



Dave Yost • Auditor of State

LAKE METROPARKS
LAKE COUNTY

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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Lake Metroparks
Lake County
11211 Spear Road
Concord, Ohio 44077

To the Board of Park Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Lake Metroparks, Lake County, Ohio (the Park District), as of and for the year ended December 31, 2011, which collectively comprise the Park District's basic financial statements and have issued our report thereon dated June 14, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Park District's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the Park District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Park District's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the Park District's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Compliance and Other Matters

As part of reasonably assuring whether the Park District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of the audit committee, management, the Board of Park Commissioners and others within the Park District. We intend it for no one other than these specified parties.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive, flowing style.

Dave Yost
Auditor of State

June 14, 2012

Lake Metroparks, Ohio



2011

*Comprehensive Annual Financial Report
For The Year Ended December 31, 2011*

LAKE METROPARKS, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2011

prepared by the Finance Division



PARK OFFICIALS AS OF DECEMBER 31, 2011

Judge Ted Klammer
Lake County Probate Judge
Term Expires 2-09-15

Board of Park Commissioners

Mark P. Oesterle
Term Expires 12-31-11

Frank J. Polivka
Term Expires 12-31-12

Ellen Foley Kessler
Term Expires 12-31-13

Executive Director
Stephen W. Madewell

Legal Counsel
Mark A. Zicarelli
Russell J. Meraglio, Jr.

Administrative Services Director
Kenneth E. Kleppel, CPA

**LAKE METROPARKS, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2011**

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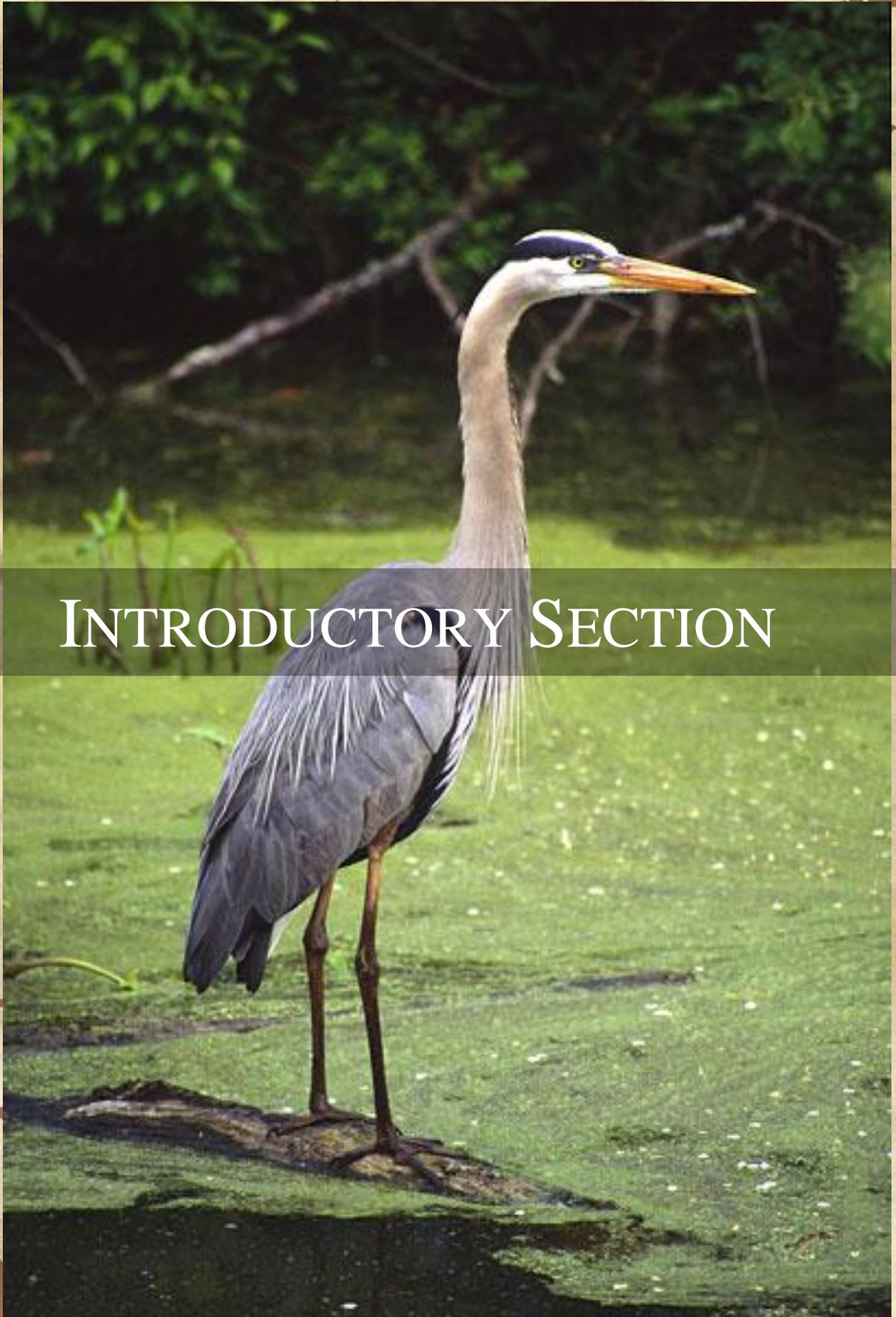
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INTRODUCTORY SECTION



June 14, 2012

To the Citizens of Lake County
To the Honorable Judge Ted Klammer
To the Board of Park Commissioners:
Frank J. Polivka
Ellen Foley Kessler
Dennis E. Eckart

Administrative Offices

11211 Spear Rd.
Concord Twp., Ohio 44077

(440) 639-7275
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Formal Letter of Transmittal

We are pleased to submit the 22nd Comprehensive Annual Financial Report (CAFR) for Lake Metroparks (hereafter, also referred to as the “Park District”). This report conforms to Generally Accepted Accounting Principles (GAAP) and provides full and complete disclosure of the financial position and operations of the Park District for the year ended December 31, 2011. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Park District’s management. To the best of our knowledge and beliefs, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position of the entity as a whole and results of operations of the various funds of the Park District. All disclosures necessary to enable the reader to gain an understanding of the Park District’s financial activities have been included.

Report Presentation

Financial statements of governmental organizations differ somewhat from the statements prepared for profit-oriented organizations in that governmental organizations prepare statements on a fund basis. In governmental accounting, the term “fund” is used to identify a separate accounting entity with its own assets, liabilities, revenues, and expenditures or expenses, as appropriate.

The Park District has established various funds to segregate activities to comply with legal requirements for segregation, to better facilitate management control, or to satisfy the requirements of GAAP. The presentation of this report and the financial statements contained herein are in conformance with principles established by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA) through its various pronouncements.

This letter of transmittal is designed to complement the Management’s Discussion and Analysis letter and should be read in conjunction with it. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

Lake County Probate Judge
Ted Klammer

Board of Park Commissioners
Dennis E. Eckart
Ellen Foley Kessler
Frank J. Polivka

Interim Executive Director
Paul B. Palagyi

Park District Profile

The Park District was created in 1958 under the authority of Chapter 1545 of the Ohio Revised Code. The Park District consists of 43 units of park lands 30 of which have public use amenities. Its boundaries are coterminous with the boundaries of Lake County, Ohio, located immediately east of Cuyahoga County. The southern shoreline of Lake Erie forms the northern boundary of the Park District. The Park District is operated by a three-member board appointed by the Judge of the Lake County Probate Court for three-year alternating terms. The Board of Park Commissioners appoints an Executive Director who serves as the chief executive officer for the Park District. The Board of Park Commissioners also retains a legal counsel and prosecutor.

Individual funds of the Park District are grouped into three generic fund types (governmental funds, proprietary funds, and a fiduciary fund) in the accompanying financial statements. (Refer to the Notes to Basic Financial Statements for a discussion of all of the generic fund types presently prescribed by GAAP.)

Economic Condition and Outlook

Lake County, geographically the smallest county in the State of Ohio, is considered part of the Greater Cleveland metropolitan area. The industrial base of the County consists of chemical manufacturing and research, textile products, wire and wire mesh products, rock salt mining, plastic and plastic products, metal stamping, tooling, and custom machinery. The western half of the County is highly developed with industrial and commercial corporations and residential properties. In the eastern half of the County, nursery businesses provide significant economic contributions. The eastern and southeastern portions of the County are experiencing increased residential development. This trend is expected to continue. As of December 31, 2011, Lake County's unemployment rate was 6.6 percent, the national rate was 8.5 percent, and the state rate was 8.1 percent.

Major Initiatives and Accomplishments 2011

- Met primary objectives for 2011 in carrying out the business of the park system with zero growth in the General Fund over 2010 levels. In doing so, there were no reductions in services or loss of commitment to excellence, and
- For the 21st consecutive year Lake Metroparks received a Certificate of Achievement for Excellence in Financial Reporting.

Lake Metroparks continues to provide affordable and safe recreational and educational experiences for park patrons. Approximately 2.4 million people visited the park system even though the weather throughout the summer was one of the wettest on record in the region. These visits occurred through park sponsored programs, educational school programs, special events and festivals, golf and outdoor recreational pursuits.

There were a number of ongoing capital improvements implemented or initiated across the park system. In addition to ongoing efforts to repair, replace and upgrade existing amenities: restrooms, playgrounds, picnic shelters, basic mechanical systems and building maintenance, there were several new projects. Improvements at Gully Brook Park which began in 2010 were completed and the park was opened in 2011. Gully Brook has enjoyed substantial visitation numbers throughout its maiden season.

Improvements were also completed at the Concord Woods park headquarters. The new addition included an ADA compliant front portico and a modern and user-friendly conference room that is the location of the park's public board meetings.

Progress continues on the Lake Erie Bluffs project. A full development plan is near completion, and a parking lot and trails will be put in this summer in the 140 acre section of the property currently in Lake Metroparks' possession. A donation of nearly \$1 million dollars was applied to this acquisition along with funds from several grant sources. The Lake-Geauga Fund of the Cleveland Foundation contributed money specifically for

the development of a conservation plan for this property.

Land acquisition included the addition of four parcels of land totaling 27 acres at a cost to the agency of \$364,000. In holding to the Park District's approach to strategic acquisitions, the four parcels acquired either served to further protect the unique natural resources of Lake County, buffered park amenities or provided improved access to existing park areas.

In 2011, we built 1.3 miles of new trail at Skok Meadow on the Girdled Road Reservation and also constructed two observation decks that provide unique views of the newly seeded 20 acre meadow and overlook the Big Creek Valley. A new shelter was constructed at Chapin Forest and a new playground was also installed. A comprehensive stream bank stabilization project was completed at Helen Hazen Wyman Park and a new outdoor classroom was constructed at Penitentiary Glen. A substantial and ecologically significant floodplain restoration project was initiated at Pleasant Valley Park to be completed in 2012 which will include creation of a new three acre wetland.

Outlook for 2012

The majority of Lake Metroparks' revenue is derived from property tax and at this point this revenue stream is stable. However, the budget for 2012 was developed with a concern for the economy at large and a conservative fiscal approach. After several years of zero growth in our operating budget, the 2012 budget contains a reduction of over 5.5 percent in our operations budget. The budget does not include across the board salary increases and such increases were also not implemented in 2011.

There are seven funds within the Lake Metroparks' budget:

- General Fund represents the majority of the park systems personnel and daily operation expense – the expenditures of the General Fund are budgeted at \$14,550,186 including a transfer of \$980,712 to the Improvement Fund;
- Improvement Fund allows for the purchase of the majority of the park systems capital assets. The park system is projected to spend \$3,183,247 for vehicles, equipment, improvements and repairs and replacement amenities on existing parklands;
- Golf Fund has a budgeted expense of \$1,765,900 which will provide for operational and capital equipment costs associated at both golf courses, Pine Ridge and Erie Shores; and,
- Capital Improvement Fund - The remaining December 31, 2011 carryover balance of \$62,356 is scheduled to be transferred to the Bond Retirement Fund after satisfying the outstanding encumbrance of \$36,853.

As in past years, it is understood that should additional funds be secured through federal or state funds, the park board may amend this budget to reflect any additional funds.

- Bond Retirement Fund, the Health and Life Fund and the Drug Enforcement Fund will be virtually unchanged from last year with projected expenses of \$893,805 for the Bond Retirement Fund, \$1,290,000 for the Health and Life Fund, and \$4,000 for the Drug Enforcement Fund.

Service Efforts and Accomplishments

In 2009, URS was selected to develop a ten year strategic plan for Lake Metroparks. Late in 2011, Lake Metroparks completed the plan, and we are currently developing an outreach process to share the plan with our constituents. This is a critical step in planning for the agency's future and meeting future funding needs. This plan will help chart the general direction for park acquisitions, scheduled improvements, and reassessment of service delivery. With current social and economic conditions being what they are, this planning process is essential for clarifying the long range direction of the park system.

Financial Information

The Park District's day-to-day accounting and budgetary records are maintained on a basis other than GAAP (budgetary). For financial reporting purposes the accounting records are converted to a modified accrual basis for all governmental funds and the accrual basis for the proprietary funds and entity-wide reporting. A further discussion of the basis of accounting can be found in Note 1 (page 37) to the financial statements along with a reconciliation of budgetary to GAAP.

Budgetary appropriations for the operation of the Park District's divisions are established through the adoption of the annual appropriation resolution by the Board of Park Commissioners. Budgetary control is facilitated through the maintenance of an encumbrance system for purchase orders and through the use of the Park District's financial accounting system.

The Park District maintains budgetary control within the organizational unit and fund by not permitting expenditures and encumbrances to exceed appropriations. Administrative control is maintained through the establishment of object line item budgets. Various departments are subject to performance budget reviews. Funds appropriated may not be expended for purposes other than those designated in the appropriation resolution. Purchase requisitions are used for all purchases of materials, services and supplies that exceed \$50. Purchase requisitions that exceed \$2,000 must be signed by the Executive Director. All purchases over \$15,000 must be approved by the Board of Park Commissioners. The Park Board President reviews all contracts. Expenditures are approved by the Board of Park Commissioners at bi-monthly meetings. Monthly cash reports are sent to the Executive Director, division heads, and the Board of Park Commissioners.

Internal Controls

The Park District's internal controls are reviewed annually as a part of an independent audit. In developing and revising the Park District's accounting and reporting control system, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding:

- safeguarding assets against loss from unauthorized use or disposition, and
- reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived, and
- the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. The Park District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Responsibility for budgetary control rests with individual divisions, which are given a printed budget report on a bi-monthly basis after the approval of expenditures by the Board of Park Commissioners. The Finance Division exercises budgetary control over the Debt Service and Hospitalization funds. The Finance Division also performs internal cash audits at all park locations. Bank reconciliations are conducted on a monthly basis and petty cash funds are reconciled on a quarterly basis.

General Fund

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Activities accounted for in the Park District's General Fund include administration, Farmpark, financial, rangers, registration and recreation.

Special Revenue Fund

The Park District created the Drug Enforcement Fund to account for drug fines remitted by the courts. The funds are to be used for the prevention and detection of drug violations within the Park District.

Capital Funds

The Park District has two capital funds. One is the Improvement Fund, funded by grants and transfers from the General Fund. This fund supports land purchases and permanent improvements to the parks. The Park District also has a Capital Improvement Fund, funded by debt. The Capital Improvement Fund is used to acquire land and land improvements. Both funds receive interest earnings as well as contributions. Total Improvement and Capital Improvement Fund level expenditures in 2011 were \$3,804,176, all of which were for capital expenditures.

Enterprise Fund

On January 1, 1993, the Park District began to account for golf operations as an Enterprise Fund. Prior to 1993, golf operations were accounted for as a Special Revenue Fund. The Park District operates two golf courses: Erie Shores Golf Course in Madison (eastern Lake County) and Pine Ridge Country Club, acquired in May 1993, located in Wickliffe (western Lake County). In 2011, the Enterprise Fund received a \$100,000 transfer from the General Fund for capital improvements at Erie Shores Golf Course and Pine Ridge Country Club.

Internal Service Fund

In March 1990, the Park District began a self-insured hospitalization program. During 2011, billings for services to other funds and COBRA charges to participants represented 100 percent of the fund operating revenue or \$954,553. During 2011, claims expenses were \$840,513 or 75.43 percent of expenses. Premiums for administration expense and stop-loss insurance, both in the aggregate and in the individual, were \$273,760 or 24.57 percent of expenses. The fund generated \$462 in non-operating interest.

Debt Administration

In June 2002, the Park District issued a \$2,000,000 ten-year serial revenue bond with equal principal payments of \$200,000 per year. The above debt was a private placement. In June 2006, the Park District issued a \$5,000,000 eight-year serial tax anticipation bond with equal principal payments of \$625,000 a year starting in 2007. Debt service paid in 2011 was \$928,881.

Current Financial Policies

Due to the current economic conditions, Lake Metroparks has taken more advantage of STAR Ohio as an investment opportunity due to its competitive return and immediate access to funds as opposed to longer term investments.

