

**FOREST PRESERVE DISTRICT
OF COOK COUNTY, ILLINOIS**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT - A COMPONENT UNIT OF
COOK COUNTY, ILLINOIS**

YEAR ENDED DECEMBER 31, 2010

PREPARED BY:

MARLO KEMP

CHIEF FINANCIAL OFFICER

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FINANCIAL STATEMENTS WITH ADDITIONAL INFORMATION

DECEMBER 31, 2010

CONTENTS

	PAGE
I. - Introductory Section	
Transmittal Letter	i
List of Principal Officials	x
Organization Chart	xi
Certificate of Achievement for Excellence in Financial Reporting	xii
II. - Financial Section	
Independent Auditors' Report	1
Management's Discussion and Analysis (MD&A) (Unaudited)	3 - 3j
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets	4
Statement of Activities	5
Fund Financial Statements	
Governmental Funds - Balance Sheet	6 - 7
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Assets	8

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FINANCIAL STATEMENTS WITH ADDITIONAL INFORMATION

DECEMBER 31, 2010

CONTENTS

	PAGE
II. - Financial Section (continued)	
Basic Financial Statements (continued)	
Fund Financial Statements (continued)	
Governmental Funds - Statement of Revenues, Expenditures, and Changes in Fund Balances	9 - 10
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Statement of Activities	11
Proprietary Fund	
Statement of Net Assets	12
Statement of Revenues, Expenses and Changes in Net Assets	13
Statement of Cash Flows	14
Pension Trust Fund	
Statement of Fiduciary Net Assets	15
Statement of Changes in Fiduciary Net Assets	16
Index to Notes to Financial Statements	17
Notes to Financial Statements	18

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FINANCIAL STATEMENTS WITH ADDITIONAL INFORMATION

DECEMBER 31, 2010

CONTENTS

	PAGE
II. - Financial Section (continued)	
Required Supplementary Information	
Budgetary Comparison Schedule - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Corporate Fund and Real Estate Acquisition Fund	54
Notes to Required Supplementary Information	55
Schedule of Funding Progress	56
Schedule of Employer Contributions	57
Notes to Schedule of Funding Progress and Schedule of Employer Contributions	58
Other Supplementary Information	
Combining and Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
Bond and Interest Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	59

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FINANCIAL STATEMENTS WITH ADDITIONAL INFORMATION

DECEMBER 31, 2010

CONTENTS

	PAGE
II. - Financial Section (continued)	
Other Supplementary Information (continued)	
Combining and Individual Fund Financial Statements and Schedules (continued)	
Major Governmental Funds (continued)	
Construction and Development Fund	
Combining Balance Sheet	60
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	61
2010 Construction and Development Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	62
Capital Improvement Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	63
Nonmajor Governmental Funds	
Combining Balance Sheet	64
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	65

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FINANCIAL STATEMENTS WITH ADDITIONAL INFORMATION

DECEMBER 31, 2010

CONTENTS

	SCHEDULE	PAGE
III. - Statistical Section		
Net Assets by Component, Last Eight Fiscal Years	1	66
Changes in Net Assets, Last Eight Fiscal Years	2	67
Fund Balances, Governmental Funds, Last Ten Fiscal Years	3	68
Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years	4	69
General Governmental Revenues By Source, Last Ten Fiscal Years	5	70
Assessed Value and Estimated Actual Value of Taxable Property, Last Ten Fiscal years	6	71
Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years	7	72
Principal Property Taxpayers, Current Year and One Year Ago	8	73
Property Tax Levies and Collections, Last Ten Fiscal Years	9	74
Ratios of Outstanding Debt By Type, Last Ten Fiscal Years	10	75
Ratios of General Bonded Debt Outstanding, Last Ten Fiscal Years	11	76
Direct and Overlapping Governmental Activities Debt	12	77
Legal Debt Margin Information, Last Ten Fiscal years	13	78

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FINANCIAL STATEMENTS WITH ADDITIONAL INFORMATION

December 31, 2010

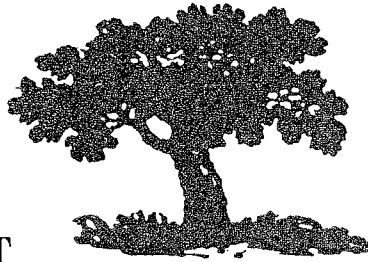
CONTENTS

	SCHEDULE	PAGE
III. - Statistical Section (continued)		
Demographic and Economic Statistics - Cook County Last Ten Available Calendar Years	14	79
Cook County's 10 Largest Employers	15	80
Full-Time Equivalent District's Government Employees by Function	16	81
Operating Indicators by Function/Program, Last Ten Fiscal Years	17	82
Number of Capital Asset Projects by Function/Program, Last Ten Fiscal Years	18	83

INTRODUCTORY SECTION

FOREST PRESERVE DISTRICT
of Cook County, Illinois

FINANCE & ADMINISTRATION



The Board of Commissioners

WILLIAM BEAVERS	GREGG GOSLIN
JERRY BUTLER	JOAN P. MURPHY
EARLEAN COLLINS	EDWIN REYES
JOHN P. DALEY	TIMOTHY O. SCHNEIDER
JOHN A. FRITCHEY	PETER N. SILVESTRI
BRIDGET GAINER	DEBORAH SIMS
JESUS G. GARCIA	ROBERT STEELE
ELIZABETH ANN DOODY GORMAN	LARRY SUFFREDIN
	JEFFREY R. TOBOLSKI

TONI PRECKWINKLE, PRESIDENT

69 WEST WASHINGTON STREET, SUITE 2060, CHICAGO, ILLINOIS 60602
312-603-8970

Marlo Kemp, CHIEF FINANCIAL OFFICER

May 31, 2011

President Toni Preckwinkle and Honorable
Members of the Cook County Forest Preserve
District Board of Commissioners and Citizens of Cook County

Ladies and Gentlemen:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Forest Preserve District of Cook County, Illinois (the District), for the fiscal year ended December 31, 2010. The CAFR has been prepared by the District in accordance with the principles and standards for financial reporting set forth by the Government Accounting Standards Board (GASB), and audited by a firm of independent auditors retained by the District. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the District. We believe that the data, as presented, is accurate in all material respects and is presented to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds, and that the included disclosures will provide the reader with an understanding of the District's financial activities.

This is the 9th year that the District has prepared the CAFR using the financial reporting requirements as described by GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* (GASB 34). This GASB Statement requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management Discussion & Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Forest Preserve District of Cook County for its comprehensive annual financial report for the fiscal year ended December 31, 2009. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Our CAFR is presented in three sections:

The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal District officials, information on the County's economy, and the District's major initiatives and services.

The Financial Section is prepared in accordance with GASB 34 requirements by including the MD&A, the basic financial statements including the notes and the Required Supplementary Information. The basic financial statements include the government-wide financial statements that present an overview of the District's overall financial operations and the fund financial statements that present the financial information of each of the District's major funds, as well as the combining and individual fund financial statements and schedules. Also included in this section is the Independent Auditors' Report.

The Statistical Section includes select unaudited financial, economic and demographic data depicting historical information on the District, including debt statistics, tax rates and extensions, assessed valuation of property and other information that would be of interest to potential bond investors, creditors and other readers.

The Reporting Entity and Organization

The District's boundaries are coterminous with that of Cook County, Illinois. Cook County, the second largest county in the United States, is located in northeastern Illinois and encompasses an area of 946 square miles, including the City of Chicago and numerous suburban municipalities. Those suburbs with populations in excess of 50,000 residents, based upon the 2000 U.S. Census, include Arlington Heights, Berwyn, Cicero, Des Plaines, Evanston, Mount Prospect, Oak Lawn, Oak Park, Orland Park, Palatine, Schaumburg and Skokie.

The Forest Preserve District of Cook County was formed in 1915. Created by an act of the Illinois State Legislature, the District was the first county-wide unit of government dedicated to land conservation in Illinois and one of the first in urban America.

The District is governed by a 17-member Board of Commissioners serving as the legislative authority. The Board is headed by a separately elected Board President, who can be elected as both Commissioner and President. The Commissioners are elected from single member districts to four-year terms, while the President is elected by the voters of the entire County to a four-year term.

The founders of the District were true visionaries. They predicted the explosive population growth and anticipated the wave of urban development that would sprawl far beyond the city limits of Chicago into the open prairie, forest, wetland and farm field. They dreamed of a region that preserved its natural character and sense of place, where city and suburb flowed together along vast expanses of open land following the natural mosaic of rivers, streams, prairies, marsh and woodland that traverse Cook County.

From its inception, the mission of the District has been to acquire and maintain lands in their natural state with the purpose of protecting and preserving the flora, fauna and scenic beauties, for the education, pleasure and recreation of the public.

Today, the District encompasses more than 69,000 acres, which is approximately 11 percent of Cook County's land mass, and is authorized to preserve a total not to exceed 75,000 acres of open land. Each year, more than 40 million people use these lands and facilities to enjoy or study nature, bicycle, hike, fish, cross-country ski, picnic, golf, canoe, or simply relax in a large preserve that leaves urban life behind. Facilities located in the preserves include golf courses and driving ranges, swimming pools, boat rentals, equestrian stables and nature centers.

The District also includes the Brookfield Zoo and the Chicago Botanical Garden, two world-class institutions located in the Cook County Forest Preserves.

The District is comprised of eight (8) departments: General Office, Finance and Administration, Resource Management, General Maintenance, Permit and Recreation Activities Administration, Law Enforcement, Legal, and Planning and Development.

The General Office Department contains the executive office including the General Superintendent, the Secretary/Treasurer to the Board of Commissioners, the Human Relations/Hearing Officer, the Development Office, and Public Information Office.

The Finance and Administration Department is responsible for all financial functions and administrative functions including appropriations and expenditures, accounting, billing and collection, internal and external auditing, preparation of the annual budget, personnel and purchasing.

The Department of Resource Management manages the District's education programs, volunteer resources, trails coordination, fisheries and wildlife management, resource ecology, land management, and nature centers.

The General Maintenance Department is responsible for the care and maintenance of District facilities such as picnic areas, buildings and trails. It also manages the central warehouse which stocks and provides supplies; operates the central garage which maintains and repairs District vehicles; manages the motor fleet; performs scavenger services and mowing; and manages the maintenance shop which provides trades people for maintenance of infrastructure.

Permit and Recreation Activities Administration issues public use permits for use of District properties by the public for activities such as picnics, cabin rentals, camping, dog friendly areas, equestrian activities, flying of model airplanes, soccer and baseball. It issues special use permits for tents, beer trucks, caterers, rides, amplified sound and commercial photography. It also licenses concessions, operates an aquatic facility, and monitors the private management of the District's golf courses and driving ranges.

The Law Enforcement Department patrols all District properties; enforces all state, county and District laws and ordinances in order to serve and protect patrons, property and natural lands of the District; and issues tickets and fines for violators.

The Legal Department provides legal services to the District, either through District legal staff or supervision of outside counsel. It provides legal advice, drafts ordinances; handles land acquisition legal matters; interprets legal statutes affecting the District; and manages lawsuits. It handles employee matters which involve administrative bodies such as the Equal Employment Opportunity Commission, the Labor Board and Civil Service Commission. It also responds to requests for information under the Illinois Freedom of Information Act.

The Planning and Development Department plans, designs and implements capital improvements and restoration programs to District sites, as well as oversees the District's land acquisition program. The department is comprised of the following sections: landscape architecture; engineering and construction; building architecture; real estate and licensing; and geographic information systems.

Economic Condition and Outlook

As the largest of 102 counties in Illinois, Cook County is the economic and cultural hub of the state, and with an estimated 2009 population of approximately 5.3 million residents, represents one of the major metropolitan areas in the nation after Los Angeles and New York. More than 41% of the population of the entire state of Illinois lives within Cook County.¹ The population of the County declined by 1.7% from 2000 to 2009.² However, Cook County's population is projected to grow to 6.18 million residents by the year 2040.³

¹ Federal statistics and estimates for Cook County obtained from Bureau of Economic Analysis

² Ibid

³ Chicago Metropolitan Agency for Planning (www.cmap.illinois.gov)

The economy shows some evidence of leveling off from the steep declines seen in previous years. Cook County, the state of Illinois and the nation as a whole saw only modest declines in unemployment rates. The average unemployment rate for the County in 2010 was 10.5% (compared to 8.9% in 2009), exceeding both the 10.3% unemployment rate for Illinois and the national unemployment rate of 9.6%.⁴ In 2009 (the most recent year in which data is available), per capita income in the County decreased by .7% compared to the prior year, a larger decrease than the 2.6% decrease observed in Illinois and the 1.7% drop nationwide. The County's average annual growth rate from 2000-2009 in per capita personal income was 3.0%, exceeding both the 2.7% growth rate of the nation as a whole and the 2.5% growth in the statewide average. This data suggests that economic trends in the state and nation are magnified in Cook County.⁵

Downtown Chicago office vacancy rates in Q1 2011 remained unchanged from the corresponding period last year at 14.9%. Suburban office vacancy rates for Q1 2011 showed a slight decrease from the prior year, falling from 23.5% in Q1 2010 to 23.3%.

Evidence of the adverse economic conditions that existed recently can be seen in the decline in Cook County's overall property values. The estimated full market value of real property in Cook County fell from \$656.5 billion in 2007 to \$616.2 billion in 2008, a decrease of 6.1%. Within the city of Chicago property values declined from \$320.5 billion to \$310.9 billion, a 3.0% decrease. Suburban property values declined even more steeply during the same time, falling from \$336.0 billion to \$305.3 billion - a decrease of 9.1%.⁶

Major Initiatives and Achievements

The District completed multiple initiatives funded through the SB 83 Bond proceeds and Illinois First grants, including but not limited to:

- Completed construction on Little Red School House Nature Center
- Resurfaced 4 miles of Thorn Creek Bicycle Trail System
- Pool improvements and upkeep at all three District pools

The consulting firm hired by the District in FY 2005 (to help manage projects funded from the District's 2004 bond issue) solicited bids for many of the projects and had allocated more than 95% of all available funds by the end of 2009. The proceeds from the bond issue were allocated among the District (50%), Brookfield Zoo (25%), and the Chicago Botanical Garden (25%) to fund capital improvement projects.

⁴ Illinois Department of Employment Security

⁵ Bureau of Economic Analysis

⁶ Civic Federation, Chicago, Illinois, "Estimated Full Value of Cook County Real Estate..." August, 2010

Other Financial Information

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from it, and that the valuation of costs and benefits requires estimates and the use of experienced judgments by management.

As a recipient of Federal and State financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and independent auditors.

The accounting system of the District is a fund system. The modified accrual basis of accounting is used by all governmental and agency fund types.

The President of the Forest Preserve District Board of Commissioners submits to the Board a proposed budget for its fiscal year commencing on January 1. While there is no statutory limit on the size of the budget that may be adopted, as a non-home rule unit of government, state law establishes limits on the District's property tax rate. The District maintains fiscal controls to ensure compliance with the annual budget which is approved by the Board and known as the Forest Preserve District Appropriation Bill. Activities of the Corporate Fund, Special Revenue Funds, Debt Service Fund, and other funds are included in the Annual Appropriation Bill. The Board is authorized by statute to transfer budgeted amounts between various detail objects within any fund. The level of control where expenditures may not exceed appropriations is the fund level of activity.

Illinois law requires real property taxes to be collected in the year following the levy year. Therefore, under accounting principles generally accepted in the United States of America for fund reporting, the 2010 property tax levies of the District are not recognized as revenue, as they are not available to fund operations in 2010.

The FY 2011 budget places emphasis on acquiring new lands and improving our infrastructure while maintaining operational excellence. In this budget, the District maintains property taxes at 2010 levels. Increases in allocated spending will be funded primarily through judicious use of fund balances and a zero based budgeting approach that allocates funds based on the priorities of the District. Even with the continued fiscal challenges faced, the District has appropriated \$11.5 million in land restoration and infrastructure improvements. The transfer from the Corporate Fund to the Real Estate Acquisition Fund for land acquisition has been maintained at \$4.5 million. All of these challenges have been met while still maintaining the Corporate Fund Balance at or above the amount required by the Board of Commissioners.

As in past fiscal years, the District continues to appropriately balance the resources among its five major operating centers. Of the total \$198.0 million in FY 2011 appropriations, over 44 percent funds the operations of the Chicago Botanic Garden and Brookfield Zoo. Another 7 percent is committed to debt service related to the District's investment in its capital assets. The remaining 49 percent fund the District's program departments, general operating expenses, law enforcement, capital improvements, and land acquisition.

Revenue generated by property taxes continues to be primarily used by those areas of most importance to the public. For instance, 28% of the property taxes collected by the District are used to support the operations of the Chicago Botanic Garden and Brookfield Zoo. Law enforcement, preservation and restoration, and maintenance of trails, groves, and picnic areas account for about two-thirds of the percentage devoted to the Corporate Fund.

Funds

The Corporate Fund is the District's general operating fund, supporting the various departments and other District operations and services. The total residual financial resources from previous years available to the Corporate Fund for FY 2011 are approximately \$36.0 million, with 92% of the fund's expenditures devoted to the areas that directly affect the public, i.e., public safety, maintenance of trails, groves and picnic areas, and preservation and restoration of the District's open spaces.

The Grant Fund accounts for all grant activity. The fund had a balance of approximately \$2.0 million at December 31, 2010.

The Real Estate Acquisition Fund accounts for the District's land acquisition program. Sources available for appropriations for this fund are derived from debt proceeds, contributions and grants. The District does not levy taxes for land acquisition. Only expenses directly related to the acquisition of land are charged to this fund.

The Working Cash Fund accounts for resources maintained by the District for the purpose of making temporary loans to the Corporate Fund and the Chicago Zoological Society.

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

The Construction and Development Fund is established to account for annual tax levies and certain other revenues to be used for the acquisition or construction of major capital facilities. The proceeds of taxes levied must be expended over a five year period and any unspent proceeds at the end of the five year period are transferred to the Corporate Fund.

The Capital Improvement Fund accounts for all capital expenditures of the District that are funded by debt or other financing sources and that are not related to land acquisitions or accounted for in another fund. Through reallocation of existing resources, Capital Improvements have been funded at \$13.5 million for FY 2011 to address the District's long-term infrastructure needs. The Capital Improvement Fund allows the District to accumulate resources for capital projects without a direct tax levy.

The Self-Insurance Fund is a proprietary fund of the District. It is used to accumulate resources for the payment of claims and suits against the District. The fund had a balance of approximately \$23.2 million in FY 2010.

Capital Improvement Plan

The Capital Improvement Plan was developed over a period of time and is based on input from all District departments, the public, advocacy groups, engineering reports, Planning and Development survey forms and on-site inspections. It includes funding from the State of Illinois (Illinois First and Senate Bill 83), construction and development funds, outside funds (grants, intergovernmental agreements, etc.) and unfunded projects.

Cash Management

Except for cash escrowed for debt service, the Comptroller of the Forest Preserve District deposits cash into various bank accounts which are treated as a single aggregate account within the respective fund to which the cash belongs in the District's financial statements. Cash is invested in instruments authorized by state statute, including United States Treasury Securities, tax-exempt municipal securities, certificates of deposit, mutual funds, time deposits and interest-bearing savings accounts. On December 31, 2010, the District had a cash deposit balance of approximately \$27.5 million, a decrease of \$23.0 million from 2009. The District increased its non-liquid investments by \$18.0 million from last year's total.

Pension Trust Funds are administered by the District's pension fund board. Cash and investments are held by a designated custodian. The pension fund is authorized to invest in bonds, notes, certificates of indebtedness, mortgage notes, real estate, stocks, shares, debentures or other obligations set forth in the Illinois Compiled Statutes. Investments are reported at fair market value. Gains and losses are recognized only when securities are sold.

Independent Audit

The fiscal year 2010 audit of the basic financial statements included in the CAFR was performed by Legacy Professionals LLP. The District's independent audit has been performed in accordance with auditing standards generally accepted in the United States of America. The goal of the independent audit is to obtain reasonable assurance as to whether the financial statements are free from material misstatement. The audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The independent auditors' report of Legacy Professionals LLP is included in the CAFR.

The independent auditors' report on the basic financial statements and the supplemental combining and individual funds financial statements and schedules is included in the Financial Section of this report.

Other Information

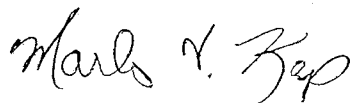
The preparation and completion of this CAFR represents the culmination of numerous efforts by many Forest Preserve District employees, and the cooperation and assistance of the accounting firm engaged to audit the District's operations.

We would like to express our sincere appreciation to the members of our staff, and the staff of Legacy Professionals LLP for making this report possible.

Copies of the Annual Appropriation Bill and the financial statements of the District may be obtained from the office of the Chief Financial Officer of the Forest Preserve District, 69 West Washington, Suite 2060, Chicago, Illinois 60602. Copies of the financial statements and actuarial reports of the Pension Funds may be obtained from the office of the Executive Director of the Forest Preserve District Employees' and Officers' Annuity and Benefit Funds, 33 North Dearborn, Chicago, Illinois 60603. Copies of the financial statements for the Brookfield Zoo can be obtained from the Chief Financial Officer, Brookfield Zoo, 84 West 31st Street, Brookfield, Illinois 60513. The financial statements of the Chicago Botanic Garden can be obtained from the Chief Financial Officer and Treasurer, Chicago Botanic Garden, P.O. Box 400, Glencoe, Illinois 60022-0400.

This CAFR reflects our ongoing commitment to the citizens of Cook County, the Board of Commissioners and all interested readers of this report to provide information in conformity with the highest standards of financial reporting.

