742	8,507
Audit	2,883	2,930	2,791
IMRF	4,972	5,116	4,034
Bonds and Interest	1	460	15,627
Total	<u>\$ 213,130</u>	<u>\$ 217,674</u>	<u>\$ 221,095</u>
PERCENTAGE COLLECTED	<u>99.41%</u>	<u>103.05%</u>	<u>100.05%</u>

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