Independent Audit

Included in this report is an unqualified audit opinion rendered on the Park District's financial operations as well as its assets and liabilities at year-end 2011 by our independent auditors, the Auditor of the State of Ohio, Dave Yost. The Park District's management intends to continue to subject the financial statements to an annual independent audit as part of the preparation of this CAFR. An annual audit serves to maintain and strengthen the Park District's accounting and budgetary controls.

Park District Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lake Metroparks for its comprehensive annual financial report for the fiscal year ended December 31, 2010. This was the 21st consecutive year that the Park District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the Park District must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles 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.

Auditor of State Dave Yost presented the "Auditor of State Award with Distinction" to the Park District for the 2010 audit.

Ohio Parks and Recreation Association's (OPRA) 2011 Annual Awards of Excellence:

Each year, OPRA showcases Ohio's best in the parks and recreation field by honoring individuals, programs and projects that make a lasting impact on the health, well being and vibrancy of our communities. These awards recognize the outstanding achievements and extraordinary commitments of park and recreation professionals and agencies in providing services and programs. Lake Metroparks submitted five projects/programs into the annual OPRA Awards of Distinction competition, resulting in three second place awards and one third place award:

- *Second Place:* River Jamboree, Category 11: Historical and Interpretive Programs
- *Second Place:* No Time Like Snow Time, Category 16: Special Populations Programs
- *Second Place:* Comprehensive Vehicle Rotation Plan, Category 21: Management Innovation
- *Third Place:* Gully Brook Park, Category 1: Park Area Development \$0-1,000,000

2011 APEX Awards:

Lake Metroparks received four awards for marketing projects submitted into the Lake Communicators* annual APEX Awards competition amongst advertisers, copywriters, public relations professionals, graphic designers, writers, photographers, videographers and other communications professionals working in or for clients in Lake, Geauga and Ashtabula Counties. Lake Metroparks won one first place and three second place awards:

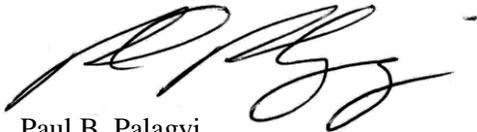
- *First Place:* Gully Brook Park Trail Map, Brochures category
- *Second Place:* Gully Brook Park Dedication Invitation, Direct Marketing category
- *Second Place:* Farmpark Almanac, Newsletters category
- *Second Place:* Education Programs Book, Marketing Consumer Products and Services category

**Lake Communicators is a Lake County-based organization for those in the marketing and communication fields in Northeast Ohio. The organization promotes and encourages responsible, creative, professional advertising, public relations and marketing efforts.*

This CAFR represents a continuing commitment by the Finance Division and the management of the Park District to provide prudent financial information of Park District resources and to demonstrate stewardship of the funds granted to the Park District by the voters of Lake County.

We would like to acknowledge support of the entire staff of the Park District, especially the Finance Division, for the tireless effort in developing this report. We would like to thank Edward Zupancic, Lake County Auditor, and his office for assistance in developing the statistical section.

We ask for continuing support in this project and in our efforts to provide financial stewardship and quality public service for the residents of Lake County.



Paul B. Palagy
Interim Executive Director



Kenneth E. Kleppel, CPA
Administrative Services Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lake Metroparks Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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.



Linda C. Danison

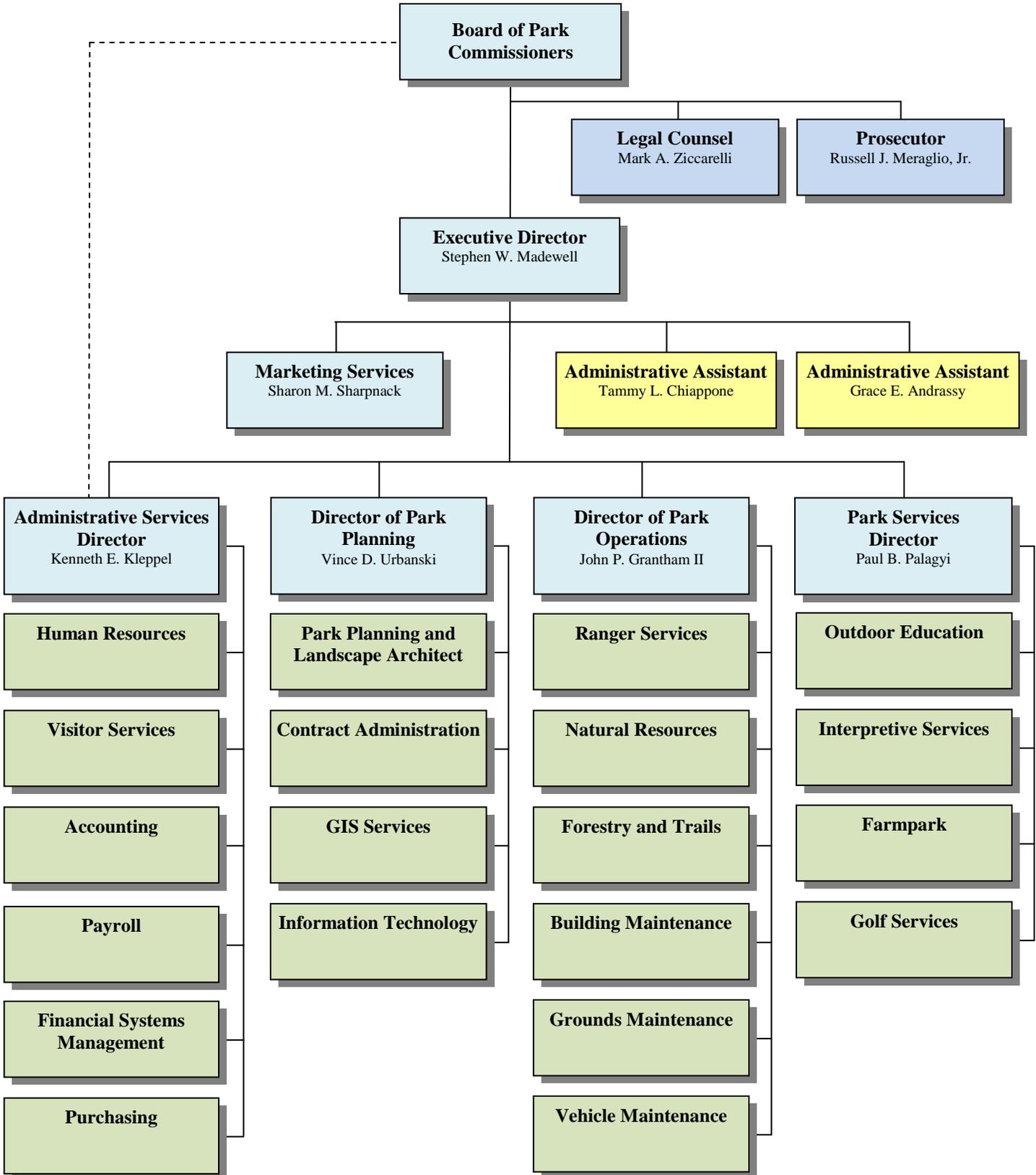
President

Jeffrey R. Emer

Executive Director

Lake Metroparks Organizational Chart

January 2012



Lake Metroparks
List of Principal Officials
December 31, 2011

Elected Official
Lake County Probate Judge

Honorable Judge Ted Klammer

Board of Park Commissioners

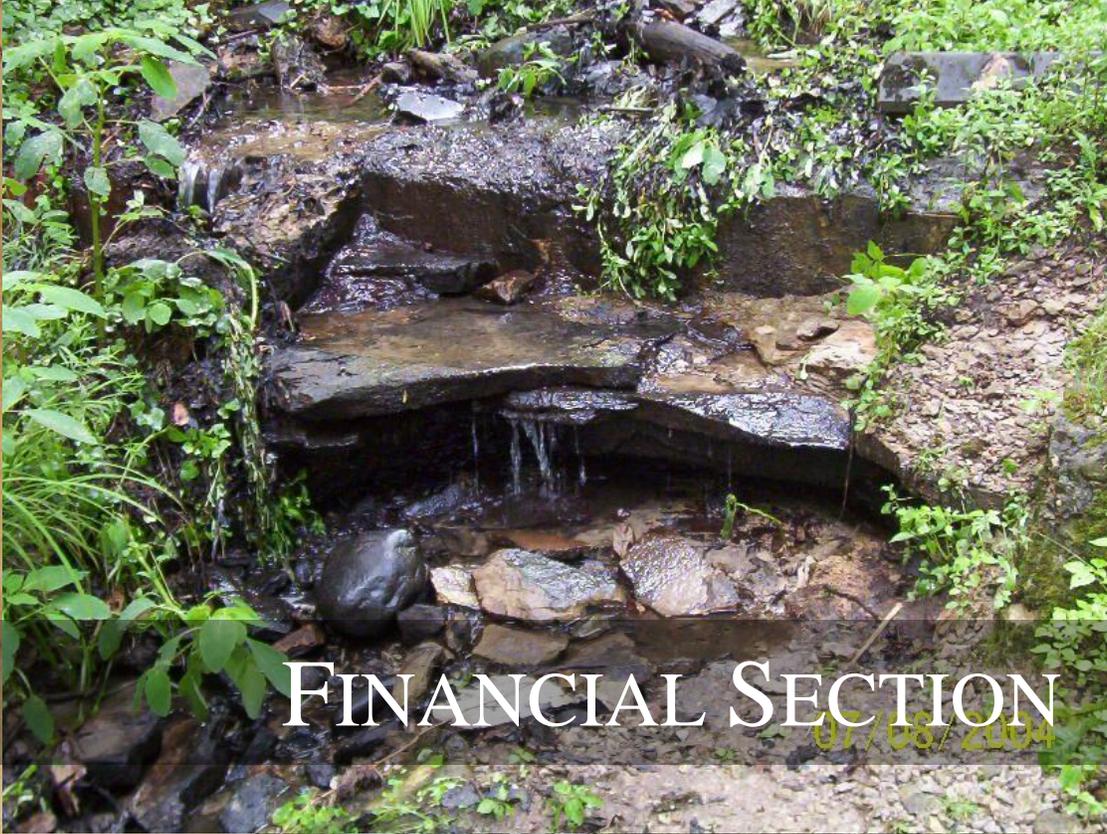
Frank J. Polivka, President
Ellen Foley Kessler, Vice President
Mark P. Oesterle, Vice President

Executive Director
Stephen W. Madewell

Legal Counsel
Mark A. Zicarelli
Russell J. Meraglio, Jr.

Administrative Services Director
Kenneth E. Kleppel, CPA

Park Services Director
Paul B. Palagyi



FINANCIAL SECTION

07/08/2004





Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Lake Metroparks
Lake County
11211 Spear Road
Concord, Ohio 44077

To the Board of Park Commissioners:

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Lake Metroparks, Lake County, Ohio, as of December 31, 2011, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2012, on our consideration of the Park District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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www.auditor.state.oh.us

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

We conducted our audit to opine on the financial statements that collectively comprise the Park District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, and individual fund schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



Dave Yost
Auditor of State

June 14, 2012

Management's Discussion and Analysis of Lake Metroparks' financial performance provides an overview of the Park District's financial activities for the fiscal year ended December 31, 2011. Please read it in conjunction with the Park District's basic financial statements, which begin on page 25.

Financial Highlights

- The results of the Park District's net assets were a decrease in net assets in business-type and an increase in governmental activities. Net assets of our business-type activities decreased by \$545,574 or 6.10 percent. Net assets of our governmental activities increased by \$3,033,383 or 6.40 percent.
- Total cost of all of the Park District's programs was \$17,106,251 in 2010 compared to \$17,103,408 in 2011, a decrease of 0.01 percent.
- During the year, net capital assets increased in governmental activities by \$1,644,003 and net capital assets and goodwill decreased in business-type activities by (\$286,931).

Using This Annual Report

This annual report consists of a series of financial statements. The *Statement of Net Assets* and the *Statement of Activities* (on pages 25 and 26-27) provide information about the activities of the Park District as a whole and present a longer-term view of the Park District's finances. Fund financial statements start on page 28. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Park District's operations in more detail than the government-wide statements by providing information about the Park District's most financially significant funds.

Reporting the Park District as a Whole

The Statement of Net Assets and the Statement of Activities

Our analysis of the Park District as a whole begins on page 14. One of the most important questions asked about the Park District's finances is, "Is the Park District as a whole better off or worse off as a result of the year's activities?" The *Statement of Net Assets* and the *Statement of Activities* report information about the Park District as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Park District's net assets and changes in them. You can think of the Park District's net assets as the difference between assets, what the citizens own, and liabilities, what the citizens owe, as one way to measure the Park District's financial health or financial position. Over time increases or decreases in the Park District's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors such as changes in the Park District's property tax base and the condition of the Park District's capital assets (roads, buildings, trails) to assess the overall health of the Park District.

In the *Statement of Net Assets* and the *Statement of Activities* we divide the Park District into two kinds of activities:

- **Governmental Activities:** Most of the Park District's basic services are reported here, including parks and recreation and general administration. Property taxes and state and federal grants finance most of these activities.
- **Business-type Activities:** The Park District charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Park District's golf courses are reported here.

Reporting the Park District's Most Significant Funds

Fund Financial Statements

Our analysis of the Park District's major funds begins on page 18. The fund financial statements begin on page 28 and provide detailed information about the most significant funds—not the Park District as a whole. Some funds are required to be established by state law. However, the Park Board establishes other funds to help it control and manage money for particular purposes (example: Capital Improvement Fund). The Park District's three kinds of funds, governmental, proprietary and fiduciary, use different accounting approaches.

Governmental funds: Most of the Park District's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Park District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Park District's programs. We describe the relationship (or differences) between governmental activities (reported in the *Statement of Net Assets* and the *Statement of Activities*) and governmental funds in a reconciliation beside the fund financial statements.

Proprietary funds: When the Park District charges customers for the full cost of the services it provides whether to outside customers or to other units of the Park District, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the *Statement of Net Assets* and the *Statement of Activities*. In fact, the Park District's Enterprise Fund (a component of proprietary funds) is the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. We use an internal service fund, the Hospitalization Fund, (the other component of proprietary funds) to report activities that provide hospitalization to the Park District's employees working under other programs.

Fiduciary fund: The Park District employs an Agency Fund to record amounts held by the Park District as a fiduciary for other governments and agencies.

The Park District as a Whole

The Park District's total governmental assets changed from a year ago, decreasing from \$64,462,783 to \$63,976,737. Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the Park District's governmental and business-type activities.

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	Table 1					
	Net Assets					
	Governmental		Business-type		Total	
	2011	2010	2011	2010	2011	2010
Other Assets	\$22,890,006	\$25,020,055	\$217,802	\$468,505	\$23,107,808	\$25,488,560
Capital Assets and Goodwill	41,086,731	39,442,728	8,440,299	8,727,230	49,527,030	48,169,958
Total Assets	63,976,737	64,462,783	8,658,101	9,195,735	72,634,838	73,658,518
Long-term Liabilities						
Outstanding	3,693,776	4,510,602	151,454	147,089	3,845,230	4,657,691
Other Liabilities	9,923,459	12,626,062	54,552	50,977	9,978,011	12,677,039
Total Liabilities	13,617,235	17,136,664	206,006	198,066	13,823,241	17,334,730
Net Assets						
Invested in Capital Assets						
Net of Debt	39,011,731	36,542,728	8,440,299	8,727,230	47,452,030	45,269,958
Restricted	1,897,181	951,169	--	--	1,897,181	951,169
Unrestricted	9,450,590	9,832,222	11,796	270,439	9,462,386	10,102,661
Total Net Assets	\$50,359,502	\$47,326,119	\$8,452,095	\$8,997,669	\$58,811,597	\$56,323,788

Net assets of the Park District's governmental activities increased by \$3,033,383, (\$50,359,502) at December 31, 2011 compared to \$47,326,119 at December 31, 2010. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements, decreased by \$381,632, (at December 31, 2011, \$9,450,590 compared to \$9,832,222 at December 31, 2010). Restricted net assets, those restricted mainly for capital projects, increased by \$946,012, (\$1,897,181 at December 31, 2011 compared to \$951,169 at December 31, 2010). The investment in capital assets, net of debt category, increased by \$2,469,003, (\$39,011,731 at December 31, 2011 compared to \$36,542,728 at December 31, 2010).

The net assets of our business-type activities decreased by \$545,574, (\$8,452,095 at December 31, 2011 compared to \$8,997,669 at December 31, 2010). The Park District generally commits these net assets to finance the continuing operations of the Golf Fund.

Financial Ratios

The financial ratios following should be used to assess the financial stability of the Park District over an extended period of time.

The *Ratios of Working Capital* and *Days Cash and Investment in Reserve* demonstrate the ability to finance operations with cash. The stability of the *Current Ratio* and the *Liabilities to Net Asset* demonstrate the fact that the Park District's retirement of long-term debt exceeded its issuance of long-term debt in the year 2011.

Working Capital is the amount by which current assets exceed current liabilities. The *Current Ratio*, which compares current assets to current liabilities, is an indicator of the ability to pay current obligations.