Respectfully submitted,



Marlo V. Kemp
Chief Financial Officer



Daniel P. Donovan
Comptroller

**FOREST PRESERVE DISTRICT OF
COOK COUNTY, ILLINOIS
LIST OF PRINCIPAL OFFICIALS**

FISCAL YEAR 2010

BOARD OF FOREST PRESERVE DISTRICT COMMISSIONERS

HONORABLE TONI PRECKWINKLE
PRESIDENT

HONORABLE GREGG GOSLIN
CHAIRMAN, COMMITTEE ON FINANCE

William Beavers
Jerry Butler
Jesus Garcia
Earlean Collins
John P. Daley
Bridget Gainer
Elizabeth Ann Doody-Gorman
Gregg Goslin
Larry Suffredin

John Fritchey
Joan Patricia Murphy
Jeffrey Tobolski
Edwin Reyes
Timothy O. Schneider
Peter N. Silvestri
Deborah Sims
Robert Steele

KEY MANAGEMENT

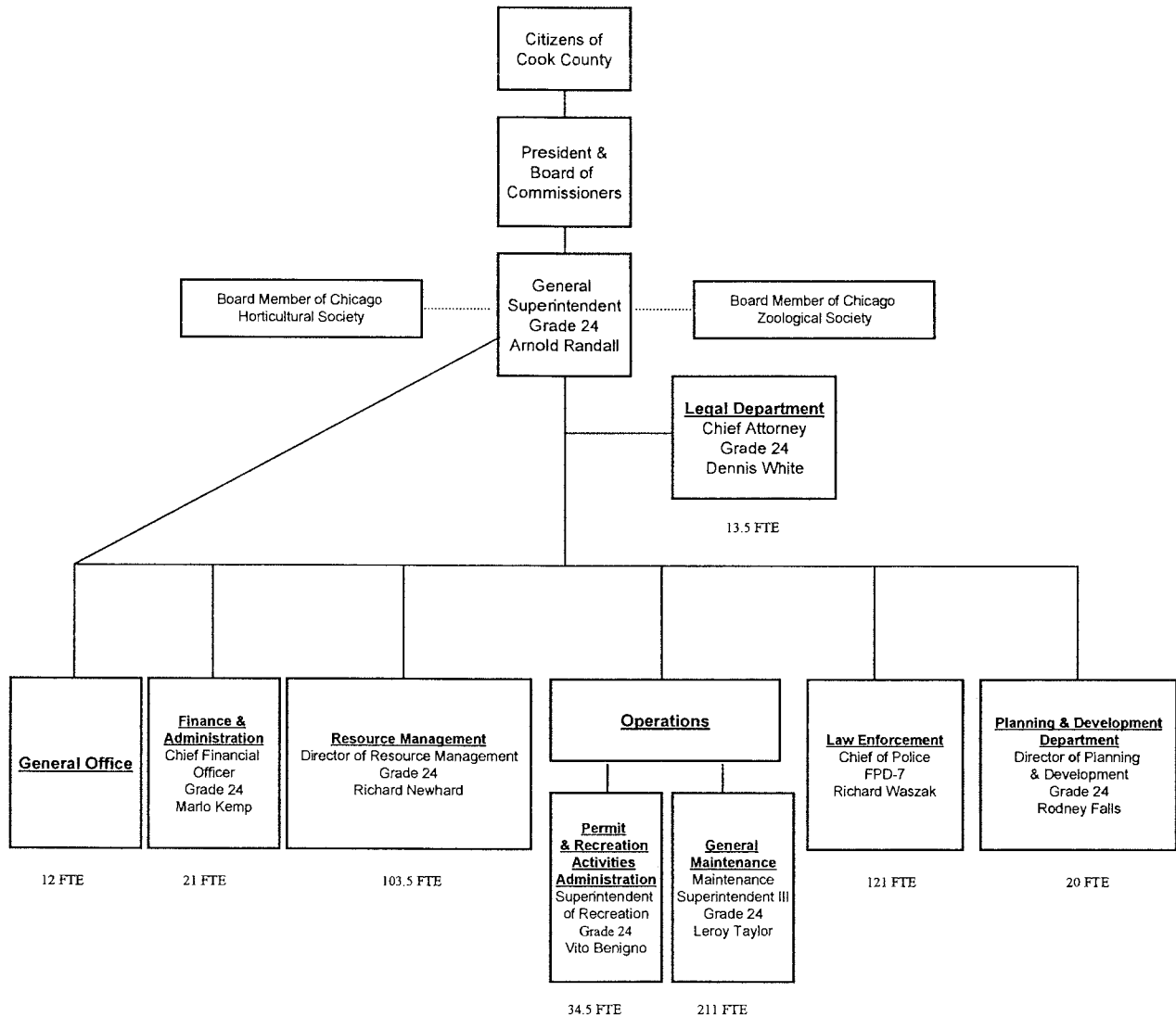
ARNOLD RANDALL
GENERAL SUPERINTENDENT

MARLO KEMP
CHIEF FINANCIAL OFFICER

DANIEL P. DONOVAN
COMPTROLLER



FOREST PRESERVE DISTRICT OF COOK COUNTY ORGANIZATION CHART



2010 Total Employees = 537.5 FTE Part Time & Seasonal Positions are listed as Full-Time Equivalent (Budgeted Total Salaries / Hourly Wage / 2080 =FTE)

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Forest Preserve District
of Cook County, Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

To the Honorable President and
Members of the Board of
Commissioners of the
Forest Preserve District of
Cook County, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Forest Preserve District of Cook County, Illinois (the District), a component unit of Cook County, Illinois, as of and for the year ended December 31, 2010. These basic financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these basic financial statements based on our audit. We did not audit the financial statements of the Chicago Horticultural Society or the Chicago Zoological Society, which are included as component units and represent 100 percent and 100 percent, respectively, of the assets and revenues of the discretely presented component units. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for such component units is based solely on the reports of the other auditors.

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 and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of December 31, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying Management's Discussion and Analysis and Required Supplementary Information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America and 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 an opinion on the financial statements that collectively comprise the District's basic financial statements. The accompanying Introductory Section and Other Supplementary Information and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Other Supplementary Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare financial statements. The information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or 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 supplementary information is fairly stated in all material respects in relation to the basic financial statements taken 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 express no opinion on them.

Legacy Professionals LLP

May 31, 2011

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

DECEMBER 31, 2010

As management of the Forest Preserve District of Cook County, Illinois we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with additional information that will be furnished in our letter of transmittal.

Financial Highlights

The assets of the Forest Preserve District of Cook County exceeded its liabilities at the close of the 2010 fiscal year by \$283.1 million (net assets). This is an increase of \$19.8 million over the net assets at the beginning of the fiscal year. \$15.6 million of net assets may be used to meet the government's ongoing obligations.

The \$19.8 million increase in net assets is \$4.1 million more than the \$15.7 million net asset increase at the end of FY 2009. Program revenue were approximately \$18.2 million, driven by a \$13.3 million net land donation from Cook County (land appraised at \$15.1 million for which the District paid \$1.8 million). General revenue was approximately \$68.2 million (\$1.4 million less than last year) and expenses were approximately \$66.5 million (\$2.7 million more). A change in accounting for FY 2010 now allocates the District's \$2.6 million pension contribution across each function based on salary. Both revenues and expenses will increase by this amount, resulting in no effect on net assets.

At the close of fiscal year 2010, the District's governmental funds reported combined fund balances of \$104.9 million, a reduction of approximately \$4.7 million versus the prior year. A \$10.1 million reduction in the fund balance of the Real Estate Acquisition Fund was offset by a \$3.2 million increase in the Corporate Fund's fund balance, along with slight increases for the remaining funds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Forest Preserve District of Cook County's basic financial statements. Those statements have three components:

1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information as well as the financial statements themselves.

Government-Wide Financial Statements

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

The statement of net assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of improvements or deterioration of the financial position of the District.

The statement of activities presents information showing how the government's net assets changed during the most recent 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 revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years.

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenue (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include general government, recreation, maintenance, resource management, land acquisition, planning and development, and law enforcement. There are no business-type activities conducted by the District.

The government-wide financial statements include two component units of the District: the Chicago Horticultural Society (Chicago Botanical Garden) and the Chicago Zoological Society (Brookfield Zoo).

The government-wide financial statements can be found on pages 4 and 5 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District, except two, can be classified as governmental funds. The District has one proprietary and one fiduciary fund.

Governmental Funds

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

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

The District maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balances for seven of the nine funds, which are considered major funds. Data for the other two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriation/budget for its corporate, real estate acquisition, construction and development and debt service funds. A budgetary comparison schedule has been provided for these funds to demonstrate compliance with their budgets.

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

Proprietary Funds

Proprietary funds are generally used to account for services for which the District charges customers. The District maintains one type of proprietary fund known as an internal service fund for its Self-Insurance Fund.

Internal service funds are used to accumulate and allocate costs internally among various functions. The District uses its internal service fund to account for its self-insurance activities. Information is presented separately in the proprietary fund statement of net assets and in the proprietary statement of revenue, expenses, and changes in net assets.

The Self-Insurance fund financial statements can be found on pages 12 to 14 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide statements because the resources of those funds are not available to support the government's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds. The District reports the activities of the Forest Preserve District Employees' Annuity and Benefit Fund of Cook County (Pension Trust Fund) as a fiduciary fund.

The Pension Trust Fund financial statements can be found on pages 15 and 16 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 18 to 53 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information other than this discussion and analysis concerning the District's progress in its obligation to provide pension benefits to its employees and budget-to-actual information for the District's corporate and real estate acquisition funds.

Other Supplementary Information

The combining and individual fund statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

Government-Wide Financial Analysis

Net Assets for Primary Government

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$283.1 million at the close of fiscal year 2010.

By far the largest portion of the District's net assets (81%) reflects its investment in capital assets (e.g., land, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

TWO YEAR COMPARISON OF NET ASSETS - GOVERNMENTAL ACTIVITIES

	<u>December 31,</u>	
	<u>2010</u>	<u>2009</u>
Assets:		
Current and other assets	\$ 215,783,774	\$ 220,188,001
Capital assets	<u>298,502,654</u>	<u>266,939,483</u>
Total assets	<u>514,286,428</u>	<u>487,127,484</u>
Liabilities:		
Current and other liabilities	89,056,433	91,049,081
Long-term liabilities	<u>142,141,238</u>	<u>132,836,116</u>
Total liabilities	<u>231,197,671</u>	<u>223,885,197</u>
Net assets:		
Invested in capital assets, net of related debt	229,231,567	192,462,332
Restricted	38,232,739	24,522,305
Unrestricted	<u>15,624,451</u>	<u>46,257,650</u>
Total net assets	<u>\$ 283,088,757</u>	<u>\$ 263,242,287</u>

At the end of the current fiscal year, the District is able to report positive balances in all net asset categories.

2009 data is presented for analysis purposes only.

The District's net assets increased by \$19.8 million during 2010. As previously stated, this increase is due to the positive difference of operating revenue over operating expenditures. The District's cash and short-term investments from governmental activities decreased by \$4.4 million, and capital assets, net of accumulated depreciation increased by \$31.5 million, while current and other liabilities decreased by \$2.0 million; total liabilities increased by \$7.3 million for 2010.

The long-term liability recognized in the governmental activities increased by \$9.3 million. Total Claims Payable and Provision for Settlement of Tort combined for a \$2.4 million liability to the Self-Insurance Fund, which increased from a \$2.2 million liability in FY 2009.

TWO YEAR COMPARISON OF CHANGES IN NET ASSETS - GOVERNMENTAL ACTIVITIES

Key elements of the increase in the District's financial position of the primary government are as follows:

	<u>Year Ended December 31,</u>	
	<u>2010</u>	<u>2009</u>
Revenue:		
Program revenue		
Charges for services	\$ 4,062,134	\$ 4,355,781
Operating grants and contributions	858,365	5,448,111
Capital grants and contributions	13,291,066	-
Total program revenue	18,211,565	9,803,892
General revenues		
Property and replacement taxes	67,577,091	68,779,786
Other sources	598,425	848,655
Total general revenue	68,175,516	69,628,441
Total revenue	86,387,081	79,432,333
Expenses		
General administration	18,719,792	14,691,594
Resource management	7,309,675	6,979,922
Recreation and general maintenance	17,554,355	17,227,653
Law enforcement	8,401,584	9,057,297
Real estate acquisition	-	1,339,706
Planning and development	9,130,532	8,762,303
Interest on debt	5,424,673	5,712,807
Total expenses	66,540,611	63,771,282
Increase in net assets	19,846,470	15,661,051
Net assets - January 1	263,242,287	247,581,236
Net assets - December 31	\$ 283,088,757	\$ 263,242,287

Program revenue increased in FY 2010 by \$8.4 million, driven by the \$13.3 million net donation of land from Cook County, reflected as an increase in Capital Grants and Contributions. Total general revenue decreased by \$1.5 million from last year, primarily caused by a \$1.2 million decrease in property tax revenue. The due date for the second installment of property tax bills was moved to December 2010, resulting in late payments being received in 2011. Expenses increased by \$2.8 million for the year, driven by a \$4.0 million increase in General Office spending offset by decreases in real estate acquisition and law enforcement.

Financial Analysis of the Government's Funds

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

Governmental Funds

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

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$104.9 million, a decrease of \$4.7 million from last year. Capital Improvement and Real Estate Acquisition fund balances comprise 35% of the total, down from 42% of the previous year's total. The decrease is due primarily to land purchases in the Real Estate Acquisition Fund.

The Corporate Fund is the primary operating fund of the District. At the end of the current fiscal year, the unreserved fund balance of the Corporate Fund was \$36.1 million, compared to \$32.8 million in the previous fiscal year. Cash revenue exceeded departmental expenditures by \$15.0 million; each department spent less overall than budgeted. Cash transfers in and out reduced the excess by \$11.8 million, resulting in an overall Corporate fund balance increase of \$3.2 million over FY 2009. This increase will be used to augment the unreserved fund balance in accordance with the fund balance level policy. Property and replacement taxes collections remained at the expected level. Those late payments that would have normally been received in 2010 are being received in FY 2011. The District's two employee unions have operated without a collective bargaining agreement since January 1, 2009. While no one can predict with any certainty when agreements between the District and the unions will be reached, the District has obligated funds in the budget that will aid in meeting any obligations arising as a result of a collective bargaining agreement.

Governmental Funds (continued)

The District's Grant Fund accounts for all grant activity. All third-party grant receipts to fund projects or District operations are accounted for in this fund. The State's Illinois First program remains the largest single source of grant funds since 2003. The District has received about \$31 million under this program. The money is received by the District as an upfront payment. As such, the District recognizes it as unearned revenue. Revenue is recognized as the projects are completed. As of December 31, 2010, this fund had \$2.3 million unearned revenue in the governmental funds. Both the \$21 million and \$10 million Illinois First grants were closed out in FY 2009.

The purpose of the Real Estate Acquisition Fund is to accumulate resources for and to fund the District's land acquisition fund. The District has set as a goal a total land holding of 75,000 acres. Currently, the District owns about 69,000 acres. Although the amount of land that can readily be set aside as a preserve is limited in Cook County, and acquiring land is time consuming and costly, the District is still actively pursuing the acquisition of land parcels. In FY 2010, \$26.7 million, \$13.3 million of which was an in-kind donation, was spent on acquisition of land. As of the close of FY 2010, the District had about \$10.6 million available for acquisitions.

The Working Cash Fund is used to account for resources maintained by the District for the purpose of making temporary loans to the Corporate Fund and the Chicago Zoological Society. These temporary loans must be repaid in full within the fiscal year. At the end of FY 2010, the Working Cash Fund had a fund balance of \$13.4 million. During the year, the District loaned the Chicago Zoological Society \$1.5 million from this fund which was repaid in full at the end of the year.

The purpose of the Bond and Interest Fund is to accumulate resources for and to pay debt service for the District. This fund ended the year with an \$12.7 million fund balance, which represented a decrease of \$114,625 over the prior fiscal year.

The Construction and Development Fund is used to account for all capital projects funded by property taxes. Most large capital projects since FY 2005 have been funded out of the Capital Improvement and the Grant funds. This fund has been used primarily to fund small, short-term projects such as the immediate repair or replacement of a shelter roof. It has also been used to fund matches on grants received by third parties such as the federal government. This fund had an ending fund balance of \$3.8 million at the end of FY 2010. Since property taxes are levied annually, Construction and Development funds are tracked and accounted for annually based on tax year. Appropriations to this fund are held for 5 years. Therefore, the \$3.8 million is a combined balance for all open Construction and Development tax levies.

The purpose of the Capital Improvement Fund is to accumulate resources to fund various capital improvement projects at the District. This fund had a fund balance of \$26.0 million at the end of FY 2010, a \$503,610 increase from last year.

Proprietary Fund

As previously stated, the District's one proprietary fund accounts for its self-insurance activities. The fund was established towards the end of fiscal year 2005. This fund currently has a fund balance of \$23.2 million, a decrease of \$2.7 million from fiscal year 2009.

Corporate Fund Budgetary Highlights

The original Corporate Fund budget of the District was not amended during the year. Actual revenues were \$6.5 million less than budgeted revenues, attributable to \$3.9 million less in property taxes and \$2.9 million less in Personal Property Replacement taxes than budgeted.

Actual expenditures on the budgetary basis were \$10.0 million less than budgeted expenditures. Most of the variance is due to salary and benefit expenditures being less than budgeted.

Capital Assets and Debt Administration

Capital Assets

The Forest Preserve District of Cook County's investment in capital assets for its governmental activities as of December 31, 2010 total \$298.5 million net of accumulated depreciation. This investment in capital assets includes land, buildings, trails, parking lots, shelters, bridges, equipment, comfort stations and vehicles. There was an increase in the District's net capital asset investment of \$31.6 million. This increase is mainly due to the addition of buildings and other land improvements.

Some highlights of the District's capital asset activity during the fiscal year are as follows:

- Completed construction Little Red School House Nature Center
- Resurfaced 4 miles of Thorn Creek Bicycle Trail System
- Pool improvements and upkeep at all three District pools.

The District has nearly completed the \$50 million disbursement to the Chicago Botanical Garden and Brookfield Zoo. The funding came from the fiscal year 2004 bond issue.

The following chart provides a summary comparison of the District's net capital assets of its governmental activities at December 31, 2010 and 2009.

	<u>2010</u>	<u>2009</u>	<u>Increase (Decrease)</u>
Land and land improvements	\$ 244,258,411	\$ 209,813,843	\$ 34,444,568
Buildings	59,919,696	54,263,585	5,656,111
Equipment and vehicles	14,876,704	14,754,438	122,266
Construction in progress	28,648,274	32,664,928	(4,016,654)
Total accumulated depreciation	<u>(49,200,431)</u>	<u>(44,557,311)</u>	<u>(4,643,120)</u>
Total capital assets - net	<u>\$ 298,502,654</u>	<u>\$ 266,939,483</u>	<u>\$ 31,563,171</u>

Additional information on the District's capital assets can be found in Note 7 on page 38.

Long-term Debt

At the end of the current fiscal year, the District had total long-term debt outstanding of \$142,141,238. Of this amount, \$101,935,000 or 71.7%, was related to general obligation bonds, which are backed by the full faith and credit of this government.

The following chart provides a summary comparison of the District's debt at December 31, 2010 and 2009.

	<u>2010</u>	<u>2009</u>	<u>Increase (Decrease)</u>
General obligation bonds	\$ 101,935,000	\$ 108,665,000	\$ (6,730,000)
Other	<u>40,206,238</u>	<u>32,035,409</u>	<u>8,170,829</u>
Total	<u>\$ 142,141,238</u>	<u>\$ 140,700,409</u>	<u>\$ 1,440,829</u>

As shown by the preceding chart, the District's overall debt increased by \$1.5 million from FY 2009, with \$6.7 million in bond principal reductions offset by a combined \$8.2 million in Net Pension Obligation and Post-Employment Benefit Obligation. No new long-term debt was issued in FY 2010 and the District's normal debt service retires a portion of its debt each year. By law, the District may have maximum outstanding indebtedness equal to .345 percent of the equalized assessed value of property in Cook County. This equates to an approximately \$614 million debt ceiling.

The District's total outstanding indebtedness is significantly below this ceiling. The improvement in the District's financial management practices was noted by all three bond rating agencies. Analysis by both Fitch Ratings (September 2009) and Standard and Poor's (May 2010) resulted in ratings upgrades from A+ to AA- by both agencies. As part of a recalibration of government ratings, Fitch raised its rating further, from AA- to AA. Moody's investment Service performed a similar recalibration, raising the District's rating from A1 to Aa2.

Additional information about the District's long-term debt can be found in Note 8 on page 41 of this report.

Economic Factors and Next Year's Budget and Rates

Although there were indicators that suggested that the economy was improving, Cook County continued to feel the effects of the prolonged economic downturn:

- Unemployment rate increased to 10.5 percent in 2010 from 8.9 percent in 2009.¹
- Cook County's 2008 property tax values gave an indication of market softening, decreasing by 6.1% from 2007 to 2008 (2008 property tax collections were based on the 2006 tax base)². The District expects to see further declines in future assessments, and is adjusting its allowance for uncollected taxes up accordingly.

While the economy shows some signs of improvement, the District believes that these signs will not translate into improved property tax receipts in the near term. To reflect the continued challenges faced by the District, because of the challenging environment, the allowance for uncollectible taxes remains at 5% for FY 2011 (compared to 3.5% for FY 2009), and the estimates for Personal Property Replacement Taxes have also been reduced by an allowance of 5%. The District estimates that non-property tax revenue will decrease an estimated 12.8%. The property tax revenues received in FY 2010 were levied in 2009. For FY 2011, the total tax levy remains the same as in FY 2010 (\$86.5 million); increase in the Annuity and Benefit Fund and the Bond and Interest Fund levies totaling \$351,905 were negated by a corresponding decrease in the Corporate Fund levy. While the total levy itself remains flat, declining property tax values may result in an increase in the tax rate.

Requests for Information

This financial report is designed to provide a general overview of the Forest Preserve District of Cook County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance and Administration Department, 69 West Washington, Suite 2060, Chicago, Illinois 60602. Copies of the financial statements for the Brookfield Zoo can be obtained from the Chief Financial Officer, Brookfield Zoo, 84 West 31st Street, Brookfield, Illinois 60513. The financial statements of the Chicago Botanic Garden can be obtained from the Chief Financial Officer and Treasurer, Chicago Botanic Garden, P.O. Box 400, Glencoe, Illinois 60022-0400.

¹ Source: Illinois Workforce Information Center

² Civic Federation August 5, 2010 Report entitled "Estimated Value of Real Property in Cook County: 1999-2008"

BASIC FINANCIAL STATEMENTS

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

STATEMENT OF NET ASSETS

DECEMBER 31, 2010

	Primary Government	Component Units		
	Governmental Activities	Chicago Horticultural Society	Chicago Zoological Society	Total Reporting Entity
ASSETS				
ASSETS				
Cash and cash equivalents	\$ 27,507,271	\$ 376,000	\$ 68,589,000	\$ 96,472,271
Short-term investments	103,699,224	-	-	103,699,224
Accrued interest	16,282	-	-	16,282
Property taxes receivable	70,934,999	-	-	70,934,999
Intergovernmental receivable	1,066,472	-	-	1,066,472
Grant receivable	58,628	-	-	58,628
Golf receivable	715,858	-	-	715,858
Concession receivable	83,281	-	-	83,281
Other receivables	3,482,347	18,706,000	21,595,000	43,783,347
Inventory and other assets	-	2,084,000	2,188,000	4,272,000
Deferred charges	1,358,777	-	-	1,358,777
Restricted cash and cash equivalents	5,430,705	57,027,000	-	62,457,705
Restricted short-term investments	54,971	-	-	54,971
Restricted short-term investments - capital assets	1,374,959	-	-	1,374,959
Capital assets not being depreciated	216,518,234	8,792,000	765,000	226,075,234
Capital assets being depreciated - net	81,984,420	103,103,000	131,071,000	316,158,420
Total assets	514,286,428	190,088,000	224,208,000	928,582,428
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	11,960,664	3,251,000	4,025,000	19,236,664
Accrued payroll	976,782	-	1,623,000	2,599,782
Provision for settlement of tort	2,375,500	-	-	2,375,500
Intergovernmental payable	298,134	-	-	298,134
Unearned revenue	72,078,687	-	5,682,000	77,760,687
Other liabilities	1,332,105	2,909,000	3,312,000	7,553,105
Deposits	34,561	-	-	34,561
Long-term obligation, due within one year				
Compensated absences payable	1,097,263	-	-	1,097,263
Bonds payable	7,050,000	2,251,000	650,000	9,951,000
Long-term obligation, due in more than one year				
Compensated absences payable	731,509	-	1,627,000	2,358,509
Bonds payable	103,283,587	50,000,000	46,595,000	199,878,587
Postemployment benefit obligation	6,963,983	-	4,963,000	11,926,983
Net pension obligation	23,014,896	-	-	23,014,896
Total liabilities	231,197,671	58,411,000	68,477,000	358,085,671
NET ASSETS				
Invested in capital assets, net of related debt	229,231,567	59,644,000	84,591,000	373,466,567
Restricted for				
Debt service	11,883,352	-	-	11,883,352
Capital projects	24,676,175	-	-	24,676,175
Grant-related purpose	1,618,241	-	-	1,618,241
Component units	54,971	45,530,000	36,551,000	82,135,971
Unrestricted net assets	15,624,451	26,503,000	34,589,000	76,716,451
Total net assets	\$ 283,088,757	\$ 131,677,000	\$ 155,731,000	\$ 570,496,757

See accompanying notes to financial statements.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2010

FUNCTIONS/PROGRAMS	Net (Expense) Revenue and Changes in Net Assets						
	Expenses	Program Revenues			Component Units		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and In-kind Contributions	Primary Government Total	Chicago Horticultural Society	Chicago Zoological Society
PRIMARY GOVERNMENT							
Governmental activities							
General administration	\$ (18,719,792)	\$ 1,093,376	\$ -	\$ (17,626,416)	\$ -	\$ -	\$ (17,626,416)
Resource management	(7,309,675)	3,008	9,371	(7,297,296)	-	-	(7,297,296)
Recreation and general maintenance	(17,554,355)	2,623,199	-	(14,931,156)	-	-	(14,931,156)
Law enforcement	(8,401,584)	109,351	7,933	(8,284,300)	-	-	(8,284,300)
Real estate acquisition	-	233,200	13,291,066	13,524,266	-	-	13,524,266
Planning and development	(9,130,532)	-	841,061	(8,289,471)	-	-	(8,289,471)
Interest on debt	(5,424,673)	-	-	(5,424,673)	-	-	(5,424,673)
Total primary government	<u>\$ (66,540,611)</u>	<u>\$ 4,062,134</u>	<u>\$ 858,365</u>	<u>\$ (48,329,046)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (48,329,046)</u>
COMPONENT UNITS							
Chicago Horticultural Society	\$ (39,605,000)	\$ 9,674,000	\$ 16,857,000	(13,074,000)	-	-	(13,074,000)
Chicago Zoological Society	(67,324,000)	36,175,000	25,949,000	-	(5,200,000)	-	(5,200,000)
Total component units	<u>\$ (106,929,000)</u>	<u>\$ 45,849,000</u>	<u>\$ 42,806,000</u>	<u>\$ (13,074,000)</u>	<u>\$ (5,200,000)</u>	<u>\$ (5,200,000)</u>	<u>\$ (18,274,000)</u>
General revenues							
Taxes							
Property taxes				61,120,838	9,057,000	15,229,000	85,406,838
Personal property replacement taxes				6,456,253	350,000	-	6,806,253
Investment earnings				206,450	4,749,000	2,630,000	7,585,450
Other general revenues				391,975	75,000	1,448,000	1,914,975
Total general revenues				<u>68,175,516</u>	<u>14,231,000</u>	<u>19,307,000</u>	<u>101,713,516</u>
Change in net assets				19,846,470	1,157,000	14,107,000	35,110,470
Net assets							
January 1, 2010				263,242,287	130,520,000	141,624,000	535,386,287
December 31, 2010				<u>\$ 283,088,757</u>	<u>\$ 131,677,000</u>	<u>\$ 155,731,000</u>	<u>\$ 570,496,757</u>

See accompanying notes to financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

BALANCE SHEET

GOVERNMENTAL FUNDS

DECEMBER 31, 2010

	<u>Corporate Fund</u>	<u>Grant Fund</u>	<u>Real Estate Acquisition Fund</u>
ASSETS			
ASSETS			
Cash and cash equivalents	\$ 27,351,504	\$ -	\$ -
Short-term investments	12,109,301	4,146,760	17,561,207
Accrued interest	10,691	-	5,591
Property taxes receivable	49,314,424	-	-
Intergovernmental receivable	636,194	-	-
Grant receivable	-	58,628	-
Golf receivable	537,117	-	-
Concession receivable	83,281	-	-
License fee receivable	496,932	-	-
Interfund receivable	714,558	463,514	486,481
Restricted cash and cash equivalents	-	-	-
Restricted short-term investments	-	-	-
Restricted short-term investments - capital assets	-	-	-
Total assets	<u>\$ 91,254,002</u>	<u>\$ 4,668,902</u>	<u>\$ 18,053,279</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 2,647,562	\$ 39,710	\$ 7,048,562
Accrued payroll	976,782	-	-
Interfund payable	5,954,179	355,200	-
Intergovernmental payable	298,134	-	-
Deferred revenue	45,278,331	2,250,865	-
Other liabilities	-	-	378,374
Deposits	34,561	-	-
Total liabilities	<u>55,189,549</u>	<u>2,645,775</u>	<u>7,426,936</u>
FUND BALANCE			
Reserved for			
Debt service	-	-	-
Capital projects	-	-	-
Interfund loans	714,558	463,514	486,481
Component units	-	-	-
Unreserved - reported in			
General fund	35,349,895	-	-
Special revenue funds	-	1,559,613	10,139,862
Capital projects funds	-	-	-
Total fund balances	<u>36,064,453</u>	<u>2,023,127</u>	<u>10,626,343</u>
Total liabilities and fund balances	<u>\$ 91,254,002</u>	<u>\$ 4,668,902</u>	<u>\$ 18,053,279</u>

See accompanying notes to financial statements.

Major Funds

Working Cash Fund	Bond and Interest Fund	Construction and Development Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 155,767	\$ -	\$ -	\$ 27,507,271
13,396,879	6,148,330	-	23,781,042	-	77,143,519
-	-	-	-	-	16,282
-	14,468,600	7,151,975	-	-	70,934,999
-	430,278	-	-	-	1,066,472
-	-	-	-	-	58,628
-	-	-	-	178,741	715,858
-	-	-	-	-	83,281
-	-	-	-	-	496,932
-	-	5,488,875	1,246,538	300,866	8,700,832
-	5,430,705	-	-	-	5,430,705
-	-	-	54,971	-	54,971
-	-	-	1,374,959	-	1,374,959
<u>\$ 13,396,879</u>	<u>\$ 26,477,913</u>	<u>\$ 12,796,617</u>	<u>\$ 26,457,510</u>	<u>\$ 479,607</u>	<u>\$ 193,584,709</u>
\$ -	\$ -	\$ 566,395	\$ 479,826	\$ -	\$ 10,782,055
-	-	-	-	-	976,782
-	714,558	1,876,827	-	-	8,900,764
-	-	-	-	-	298,134
-	13,105,013	6,489,605	-	-	67,123,814
-	-	-	-	178,741	557,115
-	-	-	-	-	34,561
-	<u>13,819,571</u>	<u>8,932,827</u>	<u>479,826</u>	<u>178,741</u>	<u>88,673,225</u>
-	12,658,342	-	-	-	12,658,342
-	-	-	1,374,959	-	1,374,959
-	-	5,488,875	1,246,538	300,866	8,700,832
-	-	-	54,971	-	54,971
-	-	-	-	-	35,349,895
13,396,879	-	-	-	-	25,096,354
-	-	(1,625,085)	23,301,216	-	21,676,131
<u>13,396,879</u>	<u>12,658,342</u>	<u>3,863,790</u>	<u>25,977,684</u>	<u>300,866</u>	<u>104,911,484</u>
<u>\$ 13,396,879</u>	<u>\$ 26,477,913</u>	<u>\$ 12,796,617</u>	<u>\$ 26,457,510</u>	<u>\$ 479,607</u>	<u>\$ 193,584,709</u>

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO STATEMENT OF NET ASSETS

DECEMBER 31, 2009

TOTAL FUND BALANCE - GOVERNMENTAL FUNDS (page 7)		\$ 104,911,484
AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE NET ASSETS ARE DIFFERENT BECAUSE		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds		
Capital assets	\$ 347,703,085	
Accumulated depreciation	<u>(49,200,431)</u>	
Net capital assets		298,502,654
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds		
Grants receivable not collected within 60 days of year end	58,628	
Concession receivable not collected within 60 days of year end	<u>83,281</u>	
		141,909
Costs related to the issuance of long-term debt are recorded as expenditures when incurred in governmental funds but are capitalized and amortized over the life of the debt issue in the Statement of Net Assets		1,358,777
Interest on long-term debt is not accrued in governmental funds but rather is recognized when due		(774,990)
Some liabilities reported in the Statement of Net Assets do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These liabilities consist of		
Compensated absences payable	(1,828,772)	
Net pension and postemployment benefit obligation	(29,978,879)	
Bonds payable	<u>(110,333,587)</u>	
Total long-term liabilities		(142,141,238)
Amounts reported for governmental activities for other receivables and deferred revenue are different because the receivables are beyond the sixty day limit for governmental funds		
License fee receivable		2,985,416
Deferred revenue from license fees		(5,096,782)
Interfund transactions are eliminated in the Statement of Net Assets. These transactions consist of		
Interfund receivables	8,900,764	
Interfund payables	<u>(8,900,764)</u>	
Total interfunds		-
Assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Assets		<u>23,201,527</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES (page 4)		<u>\$ 283,088,757</u>

See accompanying notes to financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

YEAR ENDED DECEMBER 31, 2010

	Corporate Fund	Grant Fund	Real Estate Acquisition Fund
REVENUES			
Property taxes	\$ 40,551,864	\$ -	\$ -
Personal property replacement taxes	6,456,253	-	-
Fees	2,837,199	-	233,200
Fines	73,046	-	-
Grants	-	1,004,664	-
Concessions	225,699	-	-
Winter sports activities	55,891	-	-
Golf course revenue	969,461	-	-
Equestrian license	43,764	-	-
Land use fees	268,591	-	-
Damage restitution	24,969	-	-
Special events	19,967	-	-
In-kind contribution	-	-	13,291,066
Miscellaneous income	149,091	500	232,384
Investment income	90,348	14,721	38,288
Total revenues	51,766,143	1,019,885	13,794,938
EXPENDITURES			
Current			
General office	1,328,911	-	-
Finance and administration	1,838,877	-	-
Resources management	6,658,762	-	-
General maintenance	14,679,086	-	-
Recreation department	1,370,870	-	-
Law enforcement	7,617,612	-	-
Legal department	1,134,795	-	206,413
Real estate acquisition	-	-	26,718,473
Fixed charges	698,948	-	-
Planning and development	1,448,377	-	-
Component unit distributions	-	-	-
Capital outlay	-	218,844	-
Debt service - principal retired	-	-	-
Debt service - interest	-	-	-
Total expenditures	36,776,238	218,844	26,924,886
EXCESS (DEFICIENCY) OF REVENUES OVER			
EXPENDITURES	14,989,905	801,041	(13,129,948)
OTHER FINANCING SOURCES (USES)			
Transfers in	583,181	-	3,000,000
Transfers out	(12,333,181)	-	-
Total other financing sources (uses)	(11,750,000)	-	3,000,000
NET CHANGE IN FUND BALANCES	3,239,905	801,041	(10,129,948)
FUND BALANCE - BEGINNING OF YEAR - AS RESTATED	32,824,548	1,222,086	20,756,291
FUND BALANCE - END OF YEAR	\$ 36,064,453	\$ 2,023,127	\$ 10,626,343

See accompanying notes to financial statements.

Major Funds					
Working Cash Fund	Bond and Interest Fund	Construction and Development Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 12,040,385	\$ 5,868,555	\$ -	\$ -	\$ 58,460,804
-	-	-	-	-	6,456,253
-	-	-	-	40,920	3,111,319
-	-	-	-	-	73,046
-	-	-	-	-	1,004,664
-	-	-	-	-	225,699
-	-	-	-	-	55,891
-	-	-	-	178,742	1,148,203
-	-	-	-	-	43,764
-	-	-	-	-	268,591
-	-	-	-	-	24,969
-	-	-	-	-	19,967
-	-	-	-	-	13,291,066
-	-	10,000	-	-	391,975
<u>16,636</u>	<u>7,663</u>	<u>-</u>	<u>13,268</u>	<u>-</u>	<u>180,924</u>
<u>16,636</u>	<u>12,048,048</u>	<u>5,878,555</u>	<u>13,268</u>	<u>219,662</u>	<u>84,757,135</u>
-	-	-	-	-	1,328,911
-	-	-	-	-	1,838,877
-	-	-	-	-	6,658,762
-	-	-	-	-	14,679,086
-	-	-	-	-	1,370,870
-	-	-	-	-	7,617,612
-	-	-	-	-	1,341,208
-	-	-	-	-	26,718,473
-	-	-	-	-	698,948
-	-	-	38,500	-	1,486,877
-	-	-	788,142	-	788,142
-	-	4,941,952	4,433,016	178,741	9,772,553
-	6,730,000	-	-	-	6,730,000
-	<u>5,432,673</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,432,673</u>
-	<u>12,162,673</u>	<u>4,941,952</u>	<u>5,259,658</u>	<u>178,741</u>	<u>86,462,992</u>
<u>16,636</u>	<u>(114,625)</u>	<u>936,603</u>	<u>(5,246,390)</u>	<u>40,921</u>	<u>(1,705,857)</u>
-	-	583,181	5,750,000	-	9,916,362
-	-	<u>(583,181)</u>	<u>-</u>	<u>-</u>	<u>(12,916,362)</u>
-	-	-	<u>5,750,000</u>	<u>-</u>	<u>(3,000,000)</u>
<u>16,636</u>	<u>(114,625)</u>	<u>936,603</u>	<u>503,610</u>	<u>40,921</u>	<u>(4,705,857)</u>
<u>13,380,243</u>	<u>12,772,967</u>	<u>2,927,187</u>	<u>25,474,074</u>	<u>259,945</u>	<u>109,617,341</u>
<u>\$ 13,396,879</u>	<u>\$ 12,658,342</u>	<u>\$ 3,863,790</u>	<u>\$ 25,977,684</u>	<u>\$ 300,866</u>	<u>\$ 104,911,484</u>

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2010

NET CHANGE IN TOTAL FUND BALANCES (page 10)		\$ (4,705,857)
AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN		
THE STATEMENT OF ACTIVITIES ARE DIFFERENT BECAUSE		
Some grant and concession revenues were not collected for several months after the close of the fiscal year and, therefore, were not considered to be "available" and are not reported as revenue in the governmental funds.		
Change in grant revenues	\$ (146,299)	
Change in concession revenues	<u>(18,969)</u>	
Total revenues		(165,268)
Some expenses reported in the Statement of Activities do not require the use of current financial resources, and, therefore, are not reported in the governmental funds.		
Decrease in compensated absences payable	61,716	
Increase in net pension obligation	(8,668,609)	
Decrease in accrued interest on bonds	41,575	
Amortization of deferred bond premium	436,064	
Amortization of deferred bond insurance costs	<u>(92,089)</u>	
Total expenses of non-current		(8,221,343)
Governmental funds report capital outlays as expenditures, while governmental activities report depreciation expenses to allocate those expenditures over the life of the assets.		
Capital expenditures (capital outlay and real estate acquisition, and prepaid land deposit expended in prior year capitalized in current year)	34,732,094	
Depreciation	<u>(4,927,857)</u>	
Capital outlay in excess of depreciation		29,804,237
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets		
Bond principal retirement		6,730,000
Governmental funds do not include receivables past a 60 day period, but license fee receivables and the corresponding deferred revenue are recorded on the district-wide financial statements resulting in a decrease in revenue for the district-wide financial statements		
		(890,345)
The change in net assets of the internal service fund are reported with the governmental activities		
		(2,704,954)
Transfers are reported as other financing sources/uses in the governmental funds but eliminated in that Statement of Activities		
Transfers in (Governmental funds)	9,916,362	
Transfers in (Proprietary fund)	3,000,000	
Transfers out	<u>(12,916,362)</u>	
Total transfers		-
NET CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES (page 5)		<u>\$ 19,846,470</u>

See accompanying notes to financial statements.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

PROPRIETARY FUND

STATEMENT OF NET ASSETS

DECEMBER 31, 2010

	<u>Internal Service Fund Self-Insurance Fund</u>
ASSETS	
ASSETS	
Short-term investments	\$ 26,555,705
Interfund receivable	<u>199,932</u>
Total assets	<u>26,755,637</u>
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Accounts payable	1,178,610
Claims payable and provision for settlement of tort	<u>2,375,500</u>
Total liabilities	<u>3,554,110</u>
NET ASSETS	
Unrestricted net assets	<u>\$ 23,201,527</u>

See accompanying notes to financial statements.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

PROPRIETARY FUND

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

YEAR ENDED DECEMBER 31, 2010

	Internal Service Fund Self-Insurance Fund
OPERATING REVENUES	
Charges for services	\$ -
OPERATING EXPENSES	
Claims, settlements and other payments	\$ 3,308,175
Other charges	<u>2,422,304</u>
Total expenditures	<u>5,730,479</u>
OPERATING (LOSS)	(5,730,479)
NON-OPERATING REVENUE	
Investment income	25,525
OTHER FINANCING SOURCE	
Transfer in	<u>3,000,000</u>
CHANGE IN NET ASSETS	(2,704,954)
NET ASSETS	
Beginning of year	<u>25,906,481</u>
End of year	<u>\$ 23,201,527</u>

See accompanying notes to financial statements.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

PROPRIETARY FUND

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2010

	<u>Internal Service Fund Self-Insurance Fund</u>
CASH FLOWS (USED IN) OPERATING ACTIVITIES	
Cash paid for claims	\$ (3,529,175)
Cash paid for other charges	<u>(1,255,079)</u>
Net cash used in operating activities	<u>(4,784,254)</u>
CASH FLOWS PROVIDED FOR NONCAPITAL FINANCING ACTIVITIES	
Interfund loans	<u>4,725,533</u>
CASH FLOWS PROVIDED FOR (USED IN) INVESTING ACTIVITIES	
Sale of investments	-
Purchase of investments	(2,966,854)
Interest and dividends on investments	<u>25,575</u>
Net cash (used in) investing activities	<u>(2,941,279)</u>
Cash flows from other financing source	
Transfer in	<u>3,000,000</u>
CASH AND CASH EQUIVALENTS	
Beginning of year	<u>-</u>
End of year	<u><u>\$ -</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH USED IN OPERATING ACTIVITIES	
Operating (loss)	\$ (5,730,479)
Adjustments to reconcile operating income (loss) to net cash used in operating activities	
Change in assets and liabilities	
Accounts payable	725,225
Provision for settlement of tort	<u>221,000</u>
Net cash (used in) operating activities	<u><u>\$ (4,784,254)</u></u>

See accompanying notes to financial statements.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

PENSION TRUST FUND

STATEMENT OF FIDUCIARY NET ASSETS

DECEMBER 31, 2010

	<u>Pension Trust Fund</u>
ASSETS	
Cash	\$ 73,928
Receivables	
Employer contributions	2,933,055
Employee contributions	54,447
Accrued investment income	657,917
Receivable for securities sold	<u>1,527,150</u>
Total receivables	<u>5,172,569</u>
Investments	
Equities	100,862,750
U.S. Government and Government Agency obligations	37,873,435
Corporate bonds	17,610,482
Collective investment funds	6,421,555
Alternative investments	3,158,336
Short-term investments	<u>5,044,831</u>
Total investments	<u>170,971,389</u>
Collateral held for securities on loan	<u>9,993,747</u>
Total assets	<u>186,211,633</u>
LIABILITIES	
Accounts payable	59,720
Healthcare insurance payable	540,967
Due to County Employees' and Officers'	
Annuity and Benefit Fund of Cook County	1,321,867
Payable for securities purchased	302,617
Securities lending collateral	9,993,747
Securities lending payable	<u>94,015</u>
Total liabilities	<u>12,312,933</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 173,898,700</u>

See accompanying notes to financial statements.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

PENSION TRUST FUND

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

YEAR ENDED DECEMBER 31, 2010

	<u>Pension Trust Fund</u>
ADDITIONS	
Contributions	
Employer	\$ 2,660,034
Employee	<u>2,452,696</u>
Total contributions	<u>5,112,730</u>
Investment income	20,448,101
Less investment expenses	<u>(227,756)</u>
Net investment income	<u>20,220,345</u>
Securities lending income	37,827
Less securities lending expenses	<u>(7,533)</u>
Net securities lending income	<u>30,294</u>
Other additions	<u>227,553</u>
Total additions	<u>25,590,922</u>
DEDUCTIONS	
Benefits	13,043,407
Refunds	343,863
Employee transfers to County Employees' and Officers' Annuity and Benefit Fund of Cook County	257,975
Administrative expenses	<u>104,765</u>
Total deductions	<u>13,750,010</u>
CHANGE IN NET ASSETS	11,840,912
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
Beginning of year	<u>162,057,788</u>
End of year	<u>\$ 173,898,700</u>

See accompanying notes to financial statements.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

INDEX TO NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

CONTENTS

		PAGE
<u>Footnote Number</u>	<u>Descriptions</u>	
1	Summary of Significant Accounting Policies	18
2	Fund Deficits	24
3	Restricted Cash and Investments	24
4	Deposits and Investments	25
5	Property Tax	32
6	Interfund Receivables and Payables	34
7	Capital Assets	36
8	Long-Term Debt (Primary Government)	39
9	Transfers	41
10	Pension Fund	41
11	Postemployment Benefit Obligation	45
12	Construction and Development Fund	47
13	Component Unit Net Assets	48
14	Related Party Transactions	49
15	Risk Management	49
16	Commitments	50
17	Prior Period Adjustment	50
18	Pronouncements Issued Not Yet Effective	51

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Forest Preserve District of Cook County, Illinois (the District) was established in July 1915. It is a separate governmental entity with boundaries coterminous with the County of Cook, Illinois. The District has a Board of Commissioners form of government.