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Working Capital	2002	2003	2004	2005	2006
Entity Wide Summary	\$916,551	\$1,732,608	\$1,025,380	\$2,494,445	\$5,025,779
Governmental	617,534	1,337,316	786,123	2,248,890	4,058,700
Business-type	299,017	395,292	239,257	245,555	967,079
Current Ratio	2002	2003	2004	2005	2006
Entity Wide Summary	1.07	1.14	1.09	1.16	1.34
Governmental	1.05	1.10	1.07	1.15	1.28
Business-type	3.11	4.04	2.97	2.77	2.40

Days Cash and Investments in Reserve represents the number of days normal operations could continue with no revenue collection.

Days Cash and Investment	2002	2003	2004	2005	2006
Entity Wide Summary	33	56	29	45	104
Governmental	26	48	24	41	70
Business-type	89	121	75	73	382

Liabilities to Net Assets indicates the extent of borrowing.

Liabilities to Net Assets	2002	2003	2004	2005	2006
Entity Wide Summary	57%	55%	46%	56%	59%
Governmental	73%	70%	58%	70%	73%
Business-type	2%	2%	2%	2%	9%

Return on Assets from Operations illustrates to what extent there will be sufficient funds to replace assets in the future.

Return on Assets	2002	2003	2004	2005	2006
Entity Wide Summary	1%	--%	(1%)	3%	10%
Governmental	2%	1%	(1%)	4%	8%
Business-type	(2%)	(3%)	(3%)	(4%)	19%

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2007	2008	2009	2010	2011
\$4,458,990	\$5,595,842	\$8,731,088	\$9,531,095	\$9,602,782
3,720,240	5,279,967	8,518,012	9,260,656	9,439,532
738,750	315,875	213,076	270,439	163,250

2007	2008	2009	2010	2011
1.30	1.39	1.63	1.74	1.96
1.26	1.37	1.63	1.73	1.95
5.64	2.81	1.85	2.37	3.99

2007	2008	2009	2010	2011
68	84	139	134	108
55	85	146	140	117
189	81	83	83	29

2007	2008	2009	2010	2011
49%	42%	37%	31%	23%
63%	52%	44%	36%	27%
2%	2%	3%	2%	2%

2007	2008	2009	2010	2011
12%	7%	6%	6%	3%
11%	8%	7%	7%	5%
16%	(3%)	(3%)	(1%)	(6%)

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	Table 2					
	Change in Net Assets					
	Governmental		Business-type		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program Revenues:						
Charges for Services	\$1,562,851	\$1,676,087	\$1,331,538	\$1,479,153	\$2,894,389	\$3,155,240
Operating Grants and Contributions	259,446	185,464	2,950	2,250	262,396	187,714
Capital Grants and Contributions	--	1,300,908	--	--	--	1,300,908
General Revenues:						
Property Tax	13,144,102	13,006,874	--	--	13,144,102	13,006,874
Local Government	3,153,041	3,820,038	--	--	3,153,041	3,820,038
Interest	4,685	9,352	51	505	4,736	9,857
Miscellaneous	128,753	131,676	3,800	4,578	132,553	136,254
Total Revenues	18,252,878	20,130,399	1,338,339	1,486,486	19,591,217	21,616,885
Program Expenses:						
Parks and Recreation	15,017,536	14,935,586	--	--	15,017,536	14,935,586
Interest on Long-term Debt	101,959	136,674	--	--	101,959	136,674
Golf	--	--	1,983,913	2,033,991	1,983,913	2,033,991
Total Expenses	15,119,495	15,072,260	1,983,913	2,033,991	17,103,408	17,106,251
Increase (Decrease) in Net Assets before Transfers	3,133,383	5,058,139	(645,574)	(547,505)	2,487,809	4,510,634
Transfers	(100,000)	(435,854)	100,000	435,854	--	--
Change in Net Assets	3,033,383	4,622,285	(545,574)	(111,651)	2,487,809	4,510,634
Beginning	47,326,119	42,703,834	8,997,669	9,109,320	56,323,788	51,813,154
Ending	<u>\$50,359,502</u>	<u>\$47,326,119</u>	<u>\$8,452,095</u>	<u>\$8,997,669</u>	<u>\$58,811,597</u>	<u>\$56,323,788</u>

Total net assets for Lake Metroparks increased by \$2,487,809. The increase in governmental net assets of \$3,033,383 was through the parks continued efforts to contain costs. Staff was reduced through attrition and transfers to other funds were reduced. The decrease in net assets in business-type activities was \$545,574. This was due to much inclement weather resulting in a decrease in golf play as well as a decrease in transfers from the General Fund.

General Governmental Functions by Individual Fund

The following schedules present individual governmental funds revenues and the percentage of total for the year ended December 31, 2011, as well as the expenditures and the percentage of total for the year ended December 31, 2011.

General Fund

Revenue Source	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Property Taxes	\$11,077,096	69.1%	\$11,060,713	\$16,383	.1%
Intergovernmental	3,166,316	19.7%	3,829,321	(663,005)	(17.3%)
Fees and Admissions	1,199,290	7.5%	1,281,518	(82,228)	(6.4%)
Merchandise Sales	360,971	2.2%	388,043	(27,072)	(7.0%)
Interest	3,223	--%	5,699	(2,476)	(43.4%)
Fines and Forfeits	1,620	--%	2,568	(948)	(36.9%)
Contributions	106,428	.7%	71,906	34,522	48.0%
Miscellaneous	124,253	.8%	101,750	22,503	22.1%
<i>Total Revenue</i>	<i>\$16,039,197</i>	<i>100.0%</i>	<i>\$16,741,518</i>	<i>(\$702,321)</i>	<i>(4.2%)</i>

Expenditures	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Parks and Recreation	\$12,634,490	75.1%	\$12,839,309	(\$204,819)	(1.6%)
Capital Outlay	47,553	.3%	58,124	(10,571)	(18.2%)
Transfer Out	4,140,585	24.6%	4,113,065	27,520	.7%
<i>Total Expenditures and Transfer Out</i>	<i>\$16,822,628</i>	<i>100.0%</i>	<i>\$17,010,498</i>	<i>(\$187,870)</i>	<i>(1.1%)</i>

The fund balance decreased by \$783,431 due to a decrease in intergovernmental revenue and fees and admissions.

Drug Enforcement

Revenue Source	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Interest	\$3	.3%	\$5	(\$2)	(40.0%)
Fines and Forfeits	970	99.7%	950	20	2.1%
<i>Total Revenue</i>	<i>\$973</i>	<i>100.0%</i>	<i>\$955</i>	<i>\$18</i>	<i>1.9%</i>

Expenditures	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Parks and Recreation	\$995	46.6%	\$--	\$995	--%
Capital Outlay	1,140	53.4%	\$402	738	183.8%
<i>Total Expenditures</i>	<i>\$2,135</i>	<i>100.0%</i>	<i>\$402</i>	<i>\$1,733</i>	<i>431.1%</i>

The fund balance decreased by \$1,162 due to an increase in expenditures.

Capital Improvement

Revenue Source	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Interest	\$212	100.0%	\$895	(\$683)	(76.3%)
Miscellaneous	--	--%	99	(99)	(100.0%)
Transfer In	--	--%	60,000	(60,000)	(100.0%)
<i>Total Revenue and Transfer In</i>	<i>\$212</i>	<i>100.0%</i>	<i>\$60,994</i>	<i>(\$60,782)</i>	<i>(99.7%)</i>

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Expenditures	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Capital Outlay	\$521,383	93.2%	\$605,189	(\$83,806)	(13.8%)
Transfer Out	37,956	6.8%	--	37,956	--%
<i>Total Expenditures</i>	<i>\$559,339</i>	<i>100.0%</i>	<i>\$605,189</i>	<i>(\$45,850)</i>	<i>(7.6%)</i>

The fund balance decreased by \$559,127 due to the continued pulling down of fund balance.

Improvement Fund

Revenue Source	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Intergovernmental	\$82,754	2.0%	\$1,300,908	(\$1,218,154)	(93.6%)
Fees and Admissions	--	--%	3,008	(3,008)	(100.0%)
Interest	785	--%	1,804	(1,019)	(56.5%)
Contributions	56,989	1.4%	104,275	(47,286)	(45.3%)
Miscellaneous	4,500	.1%	29,827	(25,327)	(84.9%)
Transfer in	4,040,585	96.5%	3,617,211	423,374	11.7%
<i>Total Revenue and Transfer In</i>	<i>\$4,185,613</i>	<i>100.0%</i>	<i>\$5,057,033</i>	<i>(\$871,420)</i>	<i>(17.2%)</i>

Expenditures	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Capital Outlay	\$3,282,793	100.0%	\$4,426,865	(\$1,144,072)	(25.8%)
<i>Total Expenditures</i>	<i>\$3,282,793</i>	<i>100.0%</i>	<i>\$4,426,865</i>	<i>(\$1,144,072)</i>	<i>(25.8%)</i>

The fund balance was increased by \$902,820 due to an increase in transfers and a decrease in expenditures.

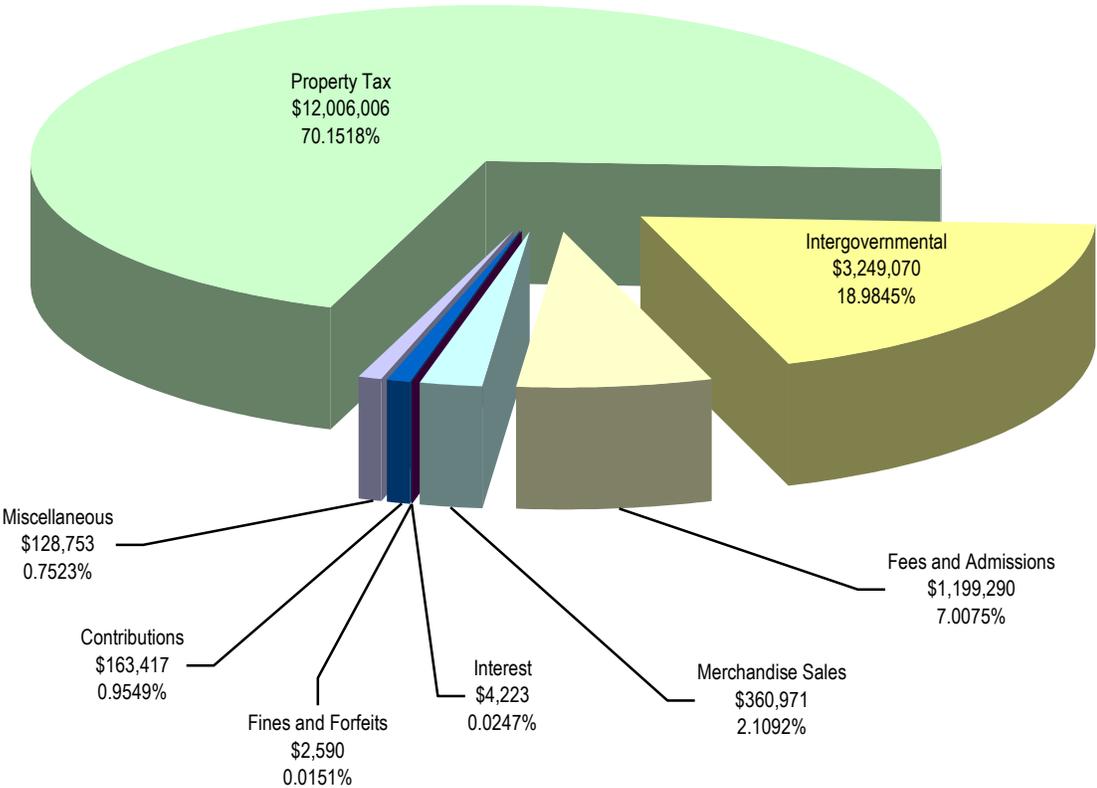
Debt Service

Revenue Source	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Property Taxes	\$928,910	96.1%	\$964,015	(\$35,105)	(3.6%)
Transfer In	37,956	3.9%	--	37,956	--%
<i>Total Revenue</i>	<i>\$966,866</i>	<i>100.0%</i>	<i>\$964,015</i>	<i>(\$2,851)</i>	<i>(.3%)</i>

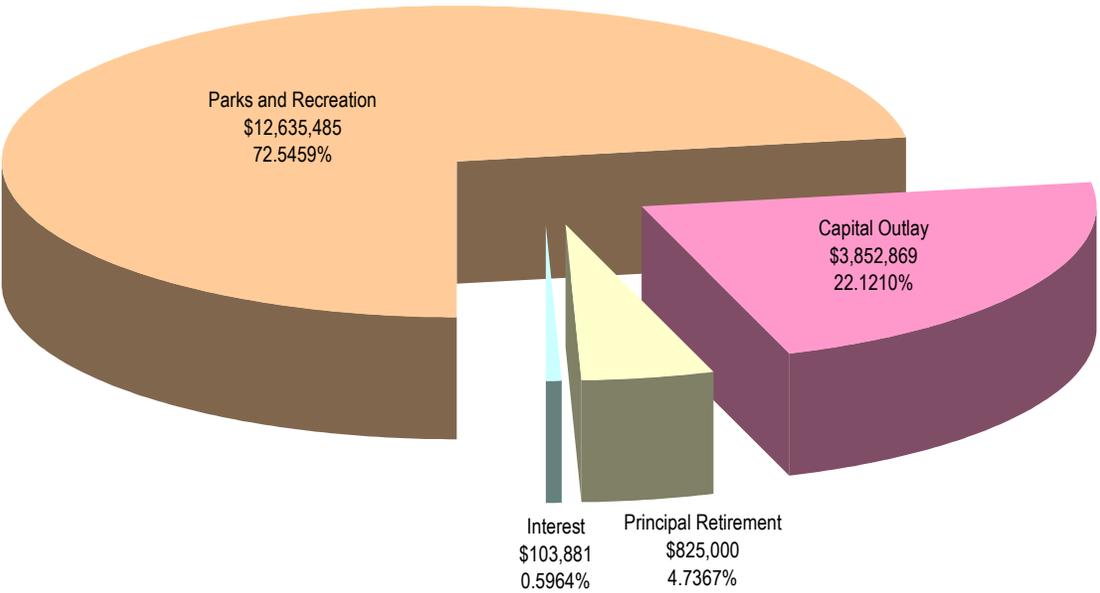
Expenditures	2011 Amount	Percent of Total	2010 Amount	Increase (Decrease) from 2010	Percent Increase (Decrease)
Principal Retirement Interest and Fiscal Charges	\$825,000	88.8%	\$825,000	\$--	--%
<i>Total Expenditures</i>	<i>\$928,881</i>	<i>100.0%</i>	<i>\$964,013</i>	<i>(\$35,132)</i>	<i>(3.6%)</i>

The fund balance increased by \$37,985 due to the transfer in.

2011 Governmental Funds Revenue



2011 Governmental Funds Expenditures



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Proprietary Funds

The Park District's Enterprise Fund is the Golf Fund. The basic financial statement is included in this report. The Park District also has an Internal Service Fund, the Hospitalization Fund. The basic financial statement is also included in this report. Because the focus on proprietary funds is a cost of service measurement or capital maintenance, we have included these funds in the table, which demonstrates return on ending assets and return on ending net assets. The table is at the end of this section.

Golf fees and charges are reviewed on a yearly basis and changes are recommended to the Board of Park Commissioners for passage. During 2011, there was no increase to greens fees. Hospitalization fees are adjusted via the budget and there were no increases in rates during 2011. Total golf charges for services decreased by 9.9 percent due to a continued soft market. The hospitalization net assets decreased by \$159,258 in the year 2011 due to a decrease in interest earnings and an increase in claims. The Park District purchased stop-loss insurance in the amount of \$80,000 individual and aggregate of approximately \$1,200,000.

	Golf	Hospitalization
Total Assets	\$8,658,101	\$622,228
Net Assets	8,452,095	516,981
Change in Net Assets	(545,574)	(159,258)
Return on Ending Total Assets	(6.3%)	(25.6%)
Return on Ending Net Assets	(6.1%)	(30.8%)

Capital Asset and Debt Administration

Capital Assets

At the end of 2011, the Park District had \$49,447,598 invested in a broad range of capital assets net of accumulated depreciation including land, buildings, vehicles, equipment, livestock, trails, bridges and parking lots. (See table below.) This amount represents a net increase (including additions and deductions) of \$1,364,080 or an increase of 2.8 percent from last year.

	Capital Assets at Year-end (Net of Depreciation)					
	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land	\$24,095,396	\$23,655,007	\$2,707,181	\$2,707,181	\$26,802,577	\$26,362,188
Buildings	13,106,729	12,336,847	4,357,575	4,309,063	17,464,304	16,645,910
Furniture/Fixtures	1,196,768	1,131,494	196,659	196,659	1,393,427	1,328,153
Land Improvements	--	--	4,177,728	4,133,366	4,177,728	4,133,366
Machinery/Equipment	4,022,590	3,481,887	1,400,906	1,393,991	5,423,496	4,875,878
Livestock	58,269	55,369	--	--	58,269	55,369
Vehicles	2,843,723	2,677,279	402,714	392,123	3,246,437	3,069,402
Construction in Progress	356,021	155,617	--	--	356,021	155,617
Leasehold Improvement	1,643,102	1,535,139	--	--	1,643,102	1,535,139
Infrastructure	7,623,187	7,252,161	--	--	7,623,187	7,252,161
Accumulated Depreciation	(13,859,054)	(12,838,072)	(4,881,896)	(4,491,593)	(18,740,950)	(17,329,665)
Total	\$41,086,731	\$39,442,728	\$8,360,867	\$8,640,790	\$49,447,598	\$48,083,518

This year's major additions included the following governmental improvements: purchased land, vehicles and equipment, improvements to existing buildings and parks which included construction in progress for a waterline

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at Concord Woods, wind turbine at Farmpark, roofing at Farmpark, and flood plain restoration at Pleasant Valley. Business-type improvements included upgraded cart path at Erie Shores Golf Course and purchase of new equipment. Pine Ridge Country Club improvements included patio painting. More detailed information about the Park District's capital assets is presented in Note 6 to Basic Financial Statements.