State statute designates the Cook County Board of Commissioners as the Board of Commissioners of the District (the Board). The President of the Cook County Board is the Chief Executive Officer of the District and is elected in a general election to a four-year term. The Board is the legislative body of the District and consists of seventeen members elected in a general election to a four-year term. Membership is apportioned on the basis of population between the City of Chicago and suburban Cook County.

The financial statements of the District have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applicable to governmental units.

New Accounting Pronouncement - Effective during the year ended December 31, 2010, the Plan implemented GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. The statement addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. The adoption of the statement did not have a significant impact on the District.

Reporting Entity - In evaluating how to define the government for financial reporting purposes, management has considered, in accordance with GAAP, all potential component units as defined by the Government Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. These financial statements include all organizations, activities, functions, funds, and component units for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the District's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District. The following component units have been included in the financial statements of the District.

Blended Component Unit - The Forest Preserve District Employees' Annuity and Benefit Fund of Cook County is an Illinois local government; as such, being a separate legal entity with its own management and budget authority and is administered in accordance with Chapter 108-1/2, Article 10, of the Illinois Pension Code. This fund exists solely to provide pension benefits for the District's employees. The financial statements of the Forest Preserve District Employees' Annuity and Benefit Fund of Cook County as of and for the fiscal year ended December 31, 2010 are blended in the District's fund financial statements as a pension trust fund.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

REPORTING ENTITY (CONTINUED)

Presented Discretely With the Reporting Entity - The Chicago Horticultural Society (Chicago Botanical Garden) and Chicago Zoological Society (Brookfield Zoo) maintain their own boards, however their annual property tax levy requests require the District's approval. The District owns the land sites of the Chicago Botanical Garden and Brookfield Zoo. The Chicago Botanical Garden and the Brookfield Zoo are subject to agreements with the District to operate and maintain their respective land sites. The Chicago Botanical Garden's agreement expires in 2015 and the contract provides for an automatic renewal for 40 years upon agreement of both parties. The Brookfield Zoo's agreement expires in 2026. Because of the nature of the Chicago Botanical Garden's and Brookfield Zoo's financially integrated relationship to the District, they are not blended with the District but presented discretely beside the District's financial statements.

Information for the Chicago Botanical Garden, Brookfield Zoo and the Forest Preserve District Employee's Annuity and Benefit Fund of Cook County is presented as of December 31, 2010. The financial activity for all three component units is available from separately issued financial statements. These financial statements may be obtained by request from the District at 69 West Washington Street, Suite 2060, Chicago, Illinois 60602. Furthermore, the District is a component unit of Cook County, Illinois and is included in the County's Comprehensive Annual Financial Report.

Government-Wide and Fund Financial Statements - The District's basic financial statements include government-wide financial statements and fund financial statements.

The government-wide financial statements include the statement of net assets and statement of activities and contain information for all the District's governmental activities, but exclude the Pension Trust Fund. The effect of interfund transactions has been removed from the government-wide statements. The effect of Internal Service Fund activity has not been removed from the government-wide financial statements. The statement of net assets reports the financial condition of the District. This statement includes all existing resources and obligations, both current and noncurrent, with the difference between the two reported as net assets. The statement of activities reports the District's operating results for the year, with the difference between expenses and revenues representing changes in net assets. Expenses are reported by function (i.e., department) while revenues are segregated by program revenues and general revenues. Program revenues include fees, fines, charges for services, operating grants and contributions, and capital grants and contributions. General revenues include taxes, interest on investments, and all other revenues not classified as program revenues. Fixed charges reported in the fund financial statements are allocated in the function/programs expense that are reported in the government-wide financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (continued)

In government, the basic accounting and reporting entity is a "fund." A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording financial resources, together with all related liabilities, obligations, reserves, and equities that are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. Separate fund financial statements are included in the basic financial statements for the governmental funds, the proprietary fund, and the fiduciary fund. The emphasis of the governmental fund financial statements is on major funds, with each major fund displayed as a separate column.

Measurement Focus and Basis of Accounting - The government-wide and fiduciary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of the period of related cash flows. Property taxes receivable and unearned revenue are recognized in the year of levy and personal property replacement taxes are recognized in the year earned. Grants and similar items are recognized as revenue in the fiscal year that all eligibility requirements have been met.

Governmental Fund Financial Statements - The District's governmental funds are reported using the current financial resources measurement focus and the modified accrual basis, i.e., when measurable and available to finance operations. Expenditures are recognized when the fund liability is incurred, except for principal and interest on long-term debt, compensated absences, claims, and judgments, which are recognized when due and payable. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers revenues to be available if collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. Because governmental funds are accounted for on the current financial resources measurement focus, only current assets and current liabilities are included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund Financial Statements (continued)

Property taxes, interest, and personal property replacement tax revenue are accrued to the extent that they are measurable and available to satisfy liabilities of the reporting period. Property taxes that are unavailable are reported as unearned revenue.

Grants from federal and state agencies are recorded as revenues in the fund financial statements when reimbursable expenditures are incurred and the grant resources are measurable and available.

Property taxes attach as an enforceable lien on property and are levied as of January 1. They are due on January 1 of the following year and are collected in two installments on March 1 and the later of August 1 or 30 days after billing by the Cook County Collector, which ranges from August to November of the following year.

Major Funds

A major fund is defined as the District's Corporate Fund as well as any other fund where either the assets, liabilities, revenues or expenses of that fund are at least ten percent of the corresponding total for all governmental funds since the District has no enterprise funds. The District's management may select as a major fund any other fund not meeting the above criteria if they believe the fund is of particular importance to the user of the financial statements. The District's management has selected the Grant Fund and Working Cash Fund. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The Fiduciary Fund is reported at the fund financial statement level as a separate fund type and is not included in the government-wide financial statements.

Since capital assets and long-term debt are concerned only with the measurement of financial position as of the date of the end of the reporting period, neither asset nor liability is reported in fund financial statements. Both items are included in the government-wide financial statements.

The District reports the following major government funds:

Corporate Fund - Used as the District's general operating fund to account for all financial resources, except those required to be accounted for in another fund.

Grant Fund - Used to account for financial resources to be used in accordance with the terms of grant agreements.

Real Estate Acquisition Fund - Used to account for the proceeds of specific revenue sources that are restricted to land acquisition.

Working Cash Fund - Used to account for resources maintained by the District for the purpose of making temporary loans to the Corporate Fund.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Major Funds (continued)

Bond and Interest Fund - Used to account for the accumulation of resources for the payment of principal, interest, and related costs of long-term debt.

Construction and Development Fund - Used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Capital Improvement Fund - Used to account for financial resources to be used for major capital improvements.

Additionally, the District reports the following fund types:

Fund Types

Proprietary Fund - Proprietary funds are used to account for those activities of the District that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position.

The Self-Insurance Fund (Internal Service Fund) is used to account for the financing of self-insurance-related expenditures, including all workers' compensation claims, tort judgments/settlements, and associated legal fees.

Fiduciary Fund - Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

The Pension Trust Fund is used to account for assets of the Forest Preserve District Employees' Annuity and Benefit Fund of Cook County.

Encumbrances - The District maintains effective control of expenditures through its budget, so encumbrances are not utilized.

Cash and Cash Equivalents - The District maintains a cash and investment pool that is available for use by all funds. This pool holds deposits, certificates of deposit, and other investments with a maturity of less than one year. The portion of each fund's share of this pool is displayed as cash and cash equivalents. Investments are stated at fair value. Accrued interest on investments is separately stated. Through state statute, the District has discretion in allocating interest income to the various funds, except for the pro-rata share belonging to the Bond and Interest Fund. The District's deposit and investment policies are governed by state statute. Illinois state statute limits the uninsured, uncollateralized deposits of a public agency to 75% of the financial institution's (bank or savings and loan) net worth. The District is in compliance with this statute.

Cash and cash equivalents are comprised of cash on hand, checking accounts, savings accounts and highly liquid investments or certificates of deposit with original maturities of three months or less.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories - The costs of inventories are recorded as expenditures when purchased. Inventory is not recorded on the balance sheet at year end for the Primary Government because the amount is immaterial.

Capital Assets - Capital assets, including land, buildings, land improvements, equipment, infrastructure, and vehicles, are recorded at historical cost or estimated historical cost in the government-wide financial statements. Retirements of capital assets are recorded at historical cost. Interest costs are not capitalized. The District uses \$5,000 as its threshold for reporting capital assets.

Depreciation of capital assets is provided on the straight-line method over the following estimated useful lives:

Buildings and land improvements	15 - 40 years
Equipment	5 - 20 years
Vehicles	6 - 10 years

The District's infrastructure is capitalized as part of land improvements.

Property Taxes - Revenue Recognition - Under Illinois statutes, the 2010 property tax levy is due and payable on March 1, 2011 and the later of August 1, 2011 or 30 days after billing by the Cook County Collector, which ranges from August to November.

Personal Property Replacement Tax - All ad valorem personal property taxes in Illinois were abolished, effective January 1, 1979. A Personal Property Replacement Tax was enacted, effective July 1, 1979, which represents an additional income tax for corporations, trusts, partnerships, and S corporations.

Compensated Absences - Compensated absences for accumulated unpaid vacation is paid to employees at retirement or termination. An employee is paid 100% of accumulated vacation, overtime, and severance pay. Compensated absences are accrued as they are earned in the government-wide financial statements. Expenditures and liabilities for compensated absences are recorded in the fund financial statements when due and payable. Included in the long-term obligations of the statement of net assets are provisions for compensated absences of \$1,097,263 due within one year, and \$731,509 due in more than one year, which will be paid from the Corporate Fund. District employees are granted compensated absences (vacation and sick leave) as follows:

- a. Employees can generally accumulate and carry forward a portion or all of unused vacation earned in one year to the following year. In the event of death, retirement, or termination, unused vacation is usually paid to the employee or the employee's beneficiary. The payment provides for partial unused vacation credits earned in the current year.
- b. All full-time, non-seasonal employees have the discretion to accumulate a maximum of 1,400 hours (175 days) of sick leave. All rights for compensation for sick leave terminate when an employee severs employment with the District. Since sick pay is not vested, a provision for accrued sick pay is not provided.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Long-Term Obligations - Long-term debt and other long-term obligations are reported in the government-wide statement of net assets. Bond premiums and issuance costs are deferred as credits or charges, respectively, and amortized over the life of the bonds using the straight-line method in the government-wide financials.

The face amount of the debt and bond premiums or discounts are recognized as other financing sources or other financing uses during the issuance period in the governmental fund financial statements. Issuance costs, whether or not withheld from the actual debt proceeds received, are recognized as expenditures in the fund financial statements.

Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures in the financial statements. Actual results could differ from these estimates.

Subsequent Events - Subsequent events have been evaluated through May 31, 2011 which is the date the financial statements were available to be issued.

NOTE 2. FUND DEFICITS

The following fund had a deficit fund balance at year ended December 31, 2010:

2010 Construction and Development	\$ <u>(790,953)</u>
-----------------------------------	---------------------

The deficit in the 2010 Construction and Development Fund is due to the timing of property tax collections. Future revenues are anticipated, which will bring the fund out of deficit.

NOTE 3. RESTRICTED CASH AND INVESTMENTS

In 2004, the District issued \$100,000,000 in General Obligation Bonds. The proceeds of this debt issue, including the bond premium, were deposited in a restricted account that can only be used upon Board approval. In 2006, the District invested the proceeds into short-term investments to maximize investment returns. The District's portion was \$50,000,000 with the Chicago Botanical Garden's portion and the Brookfield Zoo's portion being \$25,000,000 each. During the year ended December 31, 2010, the Brookfield Zoo and the Chicago Botanical Garden withdrew \$713,254 and \$74,888 respectively. As of December 31, 2010, the Brookfield Zoo has withdrawn \$24,945,029 of its \$25,000,000 allocated proceeds while the Chicago Botanical Garden has withdrawn \$25,000,000 of its \$25,000,000 allocated proceeds for a total of \$49,945,029 paid to the District's component units. The balance owed at December 31, 2010 to the Brookfield Zoo and the Chicago Botanical Garden is \$54,971 and \$0 respectively.

NOTE 4. DEPOSITS AND INVESTMENTS

Primary Government

The following is a reconciliation of the primary governments' deposits and investments at December 31, 2010:

Per Statement of Net Assets

Cash and cash equivalents	\$ 27,507,271
Short-term investments	103,699,224
Restricted cash and cash equivalents	5,430,705
Restricted short-term investments	54,971
Restricted short-term investments - capital assets	<u>1,374,959</u>
Total cash and investments - primary government	<u>\$ 138,067,130</u>

Cash and investments - primary government

Cash	\$ 27,507,271
Certificates of deposit	4,838,575
Investments	<u>105,721,284</u>
Total cash and investments - primary government	<u>\$ 138,067,130</u>

Cash

The carrying amount of cash was \$27,507,271 at December 31, 2010, while the bank balances were \$28,784,087. In accordance with the District's policy, cash is collateralized with securities of the U.S. Government in an amount equal to 102% of the funds on deposit, less the Federal Depository Insurance Corporation (FDIC) insured amount of \$250,000 on interest bearing accounts and complete insurance on non-interest bearing accounts. Balances in non-interest bearing transaction accounts are fully insured through December 31, 2012.

These cash balances are monitored daily and adjusted accordingly, with required collateral increased or decreased based on the District's daily cash balance and the market value of the collateral. All collateral - U.S. Treasuries, U.S. Government Agencies, and mortgage-backed securities (MBS) - is held by Federal Reserve Bank or other independent financial institutions acting as the District's agent and all changes in collateral balances are communicated on a daily basis, if necessary, to the District by showing pledged holdings.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Certificates of Deposit

Certificates of deposit amounted to \$4,838,575 at December 31, 2010. In accordance with the District's policy, certificates of deposit are collateralized with securities of the U.S. Government in an amount equal to 102% of the funds on deposit. All investment collateral is held in safekeeping in the District's name by the Federal Reserve Bank or other financial institutions acting as the District's agent. Collateral balances are monitored regularly, with additional collateral requested as necessary.

Investments

Investments the District may purchase are limited by Illinois law to the following (1) securities that are fully guaranteed by the U.S. Government as to principal and interest, (2) certain U.S. Government Agency securities, (3) certificates of deposit or time deposits of banks and savings and loan associations that are insured by a federal corporation, (4) short-term discount obligations of the Federal National Mortgage Association, (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services, (6) fully collateralized repurchase agreements, (7) the State Treasurer's Illinois and Prime Funds, and (8) money market mutual funds and certain other instruments.

Interest Rate Risk - The District has a formal investment policy that limits investment maturities so the investments mature to meet needs for ongoing operations. This policy obviates the need to liquidate any investments prior to maturity, which liquidation could lead to substantial capital losses in a rising interest rate environment. The only interest rate risk this policy does not eliminate is the reinvestment risk at the investment maturity.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the District's investments at December 31, 2010:

<u>Investment Type</u>	<u>Fair Value</u>	Investment Maturities Less than <u>One year</u>
U.S. Government Agency obligation	\$ 420,795	\$ 420,795
Money market funds	78,813,244	78,813,244
State Treasurer - Illinois Funds	26,487,245	26,487,245
	<u>\$ 105,721,284</u>	<u>\$ 105,721,284</u>

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk - The District's formal investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and in general, avoid speculative investments. U.S. Government Agency obligations are rated Aaa by Moody's Investors Service and AAA by both Standard & Poor's and Fitch. State Treasurer - Illinois Funds are rated AAA by Standard & Poor's.

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for the District's investment or any other high quality interest-bearing security rated at least AA/Aa by one or more standard rating services - Standard & Poor's, Moody's, or Fitch. The market value of the pledged securities shall equal or exceed the portion of the deposit requiring collateralization.

As of December 31, 2010, \$6,610,000 of the District's investments were uninsured and uncollateralized. Of this amount, \$5,430,000 consisted of an escrow account for bondholders for whom the escrow agent is responsible for investing and acquiring adequate collateral. The remaining \$1,180,000 is invested in highly liquid money market funds.

Concentration of Credit Risk - The District's policy limits the amount the District may invest in any one issuer to 25% of the total portfolio. In addition, no more than 33% of total investments may be invested in commercial paper at any time. More than 5% of the District's investments are in U.S. Government Agency obligations, money market funds and the State Treasurer - Illinois Funds. These investments are approximately 1%, 74% and 25%, respectively, of the District's total investments at December 31, 2010.

Blended Component Unit - Pension

The Forest Preserve Employee's Annuity and Benefit Fund of Cook County ("Plan") is authorized to invest in bonds, notes, certificates of indebtedness, mortgage notes, real estate, stocks, shares, debentures, or other obligations or securities as set forth in the "prudent person" provision of the state statutes. All of the Plan's financial instruments are consistent with the permissible investments outlined in the state statutes and any index-linked financial instruments are limited to those indices that replicate the permissible investments outlined in the statutes.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)**Blended Component Unit - Pension (continued)**

The following table presents a summarization of the fair value (carrying amount) of the Plan's investments as of December 31, 2010. Investments that represent 5% or more of the Plan's net assets held in trust for benefit purposes are separately identified.

Equities	\$ 100,862,750
U.S. Government and Government Agency obligations	37,873,435
Corporate bonds	17,610,482
Collective investment funds:	
Equity	6,421,555
Alternative investments	3,158,336
Short-term investments	5,044,831
Total investments	<u>\$ 170,971,389</u>

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The Plan has set the duration for the total fixed income portfolio to fall within plus or minus 30% of the duration for the fixed income performance benchmark (Barclays Capital Agreement Fixed Income which was 4.55 years at December 31, 2010). The following table presents a summarization of fixed income investments at December 31, 2010 using the segmented time distribution method:

<u>Type of Investment</u>	<u>Maturity</u>	
U.S. Government and Government Agency Obligations	< 1 year	\$ 1,045,722
	1 - 5 years	18,331,533
	6 - 10 years	4,177,278
	Over 10 years	14,318,902
		<u>37,873,435</u>
Corporate bonds	< 1 year	101,144
	1 - 5 years	8,377,425
	6 - 10 years	6,245,932
	Over 10 years	2,885,981
	<u>17,610,482</u>	
Total		<u>\$ 55,483,917</u>

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Blended Component Unit - Pension (continued)

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Plan's investment policy has set the average credit quality for each manager's total fixed income portfolio (corporate and U.S. Government holdings) of not less than A- by two of the three credit agencies (Moody's Investor Service, Standard and Poors and/or Finch). The following table presents a summarization of the Plan's credit quality ratings of investments at December 31, 2010 as valued by Moody's Investors Service, Standards and Poor's, and/or Finch:

<u>Type of Investment</u>	<u>Rating</u>	
U.S. Government and Government Agency Obligations	Aaa/AAA	\$ 20,875,259
	Aa/AA	26,705
	A/A	91,252
	U.S. Government	<u>16,880,219</u>
		<u>\$ 37,873,435</u>
Corporate bonds	Aaa/AAA	\$ 1,533,496
	Aa/AA	1,731,777
	A/A	8,461,991
	Baa/BBB	<u>5,883,218</u>
		<u>\$ 17,610,482</u>
Short-term investments	Not Rated	<u>\$ 5,044,831</u>

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Blended Component Unit - Pension (continued)

Foreign Currency Risk - Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The Plan's investment policy limits the amount of investments in foreign equities to 20% of total Plan assets. The Plan's exposure to foreign currency risk at December 31, 2010 is as follows:

	Fair Value (U.S. Dollars)
Equities:	
Australian dollar	\$ 227,071
British pound	6,952,302
Danish krone	698,572
European euro	5,245,940
Hong Kong dollar	195,068
Israeli shekel	162,812
Japanese yen	3,061,127
Norwegian krone	199,268
Swiss franc	1,952,957
U.S. dollar	82,167,633
Total equities	<u>\$ 100,862,750</u>

During 2010, net realized gain on investments sold, reflecting the difference between the proceeds received and the cost values of securities sold, was \$3,250,992. This amount is included in the net appreciation of fair value of investments which is included in investment income on the Statement of Changes in Fiduciary Net Assets. The calculation of realized gains and losses is independent of the calculation of net appreciation (depreciation) in the fair value of plan investments. Investments purchased in a previous year and sold in the current year result in their realized gains and losses being reported in the current year and their net appreciation (depreciation) in plan assets being reported in the current year.

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The Plan had no investments that were uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not held in the Plan's name at December 31, 2010.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Blended Component Unit - Pension (continued)

Securities Lending - State statutes and the District's investment policy permit the Plan to lend securities to brokers-dealers and other entities with a simultaneous agreement to return collateral for the same securities in the future. The Plan's custodian, acting as the lending agent, lends securities for collateral in the form of cash, U.S. Government obligations and irrevocable letters of credit equal to 102% of the fair value of domestic securities plus accrued interest and 105% of the fair value of foreign securities plus accrued interest.

The Plan has a limit as to the amount of securities on loan of \$10 million. The Plan does not have the right to sell or pledge securities received as collateral unless the borrower defaults. The average term of securities loaned was 102 days for 2010; however, any loan may be terminated on demand by either the Plan or the borrower. Cash collateral is invested in a separately managed portfolio, which had an average weighted maturity at December 31, 2010 and 2009 of 104 and 91 days, respectively.

At December 31, 2010, the fair value (carrying amount) of loaned securities was \$9,753,433 and the fair value (carrying amount) of collateral received by the Plan was \$9,993,747.

Although the Plan's securities lending activities are collateralized as described above, they involve both market and credit risk. In this context, market risk refers to the possibility that the borrower of securities will be unable to collateralize the loan upon a sudden material change in the fair value of the loaned securities. Credit risk refers to the possibility that counterparties involved in the securities lending program may fail to perform in accordance with the terms of their contracts.

Indemnification deals with a situation in which a client's securities are not returned due to the insolvency of a borrower. The contract with the lending agent requires indemnification to the Plan if borrowers fail to return the securities or fail to pay the Plan for income distributions by the issuers of securities while the securities are on loan.

During 2008, a security within the collateral pool became insolvent resulting in an insufficiency in the collateral pool. To prevent any one investor from incurring an additional loss should another investor exit the securities lending program, the Plan's custodian allocated a portion of the insolvent security to each investor in the collateral pool. As a result of the allocation, the Plan incurred an unrealized investment loss and corresponding securities lending payable in the amount of \$99,030 during the year ended December 31, 2008. The securities lending payable was \$94,015 as of December 31, 2010.

During 2010, there were no losses due to default of a borrower or the lending agent.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)**Blended Component Unit - Pension (continued)**

A summary of securities loaned at fair value as of December 31:

	<u>2010</u>	<u>2009</u>
Securities loaned - cash collateral:		
Equities	\$ 7,304,188	\$ 3,395,450
U.S. Government and government agency obligations	1,947,942	6,188,813
Corporate bonds	<u>347,845</u>	<u>9</u>
Total securities loaned - cash collateral	<u>9,599,975</u>	<u>9,584,272</u>
Securities loaned - non-cash collateral:		
Equities	14,528	-
U.S. Government and government agency obligations	<u>138,930</u>	<u>-</u>
Total securities loaned - non-cash collateral	<u>153,458</u>	<u>-</u>
Total	<u>\$ 9,753,433</u>	<u>\$ 9,584,272</u>

Derivatives

The Plan's investment policy permits the use of financial futures for hedging purposes only. Speculation and leveraging of financial futures within the portfolio is prohibited. The Plan uses financial futures to manage portfolio risk and to facilitate international portfolio trading.

A derivative security is a financial contract whose value is based on, or "derived" from, a traditional security, an asset, or a market index. Derivative instruments include futures and forward contracts as part of the Plan's portfolio.

Derivative transactions involve, to varying degrees, credit risk, interest rate risk and market risk. Credit risk is the possibility that a loss may occur because a party to a transaction fails to perform according to the previously agreed upon terms. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Market risk is the possibility that a change in interest or currency rates will cause the value of a financial instrument to decrease or become more costly to settle.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Derivatives (continued)

Forward contracts are used to hedge against fluctuations in foreign currency-denominated assets used primarily in portfolio trade settlements. These contracts are a cash contract in which a seller agrees to deliver a specific cash commodity to a buyer sometime in the future. Forward agreements are subject to the creditworthiness of the counterparties, which are principally large financial institutions. At December 31, 2010 and 2009, the Plan's investments included the following forward currency contract balances:

	<u>2010</u>	<u>2009</u>
Forward Currency Contract Receivables	\$ -	\$ 453,367
Forward Currency Contract Payables	\$ -	\$ 454,433

All of the Plan's financial instruments are carried at fair value on the Combining Statement of Pension Plan and Postemployment Healthcare Plan Net Assets included in investments. The gain or loss on financial instruments is recognized and recorded on the Combining Statement of Changes in Pension Plan and Postemployment Healthcare Plan Net Assets as part of investment income.

NOTE 5. PROPERTY TAX

The District's property tax, which is levied each year, becomes a lien on all real property located in Cook County on January 1 of the year it is levied. The Cook County assessor is responsible for the assessment of all taxable real property within Cook County except for certain railroad property, which is assessed directly by the State. The Cook County Board approved a triennial cycle of reassessment in which one-third of the County will be reassessed each year on a repeating schedule established by the assessor. Assessed valuations are subject to appeal to the Cook County Board of Tax Appeals.

The maximum statutory tax rate limit for each of the District's taxing funds is as follows, per \$100 of equalized assessed valuation:

Corporate Fund	\$0.060
Debt service (Bond and Interest Fund)	Limited by maximum debt
Capital projects (Construction and Development Fund)	0.021
Component units	
Employees' Annuity and Benefit Fund	No Limit
Zoological Fund	0.035
Horticultural Fund	0.015

NOTE 5. PROPERTY TAX (CONTINUED)

Property in Cook County is separated into six classifications for assessment purposes. After the assessor establishes the fair market value of a parcel of land, that value is multiplied by one of the following classification percentages to arrive at the assessed valuation (Assessed Valuation) for that parcel:

- 16% for residential property
- 22% for unimproved land
- 30% for miscellaneous property
- 33% for rental residential property
- 36% for industrial property
- 38% for commercial property

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the State. Each year the Department of Revenue furnishes the County Clerk with an adjustment factor to equalize the level of assessment between counties. This factor (the Equalization Factor) is then applied to the assessed valuation to compute the valuation of property to which a tax rate will be applied (the Equalized Assessed Valuation).

The County Clerk adds the Equalized Assessed Valuation of all real property in the County to the valuation of property assessed directly by the State (to which the Equalization Factor is not applied) to arrive at the base amount (the Assessment Base) used in calculating the annual tax rates.

The County Clerk computes the annual tax rate by dividing the levy by the Assessment Base. The Clerk then computes the rate for each parcel of real property by aggregating the tax rates of all governmental units having jurisdiction over that particular parcel. The tax is entered which is in the books prepared for the County Collector along with the Assessed Valuation and Equalized Assessed Valuation described above. These books are the Collector's authority for the collection of taxes and are used by the Collector as the basis for issuing tax bills to all taxpayers in the County.

NOTE 5. PROPERTY TAX (CONTINUED)

Property taxes are collected by the Cook County Collector/Treasurer who remits to the units their respective shares of the collections. The tax lien date is January 1. The tax levy must be passed and filed with the County Clerk by the fourth Tuesday in December and becomes due and payable in two installments on March 1 and the later of August 1 or 30 days after the billing by the Cook County Collector which ranges from August to November of the following year. The first installment is an estimated bill and is 55 percent of the prior year's tax bill. The second installment is based on the current levy, assessment, and equalization, and any changes from the prior year will be reflected in the second installment bill.

On July 29, 1981, The Truth in Taxation bill, which requires additional procedures in connection with the annual levy of property taxes, became effective. The law states that if an aggregate annual levy, exclusive of debt service and elections costs, is estimated to exceed 105% of the levy of the preceding year, a public notice shall be published and a public hearing shall be held on the proposed increase. If the final levy as adopted exceeds 105% of the prior year's levy and exceeds the proposed levy specified in the notice or is more than 105% of such proposed levy and no notice was required, notice of the adoption of such levy must be published within 15 days of the adoption thereof. No amount in excess of 105% of the preceding year's levy can be extended unless the levy is accompanied by a certification of compliance with the foregoing procedures. The express purpose of the legislation is to require published disclosure of an intention to adopt a levy in excess of the specified levels. The District has complied with this legislation.

Effective February 12, 1995, the provisions of the Property Tax Extension Limitation Law (the Limitation Law), previously applicable only to non-home rule taxing districts located in DuPage, Kane, Lake, McHenry, and Will Counties, were extended to non-home rule taxing districts in Cook County. The law limits the annual growth in Cook County property tax extension to 5% for taxes extended in 1995 and the lesser of 5% or the percentage increase in the Consumer Price Index for the 12-month calendar year preceding the relevant levy year for taxes extended in years after 1995.

NOTE 6. INTERFUND RECEIVABLES AND PAYABLES

The interfund receivable and payable balances at the end of the year are reported in the governmental funds balance sheet and are eliminated in the government-wide statement of net assets. The balances result from intentional loans of resources among the various funds as well as cash overdrafts that are reclassified as interfund receivable/payable balances at the end of the year in the governmental funds balance sheet. Individual interfund receivable and payable balances at December 31, 2010 are as follows:

Fund	<u>Due From</u>	<u>Due To</u>
Corporate		
Real Estate acquisition	\$ -	\$ 486,481
Grant	-	463,514
Working Cash	-	-
Bond and Interest	714,558	-
2007 Construction and Development	-	262,022
2008 Construction and Development	-	565,514
2009 Construction and Development	-	2,429,312
Capital Improvement	-	1,246,538
Beck Lake Dog Site	-	295,162
Golf Course Capital Improvement	-	5,704
Self Insurance	-	199,932
Total corporate	714,558	5,954,179
Beck Lake Dog Site - Corporate	295,162	-
Bond and Interest - Corporate	-	714,558
Capital Improvement - Corporate	1,246,538	-

NOTE 6. INTERFUND RECEIVABLES AND PAYABLES (CONTINUED)

Construction and Development

2007 Construction and Development - Corporate	\$ 262,022	\$ -
2008 Construction and Development		
2009 Construction and Development	1,152,158	-
Corporate	565,514	-
Total 2008 Construction and Development	<u>1,717,672</u>	<u>-</u>
2009 Construction and Development		
Grant	355,200	-
Corporate	2,429,312	-
2008 Construction and Development	-	1,152,158
2010 Construction and Development	724,669	-
Total 2009 Construction and Development	<u>3,509,181</u>	<u>1,152,158</u>
2010 Construction and Development		
2009 Construction and Development	-	724,669
Total Construction and Development	<u>5,488,875</u>	<u>1,876,827</u>
Grant		
Corporate	463,514	-
2009 Construction and Development	-	355,200
	<u>463,514</u>	<u>355,200</u>
Golf Course Capital Improvement - Corporate	<u>5,704</u>	<u>-</u>
Real Estate Acquisition - Corporate	<u>486,481</u>	<u>-</u>
Self Insurance - Corporate	<u>199,932</u>	<u>-</u>
Total all funds	<u>\$ 8,900,764</u>	<u>\$ 8,900,764</u>

NOTE 7. CAPITAL ASSETS

Primary Government

A summary of changes in capital assets for the year ended December 31, 2010, is as follows:

	<u>Balance</u> <u>1/1/2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>12/31/2010</u>
Capital assets, not being depreciated:				
Land	\$ 159,498,960	\$ 28,371,000	\$ -	\$ 187,869,960
Construction in progress	<u>32,664,928</u>	<u>7,967,121</u>	<u>(11,983,775)</u>	<u>28,648,274</u>
Total capital assets, not being depreciated	<u>192,163,888</u>	<u>36,338,121</u>	<u>(11,983,775)</u>	<u>216,518,234</u>
Capital assets, being depreciated:				
Land improvements	50,314,883	6,073,568	-	56,388,451
Buildings	54,263,585	5,905,165	(249,054)	59,919,696
Equipment	5,403,248	175,039	-	5,578,287
Vehicles	<u>9,351,190</u>	<u>27,590</u>	<u>(80,363)</u>	<u>9,298,417</u>
	<u>119,332,906</u>	<u>12,181,362</u>	<u>(329,417)</u>	<u>131,184,851</u>
Less accumulated depreciation				
Land improvements	(11,790,393)	(2,112,223)	-	(13,902,616)
Buildings	(25,899,784)	(1,693,983)	213,284	(27,380,483)
Equipment	(2,870,131)	(368,912)	-	(3,239,043)
Vehicles	<u>(3,997,003)</u>	<u>(752,739)</u>	<u>71,453</u>	<u>(4,678,289)</u>
	<u>(44,557,311)</u>	<u>(4,927,857)</u>	<u>284,737</u>	<u>(49,200,431)</u>
Total capital assets, being depreciated - net	<u>74,775,595</u>	<u>7,253,505</u>	<u>(44,680)</u>	<u>81,984,420</u>
Government activities, total capital assets - net of accumulated depreciation	<u>\$ 266,939,483</u>	<u>\$ 43,591,626</u>	<u>\$ (12,028,455)</u>	<u>\$ 298,502,654</u>

NOTE 7. CAPITAL ASSETS (CONTINUED)

Depreciation expense of \$4,927,857 was charged to the governmental activities functional expense categories as follows:

<u>Governmental Activities</u>	<u>Depreciation</u>
General administration	\$ 3,116,699
Resource management	242,326
Recreation and general maintenance	1,394,901
Law enforcement	173,931
	<u>\$ 4,927,857</u>

Component Unit - Chicago Horticultural Society

All purchased property, whether owned by the District or the Chicago Horticultural Society, is capitalized on the Horticultural Society's books and depreciation is recorded using the straight-line method, based on estimated useful lives of the related assets. The useful lives of building and improvements, land improvement, and equipment are 20 to 40 years, 20 years, and 3 to 10 years, respectively. Construction in progress as of December 31, 2010 primarily consists of expenditures associated with the renovation of the dwarf conifer garden, development of the new science and children's campuses and various other projects. All assets are recorded at cost. Property at December 31, 2010, consists of the following:

Capital assets, not being depreciated:

Museum assets	\$ 4,225,000	
Construction in progress	<u>4,567,000</u>	
Total capital assets, not being depreciated		<u>\$ 8,792,000</u>

Capital assets, being depreciated:

Buildings and improvements	\$ 85,641,000
Land improvements	60,134,000
Equipment	<u>12,758,000</u>

Capital assets, being depreciated	\$ 158,533,000
Less accumulated depreciation	<u>(55,430,000)</u>
Total capital assets - being depreciated - net	<u>\$ 103,103,000</u>

NOTE 7. CAPITAL ASSETS (CONTINUED)

Component Unit - Chicago Zoological Society

The land site of the Chicago Zoological Society is owned by the District and, accordingly, is not recorded in the Chicago Zoological Society's financial statements. All park improvements acquired by the Chicago Zoological Society are legally owned by the District. All exhibit buildings and similar facilities, including those purchased with the District fund, including equipment, are recorded as park improvements on the books of the Chicago Zoological Society and are depreciated over their estimated service lives. This depreciation expense for park improvements is not funded by the District's tax collections.

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets is measured by comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flow, an impairment charge is recognized for the amount by which the carrying amount of the asset exceeds the fair value of the asset. Assets to be disposed of are separately presented in the balance sheet and reported at the lower of the carrying amount or fair value less costs to sell and are no longer depreciated. The assets and liabilities of a disposed group classified as held for sale would be presented separately in the appropriate asset and liability sections of the balance sheet.

Park improvements included the following classifications at December 31, 2010:

Capital assets, not being depreciated:		
Construction in progress		\$ <u>765,000</u>
Capital assets, being depreciated:		
Park improvements	\$ 215,906,000	
Equipment	<u>5,164,000</u>	
Capital assets, being depreciated		\$ 221,070,000
Less accumulated depreciation		<u>(89,999,000)</u>
Total capital assets - being depreciated - net		<u>\$ 131,071,000</u>

NOTE 8. LONG-TERM DEBT**PRIMARY GOVERNMENT**

A summary of long-term debt transactions for the year ended December 31, 2010 and the current portion due in 2011 are as follows:

	Balance <u>1/1/10</u>	<u>Additions</u>	<u>Deductions</u>	Balance <u>12/31/10</u>	<u>Current Portion</u>
General Obligation Bonds, Series 2001 A&B	\$ 22,620,000	\$ -	\$ 2,810,000	\$ 19,810,000	\$ 2,925,000
General Obligation Bonds, Series 2004	86,045,000	-	3,920,000	82,125,000	4,125,000
Compensated absences	1,890,488	1,689,926	1,751,642	1,828,772	1,097,263
Postemployment benefit obligation	4,481,293	2,482,690	-	6,963,983	-
Net pension obligation	16,828,977	6,185,919	-	23,014,896	-
Bond premium and issuance cost	<u>8,834,651</u>	<u>-</u>	<u>436,064</u>	<u>8,398,587</u>	<u>-</u>
Total	<u>\$ 140,700,409</u>	<u>\$ 10,358,535</u>	<u>\$ 8,917,706</u>	<u>\$ 142,141,238</u>	<u>\$ 8,147,263</u>

NOTE 8. LONG-TERM DEBT (CONTINUED)

Series 2001 A & B - In September 2001, the District issued \$35,285,000 in General Obligation Refunding Bonds, with an average interest rate of 4.5% to advance refund \$32,410,000 (a portion) of outstanding Series 1993 and 1996 bonds with an average interest rate of 5.6%. The bonds are being retired by the Debt Service Fund, with the bonds maturing from 2002 through 2016. Future principal and interest requirements are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31,			
2011	\$ 2,925,000	\$ 941,706	\$ 3,866,706
2012	3,050,000	824,706	3,874,706
2013	3,175,000	697,563	3,872,563
2014	3,370,000	562,625	3,932,625
2015	3,550,000	384,769	3,934,769
2016	<u>3,740,000</u>	<u>197,406</u>	<u>3,937,406</u>
Total	<u>\$ 19,810,000</u>	<u>\$ 3,608,775</u>	<u>\$ 23,418,775</u>

Series 2004 - In November 2004, the District issued \$100,000,000 in general obligation bonds, with an interest rate of 5.00% to 5.25%, for the purpose of financing the District's construction projects. \$50,000,000 is designated for the District with the Chicago Botanical Garden and Brookfield Zoo receiving \$25,000,000 each. The bonds are being retired by the Debt Service Fund, with the bonds maturing from 2006 to 2024. Future principal and interest requirements are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31,			
2011	\$ 4,125,000	\$ 4,178,088	\$ 8,303,088
2012	4,335,000	3,971,838	8,306,838
2013	4,555,000	3,755,088	8,310,088
2014	4,790,000	3,527,338	8,317,338
2015	5,040,000	3,287,838	8,327,838
2016 - 2020	29,565,000	12,187,264	41,752,264
2021 - 2024	<u>29,715,000</u>	<u>3,825,188</u>	<u>33,540,188</u>
Total	<u>\$ 82,125,000</u>	<u>\$ 34,732,642</u>	<u>\$ 116,857,642</u>

NOTE 9. TRANSFERS

The following transfers were made during the year ended December 31, 2010:

<u>Disbursing Fund</u>	<u>Receiving Fund</u>	<u>Transfer Amount</u>
Corporate	Real Estate Acquisition	\$ 3,000,000
	Self Insurance Fund	3,000,000
	Capital Improvement	5,750,000
	2007 Construction and Development	<u>583,181</u>
Total Corporate		12,333,181
2006 Construction and Development Fund	Corporate	<u>583,181</u>
Total operating transfers		<u><u>\$ 12,916,362</u></u>

In 2010, the District made a transfer of \$3,000,000 from the Corporate Fund to the Real Estate Acquisition Fund for the purpose of funding pending land acquisitions. The Capital Improvement transfers represent the funding of future capital projects. The Construction and Development Fund transfer occurs annually based on a state statute that allows the unused balances of the fund to be transferred to the Corporate Fund after five years. However, due to the uncollectible balance in the 2007 tax revenue, the 2007 Construction and Development Fund had a short fall between revenue collections and budgeted expenditures. Therefore, \$583,181 of the 2006 Construction and Development Fund were transferred to the Corporate Fund which was then transferred to the 2007 Construction and Development Fund to offset its shortfall.

NOTE 10. PENSION FUND

Plan Description: Any employee of the District employed under the provisions of the District personnel ordinance is covered by the Forest Preserve District Employees' Annuity and Benefit Fund of Cook County (the Plan), which is a defined benefit single-employer pension plan with a defined contribution minimum. Although this is a single-employer plan, the defined benefits, as well as the employer and employee contribution levels, are mandated in the Illinois Compiled Statutes (Chapter 40, Pensions, Article 5/10) and may be amended only by the Illinois legislature. The District accounts for the Plan as a pension trust fund. The District payroll for employees covered by the Plan for the year ended December 31, 2010 was \$24,397,376. At December 31, 2010, the Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits (including disabilities)	<u>514</u>
Current employees	<u>448</u>

NOTE 10. PENSION FUND (CONTINUED)

The Plan provides retirement benefits as well as death and disability benefits. Employees aged 50 or more with at least 10 years of service are entitled to receive a minimum formula annuity of 2.4% for each year of credited service to a maximum of 80% of the final average monthly salary. If an employee retires prior to age 60, the annuity shall be reduced by 0.5% for each month the employee is under age 60 unless the employee has 30 years or more of credited service, in which case no reduction is made for under age 60. The original annuity cannot exceed 80% of the employee's highest average annual salary. The monthly annuity is increased by 3% of the original annuity beginning in January of the year immediately following the first anniversary of retirement and by 3% annually thereafter if the employee retires at age 60 or older or has at least 30 years of service. If retirement is before age 60 and the employee has less than 30 years of service, increases begin in January of the year following attainment of age 60.

Funding Policy - Covered employees are required to contribute 8.5% of their salary to the Plan. If an employee leaves covered employment without qualifying for an annuity, accumulated contributions are refunded with interest (3% or 4% depending on when the employee became a participant).

The District is required by state statute to contribute the remaining amounts necessary to finance the requirements of the Plan. The Plan's funding policy provides for an employer contribution which, when added to the amounts contributed by the employees, will be sufficient for the requirements of the Plan. This amount cannot be more than an amount equal to the total amount of contributions by the District's employees to the Plan made in the calendar year two years prior to the year of the employer contribution, multiplied by 1.30.

Annual Pension Cost and Net Pension Obligation - The Plan's annual pension cost and net pension obligation for the current year were as follows:

Annual required contributions	\$ 7,626,778
Interest on net pension obligation	1,262,173
Adjustment to annual required contribution	<u>(1,369,893)</u>
Annual pension cost	7,519,058
Contributions made	<u>1,333,139</u>
Increase in net pension obligation	6,185,919
Net pension obligation - beginning of year	<u>16,828,977</u>
Net pension obligation - end of year	<u><u>\$ 23,014,896</u></u>

NOTE 10. PENSION FUND (CONTINUED)

Annual Pension Cost and Net Pension Obligation (continued)

The total required annual actuarial contribution to the Plan (financed by the employee and the District) is equal to the current service cost plus interest only on the unfunded liability, determined using the entry age actuarial cost method with the following assumptions - interest at 7.5% compounded annually, salary increase of 5.0% per year compounded annually, inflation of 3.0%, and 2.0%, merit and longevity increases. The unfunded liability is recognized but not amortized. The employer contribution required for interest only on the unfunded liability results in a decreasing annual employer cost expressed as a percentage of payroll as future payrolls increase. Because the tax levy is expressed as a multiple of the total salary deductions made two years prior, the District is effectively contributing a level annual percentage of payroll.