Debt

At year-end the Park District had \$2,075,000 in bonds outstanding versus \$2,900,000 last year, a decrease of \$825,000, as a result of the principal retirement of \$625,000 from the 2006 issue and the principal retirement of \$200,000 from the 2002 issue. All bonds of the Park District are shown as governmental activities. More detailed information about the Park District's long-term debt obligations is presented in Note 7 to Basic Financial Statements.

Economic Factors and Next Year's Budget

Lake Metroparks is a park district (special purpose government) operating under the authority of Chapter 1545 of the Ohio Revised Code encompassing and providing park and recreation opportunities to the citizens of Lake County. The County is sharing in the economic recovery as evidenced by its unemployment rate of 6.6 percent compared to 8.1 percent for the state and the national unemployment rate of 8.5 percent as of December 31, 2011, these compared to 2010 rates of 7.6 percent for the County, 9.6 percent for the state, and 9.4 percent for the national unemployment rate.

2011-2012 Budgetary Highlights

The Executive Director proposed and the Board of Park Commissioners adopted an original budget for the year 2012. The 2012 budget called for General Fund expenditures and transfers of \$14,550,186 compared to the final adjusted budget in 2011 of \$18,187,245, a decrease of 20.0 percent.

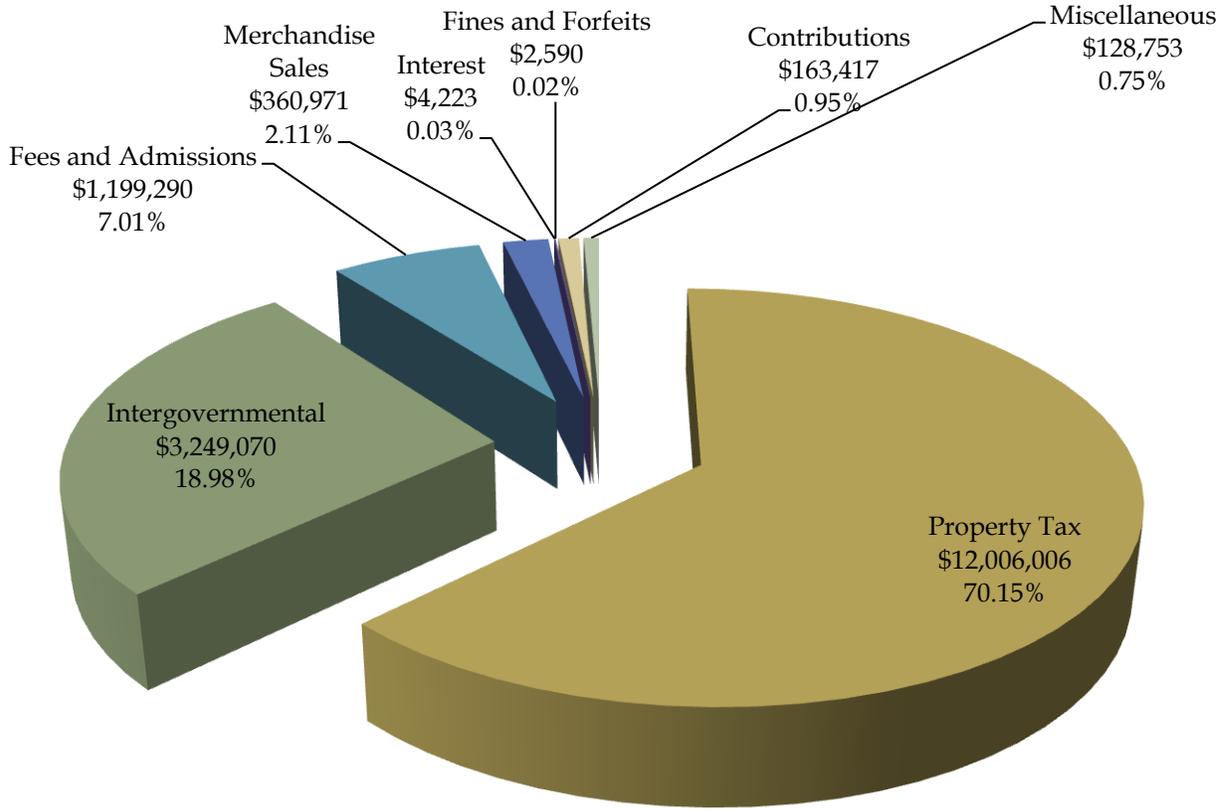
The original 2011 General Fund budget was \$18,087,245. The decrease in the 2012 budget was largely due to a decrease in personnel costs and transfers.

There were no significant budgetary variances in the 2011 General Fund between the final amended budget and actual results.

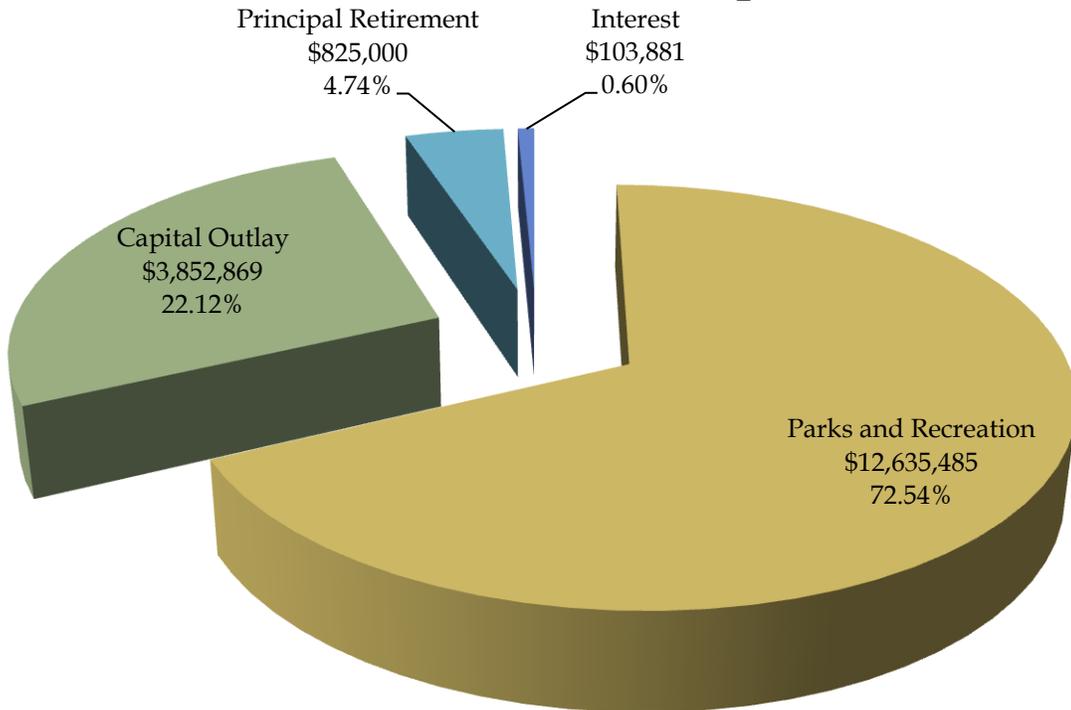
Contacting the Park District's Financial Management

This financial report is designed to provide our citizens, taxpayers, patrons and creditors with a general overview of the Park District's finances and to show the Park District's accountability for the funds it receives. If you have questions about this report or need additional financial information, contact the Administrative Services Director, Lake Metroparks, 11211 Spear Road, Concord Twp., Ohio 44077, phone (440) 639-9877 or e-mail kkleppel@lakemetroparks.com.

2011 Governmental Funds Revenue



2011 Governmental Funds Expenditures





BASIC FINANCIAL STATEMENTS



Lake Metroparks
Statement of Net Assets
December 31, 2011

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and Cash Equivalents	\$4,457,665	\$126,347	\$4,584,012
Taxes Receivable	13,661,165	--	13,661,165
Accounts Receivable	6,812	2,874	9,686
Interest Receivable	5,248	4	5,252
Due From Other Governments	911,475	--	911,475
Inventories at Cost	225,469	71,787	297,256
Prepaid Items	95,157	16,790	111,947
Restricted Cash	3,527,015	--	3,527,015
Nondepreciable Capital Assets (Note 6)	24,509,686	2,707,181	27,216,867
Depreciable Capital Assets - Net (Note 6)	16,577,045	5,653,686	22,230,731
Net Goodwill	--	79,432	79,432
<i>Total Assets</i>	<u>\$63,976,737</u>	<u>\$8,658,101</u>	<u>\$72,634,838</u>
Liabilities			
Accounts Payable	\$215,881	\$5,812	\$221,693
Claims Payable	105,247	--	105,247
Due To Other Governments	246,874	24,479	271,353
Accrued Liabilities	33,463	4,834	38,297
Accrued Wages	262,694	19,427	282,121
Interest Payable	6,620	--	6,620
Unearned Revenue	9,052,680	--	9,052,680
Noncurrent Liabilities:			
Due Within One Year	1,362,613	47,231	1,409,844
Due In More Than One Year	2,331,163	104,223	2,435,386
<i>Total Liabilities</i>	<u>13,617,235</u>	<u>206,006</u>	<u>13,823,241</u>
Net Assets			
Invested in Capital Assets Net of Related Debt	39,011,731	8,440,299	47,452,030
Restricted for:			
Capital Projects	1,854,049	--	1,854,049
Debt Services	38,158	--	38,158
Drug Enforcement	4,974	--	4,974
Unrestricted	9,450,590	11,796	9,462,386
<i>Total Net Assets</i>	<u>50,359,502</u>	<u>8,452,095</u>	<u>58,811,597</u>
<i>Total Liabilities and Net Assets</i>	<u>\$63,976,737</u>	<u>\$8,658,101</u>	<u>\$72,634,838</u>

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

Lake Metroparks
Statement of Activities
For the Year Ended December 31, 2011

	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
Functions/Programs			
Governmental Activities			
Parks and Recreation	\$15,017,536	\$1,562,851	\$259,446
Interest on Long-term Debt	101,959	--	--
<i>Total Governmental Activities</i>	<u>15,119,495</u>	<u>1,562,851</u>	<u>259,446</u>
Business-type Activities			
Golf	1,983,913	1,331,538	2,950
<i>Total Business-type Activities</i>	<u>1,983,913</u>	<u>1,331,538</u>	<u>2,950</u>
<i>Total Primary Government</i>	<u><u>\$17,103,408</u></u>	<u><u>\$2,894,389</u></u>	<u><u>\$262,396</u></u>

General Revenues

Property Tax
Local Governmental, Unrestricted
Interest
Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

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

Net (Expense) Revenue and Changes in Net Assets		
Primary Government		
Governmental Activities	Business-type Activities	Total
(\$13,195,239)	\$--	(\$13,195,239)
(101,959)	--	(101,959)
(13,297,198)	--	(13,297,198)
--	(649,425)	(649,425)
--	(649,425)	(649,425)
(13,297,198)	(649,425)	(13,946,623)
13,144,102	--	13,144,102
3,153,041	--	3,153,041
4,685	51	4,736
128,753	3,800	132,553
16,430,581	3,851	16,434,432
(100,000)	100,000	--
16,330,581	103,851	16,434,432
3,033,383	(545,574)	2,487,809
47,326,119	8,997,669	56,323,788
\$50,359,502	\$8,452,095	\$58,811,597

Lake Metroparks
Balance Sheet
Governmental Funds
December 31, 2011

	General Fund	Improvement Fund	Capital Improvement	Debt Service
Assets				
Cash and Cash Equivalents	\$4,457,665	\$2,799,337	\$62,356	\$38,158
Receivables:				
Taxes	12,805,343	--	--	855,822
Accounts	11,779	--	--	--
Interest	150	91	2	--
Due From Other Governments	911,475	--	--	--
Inventories at Cost	225,469	--	--	--
Prepaid Items	95,157	--	--	--
<i>Total Assets</i>	<u>\$18,507,038</u>	<u>\$2,799,428</u>	<u>\$62,358</u>	<u>\$893,980</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$88,699	\$127,182	\$--	\$--
Due To Other Governments	246,874	--	--	--
Accrued Liabilities	33,463	--	--	--
Accrued Wages	262,694	--	--	--
Deferred Revenue	13,716,818	--	--	855,822
<i>Total Liabilities</i>	<u>14,348,548</u>	<u>127,182</u>	<u>--</u>	<u>855,822</u>
Fund Balances				
Nonspendable	320,626	--	--	--
Restricted for:				
Drug Enforcement	--	--	--	--
Committed to:				
Contract Services	22,047	762,049	36,853	--
Assigned to:				
Purchase Orders	239,096	131,594	--	--
Debt Service	--	--	--	38,158
Improvements	--	1,778,603	25,505	--
Unassigned	3,576,721	--	--	--
<i>Total Fund Balances</i>	<u>4,158,490</u>	<u>2,672,246</u>	<u>62,358</u>	<u>38,158</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$18,507,038</u>	<u>\$2,799,428</u>	<u>\$62,358</u>	<u>\$893,980</u>

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

Lake Metroparks
Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
December 31, 2011

Non-Major Governmental/ Drug Enforcement Fund	Total Governmental Funds		
		Total Governmental Funds Balances	\$6,936,226
\$4,973	\$7,362,489	<i>Amounts reported for governmental activities in the Statement of Net Assets are different because:</i>	
--	13,661,165	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	41,086,731
--	11,779		
1	244		
--	911,475		
--	225,469	Long-term assets that are not available to pay current period expenditures and therefore are deferred in the fund.	5,519,960
--	95,157		
<u>\$4,974</u>	<u>\$22,267,778</u>		
		Interest on bonds payable is not accrued in the funds.	(6,620)
\$--	\$215,881		
--	246,874	Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(3,693,776)
--	33,463		
--	262,694		
--	14,572,640		
<u>--</u>	<u>15,331,552</u>	Internal service funds are not reported in the funds statement but are governmental activities in the Statement of Net Assets.	<u>516,981</u>
--	320,626		
		Net Assets of Governmental Activities	<u>\$50,359,502</u>
4,974	4,974		
--	820,949		
	370,690		
--	38,158		
--	1,804,108		
--	3,576,721		
<u>4,974</u>	<u>6,936,226</u>		
<u>\$4,974</u>	<u>\$22,267,778</u>		

Lake Metroparks
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2011

	General Fund	Improvement Fund	Capital Improvement	Debt Service
Revenues				
Property Tax	\$11,077,096	\$--	\$--	\$928,910
Intergovernmental	3,166,316	82,754	--	--
Fees and Admissions	1,199,290	--	--	--
Merchandise Sales	360,971	--	--	--
Interest	3,223	785	212	--
Fines and Forfeits	1,620	--	--	--
Contributions	106,428	56,989	--	--
Miscellaneous	124,253	4,500	--	--
<i>Total Revenues</i>	<u>16,039,197</u>	<u>145,028</u>	<u>212</u>	<u>928,910</u>
Expenditures				
Parks and Recreation	12,634,490	--	--	--
Capital Outlay	47,553	3,282,793	521,383	--
Debt Service	--	--	--	--
Principal Retirement	--	--	--	825,000
Interest	--	--	--	103,881
<i>Total Expenditures</i>	<u>12,682,043</u>	<u>3,282,793</u>	<u>521,383</u>	<u>928,881</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,357,154</u>	<u>(3,137,765)</u>	<u>(521,171)</u>	<u>29</u>
Other Financing Sources (Uses)				
Transfers In	--	4,040,585	--	37,956
Transfers Out	(4,140,585)	--	(37,956)	--
<i>Total Other Financing Sources (Uses)</i>	<u>(4,140,585)</u>	<u>4,040,585</u>	<u>(37,956)</u>	<u>37,956</u>
<i>Net Change in Fund Balances</i>	(783,431)	902,820	(559,127)	37,985
<i>Fund Balances - Beginning of the Year</i>	4,947,212	1,769,426	621,485	173
<i>Increase (Decrease) in Reserve for Inventories</i>	<u>(5,291)</u>	<u>--</u>	<u>--</u>	<u>--</u>
<i>Fund Balances - End of the Year</i>	<u>\$4,158,490</u>	<u>\$2,672,246</u>	<u>\$62,358</u>	<u>\$38,158</u>

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

Lake Metroparks
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2011

Non-Major Governmental/ Drug Enforcement Fund	Total Governmental Funds		
		Net Changes in Fund Balances - Total Governmental Funds	(\$402,915)
		<i>Amounts reported for Governmental Activities in the Statement of Activities are different because:</i>	
\$--	\$12,006,006		
--	3,249,070		
--	1,199,290		
--	360,971	Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	1,644,003
3	4,223		
970	2,590	Note: Capital Outlays \$2,664,985, Depreciation (\$1,020,982).	
--	163,417		
--	128,753		
<u>973</u>	<u>17,114,320</u>	Repayment of bond principal is an expenditure in the governmental funds. But the repayment reduces long-term liabilities in the Statement of Net Assets.	825,000
995	12,635,485		
1,140	3,852,869	In the Statement of Activities interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	1,922
--	825,000		
--	103,881		
<u>2,135</u>	<u>17,417,235</u>	Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	(8,174)
<u>(1,162)</u>	<u>(302,915)</u>		
--	4,078,541	Internal service activity is not reported in governmental funds but is reported as governmental activities in the Statement of Activities.	(159,258)
--	(4,178,541)		
--	(100,000)		
(1,162)	(402,915)	Decrease in inventory is reported as an addition to expense on the governmental-wide statements and not reported in net change in fund balance.	(5,291)
6,136	7,344,432	Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	1,138,096
--	(5,291)		
<u>\$4,974</u>	<u>\$6,936,226</u>	Change in Net Assets of Governmental Activities	<u>\$3,033,383</u>

Lake Metroparks
Statement of Net Assets
Proprietary Funds
December 31, 2011

	Business-type Activities	Governmental Activities
	Golf	Hospitalization - Internal Service
Assets		
Current Assets		
Cash and Cash Equivalents	\$126,347	\$622,191
Interest Receivable	4	37
Accounts Receivable	2,874	--
Inventories at Cost	71,787	--
Prepaid Items	16,790	--
Total Current Assets	217,802	622,228
Noncurrent Assets		
Net Capital Assets	8,360,867	--
Net Goodwill	79,432	--
Total Noncurrent Assets	8,440,299	--
Total Assets	\$8,658,101	\$622,228
Liabilities		
Current Liabilities		
Accounts Payable	\$5,812	\$--
Claims Payable	--	105,247
Due To Other Governments	24,479	--
Accrued Liabilities	4,834	--
Accrued Wages	19,427	--
Compensated Absences Payable	47,231	--
Total Current Liabilities	101,783	105,247
Long Term Liabilities		
Long Term Compensated Absences	104,223	--
Total Liabilities	206,006	105,247
Net Assets		
Invested in Capital Assets	8,440,299	--
Unrestricted	11,796	516,981
Total Net Assets	8,452,095	516,981
Total Liabilities and Net Assets	\$8,658,101	\$622,228

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

Lake Metroparks
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the Year Ended December 31, 2011

	Business-type Activities	Governmental Activities
	Golf	Hospitalization - Internal Service
Operating Revenues		
Billings to Departments	\$--	\$941,915
Charges for Services	1,331,538	12,638
Contributions	2,950	--
Miscellaneous	3,800	--
<i>Total Operating Revenues</i>	<u>1,338,288</u>	<u>954,553</u>
Operating Expenses		
Salaries	732,904	--
Fringes	203,930	--
Commodities	324,522	--
Contractual Services	325,246	--
Claims	--	840,513
Premiums	--	273,760
Depreciation	390,303	--
Amortization	7,008	--
<i>Total Operating Expenses</i>	<u>1,983,913</u>	<u>1,114,273</u>
<i>Operating (Loss)</i>	<u>(645,625)</u>	<u>(159,720)</u>
Non-Operating Revenues		
Interest	51	462
	<u>51</u>	<u>462</u>
Income (Loss) before Transfers	(645,574)	(159,258)
Transfers In	<u>100,000</u>	<u>--</u>
<i>Change in Net Assets</i>	(545,574)	(159,258)
<i>Total Net Assets - Beginning of the Year</i>	<u>8,997,669</u>	<u>676,239</u>
<i>Total Net Assets - End of the Year</i>	<u>\$8,452,095</u>	<u>\$516,981</u>

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

Lake Metroparks
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2011

	Business-type Activities	Governmental Activities
	Golf	Hospitalization - Internal Service
Cash Flows from Operating Activities		
Cash Received for Premiums within the Park District	\$--	\$941,915
Cash Received from Charges for Services	1,335,664	12,638
Cash Paid to Employees for Services	(927,199)	--
Cash Paid for Operating Contracts and Supplies	(639,808)	--
Cash Paid for Claims, Premiums	--	(1,130,286)
<i>Net Cash Provided by Operating Activities</i>	<u>(231,343)</u>	<u>(175,733)</u>
Cash Flows from Capital and Related Financing Activities		
Payment for Capital Acquisitions	(108,717)	--
Transfers In	100,000	--
<i>Net Cash Used for Capital and Related Financing Activities</i>	<u>(8,717)</u>	<u>--</u>
Cash Flows from Investing Activities		
Interest Received	135	523
<i>Net Cash Provided by Investing Activities</i>	<u>135</u>	<u>523</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(239,925)	(175,210)
<i>Cash and Cash Equivalents at the Beginning of the Year</i>	366,272	797,401
<i>Cash and Cash Equivalents at the End of the Year</i>	<u>\$126,347</u>	<u>\$622,191</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities		
Operating Income (Loss)	(\$645,625)	(\$159,720)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	390,303	--
Amortization	7,008	--
Current Assets (Increase) Decrease:		
Accounts Receivable	6,892	--
Inventories	4,810	--
Prepaid Items	(1,008)	--
Decrease (Increase) in Current Assets	<u>10,694</u>	<u>--</u>
Current Liabilities Increase (Decrease):		
Accounts Payable	(140)	--
Due To Other Governments	6,473	--
Accrued Liabilities	(4,337)	--
Accrued Wages	1,579	--
Compensated Absences Payable	2,702	--
Increase in Current Liabilities	<u>6,277</u>	<u>--</u>
Increase (Decrease) in Payables from Restricted Assets	<u>--</u>	<u>(16,013)</u>
Total Adjustments	<u>414,282</u>	<u>(16,013)</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>(\$231,343)</u>	<u>(175,733)</u>

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

Lake Metroparks
Statement of Fiduciary Net Assets
Agency Fund
December 31, 2011

Assets

Restricted Cash and Cash Equivalents	\$239,520
<i>Total Assets</i>	<u>\$239,520</u>

Liabilities

Due to other Governments	\$141,910
Payable from Restricted Assets	29,272
Retainage Due Contractors	68,338
<i>Total Liabilities</i>	<u>\$239,520</u>

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

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Notes to Basic Financial Statements for the Year Ended December 31, 2011 Lake Metroparks, Ohio

Note 1. Summary of Significant Accounting Policies

A. Description of Lake Metroparks. Lake Metroparks was created December 30, 1958 under the authority of Chapter 1545 of the Ohio Revised Code. The Ohio Revised Code indicates that the Park District was created for the purpose of conserving the natural resources of the State. The Code also provides for a Board of Park Commissioners, which has the authority to develop the Park District lands in a manner conducive to the general welfare of the community. The legislative power of the Park District is vested in the Board of Park Commissioners. The Board of Park Commissioners consists of three members who are appointed by the Judge of the Lake County Probate Court and serve without pay for three-year alternating terms. Appointments or reappointments are made each year. The first Board of Park Commissioners took office on May 11, 1959. During the first session each year, the Board of Park Commissioners elects one of the three members as president and the other two as vice presidents. The Board of Park Commissioners has passed the following Park District's mission statement: "The mission of Lake Metroparks is to conserve and preserve the natural resources of Lake County while providing a variety of safe, affordable and enjoyable educational and recreational programs and activities that enhance the quality of life in Lake County now and for the generations to follow."

In March of each year the Board of Park Commissioners appoints an Executive Director who is the chief executive officer of the Park District. The Executive Director is responsible for executing the policy of the Board of Park Commissioners and is authorized to establish administrative procedures as he/she deems necessary.

The Park District consists of approximately 6,803 owned acres, 721 leased acres of park land and holds 553 acres of conservation easements including 32 parks and 11 natural preserves ranging in size from approximately one acre to 935 acres. Listed are the names of the parks.

Arcola Creek Park -- Lake Road, Madison Twp.
Beaty Landing -- Walnut Street, Painesville
Chagrin River Park -- Reeves Road, Willoughby/Eastlake
Chapin Forest Reservation -- Hobart Road & Rt. 306, Kirtland
Children's Schoolhouse Nature Park -- Baldwin Road, Kirtland Hills
Concord Woods Nature Park -- Spear Road, Concord Twp.
Environmental Learning Center -- Alexander Road, Concord
Erie Shores Golf Course -- Lake Road East, Madison
Fairport Harbor Lakefront Park -- Huntington Beach Drive, Fairport Harbor
Farmpark -- Rt. 6, Kirtland
Girdled Road Reservation -- Radcliffe Road, Concord Twp.
Grand River Landing -- N. St. Clair Street, Fairport Harbor
Greenway Corridor -- B&O Rail Corridor
Gully Brook -- River Road, Willoughby
Helen Hazen Wyman Park -- Rt. 86, Painesville
Hell Hollow Wilderness Area -- Leroy Center Road, Leroy
Hidden Lake Lodge -- Kniffen Road, Leroy Twp.
Hidden Valley Park -- Klasen Road, Madison
Hogback Ridge Park -- Emerson Road, Madison
Indian Point Park -- Seeley Road, Leroy Twp.
Lakefront Lodge -- Lakeshore Blvd., Willowick
Lakeshore Reservation -- Lockwood Road, North Perry
Mason's Landing Park -- Vrooman Road, Perry
Paine Falls Park -- Paine Road, Leroy Twp.
Painesville Township Park -- Hardy Road, Painesville Twp.
Parsons Gardens -- Erie Road, Willoughby
Penitentiary Glen Reservation -- Kirtland-Chardon Road, Kirtland
Pine Ridge Country Club -- Ridge Road, Wickliffe
Pleasant Valley Park -- Pleasant Valley Road, Willoughby Hills
Riverview Park -- Bailey Road, Madison
Veterans Park -- Hopkins Road, Mentor

B. Reporting Entity. In evaluating how to define the governmental entity, the Park District has considered all potential component units. The decision to include or exclude a potential unit was made by applying the criteria defined by Governmental Accounting Standards Board (GASB) Statement No. 14. The basic criteria for including a potential component unit is the authority to appoint a voting majority of an organization's governing board, ability to impose its will on that organization, the potential for that organization to provide specific financial benefits or impose specific financial burdens and that organization's fiscal dependency. Based on this criterion, there are no component units.

Related Organization The Park District is considered a related organization to Lake County. This decision was based on the fact the Board of Park Commissioners are appointed by the Probate Judge of Lake County, but Lake County cannot impose its will on the Park District in any manner, nor does there exist any financial benefit or burden relationship between the Park District and Lake County.

C. Basis of Presentation – Fund Accounting. The accounts of the Park District are maintained on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. Listed below are the descriptions for all fund categories presently in use at the Park District.

D. Governmental Funds. Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Park District's major governmental funds:

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

Improvement Fund The Improvement Fund is used to finance permanent Park District improvements such as rolling stock and construction. It is funded mainly by intergovernmental revenues and transfers from the General Fund.

Capital Improvement Fund The Capital Improvement Fund is used for the construction of major capital facilities and the purchase of land and buildings. The Capital Improvement Fund accounts for a \$2,000,000 serial revenue bond issued in July 2002 and a \$5,000,000 serial tax anticipation bond issued in June 2006. The proceeds are being used for the purchase of land and land improvements.

Debt Service Fund The Debt Service Fund is used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest, and related costs.

Non-Major Governmental/Drug Enforcement Fund The Drug Enforcement Fund is used to account for the proceeds of a specific revenue source (other than major capital projects) that are legally restricted as to expenditures for specified purposes.

E. Proprietary Funds. With respect to proprietary activities, Lake Metroparks has adopted GASB Statement No. 20 "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Units that Use Proprietary Fund Accounting". The Park District has elected to apply all applicable GASB pronouncements as well as Financial Accounting Standards Board pronouncements and Accounting Principles Board Opinions issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements.

Enterprise Fund The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Park District operates two golf facilities within this fund.

Internal Service Fund The Internal Service Fund is established to account for the provision of goods and services by one department of the government to other departments within the government on generally a not-for-profit (cost-reimbursement) basis. The Internal Service Fund is financed through the budgets of the user departments. In 1990, the Park District established a self-insured hospitalization program. The self-insured program included individual stop-loss insurance of \$80,000 and aggregate stop-loss insurance of approximately \$1,200,000 as of December 31, 2011.

F. Fiduciary Fund.

Agency Fund The Agency Fund is used to account for assets held by the Park District in an agency capacity. Included in Agency Fund activities are contractor escrow accounts, patron deposits for various park facilities and programs, stale park checks awaiting the statutory time to be redeposited into the proper fund, and payroll withholding to other government agencies. The Agency Fund is custodial in nature and does not involve measurement of results of operations. The Agency Fund is not reported in the government-wide financial statements.

G. Presentation of Financial Statements.

Government-wide Financial Statements The *Statement of Net Assets* and the *Statement of Activities* display information about the Park District as a whole. These statements distinguish between activities that are governmental and those that are considered business-type activities. Internal Service Fund results are eliminated to avoid “doubling up” revenues and expenses; however, interfund services provided and used are not eliminated in the process of consolidation.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide *Statement of Activities* presents a comparison between expenses and program revenues for both programs of the governmental activities. Program revenues include charges paid by the recipients of the goods or services such as children’s camps, Farmpark admission, senior trips, special populations, softball programs, dance programs, cross-country skiing, sales of snacks and gift shop items, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the Park District.

Net assets should be reported as restricted when constraints placed on net asset use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The Park District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. The Agency Fund is not reported in the government-wide financial statements.

Fund Financial Statements The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

Governmental Funds – Fund balance is divided into five classifications based primarily on the extent to which the Park District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

Restricted - Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

Enabling legislation authorizes the Park District to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the Park District can be compelled by an external party-such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (resolution) of the Board of Park Commissioners. Those committed amounts cannot be used for any other purpose unless the Park District removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board of Park Commissioners, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the Park District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Board of Park Commissioners or a Park District official delegated that authority by resolution or by State Statute.

Unassigned - Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The Park District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Proprietary Funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the *Statement of Net Assets*. Fund Equity (i.e. net assets) is segregated into invested in capital assets net of related debt and unrestricted. Proprietary fund type operating statements present increases (i.e. revenues) and decreases (i.e. expenses) in net assets. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's principal ongoing operations. The principal revenue of the Golf Fund is charges to customers for use of the golf course and rental fees. Operating expenses for the Golf Fund include the cost of sales and services, administrative expenses and depreciation on capital assets. The Hospitalization Fund revenues include charges to departments and charges for COBRA. Expenses include claims, stop-loss premiums, and administrative cost.

The modified accrual basis of accounting is followed for the governmental funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current year or soon enough thereafter to be used to pay liabilities of the current year. The available period for the Park District is sixty days after year-end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: earnings on investments, state and local government funds, fees and admissions, and fines and forfeitures. The major revenue source not susceptible to accrual is donations, which is not considered measurable until received.

Revenues – Exchange and Non-exchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the Park District, available means expected to be received within sixty days of year-end. Non-exchange transactions, in which the Park District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Park District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Park District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

The Park District reports deferred revenue on its balance sheet. Deferred revenue arises when potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of December 31, 2011 have been recorded as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are recorded in the account period in which the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the Debt Service Fund for payments to be made early in the following year. The costs of accumulated vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Compensatory time is recorded in the period earned. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the Internal Service Fund (Hospitalization) and the Enterprise Fund (Golf). Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. The Agency Fund uses the accrual basis of accounting to recognize receivables and payables.

- H. Pooled Cash and Cash Equivalents.** Cash balances of certain Park District funds are pooled and invested. Each fund's interest in the pool is presented as "Cash and Cash Equivalents" on the balance sheet. During 2011, investments were limited to STAR Ohio and certificates of deposit. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 2011. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. The Park District had no investments as of December 31, 2011 recorded at amortized cost. Interest earned from investments purchased with pooled cash is allocated to pooled funds as prescribed by Ohio law and Board policy. For the Internal Service Fund (Hospitalization) and Enterprise Fund (Golf), as noted on the *Statement of Cash Flows*, all restricted cash and cash equivalents with an original maturity date within three months are readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates.
- I. Inventory.** The expense method (i.e., purchase method) of inventory is used for all governmental fund types, and the consumption method is used for the Enterprise Fund. Inventory is valued at cost, which approximates market, using the first-in, first-out (FIFO) method. The costs of inventory items are recognized as expenditures in the General Fund when purchased or as expenses in the Enterprise Fund when consumed. Recorded inventories in the General Fund are equally offset in a nonspendable fund balance which indicates that they do not constitute available spendable resources even though they are a component of net current assets.
- J. Prepaid Items.** Prepaid items represent payments made by the Park District for maintenance agreements and insurance that will benefit periods beyond December 31, 2011. Recorded prepaids in governmental fund types are equally offset in a nonspendable fund balance which indicates that they do not constitute available spendable resources even though they are a component of net current assets.
- K. Capital Assets.** Governmental-type capital assets include and, buildings, furniture and fixtures, livestock, machinery and equipment, vehicles, construction in progress, leasehold improvements and infrastructure owned by the Park District and are stated at historical or estimated historical cost. Donated capital assets are stated at estimated market value at the time of donation. The Park District's threshold for capitalization of assets is \$500 and a lifetime of at least two years.