Funded Status and Funding Progress

The funded status of the Plan as of December 31, 2010, the most recent actuarial valuation date, is as follows:

	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
<i>Pension benefits</i>	\$ 184,077,516	\$ 252,877,596	\$ 68,800,080	72.79%	\$ 24,397,376	282.00%
<i>Postemployment Health Group Benefit Plan</i>	\$ -	\$ 43,102,510	\$ 43,102,510	0.00%	\$ 24,397,376	176.67%
<i>Changes in Actuarial Assumptions</i>	\$ -	\$ (13,588,953)	\$ (13,588,953)	0.00%		
<i>Combined</i>	\$ 184,077,516	\$ 282,391,153	\$ 98,313,637	65.19%	\$ 24,397,376	402.97%

The schedules of funding progress, presented as required supplementary information following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

NOTE 10. PENSION FUND (CONTINUED)**Funded Status and Funding Progress (continued)**

Additional information as of the latest actuarial valuation is as follows:

Valuation date	December 31, 2010
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar - Open
Remaining amortization period	30 years
Asset valuation method	Five Year Smoothed Average Market

Actuarial assumptions:

Investment return rate	
Pension benefits	7.5% compounded annually
Retiree health insurance plan	4.5% compounded annually
Combined	7.5% compounded annually
Projected salary increases	
Inflation	3.0% per year
Merit	<u>2.0%</u> per year
Total	<u>5.0%</u> per year
Postretirement annuity increase	3.0% compounded per year for employee and widow(er) annuitants
Medical trend rate	
2012	8.0%
2013	7.5%
2014	7.0%
2015	6.5%
2016	6.0%
2017	5.5%
2018 and later	5.0%
Mortality rates	UP-1994 Mortality Table for Males, rated down 2 years UP-1994 Mortality Table for Females, rated down 1 year
Retirement age assumptions	Based on actual past experience assume all employees retire by age 75

NOTE 10. PENSION FUND (CONTINUED)

Three-Year Trend Information

<u>Year</u> <u>Ending</u>	<u>Annual</u> <u>Pension</u> <u>Cost</u> <u>(APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>	<u>Net Pension</u> <u>Obligation</u> <u>(NPO)</u>
2010	\$ 7,519,058	32.67%	\$ 23,014,896
2009	\$ 4,410,336	26.21%	\$ 16,828,977
2008	\$ 3,259,311	23.79%	\$ 13,701,283

Investments - Investments of the pension fund are reported at fair value, which generally represents reported market value as of the last business day of the year. See Note 4 for more information on pension investments.

Request for Information

Questions concerning any of the information provided regarding the Pension Fund disclosures should be addressed to the Forest Preserve Employees' Annuity and Benefit Fund of Cook County, 33 North Dearborn Street, Suite 1000, Chicago, Illinois 60602.

NOTE 11. POSTEMPLOYMENT BENEFIT OBLIGATION

Effective for 2008, the District adopted GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This Statement establishes standards for the measurement, recognition, and display of other postemployment benefit (OPEB) expense/expenditures and related liabilities (assets), note disclosures, and, required supplementary information (RSI) in the financial reports of the District.

Postemployment benefits (OPEB as well as pensions) are part of an exchange of salaries and benefits for employee services rendered. Of the total benefits offered by employers to attract and retain qualified employees, some benefits, including salaries and active-employee healthcare, are taken while the employees are in active service, whereas other benefits, including postemployment healthcare and other OPEB, are taken after the employees' services have ended. Nevertheless, both types of benefits constitute compensation for employee services.

NOTE 11. POSTEMPLOYMENT BENEFIT OBLIGATION (CONTINUED)

Plan Description and Funding Policy - The Forest Preserve District Employees' Annuity and Benefit Fund of Cook County (Plan) administers the Postemployment Group Health Benefit Plan (PGHBP), a single-employer defined benefit postemployment healthcare plan. PGHBP provides a healthcare premium subsidy to annuitants or their surviving spouses who elect to participate in the PGHBP. The Plan is currently allowed, in accordance with state statute, to pay all or a portion of medical insurance premiums for the annuitants. Under state law the PGHBP is embedded in the Plan rather than being a separate Plan. Presently, the Plan subsidizes 55% and 70% of the monthly premiums for employees and spouse annuitants, respectively. The remaining cost is borne by the annuitant. The PGHBP is administered in accordance with Chapter 40, Article 5/10 of the Illinois Compiled Statutes, which assigns the authority to establish and amend benefit provisions to the Plan's Board of Trustees. As of December 31, 2010, the number of annuitants and surviving spouses whose cost to participate in the program was subsidized totaled 275. The Plan considers the premium supplement an additional retirement benefit, with no contribution rate or asset allocation associated with it. The amount of employer contributions for postemployment healthcare benefits is assumed to equal the premium supplement expensed for the period. Healthcare premium subsidies are recognized when due and payable. The Plan funds the PGHBP on a "pay-as-you-go" basis. Administrative costs associated with the PGHBP are paid by the Plan. The medical trend rate is 8.0% in the first year, decreasing by .5% per year until an ultimate rate of 5.0% is reached.

Fund Status and Funding Progress

As of December 31, 2010, the most recent actuarial valuation date, PGHBP was 0.00% funded on an actuarial basis. The actuarial accrued liability for benefits was \$43,102,510 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$43,102,510. The covered payroll (annual payroll of active employees covered by the Plan) was \$24,397,376, and the ratio of UAAL to the covered payroll was 176.67%.

NOTE 11. POSTEMPLOYMENT BENEFIT OBLIGATION (CONTINUED)

The calculations below are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing costs between the employer and the plan members to that point.

Annual Postemployment Cost and Net Postemployment Obligation - The Plan's annual postemployment cost and net postemployment obligation for the current year were as follows:

	Postemployment <u>Obligation</u>
Annual required contributions	\$ 3,876,537
Interest on net postemployment obligation	201,658
Adjustment to annual required contribution	<u>(268,610)</u>
Annual postemployment cost	3,809,585
Contributions made	<u>1,326,895</u>
Increase in net postemployment obligation	2,482,690
Net postemployment obligation - beginning of year	<u>4,481,293</u>
Net postemployment obligation - end of year	<u><u>\$ 6,963,983</u></u>

Three-Year Trend Information

Year <u>Ending</u>	Annual Post Employment Benefit Cost (APEBC)	Percentage of APEBC Contributed	Net OPEB Obligation (NOO)
2010	\$ 3,809,585	54.70%	\$ 6,963,983
2009	\$ 3,456,045	77.12%	\$ 4,481,293
2008	\$ 3,785,850	165.59%	\$ 2,286,330

NOTE 12. CONSTRUCTION AND DEVELOPMENT FUND

The Construction and Development Fund can spend the proceeds of a tax levy over a five-year period. The fund balance available for other purposes includes the unexpended appropriation of tax levies. Any unexpended appropriation at the end of five years is transferred to the Corporate Fund.

NOTE 13. COMPONENT UNIT NET ASSETS

Net assets of the discrete component units (Chicago Horticultural Society and Chicago Zoological Society) of the District are reported as follows:

Unrestricted - These are resources over which the District's discrete component units have discretionary control.

Temporarily Restricted - These are resources subject to external restrictions that will be satisfied either by actions of either component unit or the passage of time. When such a restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets.

Temporarily restricted net assets at December 31, 2010 for the District's discrete component units are available for the following purposes:

	Chicago Horticultural Society	Chicago Zoological Society
Capital improvements	\$ -	\$ 15,572,000
Conservation research program	-	960,000
Education and communications program	-	2,225,000
Leadership campaign - time restricted	-	6,018,000
Unappropriated earnings on unrestricted endowment - time restricted	-	3,410,000
General programs	24,182,000	1,063,000
	<u>\$ 24,182,000</u>	<u>\$ 29,248,000</u>

Permanently Restricted - These resources are subject to external restrictions that stipulate that the principal of these endowments be permanently invested by either component unit. The donors of these resources have permitted the component unit to use all of the income earned, including capital appreciation, for unrestricted or temporarily restricted purposes.

Permanently restricted net assets at December 31, 2010 for the District's discrete component units are restricted for the following purposes:

	Chicago Horticultural Society	Chicago Zoological Society
Conservation research program	\$ -	\$ 1,037,000
Education and communications program	-	4,582,000
General programs	21,348,000	1,684,000
	<u>\$ 21,348,000</u>	<u>\$ 7,303,000</u>

Both temporarily restricted and permanently restricted net assets are reported within the restricted category on the District's Statement of Net Assets.

NOTE 14. RELATED PARTY TRANSACTIONS

In January 2010, the District purchased the Rolling Knolls Country Club for a court determined amount of \$5,745,000. The selling party included relatives of a Forest Preserve District of Cook County Commissioner.

In 2009, the District transferred \$1,758,934 to the County for payment of 176 acres. The average value of two property appraisals was \$15,050,000. In May 2010, the County transferred the property to the District. At December 31, 2009, the District's payment of \$1,758,934 was reflected on the financial statements as a deposit. An additional \$13,291,066 was recognized on the December 31, 2010 financial statements as an in-kind donation from the County.

Both the County and the District use the same health care provider. The District sends its premium to Cook County which forwards the premium to the health care provider.

The County provides complimentary occupancy costs to the District in downtown Chicago.

The County provides computer support to the District in the form of payroll processing and human resources assistance.

The County provides 911 assistance, through its police department, to the District for which the County is reimbursed. At December 31, 2010, the District's liability to the County for expenses associated with 911 assistance has been estimated at \$1,375,000.

NOTE 15. RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is self-funded for all risks of loss except employee health coverage, which is provided by Cook County. For 2010, the District covered all claim settlements and judgments out of its Self-Insurance Fund resources. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated.

During 2010, the District was party to several lawsuits. At December 31, 2010, the provision for claims was \$2,375,500 (all of which is expected to be paid from current expendable financial resources). This liability is the District's best estimate based on available information. Changes in the reported liability are as follows:

Beginning balance	\$ 2,154,500
Current year claims and changes in estimates	3,750,175
Claim payments	<u>(3,529,175)</u>
Ending balance	<u>\$ 2,375,500</u>

NOTE 15. RISK MANAGEMENT (CONTINUED)

In addition to the amounts noted above, the District has several cases pending in which it believes that a reasonable possibility exists that a judgment against the District could result in a liability. The estimated liability for these cases combined is \$25,000. In accordance with accounting principles generally accepted in the United States of America, no provision is reflected in these financial statements for this estimated amount.

NOTE 16. COMMITMENTS

The District has entered into a number of contractual commitments, land acquisitions and for construction and repair of various District facilities. The following are the major outstanding commitments at December 31, 2010:

<u>Project</u>	
S B 83 Program - New Little Red Schoolhouse Nature Center	\$ 627,473
Illinois First Program - Paul Douglas/Crabtree Bicycle Trail	<u>659,398</u>
Total	<u>\$ 1,286,871</u>

The District has also entered into a number of contractual commitments for condemnation land acquisitions for amounts yet to be determined.

NOTE 17. PRIOR PERIOD ADJUSTMENT

A prior period adjustment of \$40,411 was made between the Golf Course Capital Improvement Fund and the Corporate Fund to correct an accounting error in the interfund accounts. An analysis of the previously reported and restated fund balance (deficit) and interfund account of the Corporate Fund and the Golf Course Capital Improvement Fund is as follows:

	Corporate <u>Fund</u>	Golf Course Capital Improv. <u>Fund</u>
Fund balance (deficit) previously reported	\$ 32,864,959	\$ (34,708)
Correction of an error	<u>(40,411)</u>	<u>40,411</u>
Fund balance restated as of January 1, 2010	<u>\$ 32,824,548</u>	<u>\$ 5,703</u>
Interfund receivable (liability) previously reported	\$ (80,624)	\$ 80,624
Correction of an error	<u>(40,411)</u>	<u>40,411</u>
Interfund receivable (liability) restated as of January 1, 2010	<u>\$ (121,035)</u>	<u>\$ 121,035</u>

NOTE 18. PRONOUNCEMENTS ISSUED NOT YET EFFECTIVE

In March 2009, GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Statement No. 54 is effective for the District's fiscal year ending December 31, 2011.

In December 2009, GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. This statement considers the timing and frequency of the measurement of actuarial liabilities for OPEB by agent employers and also considers the guidelines regarding the use of the alternative measurement method by agent employers with small individual OPEB plans. The provisions related to the frequency and timing of measurements are effective for the District's fiscal year ending December 31, 2012.

In June 2010, GASB issued Statement No. 59, *Financial Instrument Omnibus*. This statement updates and improves existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools for which significant issues have been identified in practice. Statement No. 59 is effective for the District's fiscal year ending December 31, 2011.

In November 2010, GASB issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. This statement improves financial reporting by addressing issues related to service concession arrangements, which are a type of public-private or public-public partnership. Statement No. 60 is effective for the District's fiscal year ending December 31, 2012.

In December 2010, GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*. This statement improves financial reporting for a governmental financial reporting entity by modifying certain requirements for inclusion of component units in the financial entity. This statement also amends the criteria for reporting component units as if they were part of the primary government in certain circumstances. The statement also clarifies the reporting of equity interests in legally separate organizations. Statement No. 61 is effective for the District's fiscal year ending December 31, 2013.

In December 2010, GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This statement is to incorporate into GASB's authoritative literature certain accounting and financial reporting guidance that is included in certain pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements. Statement No. 62 is effective for the District's fiscal year ending December 31, 2012.

The District is currently evaluating the impact of adopting the above Statements.

REQUIRED SUPPLEMENTARY INFORMATION

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

- Budgetary Comparison Schedules - Corporate Fund and Real Estate Acquisition Fund
- Notes to required supplementary information
- Schedule of Funding Progress - Defined Benefit Retirement Plan and Postemployment Group Health Benefit Plan
- Schedule of Employer Contributions
- Notes to Schedule of Funding Progress and Schedule of Employer Contributions

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

BUDGETARY COMPARISON SCHEDULES

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - CORPORATE FUND AND REAL ESTATE ACQUISITION FUND**

YEAR ENDED DECEMBER 31, 2010

	Corporate Fund			Real Estate Acquisition Fund		
	Original and Final Budget	Actual	Variance Over (Under) Final Budget	Original and Final Budget	Actual	Variance Over (Under) Final Budget
REVENUES						
Property taxes	\$ 44,506,007	\$ 40,551,864	\$ (3,954,143)	\$ -	\$ -	\$ -
Personal property replacement taxes	9,354,520	6,456,253	(2,898,267)	-	-	-
Fees	2,506,188	2,837,199	331,011	-	233,200	233,200
Fines	200,000	73,046	(126,954)	-	-	-
Concessions	150,000	225,699	75,699	-	-	-
Winter sports activities	20,000	55,891	35,891	-	-	-
Golf course revenue	1,016,172	969,461	(46,711)	-	-	-
Equestrian license	30,000	43,764	13,764	-	-	-
Land use fees	300,000	268,591	(31,409)	-	-	-
Damage restitution	-	24,969	24,969	-	-	-
Special events	-	19,967	19,967	-	-	-
In-kind donation	-	-	-	-	13,291,066	13,291,066
Miscellaneous income	100,000	149,091	49,091	-	232,384	232,384
Investment income	70,000	90,348	20,348	30,000	38,288	8,288
Total revenues	<u>58,252,887</u>	<u>51,766,143</u>	<u>(6,486,744)</u>	<u>30,000</u>	<u>13,794,938</u>	<u>13,764,938</u>
EXPENDITURES						
Current						
General office	1,582,307	1,328,911	(253,396)	-	-	-
Finance and administration	2,296,793	1,838,877	(457,916)	-	-	-
Resource management	7,891,540	6,658,762	(1,232,778)	-	-	-
General maintenance	18,349,645	14,679,086	(3,670,559)	-	-	-
Recreation department	1,654,317	1,370,870	(283,447)	-	-	-
Law enforcement	9,477,831	7,617,612	(1,860,219)	-	-	-
Legal department	1,472,085	1,134,795	(337,290)	-	206,413	206,413
Planning and development	1,999,421	1,448,377	(551,044)	-	-	-
Real estate acquisition	-	-	-	19,385,000	26,718,473	7,333,473
Fixed charges	2,073,949	698,948	(1,375,001)	-	-	-
Total expenditures	<u>46,797,888</u>	<u>36,776,238</u>	<u>(10,021,650)</u>	<u>19,385,000</u>	<u>26,924,886</u>	<u>7,539,886</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>11,454,999</u>	<u>14,989,905</u>	<u>3,534,906</u>	<u>(19,355,000)</u>	<u>(13,129,948)</u>	<u>6,225,052</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	583,181	583,181	3,000,000	3,000,000	-
Transfers out	(11,750,000)	(12,333,181)	(583,181)	-	-	-
Total other financing sources (uses)	<u>(11,750,000)</u>	<u>(11,750,000)</u>	<u>-</u>	<u>3,000,000</u>	<u>3,000,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ (295,001)</u>	<u>3,239,905</u>	<u>\$ 3,534,906</u>	<u>\$ (16,355,000)</u>	<u>(10,129,948)</u>	<u>\$ 6,225,052</u>
FUND BALANCES						
Beginning of year (as restated)		<u>32,824,548</u>			<u>20,756,291</u>	
End of year		<u>\$ 36,064,453</u>			<u>\$ 10,626,343</u>	

See accompanying notes to required supplementary information.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

**REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2009**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Process - The Finance Committee submits to the Board a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them.

The budget document is available for public inspection for at least 30 days prior to the Board's passage of the annual appropriation ordinance. The Board must hold at least one public hearing on the budget prior to its passage.

Before the commencement or within 60 days (March 1) of the beginning of the fiscal year, the Board legally enacts the budget through the passage of the annual appropriation ordinance.

Budgetary Modifications - The Board is authorized to transfer budgeted amounts between various line items within any fund. The Board must approve any revisions altering the total expenditures of any fund. The budget information stated in the financial statements includes adjustments, if any, made during the year. No adjustments to the budget were made during the year.

Budgetary Control and Lapse - The level of control where expenditures may not exceed the budget is the fund level of activity. Budgetary amounts lapse at year end and are not carried forward to succeeding years, except for unspent construction and development funds in capital projects. State statute permits the construction and development funds to be carried forward for the next four years until the fund is closed, by transferring unexpended appropriations to the Corporate Fund.

Budgetary Basis of Accounting - The budget is prepared on the modified accrual basis of accounting.

Legally Adopted Budgets - The following funds have legally adopted budgets:

- Corporate
- Real Estate Acquisition
- Bond and Interest
- 2010 Construction and Development (a sub-fund of the
Construction and Development Fund)
- Capital Improvement

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date		Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
<i>Pension benefits</i>							
12/31/10	(3)	\$ 184,077,516	\$ 252,877,596	\$ 68,800,080	72.79%	\$ 24,397,376	282.00%
12/31/09	(2), (3)	\$ 188,396,534	\$ 244,625,664	\$ 56,229,130	77.01%	\$ 24,967,115	225.21%
12/31/08	(3)	\$ 196,277,679	\$ 212,373,326	\$ 16,095,647	92.42%	\$ 23,474,621	68.57%
12/31/07	(3)	\$ 203,043,217	\$ 205,392,258	\$ 2,349,041	98.86%	\$ 21,078,316	11.14%
12/31/06	(3)	\$ 193,511,049	\$ 196,983,226	\$ 3,472,177	98.24%	\$ 19,172,756	18.11%
12/31/05		\$ 189,066,378	\$ 217,588,298	\$ 28,521,920	86.89%	\$ 18,077,621	157.77%
12/31/04	(2)	\$ 186,560,109	\$ 245,321,025	\$ 58,760,916	76.05%	\$ 16,635,794	353.22%
12/31/03		\$ 170,114,265	\$ 218,727,197	\$ 48,612,932	77.77%	\$ 17,348,472	280.21%
12/31/02	(1)	\$ 172,954,688	\$ 212,045,541	\$ 39,090,853	81.56%	\$ 25,781,400	151.62%
12/31/01		\$ 180,733,922	\$ 184,441,770	\$ 3,707,848	97.99%	\$ 28,631,232	12.95%
<i>Postemployment Group Health Benefit Plan</i>							
12/31/10		\$ -	\$ 43,102,510	\$ 43,102,510	0.00%	\$ 24,397,376	176.67%
12/31/09	(2)	\$ -	\$ 43,142,977	\$ 43,142,977	0.00%	\$ 24,967,115	172.80%
12/31/08		\$ -	\$ 36,004,405	\$ 36,004,405	0.00%	\$ 23,474,621	153.38%
12/31/07		\$ -	\$ 40,605,811	\$ 40,605,811	0.00%	\$ 21,078,316	192.64%
12/31/06		\$ -	\$ 39,448,815	\$ 39,448,815	0.00%	\$ 19,172,756	205.75%
<i>Changes in Actuarial Assumptions</i>							
12/31/10	(5)	\$ -	\$ (13,588,953)	\$(13,588,953)	0.00%		
12/31/09	(5)	\$ -	\$ (13,736,290)	\$(13,736,290)	0.00%		
12/31/08	(5)	\$ -	\$ (10,450,101)	\$(10,450,101)	0.00%		
12/31/07	(5)	\$ -	\$ (11,877,875)	\$(11,877,875)	0.00%		
12/31/06	(4)	\$ -	\$ (9,851,148)	\$ (9,851,148)	0.00%		
<i>Combined</i>							
12/31/10		\$ 184,077,516	\$ 282,391,153	\$ 98,313,637	65.19%	\$ 24,397,376	402.97%
12/31/09		\$ 188,396,534	\$ 274,032,351	\$ 85,635,817	68.75%	\$ 24,967,115	342.99%
12/31/08		\$ 196,277,679	\$ 237,927,630	\$ 41,649,951	82.49%	\$ 23,474,621	177.43%
12/31/07		\$ 203,043,217	\$ 234,120,194	\$ 31,076,977	86.73%	\$ 21,078,316	147.44%
12/31/06		\$ 193,511,049	\$ 226,580,893	\$ 33,069,844	85.40%	\$ 19,172,756	172.48%
12/31/05		\$ 189,066,378	\$ 217,588,298	\$ 28,521,920	86.89%	\$ 18,077,621	157.77%
12/31/04		\$ 186,560,109	\$ 245,321,025	\$ 58,760,916	76.05%	\$ 16,635,794	353.22%
12/31/03		\$ 170,114,265	\$ 218,727,197	\$ 48,612,932	77.77%	\$ 17,348,472	280.21%
12/31/02		\$ 172,954,688	\$ 212,045,541	\$ 39,090,853	81.56%	\$ 25,781,400	151.62%
12/31/01		\$ 180,733,922	\$ 184,441,770	\$ 3,707,848	97.99%	\$ 28,631,232	12.95%

- (1) Changes in benefits
- (2) Change in actuarial assumptions
- (3) Pension benefits only. The information for 2005 and prior includes the retiree health insurance plan
- (4) Due to a change in the interest rate assumption for the (combined report - 7.5%, individual report - 5.0%)
- (5) Due to a change in the interest rate assumption for the (combined report - 7.5%, individual report - 4.5%)

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS

	Calendar		Annual	Employer	Percentage
	Year		Required	Contributions	Contributed
			Contributions		
<i>Pension Benefits</i>					
	2010	(1)	\$ 7,626,778	\$ 1,333,139	17.48%
	2009	(1)	\$ 4,498,036	\$ 1,282,642	28.52%
	2008	(1)	\$ 3,329,502	\$ 523,928	15.74%
	2007	(1)	\$ 2,809,404	\$ 1,995,300	71.02%
	2006	(1)	\$ 2,691,753	\$ 1,532,343	56.93%
	2005		\$ 7,466,836	\$ 3,224,743	43.19%
	2004		\$ 9,326,465	\$ 3,890,142	41.71%
	2003		\$ 7,725,882	\$ 3,436,122	44.48%
	2002		\$ 5,165,491	\$ 3,993,607	77.31%
	2001		\$ 4,816,346	\$ 3,675,320	76.31%
<i>Postemployment Group Health Benefit Plan</i>					
	2010		\$ 3,876,537	\$ 1,326,895	34.23%
	2009		\$ 3,490,173	\$ 1,261,052	36.13%
	2008		\$ 3,785,850	\$ 1,499,520	39.61%
	2007		\$ 3,729,144	\$ 1,291,740	34.64%
	2006		\$ 3,747,117	\$ 1,187,670	31.70%
<i>Changes in Actuarial Assumptions</i>					
	2010	(3)	\$ (849,426)	\$ -	
	2009	(3)	\$ (714,995)	\$ -	
	2008	(3)	\$ (1,021,036)	\$ -	
	2007	(3)	\$ (611,426)	\$ -	
	2006	(2)	\$ (1,063,504)	\$ -	
<i>Combined</i>					
	2010		\$ 10,653,889	\$ 2,660,034	24.97%
	2009		\$ 7,273,214	\$ 2,543,694	34.97%
	2008		\$ 6,094,316	\$ 2,023,448	33.20%
	2007		\$ 5,927,422	\$ 3,287,040	55.45%
	2006		\$ 5,375,366	\$ 2,720,013	50.60%
	2005		\$ 7,466,836	\$ 3,224,743	43.19%
	2004		\$ 9,326,465	\$ 3,890,142	41.71%
	2003		\$ 7,725,882	\$ 3,436,122	44.48%
	2002		\$ 5,165,491	\$ 3,993,607	77.31%
	2001		\$ 4,816,346	\$ 3,675,320	76.31%

(1) Pension benefits only. The information for 2005 and prior includes pension benefits and retiree health insurance plan.

(2) Due to a change in the interest rate assumption for the Postemployment Group Health Benefit Plan (combined report - 7.5%, individual report - 5.0%)

(3) Due to a change in the interest rate assumption for the Postemployment Group Health Benefit Plan (combined report - 7.5%, individual report - 4.5%)

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

**NOTES TO SCHEDULE OF FUNDING PROGRESS AND
SCHEDULE OF EMPLOYER CONTRIBUTIONS**

YEAR ENDED DECEMBER 31, 2010

The information presented in the required supplementary schedules was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial Actuarial assumptions:

Valuation Date	December 31, 2010	
Actuarial cost method	Entry Age Normal	
Amortization method	Level Dollar - Open	
Amortization period	30 years	
Asset valuation method	Five Year Smoothed Average Market	
Actuarial assumptions		
Investment rate of return		
Pension benefits	7.5% compounded annually	
Retiree health insurance plan	4.5% compounded annually	
Combined	7.5% compounded annually	
Projected salary increases		
Inflation	3.0%	per year
Merit	<u>2.0%</u>	per year
Total	<u>5.0%</u>	per year
Postretirement annuity increase	3.0% compounded per year for employee and widow(er) annuitants	
Medical trend rate		
2012	8.00%	
2013	7.50%	
2014	7.00%	
2015	6.50%	
2016	6.00%	
2017	5.50%	
2018 and later	5.00%	
Mortality rates	UP-1994 Mortality Table for Males, rated down 2 years	
	UP-1994 Mortality Table for Females, rated down 1 year	
Retirement age assumptions	Based on actual past experience Assume all employees retire by age 75	

OTHER SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

BOND AND INTEREST FUND

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

YEAR ENDED DECEMBER 31, 2010

	<u>Final Budget</u>	<u>Actual</u>	Variance Over (Under) <u>Final Budget</u>
REVENUES			
Property taxes	\$ 12,008,168	\$ 12,040,385	\$ 32,217
Investment income	<u>-</u>	<u>7,663</u>	<u>7,663</u>
Total revenues	<u>12,008,168</u>	<u>12,048,048</u>	<u>39,880</u>
EXPENDITURES			
Debt service - principal retired	6,250,000	6,730,000	(480,000)
Debt service - interest	<u>5,758,168</u>	<u>5,432,673</u>	<u>325,495</u>
Total expenditures	<u>12,008,168</u>	<u>12,162,673</u>	<u>(154,505)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	(114,625)	<u>\$ (114,625)</u>
FUND BALANCE			
Beginning of year		<u>12,772,967</u>	
End of year		<u>\$ 12,658,342</u>	

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

CONSTRUCTION AND DEVELOPMENT FUND

COMBINING BALANCE SHEET

DECEMBER 31, 2010

	2006	2007	2008	2009	2010	Total
	Construction and Development Fund	Construction and Development Fund	Construction and Development Fund	Construction and Development Fund	Construction and Development Fund	Fund
ASSETS						
Cash and cash equivalents (restricted)	\$ 46,404	\$ 17,447	\$ 71,947	\$ -	\$ 19,969	\$ 155,767
Property taxes receivable	-	-	-	7,151,975	-	7,151,975
Interfund receivable	-	<u>262,022</u>	<u>1,717,672</u>	<u>3,509,181</u>	-	<u>5,488,875</u>
Total assets	<u>\$ 46,404</u>	<u>\$ 279,469</u>	<u>\$ 1,789,619</u>	<u>\$ 10,661,156</u>	<u>\$ 19,969</u>	<u>\$ 12,796,617</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 46,404	\$ 136,775	\$ 117,113	\$ 179,850	\$ 86,253	\$ 566,395
Interfund payable	-	-	-	1,152,158	724,669	1,876,827
Deferred revenue	-	-	-	6,489,605	-	6,489,605
Total Liabilities	<u>46,404</u>	<u>136,775</u>	<u>117,113</u>	<u>7,821,613</u>	<u>810,922</u>	<u>8,932,827</u>
FUND BALANCES (DEFICIT)						
Reserved for interfund loans	-	262,022	1,717,672	3,509,181	-	5,488,875
Unreserved - reported in						
Capital projects funds	-	<u>(119,328)</u>	<u>(45,166)</u>	<u>(669,638)</u>	<u>(790,953)</u>	<u>(1,625,085)</u>
Total fund balances (deficit)	-	<u>142,694</u>	<u>1,672,506</u>	<u>2,839,543</u>	<u>(790,953)</u>	<u>3,863,790</u>
Total liabilities and fund balances	<u>\$ 46,404</u>	<u>\$ 279,469</u>	<u>\$ 1,789,619</u>	<u>\$ 10,661,156</u>	<u>\$ 19,969</u>	<u>\$ 12,796,617</u>

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

CONSTRUCTION AND DEVELOPMENT FUND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED DECEMBER 31, 2010

	2006	2007	2008	2009	2010	
	Construction and Development Fund	Construction and Development Fund	Construction and Development Fund	Construction and Development Fund	Construction and Development Fund	Total
REVENUES						
Property taxes	\$ -	\$ -	\$ -	\$ 5,868,555	\$ -	\$ 5,868,555
Miscellaneous income	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Total revenues	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>5,868,555</u>	<u>-</u>	<u>5,878,555</u>
EXPENDITURES						
Capital outlay	<u>101,712</u>	<u>1,423,918</u>	<u>538,963</u>	<u>2,086,406</u>	<u>790,953</u>	<u>4,941,952</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(91,712)	(1,423,918)	(538,963)	3,782,149	(790,953)	936,603
OTHER FINANCING SOURCES (USES)						
Transfers in	-	583,181	-	-	-	583,181
Transfers out	<u>(583,181)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(583,181)</u>
NET CHANGE IN FUND BALANCES	(674,893)	(840,737)	(538,963)	3,782,149	(790,953)	936,603
FUND BALANCES (DEFICIT)						
Beginning of year	<u>674,893</u>	<u>983,431</u>	<u>2,211,469</u>	<u>(942,606)</u>	<u>-</u>	<u>2,927,187</u>
End of year	<u>\$ -</u>	<u>\$ 142,694</u>	<u>\$ 1,672,506</u>	<u>\$ 2,839,543</u>	<u>\$ (790,953)</u>	<u>\$ 3,863,790</u>

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

2010 CONSTRUCTION AND DEVELOPMENT FUND

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

YEAR ENDED DECEMBER 31, 2010

	<u>Final Budget</u>	<u>Actual</u>	Variance Over (Under) <u>Final Budget</u>
REVENUES			
Property taxes	\$ 5,739,520	\$ -	\$ (5,739,520)
EXPENDITURES			
Capital outlay	<u>5,739,520</u>	<u>790,953</u>	<u>4,948,567</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	(790,953)	<u>\$ (10,688,087)</u>
FUND BALANCE (DEFICIT)			
Beginning of year		<u>-</u>	
End of year		<u>\$ (790,953)</u>	

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

CAPITAL IMPROVEMENT FUND

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

YEAR ENDED DECEMBER 31, 2010

	<u>Final Budget</u>	<u>Actual</u>	Variance Over (Under) <u>Final Budget</u>
REVENUES			
Investment income	\$ 1,600,000	\$ 13,268	\$ (1,586,732)
EXPENDITURES			
Planning and development	-	38,500	(38,500)
Component unit distributions	-	788,142	(788,142)
Capital outlay	<u>19,904,761</u>	<u>4,433,016</u>	<u>15,471,745</u>
Total expenditures	<u>19,904,761</u>	<u>5,259,658</u>	<u>14,645,103</u>
(DEFICIENCY)			
OF REVENUES			
OVER EXPENDITURES	(18,304,761)	(5,246,390)	13,058,371
OTHER FINANCING SOURCES			
Transfers in	<u>16,650,000</u>	<u>5,750,000</u>	<u>(10,900,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,654,761)</u>	503,610	<u>\$ 2,158,371</u>
FUND BALANCE			
Beginning of year		<u>25,474,074</u>	
End of year		<u>\$ 25,977,684</u>	

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

DECEMBER 31, 2010

	<u>Special Revenue Fund Beck Lake Dog Site Fund</u>	<u>Capital Projects Fund Golf Course Capital Imp.</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS			
Interfund receivable	\$ 295,162	\$ 5,704	\$ 300,866
Golf receivable	-	178,741	178,741
Total assets	<u>\$ 295,162</u>	<u>\$ 184,445</u>	<u>\$ 479,607</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Other liabilities	\$ -	\$ 178,741	\$ 178,741
FUND BALANCES			
Reserved for interfund loans	<u>295,162</u>	<u>5,704</u>	<u>300,866</u>
Total liabilities and fund balances	<u>\$ 295,162</u>	<u>\$ 184,445</u>	<u>\$ 479,607</u>

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES**

YEAR ENDED DECEMBER 31, 2010

	<u>Special Revenue Fund Beck Lake Dog Site Fund</u>	<u>Capital Projects Fund Golf Course Capital Imp.</u>	<u>Total Nonmajor Governmental Funds</u>
REVENUES			
Fees	\$ 40,920	\$ -	\$ 40,920
Golf course revenue	<u>-</u>	<u>178,742</u>	<u>178,742</u>
Total revenues	40,920	178,742	219,662
EXPENDITURES			
Capital outlay	<u>-</u>	<u>178,741</u>	<u>178,741</u>
NET CHANGES IN FUND BALANCE	40,920	1	40,921
FUND BALANCE			
Beginning of year - as restated	<u>254,242</u>	<u>5,703</u>	<u>259,945</u>
End of year	<u><u>\$ 295,162</u></u>	<u><u>\$ 5,704</u></u>	<u><u>\$ 300,866</u></u>

STATISTICAL SECTION

(UNAUDITED)

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. It includes five categories of information.

Financial Trends (schedules 1-4) - contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity (schedules 5-9) - contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity (schedules 10-13) - present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information (schedules 14-15) - offer demographic and economic indicators to help the reader understand the environment in which the District's financial activities take place.

Operating Information (schedules 16-18) - 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.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

NET ASSETS BY COMPONENT
 LAST EIGHT FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year							
	2010	2009	2008	2007	2006	2005	2004	2003
PRIMARY GOVERNMENT								
Invested in capital assets, net of related debt	\$ 229,231,567	\$ 192,462,332	\$ 172,357,359	\$ 146,344,208	\$ 128,184,104	\$ 133,287,027	\$ 140,549,288	\$ 143,384,950
Restricted	38,232,739	24,522,305	34,067,791	51,685,189	61,523,307	31,730,383	36,555,084	33,592,257
Unrestricted	15,624,451	46,257,650	41,156,086	30,926,859	25,920,391	39,706,460	17,267,858	4,469,378
Total primary government net assets	\$ 283,088,757	\$ 263,242,287	\$ 247,581,236	\$ 228,956,256	\$ 215,627,802	\$ 204,723,870	\$ 194,372,230	\$ 181,446,585

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

CHANGES IN NET ASSETS

LAST EIGHT FISCAL YEARS

(ACCURAL BASIS OF ACCOUNTING)

	Fiscal Year							
	2010	2009	2008	2007	2006	2005	2004	2003
EXPENSES								
Governmental activities:								
General administration	\$ 18,719,792	\$ 14,691,594	\$ 11,696,745	\$ 18,065,912	\$ 1,253,345	\$ 1,832,550	\$ 4,649,798	\$ 2,677,134
Resource management	7,309,675	6,979,922	6,485,647	5,193,949	7,261,477	5,077,663	2,953,566	5,495,526
Recreation and general maintenance	17,554,355	17,227,653	15,225,392	15,505,445	18,302,310	14,559,954	17,069,671	13,274,129
Law enforcement	8,401,584	9,057,297	6,675,531	9,793,551	8,956,910	5,893,514	7,096,488	7,830,477
Real estate acquisition	-	1,339,706	2,496,358	143,102	491,839	197,977	512,550	394,386
Planning and development	9,130,532	8,762,303	16,721,767	15,302,381	27,443,386	23,563,206	5,820,596	5,045,159
Interest on debt	5,424,673	5,712,807	5,985,100	5,790,626	6,342,428	7,513,844	2,051,868	2,281,716
Total primary government expenses	66,540,611	63,771,282	65,286,540	69,794,966	70,051,695	58,638,308	40,154,537	36,998,527
PROGRAM REVENUES								
Governmental activities:								
General administration	1,093,376	1,088,706	1,693,934	335,560	531,502	320,596	525,581	478,407
Recreation and general maintenance and resource management	2,626,207	2,764,974	2,631,324	2,909,000	3,130,054	3,493,339	3,229,819	2,566,753
Law enforcement	109,351	257,101	34,000	215,685	176,316	171,916	187,543	117,940
Real estate acquisition	233,200	1,951,735	174,800	3,874,331	1,569,086	205,583	170,138	745,719
Operating grants and contributions	858,365	3,741,376	10,213,651	3,735,759	3,768,204	3,897,063	3,122,774	2,771,054
Capital grants and in-kind contributions	13,291,066	-	-	-	1,005,152	849,214	331,770	-
Total primary government program revenues	18,211,565	9,803,892	14,747,709	11,070,335	10,180,314	8,937,711	7,567,625	6,679,873
NET (EXPENSE)	(48,329,046)	(53,967,390)	(50,538,831)	(58,724,631)	(59,871,381)	(49,700,597)	(32,586,912)	(30,318,654)
GENERAL REVENUES								
Governmental activities:								
Taxes:								
Property taxes	61,120,838	62,641,627	57,858,033	54,046,000	53,312,016	46,683,447	38,191,306	37,861,461
Personal property replacement taxes	6,456,253	6,138,159	7,220,428	7,652,970	6,212,663	5,683,373	3,475,192	3,485,583
Investment earnings	206,450	685,676	3,911,075	7,766,557	8,083,720	4,407,900	713,534	478,705
Gain on sale of property	-	-	-	-	-	35,823	110,327	35,602
Other general revenues	391,975	162,979	174,275	2,587,558	3,166,914	3,241,694	22,198	50,458
Donated land	-	-	-	-	-	-	3,000,000	-
Total governmental activities of primary government	68,175,516	69,628,441	69,163,811	72,053,085	70,775,313	60,052,237	45,512,557	41,911,809
CHANGE IN NET ASSETS	\$ 19,846,470	\$ 15,661,051	\$ 18,624,980	\$ 13,328,454	\$ 10,903,932	\$ 10,351,640	\$ 12,925,645	\$ 11,593,155

Source: Annual Financial Reports 2003 - 2010

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Corporate Fund										
Reserved	\$ 714,558	\$ 6,565,807	\$ 3,465,250	\$ 5,404,494	\$ 4,699,127	\$ 3,531,340	\$ 668,740	\$ -	\$ -	\$ -
Unreserved	35,349,895	26,299,152	19,774,805	9,891,750	1,304,552	15,537,475	5,205,066	4,746,155	(12,268,618)	(10,049,009)
Total Corporate Fund	\$ 36,064,453	\$ 32,864,959	\$ 23,240,055	\$ 15,296,244	\$ 6,003,679	\$ 19,068,815	\$ 5,873,806	\$ 4,746,155	\$ (12,268,618)	\$ (10,049,009)
All Other Governmental Funds										
Reserved	\$ 22,074,546	\$ 40,467,433	\$ 49,713,330	\$ 52,671,625	\$ 89,228,848	\$ 100,522,236	\$ 117,299,901	\$ 9,503,926	\$ 15,459,478	\$ 10,358,357
Unreserved, reported in:										
Special revenue funds	25,096,354	31,222,987	30,136,283	32,949,026	29,123,078	26,824,537	25,234,300	27,314,924	26,538,725	16,534,648
Capital projects funds	21,676,131	5,061,962	3,090,374	8,388,847	24,647,242	4,631,044	527,254	(2,175,065)	(1,807,442)	1,739,008
Debt service funds	-	-	-	-	-	-	-	-	-	1,412,255
Total all other Governmental Funds	\$ 68,847,031	\$ 76,752,382	\$ 82,939,987	\$ 94,009,498	\$ 142,999,168	\$ 131,977,817	\$ 143,061,455	\$ 34,643,785	\$ 40,190,761	\$ 30,044,268

Note: The increase in Reserved Fund Balance is due to the new bond issue in FY 2004.
The Corporate Fund Balance in FY 2003 realized a positive fund balance due to the golf course privatization.

Source: Annual Financial Reports 2001 - 2010.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
REVENUES										
Property taxes	\$ 58,460,804	\$ 60,097,934	\$ 57,858,033	\$ 54,046,000	\$ 53,312,016	\$ 46,683,447	\$ 38,191,306	\$ 37,861,461	\$ 37,448,461	\$ 36,539,674
Personal property replacement taxes	6,456,253	6,138,159	7,220,428	7,652,970	6,212,663	5,715,159	3,513,202	3,485,583	3,307,080	4,416,262
Fees & fines	3,184,365	3,483,894	2,454,420	4,288,976	1,013,004	1,251,012	918,209	1,124,760	1,990,568	598,280
Grants	1,004,664	5,473,428	10,356,728	3,952,365	4,943,843	4,586,656	3,148,534	2,771,054	4,326,450	1,968,450
Recreation fees	1,473,557	1,835,254	1,725,874	1,822,418	2,208,965	2,399,701	2,446,000	1,754,055	5,827,308	7,025,228
Land use fees	268,591	288,366	325,909	323,300	336,426	302,217	338,356	316,309	483,339	238,436
Sales of stone	-	-	-	-	165,000	-	101,200	420,240	155,233	211,508
In-kind contribution	13,291,066	-	-	-	-	-	-	-	-	-
Other income	436,911	189,687	195,999	1,251,926	3,334,244	3,480,198	331,514	92,388	445,345	863,174
Investment income	180,924	532,756	3,111,610	8,473,924	-	4,062,348	679,076	478,705	529,556	763,339
Total revenues	84,757,135	78,039,478	83,249,001	81,811,879	71,526,161	68,480,738	49,667,397	48,304,555	54,513,340	52,624,351
EXPENDITURES										
General administration	3,167,788	4,244,486	4,246,762	3,856,878	3,537,161	3,314,882	2,637,592	2,408,490	2,278,158	2,458,270
Resource management	6,658,762	6,260,843	5,959,859	5,140,262	4,585,424	4,096,237	3,676,056	3,634,175	4,776,312	5,726,469
Recreation & general maintenance	16,049,956	15,272,002	14,684,351	13,213,004	11,705,279	11,197,359	11,424,256	11,567,107	21,283,950	21,713,628
Law enforcement	7,617,612	8,220,240	6,426,068	6,084,531	5,609,075	5,168,071	4,854,201	5,313,586	7,014,122	7,208,930
Real estate acquisition	28,059,681	1,339,707	2,496,358	4,118,102	491,839	197,977	2,133,322	4,126,906	2,636,378	1,200,237
Planning & development	1,486,877	5,419,436	6,431,938	7,915,109	5,112,348	20,482,510	2,760,828	2,159,208	2,867,524	4,389,334
Fixed charges	698,948	1,092,248	979,664	1,451,762	394,236	1,212,599	4,107,136	1,544,364	2,996,563	5,039,946
Grant expenditures	-	-	3,320,057	3,784,844	3,799,445	4,461,478	3,264,367	-	4,057,244	1,651,228
Component unit distributions	788,142	2,748,562	3,872,292	14,336,998	16,529,651	2,068,595	1,360,185	400,586	94,257	684,557
Capital outlay	9,772,553	17,851,848	24,807,251	29,339,521	5,772,654	2,068,595	1,360,185	400,586	94,257	684,557
Debt service	-	-	-	-	-	-	-	-	-	-
Interest	5,432,673	5,712,807	5,985,101	6,191,907	6,461,442	6,548,066	1,649,070	1,746,646	1,789,611	2,956,867
Principal	6,730,000	6,440,000	7,465,000	5,915,000	5,670,000	3,550,000	3,382,746	2,105,000	2,564,313	1,509,981
Total expenditures	86,462,992	74,602,179	86,674,701	101,347,918	69,668,554	62,297,774	41,249,759	37,175,595	52,358,432	54,539,447
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,705,857)	3,437,299	(3,425,700)	(19,536,039)	1,857,607	6,182,964	8,417,638	11,128,960	2,154,908	(1,915,096)
OTHER FINANCING SOURCES (USES)										
Bond proceeds	-	-	1,300,000	-	-	-	100,000,000	-	-	35,285,000
Payment to escrow agent	-	-	-	-	-	-	-	-	-	(35,345,719)
Bond premium	-	-	-	-	-	-	10,219,024	-	-	649,466
Issuance of master loan	-	-	-	-	-	1,250,000	1,182,746	-	-	704,444
Sales of assets	-	-	-	-	-	35,823	110,327	287,127	390,826	1,708,439
Transfers in	9,916,362	8,653,833	11,586,351	5,440,465	29,536,322	6,972,079	2,250,109	5,842,951	1,097,108	1,631,050
Transfers in from primary government	-	-	-	(13,291,066)	-	-	-	-	5,000,000	-
Transfers out	(12,916,362)	(8,653,833)	(12,586,351)	(12,310,465)	(42,156,322)	(12,972,079)	(15,452,410)	(5,842,951)	(1,097,108)	(1,631,050)
Total other financing sources (uses)	(3,000,000)	-	300,000	(20,161,066)	(12,620,000)	(4,714,177)	98,309,796	287,127	5,390,826	3,001,630
NET CHANGE IN FUND BALANCES	\$ (4,705,857)	\$ 3,437,299	\$ (3,125,700)	\$ (39,697,105)	\$ (10,762,393)	\$ 1,468,787	\$ 106,727,434	\$ 11,416,087	\$ 7,545,734	\$ 1,086,534
	15.9%	21.4%	21.7%	16.8%	19.0%	16.8%	12.6%	10.5%	8.3%	8.3%

DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES

Source: Annual Financial Reports 2001 - 2010

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

GENERAL GOVERNMENTAL REVENUES BY SOURCE

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

<u>Fiscal Year</u>	<u>Property Taxes</u>	<u>Personal Property Replacement Taxes</u>	<u>Total</u>
2010	\$ 61,120,838	\$ 6,456,253	\$ 67,577,091
2009	\$ 62,641,627	\$ 6,138,159	\$ 68,779,786
2008	\$ 57,858,033	\$ 7,220,428	\$ 65,078,461
2007	\$ 54,046,000	\$ 7,652,970	\$ 61,698,970
2006	\$ 53,312,016	\$ 6,212,663	\$ 59,524,679
2005	\$ 46,683,447	\$ 5,715,159	\$ 52,398,606
2004	\$ 38,191,306	\$ 3,513,202	\$ 41,704,508
2003	\$ 37,861,461	\$ 3,485,583	\$ 41,347,044
2002	\$ 37,448,461	\$ 3,307,080	\$ 40,755,541
2001	\$ 36,539,674	\$ 4,416,262	\$ 40,955,936
Change in 2001-2010	<u>67.3%</u>	<u>46.2%</u>	<u>65.0%</u>

Note: The increase in property taxes in FY 2005 was due to a higher tax levy in FY 2004 to pay for the new bond issuance.