Depreciation for governmental-type capital assets is provided using the straight-line method over the estimated life of the asset. Depreciation lives used for property items within each property classification are as follows:

Buildings	15-50 years	Fencing	10-15 years
Machinery/Equipment	2-20 years	Parking Lots	5-10 years
Vehicles	10-15 years	Trails	15-20 years
Furniture/Fixtures	5-20 years	Earthwork/Wetlands	20-50 years
Boardwalks/Bridges	15-20 years	Utility Lines	15-20 years

Capital assets for the business-type activities (Enterprise Fund) are recorded at historical cost. Depreciation is charged as an expense against operations and capital assets are recorded net of accumulated depreciation on the *Statement of Net Assets*. See Note 6B (page 51) for accumulated depreciation by asset class.

Depreciation in the business-type activities (Enterprise Fund) is provided using the straight-line method over the estimated useful lives of the assets. Depreciable lives used for property items within each property classification are as follows:

Buildings	15-50 years
Machinery/ Equipment	2-20 years
Vehicles	10-15 years
Furniture/Fixtures	5-20 years
Land Improvement	7-40 years

L. Compensated Absences.

Compensated absences are reported in governmental funds only if they have matured. See below for further details.

Vacation Accumulated unpaid vacation pay is accrued when earned and is normally paid in the subsequent calendar year. However, unused vacation can be carried over and accrued up to a maximum of 240 hours. The Park District accrues up to the maximum of vacation hours as long-term for each employee in the Long-term Liabilities in the *Statement of Net Assets*. A liability of \$358,172 is included.

Sick Leave Sick leave accumulates at the rate of .0577 for each hour worked. There is no maximum accumulation; it is to be used as needed. Upon retirement or voluntary termination, a payout of unused sick leave is awarded on a graduated percentage in accordance with length of service, not to exceed 960 hours, as listed.

YEARS OF LAKE METROPARKS EMPLOYMENT	PERCENTAGE OF ACCRUED UNUSED DAYS
1 year	5% or not to exceed 50 hours
2 years	10% or not to exceed 80 hours
3 years	15% or not to exceed 100 hours
4 years	20% or not to exceed 120 hours
5 years through 9 years	25% or not to exceed 240 hours
10 years through 14 years	50% or not to exceed 480 hours
15 years through 19 years	60% or not to exceed 576 hours
20 years through 24 years	70% or not to exceed 672 hours
25 years through 29 years	80% or not to exceed 768 hours
30 years through 34 years	90% or not to exceed 864 hours
35 years or more	100% or not to exceed 960 hours

At December 31, 2011, the Park District recorded a liability for sick leave totaling \$1,151,929 in accordance with GASB Statement No. 16. Assuming all unused sick leave were to be taken as time off from work, an additional \$2,082,003 would be paid by the Park District.

Compensatory Time All non-exempt employees may be granted compensatory time which is earned at a rate of one and one-half times the hours worked over 40 in a work week. Seasonal positions may be allowed to accumulate compensatory time for a given period of time, not to exceed 160 hours. Shown in Long-term debt Obligation as part of Compensated Absences is \$43,094 for employee accrued compensatory time as of December 31, 2011.

Personal Time All part-time employees earn personal time at an accrual rate of .0192 per regular hour worked. The maximum accrual per calendar year would be 40 hours. Said personal time accrued by the Park District is in the amount of \$65,581.

Post Employment Healthcare Benefits The Park District does not provide post employment healthcare benefits except those mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). The requirements established by COBRA are fully funded by employees who elect coverage under the Act, and no direct costs are incurred by the Park District.

M. Encumbrances. Encumbrances represent purchase commitments for goods or services that have not been received or provided. Encumbrance accounting is a form of budgetary control to ensure that appropriations are not exceeded. Encumbrances outstanding at year-end are reported as a reservation of fund balance in the governmental fund types.

N. Budgetary Process. The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources, and the Appropriation Resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriation Resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources as certified. All funds, other than agency funds, are legally required to be estimated and appropriated. The legal level of budgetary control is at the object level within each division of the General Fund and by object level for all other funds. A division is defined as an operating group of departments under the direction of an assistant director or a division head. Any budgetary increase or decrease at this level may only be made by resolution of the Board of Park Commissioners.

Tax Budget A budget of estimated cash receipts and disbursements is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

Estimated Resources The County Budget Commission certifies its actions to the Park District by September 1. As part of this certification, the Park District receives the official Certificate of Estimated Resources which states the projected receipts of each fund. On or about January 1, this certificate is amended to include any unencumbered fund balances from the preceding year. The Park District must then revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount stated in the amended Certificate of Estimated Resources. The revised budget then serves as the basis for the annual appropriation measure.

Appropriations A temporary appropriation measure to control cash disbursements may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by March 31 of each year for the period January 1 to December 31.

The appropriation measure may be amended during the year as new information becomes available

provided that total appropriations do not exceed estimated resources as certified. Any increase in the total appropriation for a division must be approved by the Board of Park Commissioners. In accordance with Ohio law total expenditures from a fund cannot exceed the total appropriation for that fund.

The Board of Park Commissioners made various supplemental appropriations, intradivision transfers and intrafund transfers which resulted in an increase in the General Fund of \$100,000. The Board of Park Commissioners' appropriation adjustments were made in August, September, November and December and are reflected in the budgetary schedules contained in the required supplementary information. Other budgetary schedules are in supplementary information.

At the close of each fiscal year the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding year and need not be reappropriated.

O. Leasehold Improvements. In 1974, the Park District signed a 99-year lease agreement with the Ohio Department of Natural Resources to operate Chapin Forest. In 1990, the Park District entered into two joint lease management agreements with the City of Mentor and the Village of Fairport Harbor to operate, respectively, Veterans Park in Mentor and Fairport Harbor Lakefront Park. The lease agreements are as follows: Veterans Park, 20 years and Fairport Harbor Lakefront Park, 20 years. In 1991, the Park District signed a 25-year lease management agreement with Painesville Township Board of Park Commissioners to operate Painesville Township Park. In 1993, the Park District signed two additional joint-lease agreements with the City of Willowick for the Lakefront Lodge and with the Lake County Commissioners for the Arcola Creek Estuary. The agreements were for 20 and 10 years respectively. In 1997, the Park District signed a lease agreement with the Lake County Soil and Water Conservation to manage land that was formally part of Camp Stigwandish. In 2000, the Park District signed a lease management agreement with the City of Eastlake for additional land at Chagrin River Park. Also in 2000, a leasehold with the City of Mentor-on-the-Lake comprising 7.7 acres adjacent to Veterans Park was approved for a period of 11 years. In 2001, a lease of 40.3 acres (Gully Brook) for a period of 20 years was agreed to with the Willoughby/Eastlake Board of Education. In 2004, the Arcola Creek Estuary agreement was renewed for another 10 years. Also in 2004, the lease agreement with the Mentor Exempted School District for lands adjacent to the Veterans Park facility, originally entered into in 1994, was renewed for 10 years. The leasehold improvements recorded as capital assets in Note 6 (page 51) represent capital assets purchased by the Park District to improve the facilities.

P. Interfund Transfers

Transfers Out:	
General Fund	\$4,140,585
Capital Improvement Fund	<u>37,956</u>
	<u>\$4,178,541</u>
Transfers In:	
Improvement Fund	\$4,040,585
Golf Fund (Business-type Activity)	100,000
Bond Retirement Fund	<u>37,956</u>
	<u>\$4,178,541</u>

Transfers from the General Fund to the Improvement Fund were for the purchase of rolling stock, land, and equipment. Transfers from the General Fund to the Golf Fund were for operations and capital improvements in the Golf Fund including cart path improvements and equipment. Transfers into the Bond Retirement Fund were from excess funds in the Capital Improvement Fund.

Note 2. Property Tax

Property taxes include amounts levied against all real and public utility located in the county. Taxes collected from real property (other than public utility property) in one calendar year are levied after October 1 in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revalued every six years with a triennial update. Real property taxes received by the Park District in 2011 were based upon property values which were last reevaluated in 2009, a triennial update. Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 20. If paid semi-annually, the first payment is due January 20 with the remainder payable by June 20. In certain circumstances, state statute permits earlier or later payment dates to be established.

In June of 2011, the State of Ohio passed its biannual budget, House Bill 153, for the period July 1, 2011 through June 30, 2013 which reduced and eventually eliminated both tangible tax reimbursement which was to continue through the year 2018 and deregulation reimbursement which was to continue until the year 2016. The results in 2011 were a reduction of \$679,338 with a further reduction in intergovernmental revenues of \$1,198,501 expected in 2012 and a further reduction of \$122,089 expected in 2013 thereby eliminating all deregulation and personal property reimbursement payments made by the State of Ohio. In 2012, Lake Metroparks reduced its General Fund by 20 percent.

The Park District property tax is generated from three sources. The first is an unvoted .1 mil levy levied by the Board of Park Commissioners. The second is a voted .3 mil ten-year renewal levy passed in November 1984, replaced in November 1994, and renewed in November 2004. The third is a voted 1.9 mil ten-year levy passed in November 1986, renewed in November 1995, and replaced in 2005. It should be noted that the 2004 and 2005 voted levies are subject to the Ohio Revised Code Reduction Factors and in 2011 were levied at effective rates of approximately .23 mil and 1.7 mil respectively. The 2005 replacement levy resulted in an increase in property taxes of approximately \$5,000,000.

The following are assessed values of real and tangible personal property upon which 2011 property tax receipts were based.

General Real Estate Real/Agriculture	\$4,590,729,770
General Real Estate-Other	1,441,792,340
Public Utility Tangible	380,705,610
Total Valuation	\$6,413,227,720

Property taxes estimated as of December 31, 2011 to be levied in 2012 are accrued as a receivable and offset as deferred revenue.

Note 3. Deposits and Investments

State statutes classify monies held by the Park District into three categories.

Active deposits are public deposits necessary to meet current demands on the Park District treasury. Active monies must be maintained either as cash in the Park District treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Park District has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

Interim monies held by the Park District can be deposited or invested in the following securities:

1. U.S. Treasury Bills and Notes and all other investments backed by the full faith and credit of the U.S. Government, or an agency of the U.S. Government;
2. Certificates of Deposit, fully collateralized, issued by F.D.I.C. Depository banks and savings institutions in Lake County;
3. As authorized by Ohio Revised Code Section 135.45, the Treasurer may invest in the State Treasury Asset Reserve Ohio program (STAR Ohio); and,
4. Repurchase agreements, fully collateralized, purchased through F.D.I.C. local banks or State of Ohio registered brokers operating through a third party trustee.

Specifically excluded securities and obligations are commercial papers, banker's acceptance notes, reverse repurchase agreements, and derivatives.

Cash on Hand At year-end, the Park District had \$11,240 in undeposited cash on hand, which is included on the balance sheet of the Park District as part of cash and cash equivalents.

Deposits At December 31, 2011, the Park District had the following:

	<u>Fair Value</u>	<u>Average Maturity</u>
Certificates of Deposit	\$250,000	\$100,000 - 1/13/12 \$150,000 - 1/31/12

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the Park District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year end, none of the Park District's bank balance of \$942,643 was uninsured and uncollateralized. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the Park District to a successful claim by the F.D.I.C.

The Park District has no deposit policy for custodial risk beyond the requirement of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the Park District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Investments Investments are reported at fair value. As of December 31, 2011, the Park District had the following investment:

	<u>Fair Value</u>	<u>Average Maturity</u>
STAR Ohio	\$7,500,000	61 Days

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the Park District's investment policy requires that operating funds be invested primarily in investments so that the

securities mature to meet cash requirements for ongoing operations and long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. To date, no investments have been purchased with a life greater than four years.

Custodial Credit Risk In so much as the Park District's investments are with Certificates of Deposit and STAR Ohio, there is no custodial credit risk.

Credit Risk STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service.

Note 4. Defined Benefit Pension Plan – Ohio Public Employees Retirement System

Plan Description Lake Metroparks contributes to the Ohio Public Employees Retirement System (OPERS) which administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. The Ohio Public Employees Retirement System issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, Ohio 43215- 4642 or calling (614) 222-5601 or 800-222-7377.

Funding Policy The Ohio Revised Code provides statutory authority for member and employer contributions. For 2011, member and employer contribution rates were consistent across all three plans. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan. The 2011 member contribution rates were 10.00 percent of covered payroll for members in state and local classifications. Public safety and law enforcement members contributed 11.00 percent and 11.60 percent respectively. The 2011 employer contribution rate for state and local employers was 14.00 percent of covered payroll. The law enforcement and public safety division employer contribution rate was 18.10 percent of covered payroll.

The contributions for pension obligations to OPERS for regular employees for the years ending December 31, 2011, 2010, and 2009 were \$723,044, \$654,218, and \$588,079 respectively, which represented 100 percent of contributions due. The contributions to OPERS for law enforcement employees for the years ending December 31, 2011, 2010, and 2009 were \$108,000, \$96,369, and \$87,175 respectively, which represented 100 percent of contributions due.

Note 5. Post-employment Benefits – Ohio Public Employees Retirement System

Plan Description OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan – a defined contribution plan, and the Combined Plan – a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing multiple employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available.

The health care coverage provided by OPERS meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement 45. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr/shtml>, writing to OPERS, 277 East Town Street, Columbus OH 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy The Ohio Revised Code provides the statutory authority requiring public employers to fund post-retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care benefits.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2011, state and local employers contributed at a rate of 14.00 percent of covered payroll, and public safety and law enforcement employers contributed at 18.10 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active members do not make contributions to the OPEB plan.

OPERS' post-employment health care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding post-employment health care benefits.

The portion of employer contributions allocated to health care for members in the Traditional Plan was 4.0 percent during calendar year 2011. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05 percent during calendar year 2011. The portion of employer contributions allocated to health care for the calendar year beginning January 1, 2012 remained the same, but they are subject to change based on Board action. Employers will be notified if the portion allocated to health care changes during calendar year 2012. The OPERS Board of Trustees is also authorized to establish rules for the retiree, or their surviving beneficiaries, to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The Park District's contributions allocated to fund post-employment health care benefits for regular employees for the years ended December 31, 2011, 2010, and 2009 were \$289,200, \$371,502, and \$417,676 respectively; 100% has been contributed for 2011, 2010, and 2009. The Park District's contributions allocated to fund post-employment health care benefits for law enforcement employees for the years ended December 31, 2011, 2010, and 2009 were \$30,639, \$41,164, and \$43,024 respectively; 100 percent has been contributed for 2011, 2010, and 2009.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004 was effective January 1, 2007. Member and employer contribution rates for state and local employers increased January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning January 1, 2006, with a final rate increase January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

Note 6. Capital Assets

A. Capital Assets – Governmental Activities. Changes in capital assets during the year ended December 31, 2011 follow.

Class	Balance December 31, 2010	Additions	Deletions	Balance December 31, 2011	Less Accumulated Depreciation	Net Book Value
Non-depreciated assets:						
Land	\$23,655,007	\$440,389	\$--	\$24,095,396	\$--	\$24,095,396
Livestock	55,369	2,900	--	58,269		58,269
Construction in Progress	155,617	356,021	155,617	356,021	--	356,021
Total non-depreciated Assets	23,865,993	799,310	155,617	24,509,686	--	24,509,686
Depreciated assets:						
Buildings	12,336,847	769,882	--	13,106,729	4,687,372	8,419,357
Machinery/Equipment	3,481,887	573,264	32,561	4,022,590	2,806,757	1,215,833
Vehicles	2,677,279	328,729	162,285	2,843,723	1,570,436	1,273,287
Furniture/Fixtures	1,131,494	65,274	--	1,196,768	782,408	414,360
Leasehold Improvements	1,535,139	107,963	--	1,643,102	652,191	990,911
Infrastructure	7,252,161	376,504	5,478	7,623,187	3,359,890	4,263,297
Total depreciated Assets	28,414,807	2,221,616	200,324	30,436,099	13,859,054	16,577,045
Total Capital Assets	\$52,280,800	\$3,020,926	\$355,941	\$54,945,785	\$13,859,054	\$41,086,731

B. Capital Assets – Business-type Activities. Changes in Golf Fund capital assets during the year ended December 31, 2011 follow.

Class	Balance December 31, 2010	Additions	Deletions	Balance December 31, 2011	Less Accumulated Depreciation	Net Book Value
Non-depreciated assets:						
Land	\$2,707,181	\$--	\$--	\$2,707,181	\$--	\$2,707,181
Construction in Progress	--	--	--	--	--	--
	2,707,181	--	--	2,707,181	--	2,707,181
Depreciated assets:						
Buildings	4,309,063	48,512	--	4,357,575	1,532,547	2,825,028
Machinery/Equipment	1,393,991	16,685	9,770	1,400,906	1,032,364	368,542
Vehicles	392,123	40,865	30,274	402,714	217,376	185,338
Furniture/Fixtures	196,659	--	--	196,659	167,831	28,828
Land Improvement	4,133,366	44,362	--	4,177,728	1,931,778	2,245,950
Total depreciated Assets	10,425,202	150,424	40,044	10,535,582	4,881,896	5,653,686
Total Capital Assets	\$13,132,383	\$150,424	\$40,044	\$13,242,763	\$4,881,896	\$8,360,867

C. Changes in Accumulated Depreciation – Governmental Activities for the year ended December 31, 2011. Governmental activities depreciation is charged to Parks and Recreation.

Class	Accumulated Depreciation December 31, 2010	Additions	Deletions	Accumulated Depreciation December 31, 2011
Buildings	\$4,339,934	\$347,438	\$--	\$4,687,372
Machinery/Equipment	2,649,915	187,473	30,631	2,806,757
Vehicles	1,391,920	283,684	105,168	1,570,436
Furniture/Fixtures	744,212	38,196	--	782,408
Lease-hold Improvements	602,465	49,726	--	652,191
Infrastructure	3,109,626	255,742	5,478	3,359,890
Total Accumulated Depreciation	\$12,838,072	\$1,162,259	\$141,277	\$13,859,054

D. Changes in Accumulated Depreciation – Business-type Activities for the year ended December 31, 2011. Business-type activities depreciation is charged to Golf.

Class	Accumulated Depreciation December 31, 2010	Additions	Deletions	Accumulated Depreciation December 31, 2011
Buildings	\$1,380,176	\$152,371	\$--	\$1,532,547
Machinery/Equipment	953,401	88,733	9,770	1,032,364
Vehicles	227,515	20,135	30,274	217,376
Furniture/Fixtures	159,788	8,043	--	167,831
Land Improvements	1,770,713	161,065	--	1,931,778
Total Accumulated Depreciation	\$4,491,593	\$430,347	\$40,044	\$4,881,896

Note 7. Long-Term Debt Obligations

A. 2002 Revenue Bond. On July 16, 2002, Lake Metroparks issued a ten-year \$2,000,000 private placement serial revenue bond. The Park pledged general earned revenues. The \$2,000,000 was deposited in the Capital Improvement Fund for various land purchases and capital improvements. The debt is to be repaid from the Debt Service Fund. Listed below is the debt schedule.

Year	Interest	Principal	Interest Rate
2012	\$4,740	\$200,000	4.74%
Total	\$4,740	\$200,000	

B. 2006 Tax Anticipation Bond. On July 1, 2006, Lake Metroparks issued an eight-year \$5,000,000 private placement serial tax anticipation bond. The \$5,000,000 was deposited in the Capital Improvement Fund for various land purchases and capital improvements. The debt is to be repaid from the Debt Service Fund. Listed below is the debt schedule.

Year	Interest	Principal	Interest Rate
2012	\$64,063	\$625,000	4.10%
2013	38,438	625,000	4.10%
2014	12,813	625,000	4.10%
Total	\$115,314	\$1,875,000	

C. Changes in Long-term Liabilities. During the year ended December 31, 2011, the following changes occurred in liabilities reported in long-term liabilities governmental activities and business-type activities.

Governmental Activities

Long-Term Debt Obligations	December 31, 2010	Additions	Reductions	December 31, 2011	Due Within One Year
Compensated Absences	\$1,610,602	\$535,953	\$527,779	\$1,618,776	\$537,613
Revenue Bond 2002	400,000	--	200,000	200,000	200,000
Tax Anticipation Bond 2006	2,500,000	--	625,000	1,875,000	625,000
Total	\$4,510,602	\$535,953	\$1,352,779	\$3,693,776	\$1,362,613

Business-type Activities

Long-Term Debt Obligations	December 31, 2010	Additions	Reductions	December 31, 2011	Due Within One Year
Compensated Absences	\$147,089	\$48,894	\$44,529	\$151,454	\$47,231
Total	\$147,089	\$48,894	\$44,529	\$151,454	\$47,231

The General Fund is the governmental fund type that has been used to liquidate compensated absences.

Note 8. Construction and Other Significant Commitments

At December 31, 2011, Lake Metroparks' significant contractual commitments consisted of:

Project	Contract Amount	Amount Paid	Remaining on Contract
Pleasant Valley Flood Plain Restoration	\$392,728	\$223,032	\$169,696
Farmpark Science Center Roof	17,866	16,180	1,686
Farmpark Wind Turbine	75,000	37,500	37,500
Girdled Road Master Plan	28,400	16,150	12,250
Concord Woods Waterline, Fire Hydrant	24,389	21,589	2,800
Total	\$538,383	\$314,451	\$223,932

Note 9. Goodwill

On May 1, 1993, the Park District purchased the Pine Ridge Country Club for \$2,700,000. At that time the fair market value of the net assets was \$2,489,750. Therefore, \$210,250 was recorded as Goodwill. Goodwill is being amortized on a straight-line basis over 30 years. Goodwill charged in 2011 was \$7,008. As of December 31, 2011, the Goodwill balance was \$79,432. The amortization schedule is shown below:

Year	Amount Amortized	Balance of Goodwill
2012	\$7,008	\$72,424
2013	7,008	65,416
2014	7,008	58,408
2015	7,008	51,400
2016-2023	51,400	--

Note 10. Risk Management

Lake Metroparks is exposed to various risks of loss related to torts, theft of damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. During 2011, the Park District contracted with several companies for various types of insurance as follows:

Carrier	Coverage	Deductible
Selective Insurance Companies	Inland Marine	Various
Selective Insurance Companies	Liquor Liability	\$25,000
Scottsdale Indemnity Company	Ranger Liability	\$25,000
Scottsdale Indemnity Company	Public Officials Liability	\$25,000
Chartis	Volunteer Insurance	None
Selective Insurance Companies	General Liability Pkg. Policy	\$25,000
Selective Insurance Companies	General Liability Umbrella	N/A
Selective Insurance Companies	Automobile	\$25,000

Settled claims have not exceeded this coverage in any of the past three years. The Park District pays the State Workers' Compensation system a premium based on a rate per \$100 of salary. This rate is calculated based on accident history and administrative costs. The Park District manages the hospital/medical, dental, and vision for its employees on a self-insured basis through the hospitalization self-insurance Internal Service Fund. Payments to the fund are made from the fund from which each employee is paid. Rates for 2011 were \$760 for family coverage and \$251 for single coverage. These rates were determined to maintain the balance in the Internal Service Fund to required levels. Medical Mutual of Ohio, the third party administrator, processes and pays the claims. An excess coverage insurance (stop-loss) policy purchased from Medical Mutual of Ohio covers claims in excess of \$80,000 per individual and total aggregate excess of 125 percent of expected claims.

The claims liability of \$105,247 in the fund at December 31, 2011 was enumerated by the third party administrator and is based on the requirements of the Governmental Accounting Standards Board Statement No. 10, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and did not include other allocated or unallocated claim adjustment expenses. Changes in the fund's claims liability amount in 2010 and 2011 were:

	Balance at Beginning of Year	Current Year Claims	Claims Payments	Balance at End of Year
2010	\$112,424	\$831,944	\$823,108	\$121,260
2011	\$121,260	\$840,513	\$856,526	\$105,247

The claims payable balance of \$105,247 will be paid within one year.

Note 11. Litigation

The Park District presently has three ongoing litigation matters which management believes will not have a material impact on the financial statements.

Lake Metroparks
 Required Supplementary Information
 Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
 Budget and Actual (Non-GAAP) Budgetary Basis
 General Fund
 For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Property Tax	\$10,891,479	\$10,891,479	\$11,077,096	\$185,617
Intergovernmental	3,671,900	3,671,900	3,166,316	(505,584)
Fees and Admissions	1,236,200	1,236,200	1,199,139	(37,061)
Merchandise Sales	374,504	374,504	355,971	(18,533)
Interest	6,200	6,200	3,635	(2,565)
Fines and Forfeitures	2,800	2,800	1,620	(1,180)
Contribution	82,800	82,800	106,469	23,669
Miscellaneous	125,100	125,100	126,301	1,201
<i>Total Revenues</i>	<u>16,390,983</u>	<u>16,390,983</u>	<u>16,036,547</u>	<u>(354,436)</u>
Expenditures				
Salaries	7,800,476	7,800,476	7,349,047	451,429
OPERS	1,126,725	1,126,725	1,047,591	79,134
Medicare	113,318	113,318	101,292	12,026
Workers' Compensation	135,973	135,973	135,851	122
Unemployment Compensation	1,000	2,450	1,908	542
Medical Insurance	913,780	913,980	869,858	44,122
Professional Memberships	20,678	23,278	19,174	4,104
Training and Education	28,034	28,934	11,153	17,781
Travel	96,054	94,454	61,702	32,752
Mileage	5,924	6,574	5,304	1,270
Supplies	1,215,193	1,207,393	1,061,501	145,892
Contract Services	1,740,821	1,771,871	1,592,342	179,529
Contract Repairs	192,163	204,563	141,229	63,334
Advertising	117,410	112,610	96,196	16,414
Rentals	31,363	32,313	24,702	7,611
Insurance	135,540	136,040	129,570	6,470
Materials	127,415	127,415	63,967	63,448
Capital Equipment	124,793	124,793	101,111	23,682
Land Acquisition	110,000	83,500	62,725	20,775
<i>Total Expenditures</i>	<u>14,036,660</u>	<u>14,046,660</u>	<u>12,876,223</u>	<u>1,170,437</u>

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Lake Metroparks
 Required Supplementary Information
 Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
 Budget and Actual (Non-GAAP) Budgetary Basis
 General Fund
 For the Year Ended December 31, 2011 (continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<i>Excess (Deficiency) of Revenues Over Expenditures</i>	2,354,323	2,344,323	3,160,324	816,001
Other Financing Sources (Uses)				
Transfers Out	(4,040,585)	(4,140,585)	(4,140,585)	--
<i>Total Other Financing Sources (Uses)</i>	<u>(4,040,585)</u>	<u>(4,140,585)</u>	<u>(4,140,585)</u>	<u>--</u>
<i>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other (Uses)</i>	(1,686,262)	(1,796,262)	(980,261)	816,001
<i>Fund Balance Budget Basis - Beginning of the Year</i>	4,909,209	4,909,209	4,909,209	--
Prior Year Encumbrances	<u>191,627</u>	<u>191,627</u>	<u>191,627</u>	<u>--</u>
<i>Fund Balance Budget Basis - End of the Year</i>	<u>\$3,414,574</u>	<u>\$3,304,574</u>	<u>\$4,120,575</u>	<u>\$816,001</u>

**Note to Required Supplementary Information
for the Year Ended December 31, 2011
Lake Metroparks, Ohio**

Note 1.

The *Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance - Budget and Actual (Non-GAAP) Budgetary Basis - General Fund* is presented on the budgetary basis to provide a meaningful comparison of actual results compared to the budget and to demonstrate compliance with State statutes. The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts and disbursements. The major differences between the budget basis and the GAAP basis follow.

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- (2) Expenditures are recorded when paid in cash or encumbered (budget) as opposed to when the liability is incurred (GAAP).
- (3) Encumbrances are recorded as expenditures (budget) as opposed to a reservation of fund balance (GAAP).

Listed below is a reconciliation of the results of operations for the year ended December 31, 2011 from the modified accrual basis to the budgetary basis.

	General Fund
Net Change in Funds as reported - modified accrual basis	(\$783,431)
Decrease (increase) in accounts receivable, interest receivable, due from other governments, and prepaid items and petty cash	646,233
Increase (decrease) in accounts payable, due to other governments, accrued liabilities, accrued wages, and deferred revenue net of taxes receivable	(703,088)
2011 encumbrances recognized as expenditures on a budgetary basis	(324,825)
Prior year encumbrances paid in 2011 not recognized budgetary basis	184,850
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other (Uses) as reported - budgetary basis	<u>(\$980,261)</u>

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Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non GAAP) Budgetary Basis by Division
General Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Property Tax	\$10,891,479	\$10,891,479	\$11,077,096	\$185,617
Intergovernmental	3,671,900	3,671,900	3,166,316	(505,584)
Fees and Admissions	1,236,200	1,236,200	1,199,139	(37,061)
Merchandise Sales	374,504	374,504	355,971	(18,533)
Interest	6,200	6,200	3,635	(2,565)
Fines and Forfeitures	2,800	2,800	1,620	(1,180)
Contribution	82,800	82,800	106,469	23,669
Miscellaneous	125,100	125,100	126,301	1,201
<i>Total Revenues</i>	<u>16,390,983</u>	<u>16,390,983</u>	<u>16,036,547</u>	<u>(354,436)</u>
Expenditures				
Executive Division				
Salaries	449,352	449,352	351,557	97,795
OPERS	63,100	63,100	47,217	15,883
Medicare	6,530	6,530	5,108	1,422
Workers' Compensation	6,540	6,540	6,534	6
Medical Insurance	27,360	27,360	25,080	2,280
Professional Memberships	6,882	6,882	5,877	1,005
Travel	12,675	12,475	7,987	4,488
Mileage	450	800	759	41
Supplies	5,050	5,050	3,997	1,053
Contract Services	55,115	54,965	42,693	12,272
Advertising	1,000	1,000	1,000	--
Capital	4,000	4,000	3,528	472
<i>Total Executive Division</i>	<u>638,054</u>	<u>638,054</u>	<u>501,337</u>	<u>136,717</u>

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Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non GAAP) Budgetary Basis by Division
General Fund
For the Year Ended December 31, 2011 (continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Support Services Division				
Salaries	316,269	316,269	301,023	15,246
OPERS	44,400	44,400	42,245	2,155
Medicare	4,600	4,600	4,365	235
Workers' Compensation	5,610	5,610	5,605	5
Medical Insurance	30,372	30,372	30,339	33
Professional Memberships	540	540	416	124
Training and Education	8,870	8,870	2,330	6,540
Travel	7,485	7,485	6,298	1,187
Mileage	534	534	164	370
Supplies	39,940	39,940	39,482	458
Contract Services	67,910	67,910	46,045	21,865
Advertising	14,240	13,940	7,366	6,574
Rentals	--	300	282	18
Materials	50	50	--	50
Capital Equipment	1,000	1,000	737	263
Total Support Services Division	541,820	541,820	486,697	55,123
Finance Division				
Salaries	617,876	617,876	589,510	28,366
OPERS	86,700	86,700	77,757	8,943
Medicare	8,980	8,980	8,548	432
Workers' Compensation	10,320	10,320	10,311	9
Medical Insurance	110,444	110,444	105,587	4,857
Professional Memberships	1,890	3,890	2,273	1,617
Training and Education	2,799	2,799	2,340	459
Travel	23,338	23,338	13,811	9,527
Mileage	2,150	2,150	2,099	51
Supplies	54,375	54,375	27,773	26,602
Contract Services	426,950	451,450	441,142	10,308
Contract Repairs	23,000	23,000	22,987	13
Advertising	8,150	8,150	5,472	2,678
Rentals	1,416	1,416	1,416	--
Insurance	135,540	135,540	129,070	6,470
Capital Equipment	2,250	2,250	1,554	696
Land Acquisition	110,000	83,500	62,724	20,776
Total Finance Division	1,626,178	1,626,178	1,504,374	121,804

Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non GAAP) Budgetary Basis by Division
General Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Marketing Division				
Salaries	332,055	332,055	315,013	17,042
OPERS	46,700	46,700	42,340	4,360
Medicare	4,850	4,850	4,568	282
Workers' Compensation	5,700	5,700	5,695	5
Medical Insurance	48,612	48,612	46,332	2,280
Professional Memberships	3,250	3,650	3,496	154
Training and Education	1,325	1,325	135	1,190
Travel	4,800	4,800	1,615	3,185
Mileage	750	750	454	296
Supplies	2,675	2,675	2,136	539
Contract Services	148,320	147,120	121,487	25,633
Contract Repairs	350	350	247	103
Advertising	26,020	26,020	24,610	1,410
Rental	--	800	318	482
Capital Equipment	100	100	--	100
Total Marketing Division	625,507	625,507	568,446	57,061
Environmental Learning Division				
Salaries	955,879	955,879	920,677	35,202
OPERS	134,200	134,200	130,011	4,189
Medicare	13,890	13,890	12,298	1,592
Workers' Compensation	17,370	17,370	17,354	16
Medical Insurance	51,540	51,540	44,700	6,840
Professional Memberships	1,625	1,625	1,544	81
Training and Education	650	1,550	1,224	326
Travel	10,332	10,332	9,700	632
Mileage	300	300	136	164
Supplies	134,385	129,485	111,759	17,726
Contract Services	208,060	208,060	179,265	28,795
Contract Repairs	14,200	32,550	24,712	7,838
Advertising	16,600	12,100	11,902	198
Rentals	700	850	803	47
Materials	7,400	7,400	5,796	1,604
Capital Equipment	7,400	7,400	4,717	2,683
Total Environmental Learning Division	1,574,531	1,584,531	1,476,598	107,933