Sources: Annual Financial Reports 2001-2010

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)

Fiscal Year	Property					Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
	Residential Property	Commercial Property	Industrial Property	Railroad Property	Farm Property				
2009	\$ 116,989,726	\$ 41,984,690	\$ 18,870,757	\$ 220,408	\$ 5,013	\$ 178,070,594	4.92%	See note	
2008	\$ 109,183,648	\$ 43,372,929	\$ 20,878,457	\$ 193,338	\$ 7,411	\$ 173,635,783	5.10%	\$ 715,728,704	24.26%
2007	\$ 99,210,511	\$ 40,296,203	\$ 19,574,172	\$ 179,073	\$ 6,954	\$ 159,266,913	5.30%	\$ 666,233,062	23.91%
2006	\$ 87,209,147	\$ 38,638,355	\$ 18,327,403	\$ 162,588	\$ 7,913	\$ 144,345,406	5.70%	\$ 581,371,294	24.83%
2005	\$ 77,653,159	\$ 37,824,868	\$ 17,731,155	\$ 154,599	\$ 7,913	\$ 133,371,694	5.70%	\$ 584,587,928	22.81%
2004	\$ 69,102,041	\$ 35,699,598	\$ 16,598,200	\$ 154,646	\$ 8,070	\$ 121,562,555	5.90%	\$ 541,942,050	22.43%
2003	\$ 61,490,686	\$ 34,640,435	\$ 15,891,067	\$ 470,256	\$ 9,000	\$ 112,501,444	5.90%	\$ 471,971,668	23.84%
2002	\$ 56,590,845	\$ 32,427,922	\$ 15,617,940	\$ 439,664	\$ 8,839	\$ 105,085,210	5.90%	\$ 428,105,908	24.55%
2001	\$ 49,288,711	\$ 30,633,742	\$ 14,567,049	\$ 410,981	\$ 9,170	\$ 94,909,653	6.10%	\$ 392,206,809	24.20%
2000	\$ 43,798,090	\$ 29,351,360	\$ 13,775,950	\$ 373,298	\$ 9,484	\$ 87,308,182	6.70%	\$ 348,966,255	25.02%

Note: 2010 Estimated Actual Taxable Value Unavailable, Civic Federation

Source: Cook County Clerk, Tax Extension Division.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS
(RATE PER \$100 OF ASSESSED VALUE)

District's Direct Rates								
Fiscal Year	Corporate	Bond Interest	Employee Annuity and Benefit	Construction and Development	Zoological	Botanic Garden	Total Direct Rate	
2010	0.024	0.007	0.001	0.004	0.008	0.005	0.049	
2009	0.024	0.008	0.001	0.003	0.009	0.005	0.050	
2008	0.024	0.009	0.002	0.004	0.009	0.005	0.053	
2007	0.025	0.010	0.002	0.004	0.010	0.006	0.057	
2006	0.026	0.010	0.002	0.004	0.010	0.006	0.057	
2005	0.026	0.010	0.002	0.004	0.011	0.007	0.059	
2004	0.026	0.009	0.003	0.004	0.011	0.007	0.059	
2003	0.027	0.005	0.003	0.004	0.012	0.008	0.059	
2002	0.028	0.005	0.003	0.004	0.013	0.008	0.061	
2001	0.029	0.007	0.004	0.004	0.014	0.009	0.067	

Overlapping Rates in the City of Chicago								
Fiscal Year	Cook County	Metropolitan Water Reclamation District	City of Chicago	Chicago Park District	Chicago School Finance Authority	Chicago Board of Education	Community College District # 508	Total Overlapping Rate
2009	0.403	0.261	0.986	0.309	-	2.478	0.150	4.587
2008	0.424	0.252	1.028	0.323	-	2.589	0.156	4.772
2007	0.452	0.263	1.044	0.355	0.091	2.583	0.159	4.947
2006	0.507	0.284	1.062	0.379	0.118	2.697	0.205	5.252
2005	0.547	0.315	1.243	0.443	0.127	3.026	0.234	5.935
2004	0.593	0.035	1.424	0.455	0.177	3.142	0.242	6.067
2003	0.630	0.361	1.380	0.464	0.151	3.142	0.246	6.374
2002	0.690	0.371	1.591	0.545	0.177	3.562	0.280	7.216
2001	0.746	0.401	1.637	0.567	0.223	3.744	0.307	7.625
2000	0.824	0.415	1.660	0.572	0.223	3.714	0.331	7.739

2010 Overlapping Rates unavailable

Source: Cook County Clerk, Tax Extension Division

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND ONE YEAR AGO

Taxpayer	2009			2008		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
CBRE Investors LLC (Willis Tower)	\$ 149,999,999	1	0.08%	\$ 181,318,159	1	0.10%
BFPRUI LLC	94,547,558	2	0.05%	-		
227 Monroe & Adams Dela Inc.	76,137,188	3	0.04%	98,895,036	2	0.06%
Water Tower LLC	69,999,999	4	0.04%	81,250,874	4	0.05%
Hines 70 W Madison Ste 440	68,552,249	5	0.04%	72,405,084	8	0.04%
Prime Group Realty	63,121,159	6	0.04%	73,431,269	7	0.04%
Hines One N Wacker LP	62,765,629	7	0.04%	69,826,180	9	0.04%
NACA Ltd. Partnership	57,899,976	8	0.03%	76,028,229	6	0.04%
HCSC Blue Cross	57,321,999	9	0.03%			
Sears Roebuck (Corporate Center)	56,293,734	10	0.03%	84,875,255	3	0.05%
Woodfield	-			78,908,982	5	0.05%
EOP 10 S Wacker	-		-	67,367,055	10	0.04%
Total	\$ 756,639,490		0.42%	\$ 884,306,123		0.51%
Total Cook County Taxable Assessed Value	\$ 178,070,594,272			\$ 173,635,783,615		

Note: 2010 Assessed Valuations are unavailable.

Source: County Board of Equalization and Assessment

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year (1)	Collected within the		Collections in Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Levy
2010	\$ 88,020,008	\$ -	0.00%	\$ -	\$ -	- %
2009	\$ 86,783,200	\$ 71,821,455	82.76%	\$ -	\$ 71,821,455	82.76%
2008	\$ 87,647,885	\$ 81,716,672	93.23%	\$ 4,821,379	\$ 86,538,051	98.73%
2007	\$ 85,299,402	\$ 80,303,581	94.14%	\$ 3,064,061	\$ 83,367,642	97.74%
2006	\$ 81,316,855	\$ 72,392,687	89.03%	\$ 8,338,479	\$ 80,731,166	99.28%
2005	\$ 80,011,658	\$ 74,120,676	92.64%	\$ 853,625	\$ 74,974,301	93.70%
2004	\$ 72,924,920	\$ 70,436,787	96.59%	\$ 1,281,988	\$ 71,718,775	98.35%
2003	\$ 66,355,891	\$ 62,583,691	94.32%	\$ 2,712,956	\$ 65,296,647	98.40%
2002	\$ 64,100,799	\$ 62,084,730	96.85%	\$ 822,589	\$ 62,907,319	98.14%
2001	\$ 63,588,742	\$ 61,829,887	97.23%	\$ 946,670	\$ 62,776,557	98.72%

- (1) Tax levied for Fiscal Year 2004, 2005 & 2006 includes levy for Forest Preserve District and SB'83 Escrow Account
- (2) 2010 Budgeted Tax Levy - extended tax levy unavailable
- (3) Tax collections for Tax Levy 2010 collected during 2011 and future years
- (4) Subsequent tax collections for 2009 tax levy collected during 2011 and future years

Sources: Cook County Clerk, Tax Extension Division & Cook County Treasurer Department

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Master Loan	Total Primary Government	Percentage of Personal Income (1)	Per Capita (2)
2010	\$ 101,935,000	\$ -	\$ 101,935,000	0.04%	\$ 19.28
2009	\$ 108,665,000	\$ -	\$ 108,665,000	0.04%	\$ 20.67
2008	\$ 115,105,000	\$ -	\$ 115,105,000	0.05%	\$ 21.84
2007	\$ 121,270,000	\$ -	\$ 121,270,000	0.05%	\$ 23.01
2006	\$ 127,185,000	\$ 1,300,000	\$ 128,485,000	0.06%	\$ 24.44
2005	\$ 132,855,000	\$ -	\$ 132,855,000	0.06%	\$ 25.05
2004	\$ 135,155,000	\$ -	\$ 135,155,000	0.07%	\$ 25.38
2003	\$ 37,355,000	\$ -	\$ 37,355,000	0.02%	\$ 6.98
2002	\$ 39,460,000	\$ -	\$ 39,460,000	0.02%	\$ 7.35
2001	\$ 42,073,625	\$ -	\$ 42,073,625	0.02%	\$ 7.82

(1) Personal income information is found on Schedule 14.

(2) Per capita information is found on Schedule 14.

Note: 2010 percentage of personal income and per capita computed using 2009 data of Schedule 14 since 2010 data unavailable.

Sources: Annual Financial Reports 2001-2010 and Bureau of Economic Analysis.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

General Bonded Debt Outstanding				
Fiscal Year	General Obligation Bonds	Total	Percentage of Actual Taxable Value of Property (1)	Per Capita (2)
2010	\$ 101,935,000	\$ 101,935,000	0.06%	\$ 27.10
2009	\$ 108,665,000	\$ 108,665,000	0.07%	\$ 31.71
2008	\$ 115,105,000	\$ 115,105,000	0.08%	\$ 36.07
2007	\$ 121,270,000	\$ 121,270,000	0.08%	\$ 38.00
2006	\$ 128,485,000	\$ 128,485,000	0.10%	\$ 40.63
2005	\$ 132,855,000	\$ 132,855,000	0.11%	\$ 43.09
2004	\$ 135,155,000	\$ 135,155,000	0.12%	\$ 44.95
2003	\$ 37,355,000	\$ 37,355,000	0.04%	\$ 12.70
2002	\$ 39,460,000	\$ 39,460,000	0.04%	\$ 14.63
2001	\$ 42,073,625	\$ 42,073,625	0.05%	\$ 16.63

(1) See Schedule 6 for property value data.

(2) Population data can be found in Schedule 14.

Sources: Annual Financial Reports 2001-2010 and Bureau of Economic Analysis

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF DECEMBER 31, 2010
(DOLLARS IN THOUSANDS)

Governmental Unit	Debt Outstanding	Overlapping Percentage
Debt repaid with property taxes		
Cook County	\$ 3,499,615,000	18.85%
City of Chicago	6,952,388,000	37.44%
Chicago Board of Education	5,263,309,000	28.34%
Chicago Park District	802,815,000	4.32%
Metropolitan Water Reclamation District	<u>1,949,177,000</u>	10.50%
Subtotal overlapping debt	18,467,304,000	
District's direct debt	<u>101,935,000</u>	0.55%
Total direct and overlapping debt	<u><u>\$ 18,569,239,000</u></u>	

Source: Cook County Comptroller's office

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS
LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

		Legal Debt Margin Calculation for Fiscal Year 2010									
		2001	2002	2003	2004	2005	2006	2007	2008	2009	2009
Debt limit		\$ 327,438,314	\$ 362,543,985	\$ 388,129,983	\$ 419,751,587	\$ 460,132,412	\$ 466,948,144	\$ 497,989,502	\$ 549,470,852	\$ 599,043,453	\$ 614,343,550
Total net debt applicable to limit		<u>35,753,152</u>	<u>37,091,076</u>	<u>35,608,354</u>	<u>32,323,184</u>	<u>125,056,934</u>	<u>125,056,934</u>	<u>120,748,093</u>	<u>103,586,963</u>	<u>95,896,783</u>	<u>89,276,658</u>
Legal debt margin		\$ 291,685,162	\$ 325,452,909	\$ 352,521,629	\$ 387,428,403	\$ 335,075,478	\$ 341,891,210	\$ 377,241,409	\$ 445,883,889	\$ 503,146,670	\$ 525,066,892
Total net debt applicable to the limit		10.92%	10.23%	9.17%	7.70%	27.18%	26.78%	24.25%	18.85%	16.01%	14.53%
as a percentage of debt limit											

		2009
Assessed value		\$ 178,070,594,272 (1)
Debt limit (.345% assessed value)		\$ 614,343,550
Debt applicable to limit:		
General obligation bonds		101,935,000
Less: Amount set aside for repayment of general obligation debt		(12,638,342)
Total net debt applicable to limit		89,276,658
Legal debt margin		\$ 525,066,892

(1) Assessed valuation for 2009, 2010 information not available.

Sources: Annual Financial Reports 2000-2009 and Cook County Clerk's office, Tax Extension Division

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS
DEMOGRAPHIC AND ECONOMIC STATISTICS - COOK COUNTY

LAST TEN AVAILABLE CALENDAR YEARS

Calendar Year	(1)	(1)	(1)	(2)	(2)	(3)
	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2009	5,287,037	\$ 244,055,338	\$ 46,161	34.7	1,422,585	8.9%
2008	5,256,705	\$ 244,303,284	\$ 46,475	35.7	1,429,205	6.5%
2007	5,271,405	\$ 238,426,065	\$ 45,230	35.5	1,491,276	4.9%
2006	5,280,306	\$ 221,735,670	\$ 42,177	35.5	1,441,940	4.5%
2005	5,303,943	\$ 209,098,971	\$ 39,423	35.1	1,441,940	5.9%
2004	5,326,269	\$ 199,274,915	\$ 37,414	34.8	1,429,062	6.2%
2003	5,348,906	\$ 191,105,112	\$ 35,728	34.5	1,432,095	6.8%
2002	5,369,642	\$ 188,966,857	\$ 35,192	33.9	1,450,979	6.7%
2001	5,381,796	\$ 185,762,239	\$ 34,517	34.3	1,379,952	5.5%
2000	5,377,890	\$ 182,393,699	\$ 33,915	33.5	1,450,979	4.3%

Note: Complete 2010 information is unavailable.

Sources:

- (1) Bureau of Economic Analysis
- (2) U.S. Census Bureau estimate
- (3) Illinois Workforce Information Center

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

COOK COUNTY'S 10 LARGEST EMPLOYERS

<u>Employer</u>	2010		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Individuals Working in Cook County</u>
U.S. Government	49,573	1	1.91%
Chicago Public Schools	40,883	2	1.57
City of Chicago	35,237	3	1.35
State of Illinois	25,700	4	0.99
Cook County	23,083	5	0.89
J.P. Morgan Chase & Co.	13,639	6	0.52
United Airlines	13,000	7	0.50
AT&T Communications, Inc.	12,200	8	0.47
Motorola Inc.	10,000	9	0.38
American Airlines	<u>9,766</u>	10	<u>0.38</u>
Total	<u>233,081</u>		<u>8.96%</u>

Source: Crain's Chicago Business - List of Chicago's Largest Employers.

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS

FULL-TIME EQUIVALENT DISTRICT'S GOVERNMENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Function	Full-time Equivalent Employees as of December 31, 2010									
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
General administration	33	34	34	38	37	37	40	41	36	36
Resource management	104	103	94	90	88	85	82	81	145	174
Recreation and general maintenance	247	245	242	225	227	220	228	224	450	731
Law enforcement	121	121	121	115	112	112	106	94	152	164
Real estate acquisition	14	12	12	12	12	11	9	9	9	9
Planning and development	<u>20</u>	<u>21</u>	<u>21</u>	<u>23</u>	<u>24</u>	<u>24</u>	<u>26</u>	<u>26</u>	<u>36</u>	<u>37</u>
Total	<u>539</u>	<u>536</u>	<u>524</u>	<u>503</u>	<u>500</u>	<u>489</u>	<u>491</u>	<u>475</u>	<u>828</u>	<u>1,151</u>

Forest Preserve District of Cook County, Illinois

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Recreation and general maintenance										
Picnic permits issued with shelter	7,505	6,575	5,786	5,138	5,557	5,576	5,365	5,792	5,418	6,016
Picnic permits issued without shelter	2,090	2,050	1,500	1,043	1,039	1,058	1,305	1,344	1,278	1,452
Pool attendance	n/a	39,774	38,303	39,010	40,035	38,561	39,550	27,504	28,905	80,491
Total	9,595	48,399	45,589	45,191	46,631	45,195	46,220	34,640	35,601	87,959
Law enforcement										
Ordinance violations	n/a	1,378	2,290	3,025	4,907	4,832	1,918	6,351	6,706	7,136
Traffic arrests	n/a	2,146	3,223	3,396	2,262	3,056	408	4,664	4,581	3,275
Parking citations	n/a	1,977	3,102	2,913	3,078	3,636	3,753	4,359	4,800	4,935
Criminal arrests	n/a	163	265	643	268	413	104	391	443	464
Incident reports	n/a	13,552	24,543	29,238	28,315	38,472	46,027	62,081	68,502	73,185
Total	n/a	19,216	33,423	39,215	38,830	50,409	52,210	77,846	85,032	88,995

n/a - Investment is not available

Sources: District's Records

FOREST PRESERVE DISTRICT OF COOK COUNTY, ILLINOIS
NUMBER OF CAPITAL ASSET PROJECTS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General and administration										
Building and building improvements	-	-	-	2	3	5	37	12	7	10
Land improvement	-	-	1	8	13	9	9	5	9	-
Equipment	1	1	-	-	-	-	-	-	1	-
Vehicles	-	-	-	-	-	-	1	1	-	-
Infrastructures	-	-	-	-	-	-	32	14	12	13
Construction in progress	n/a	n/a	n/a	66	15	24	98	-	-	-
Total	<u>1</u>	<u>1</u>	<u>1</u>	<u>76</u>	<u>31</u>	<u>38</u>	<u>177</u>	<u>32</u>	<u>29</u>	<u>23</u>
Resource management										
Building and building improvements	-	-	-	-	-	-	-	-	-	-
Land improvement	-	-	-	-	-	-	-	-	-	-
Equipment	4	-	-	17	4	16	-	11	1	10
Vehicles	-	-	-	1	2	18	3	8	9	-
Infrastructures	-	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-	-
Total	<u>4</u>	<u>-</u>	<u>-</u>	<u>18</u>	<u>6</u>	<u>34</u>	<u>3</u>	<u>19</u>	<u>10</u>	<u>10</u>
Recreation and general maintenance										
Building and building improvements	-	-	-	-	-	-	-	-	-	-
Land improvement	-	-	1	-	-	-	-	-	-	-
Equipment	9	1	5	-	11	16	24	29	18	3
Vehicles	10	-	-	-	18	46	18	32	12	-
Infrastructures	1	-	1	11	17	3	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-	-
Total	<u>20</u>	<u>1</u>	<u>7</u>	<u>11</u>	<u>46</u>	<u>65</u>	<u>42</u>	<u>61</u>	<u>30</u>	<u>3</u>
Law enforcement										
Building and building improvements	-	-	-	-	-	-	-	-	-	-
Land Improvement	-	-	-	-	-	-	-	-	-	-
Equipment	2	3	1	-	-	-	-	-	-	-
Vehicles	14	-	12	-	4	2	11	8	21	-
Infrastructures	-	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-	-
Total	<u>16</u>	<u>3</u>	<u>13</u>	<u>-</u>	<u>4</u>	<u>2</u>	<u>11</u>	<u>8</u>	<u>21</u>	<u>-</u>
Planning and development										
Building and building improvements	-	-	-	-	-	-	-	-	-	-
Land Improvement	-	-	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	1	-	-	10	1	4
Vehicles	-	-	-	-	-	-	-	-	-	1
Infrastructures	-	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>10</u>	<u>1</u>	<u>5</u>
Total capital assets	<u>41</u>	<u>5</u>	<u>21</u>	<u>105</u>	<u>88</u>	<u>139</u>	<u>233</u>	<u>130</u>	<u>91</u>	<u>41</u>

n/a - Information is not available

Note: Amounts represent number of units.

Sources: District's Fixed Assets Reports