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Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non GAAP) Budgetary Basis by Division
General Fund
For the Year Ended December 31, 2011 (continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Park Operations				
Salaries	2,898,065	2,898,065	2,729,871	168,194
OPERS	438,725	438,725	410,119	28,606
Medicare	42,048	42,048	37,136	4,912
Workers' Compensation	50,638	50,638	50,594	44
Unemployment Compensation	--	1,400	1,321	79
Medical Insurance	389,616	389,616	368,583	21,033
Professional Memberships	5,625	5,625	4,744	881
Training and Education	13,150	13,150	4,579	8,571
Travel	25,550	24,150	14,953	9,197
Mileage	400	400	241	159
Supplies	452,314	452,314	408,957	43,357
Contract Services	419,657	419,657	383,643	36,014
Contract Repairs	95,950	95,950	54,327	41,623
Advertising	1,200	1,200	155	1,045
Rentals	12,000	12,000	9,294	2,706
Materials	88,250	88,250	51,251	36,999
Capital Equipment	29,250	29,250	13,304	15,946
Total Park Operations	4,962,438	4,962,438	4,543,072	419,366
Recreation Division				
Salaries	688,765	688,765	661,170	27,595
OPERS	96,700	96,700	94,427	2,273
Medicare	10,020	10,020	7,806	2,214
Workers' Compensation	12,195	12,195	12,184	11
Unemployment Compensation	--	50	9	41
Medical Insurance	67,454	67,654	67,612	42
Professional Memberships	211	211	91	120
Travel	6,414	6,414	3,666	2,748
Mileage	1,300	1,600	1,432	168
Supplies	175,379	172,479	140,318	32,161
Contract Services	137,323	145,223	134,649	10,574
Contract Repairs	26,788	20,838	13,025	7,813
Advertising	400	400	400	--
Rentals	5,481	5,881	4,989	892
Capital Equipment	44,843	44,843	42,359	2,484
Total Recreation Division	1,273,273	1,273,273	1,184,137	89,136

Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non GAAP) Budgetary Basis by Division
General Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Farmpark Division				
Salaries	1,542,215	1,542,215	1,480,225	61,990
OPERS	216,200	216,200	203,475	12,725
Medicare	22,400	22,400	21,463	937
Workers' Compensation	27,600	27,600	27,575	25
Unemployment Compensation	1,000	1,000	578	422
Medical Insurance	188,382	188,382	181,625	6,757
Professional Memberships	655	855	732	123
Training and Education	1,240	1,240	546	694
Travel	5,460	5,460	3,672	1,788
Mileage	40	40	18	22
Supplies	351,075	351,075	327,080	23,995
Contract Services	277,486	277,486	243,418	34,068
Contract Repairs	31,875	31,875	25,931	5,944
Advertising	49,800	49,800	45,292	4,508
Rentals	11,766	11,066	7,600	3,466
Insurance	--	500	500	--
Materials	31,715	31,715	6,920	24,795
Capital Equipment	35,950	35,950	34,912	1,038
Total Farmpark Division	2,794,859	2,794,859	2,611,562	183,297
Total General Fund Expenditures	14,036,660	14,046,660	12,876,223	1,170,437
Excess (Deficiency) of Revenues Over Expenditures	2,354,323	2,344,323	3,160,324	816,001
Other Financing Sources (Uses)				
Transfer Out	(4,040,585)	(4,140,585)	(4,140,585)	--
Total Other Financing Sources (Uses)	(4,040,585)	(4,140,585)	(4,140,585)	--
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other (Uses)	(1,686,262)	(1,796,262)	(980,261)	816,001
Fund Balance Budget Basis - Beginning of the Year	4,909,209	4,909,209	4,909,209	--
Prior Year Encumbrances	191,627	191,627	191,627	--
Fund Balance Budget Basis - End of the Year	\$3,414,574	\$3,304,574	\$4,120,575	\$816,001

Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non-GAAP) Budgetary Basis
Capital Improvement Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Interest	\$--	\$--	\$275	\$275
Miscellaneous	--	--	--	--
<i>Total Revenues</i>	<u>--</u>	<u>--</u>	<u>275</u>	<u>275</u>
Expenditures				
Contracts, Construction	--	--	--	--
<i>Total Expenditures</i>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<i>Excess (Deficiency) of Revenues Over Expenditures</i>	--	--	275	275
Other Financing Sources (Uses)				
Transfers Out	(37,957)	(37,957)	(37,956)	1
<i>Total Other Financing Sources (Uses)</i>	<u>(37,957)</u>	<u>(37,957)</u>	<u>(37,956)</u>	<u>1</u>
<i>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other (Uses)</i>	(37,957)	(37,957)	(37,681)	276
<i>Fund Balance Budget Basis - Beginning of the Year</i>	37,957	37,957	37,957	--
Prior Year Encumbrances	<u>25,227</u>	<u>25,227</u>	<u>25,227</u>	<u>--</u>
<i>Fund Balance Budget Basis - End of the Year</i>	<u><u>\$25,227</u></u>	<u><u>\$25,227</u></u>	<u><u>\$25,503</u></u>	<u><u>\$276</u></u>

Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non-GAAP) Budgetary Basis
Improvement Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Intergovernmental	1,823,000	\$1,823,000	\$82,754	(\$1,740,246)
Interest	--	--	883	883
Contributions	117,000	117,000	56,989	(60,011)
Miscellaneous	--	--	4,500	4,500
<i>Total Revenues</i>	<u>1,940,000</u>	<u>1,940,000</u>	<u>145,126</u>	<u>(1,794,874)</u>
Expenditures				
Construction	4,552,700	4,552,700	2,127,017	2,425,683
Capital Equipment	734,800	734,800	680,350	54,450
Land Acquisition	1,590,000	1,590,000	571,866	1,018,134
<i>Total Expenditures</i>	<u>6,877,500</u>	<u>6,877,500</u>	<u>3,379,233</u>	<u>3,498,267</u>
<i>Excess (Deficiency) of Revenues Over Expenditures</i>	(4,937,500)	(4,937,500)	(3,234,107)	1,703,393
Other Financing Sources (Uses)				
Transfers In	4,078,542	4,078,542	4,040,585	(37,957)
<i>Total Other Financing Sources (Uses)</i>	<u>4,078,542</u>	<u>4,078,542</u>	<u>4,040,585</u>	<u>(37,957)</u>
<i>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other (Uses)</i>	(858,958)	(858,958)	806,478	1,665,436
<i>Fund Balance Budget Basis - Beginning of the Year</i>	858,958	858,958	858,958	--
Prior Year Encumbrances	<u>113,076</u>	<u>113,076</u>	<u>113,076</u>	--
<i>Fund Balance Budget Basis - End of the Year</i>	<u>\$113,076</u>	<u>\$113,076</u>	<u>\$1,778,512</u>	<u>\$1,665,436</u>

Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non-GAAP) Budgetary Basis
Debt Service Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Property Tax	\$928,910	\$928,910	\$928,910	\$--
<i>Total Revenues</i>	<u>928,910</u>	<u>928,910</u>	<u>928,910</u>	<u>--</u>
Expenditures				
Principal	825,000	825,000	825,000	--
Interest	103,910	103,910	103,881	29
<i>Total Expenditures</i>	<u>928,910</u>	<u>928,910</u>	<u>928,881</u>	<u>29</u>
<i>Excess (Deficiency) of Revenues Over Expenditures</i>	--	--	29	29
Other Financing Sources (Uses)				
Transfers In	--	--	37,956	37,956
<i>Total Other Financing Sources (Uses)</i>	<u>--</u>	<u>--</u>	<u>37,956</u>	<u>37,956</u>
<i>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other (Uses)</i>	--	--	37,985	37,985
<i>Fund Balance Budget Basis - Beginning of the Year</i>	<u>173</u>	<u>173</u>	<u>173</u>	<u>--</u>
<i>Fund Balance Budget Basis - End of the Year</i>	<u>\$173</u>	<u>\$173</u>	<u>\$38,158</u>	<u>\$37,985</u>

Lake Metroparks
Detailed Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance
Budget and Actual (Non-GAAP) Budgetary Basis
Drug Enforcement Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Fines and Forfeitures	\$990	\$990	\$970	(\$20)
Interest	10	10	3	(7)
<i>Total Revenues</i>	<u>1,000</u>	<u>1,000</u>	<u>973</u>	<u>(27)</u>
Expenditures				
Contract Services	--	1,000	995	5
Capital Equipment	6,500	5,500	1,139	4,361
<i>Total Expenditures</i>	<u>6,500</u>	<u>6,500</u>	<u>2,134</u>	<u>4,366</u>
<i>Excess (Deficiency) of Revenues Over Expenditures</i>	(5,500)	(5,500)	(1,161)	4,339
<i>Fund Balance Budget Basis - Beginning of the Year</i>	<u>6,135</u>	<u>6,135</u>	<u>6,135</u>	<u>--</u>
<i>Fund Balance Budget Basis - End of the Year</i>	<u>\$635</u>	<u>\$635</u>	<u>\$4,974</u>	<u>\$4,339</u>

Lake Metroparks
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Non-GAAP) Budgetary Basis
Enterprise Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Intergovernmental	\$25,000	\$25,000	\$--	(\$25,000)
Fees and Admissions	1,282,539.00	1,282,539.00	1,078,855.00	(203,684.00)
Merchandise Sales	312,365	312,365	252,683	(59,682)
Interest	1,000	1,000	135	(865)
Contributions	5,800	5,800	3,200	(2,600)
Miscellaneous Revenue	4,100	4,100	926	(3,174)
<i>Total Revenues</i>	<u>1,630,804</u>	<u>1,630,804</u>	<u>1,335,799</u>	<u>(295,005)</u>
Expenses				
Salaries	762,258	762,258	731,325	30,933
OPERS	107,000	107,000	103,298	3,702
Medicare	11,070	11,070	10,038	1,032
Workers' Compensation	14,025	14,025	14,012	13
Unemployment	500	2,500	2,381	119
Medical Insurance	69,420	69,420	66,145	3,275
Professional Memberships	3,250	3,250	3,006	244
Training and Education	300	300	70	230
Travel	3,640	3,640	1,109	2,531
Mileage	170	170	--	170
Supplies	381,855	379,855	321,749	58,106
Contracts, Construction	138,200	138,200	98,977	39,223
Contract Services	164,610	164,610	109,813	54,797
Contract Repairs	41,050	41,050	24,944	16,106
Advertising	3,700	3,700	2,084	1,616
Rentals	136,300	136,300	133,976	2,324
Insurance	21,650	21,650	19,974	1,676
Materials	3,175	3,175	271	2,904
Capital Equipment	58,250	58,250	42,924	15,326
Land Acquisition	1,300	1,300	1,216	84
<i>Total Expenses</i>	<u>1,921,723</u>	<u>1,921,723</u>	<u>1,687,312</u>	<u>234,411</u>
<i>Excess (Deficiency) of Revenues Over Expenses</i>	(290,919)	(290,919)	(351,513)	(60,594)
Other Financing Sources (Uses)				
Transfers In	--	--	100,000	100,000
<i>Total Other Financing Sources (Uses)</i>	<u>--</u>	<u>--</u>	<u>100,000</u>	<u>100,000</u>
<i>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenses and Other (Uses)</i>	(290,919)	(290,919)	(251,513)	39,406
<i>Fund Equity Budget Basis - Beginning of the Year</i>	318,019	318,019	318,019	--
Prior Year Encumbrances	30,024	30,024	30,024	--
<i>Fund Equity Budget Basis - End of the Year</i>	<u>\$57,124</u>	<u>\$57,124</u>	<u>\$96,530</u>	<u>\$39,406</u>

Lake Metroparks
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Non-GAAP) Budgetary Basis
Internal Service Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Fees and Admissions	\$963,400	\$963,400	\$954,553	(\$8,847)
Interest	1,000	1,000	523	(477)
<i>Total Revenues</i>	<u>964,400</u>	<u>964,400</u>	<u>955,076</u>	<u>(9,324)</u>
Expenses				
Contract Services	1,280,000	1,280,000	1,130,286	149,714
<i>Total Expenses</i>	<u>1,280,000</u>	<u>1,280,000</u>	<u>1,130,286</u>	<u>149,714</u>
<i>Excess (Deficiency) of Revenues Over Expenses</i>	(315,600)	(315,600)	(175,210)	140,390
<i>Fund Equity Budget Basis - Beginning of the Year</i>	<u>797,401</u>	<u>797,401</u>	<u>797,401</u>	--
<i>Fund Equity Budget Basis - End of the Year</i>	<u>\$481,801</u>	<u>\$481,801</u>	<u>\$622,191</u>	<u>\$140,390</u>

Lake Metroparks
Combining Statement of Changes in Assets and Liabilities
Agency Fund
For the Year Ended December 31, 2011

	Balance December 31, 2010	Additions	Deductions	Balance December 31, 2011
Payroll Agency				
Assets				
Restricted Cash and Cash Equivalents	\$--	\$4,609,265	\$4,467,355	\$141,910
Liabilities				
Due to Other Governments	\$--	\$141,910	\$--	\$141,910
Due To Others	--	4,467,355	4,467,355	--
Total Liabilities	\$--	\$4,609,265	\$4,467,355	\$141,910
Contractors' Escrow Accounts				
Assets				
Restricted Cash and Cash Equivalents	\$8,176	\$83,301	\$23,139	\$68,338
Liabilities				
Retainage Due Contractors	\$8,176	\$83,301	\$23,139	\$68,338
Outstanding Check Agency				
Assets				
Restricted Cash and Cash Equivalents	\$6,288	\$2,942	\$1,655	\$7,575
Liabilities				
Payable from Restricted Assets	\$6,288	\$2,942	\$1,655	\$7,575
Facility Deposit Agency				
Assets				
Restricted Cash and Cash Equivalents	\$18,251	\$67,331	\$63,885	\$21,697
Liabilities				
Payable from Restricted Assets	\$18,251	\$67,331	\$63,885	\$21,697

Lake Metroparks
Combining Statement of Changes in Assets and Liabilities
Agency Fund
For the Year Ended December 31, 2011

	Balance December 31, 2010	Additions	Deductions	Balance December 31, 2011
Total Agency Funds				
Assets				
Restricted Cash and Cash Equivalents	\$32,715	\$4,762,839	\$4,556,034	\$239,520
Total Assets	<u>\$32,715</u>	<u>\$4,762,839</u>	<u>\$4,556,034</u>	<u>\$239,520</u>
Liabilities				
Payable from Restricted Assets	\$24,539	\$70,273	\$65,540	\$29,272
Retainage Due Contractors	8,176	83,301	23,139	68,338
Due to Other Governments	--	141,910	--	141,910
Due To Others	--	4,467,355	4,467,355	--
Total Liabilities	<u>\$32,715</u>	<u>\$4,762,839</u>	<u>\$4,556,034</u>	<u>\$239,520</u>

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STATISTICAL SECTION

This part of Lake Metroparks' Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Park District's overall financial health.

CONTENTS

Tables

Financial Trends 1 - 5

These schedules contain trend information to help the reader understand how the Park District's financial performance and well-being have changed over time.

Revenue Capacity 6 - 10

These schedules contain information to help the reader assess the factors affecting the Park District's ability to generate its property taxes.

Debt Capacity..... 11 - 13

These schedules present information to help the reader assess the affordability of the Park District's current levels of outstanding debt and the Park District's ability to issue additional debt in the future.

Demographic and Economic Information 14 - 15

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Park District's financial activities take place and to help make comparisons over time and with other governments.

Operating Information 16 - 18

These schedules contain information about the Park District's operations and resources to help the reader understand how the Park District's financial information relates to the services the Park District provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The Park District implemented Governmental Accounting Standards Board Statement No. 34 in 2000; schedules presenting government-wide information include information beginning in that year.

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Lake Metroparks
Net Assets by Component
Last Ten Years
(accrual basis of accounting)

Table 1

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Governmental Activities:										
Invested in Capital Assets, Net of Related Debt	\$39,011,731	\$36,542,728	\$32,459,358	\$29,699,656	\$23,677,330	\$21,601,265	\$24,121,956	\$23,972,259	\$22,061,402	\$22,230,910
Restricted	1,897,181	951,169	1,533,851	1,119,353	2,093,758	2,312,693	628,599	712,523	2,164,479	2,272,674
Unrestricted	9,450,590	9,832,222	8,710,625	7,476,608	7,747,885	5,951,473	972,820	(765,349)	(96,181)	(701,430)
<i>Total Governmental Activities Net Assets</i>	50,359,502	47,326,119	42,703,834	38,295,617	33,518,973	29,865,431	25,723,375	23,919,433	24,129,700	23,802,154
Business-type Activities:										
Invested in Capital Assets, Net of Related Debt	8,440,299	8,727,230	8,896,244	9,031,751	8,928,412	7,086,938	6,138,413	6,399,486	6,441,793	6,711,716
Restricted	--	--	--	--	--	--	--	--	--	--
Unrestricted	11,796	270,439	213,076	315,875	738,750	967,079	245,555	239,257	395,292	299,017
<i>Total Business-type Activities Net Assets</i>	8,452,095	8,997,669	9,109,320	9,347,626	9,667,162	8,054,017	6,383,968	6,638,743	6,837,085	7,010,733
Primary Government:										
Invested in Capital Assets, Net of Related Debt	47,452,030	45,269,958	41,355,602	38,731,407	32,605,742	28,688,203	30,260,369	30,371,745	28,503,195	28,942,626
Restricted	1,897,181	951,169	1,533,851	1,119,353	2,093,758	2,312,693	628,599	712,523	2,164,479	2,272,674
Unrestricted	9,462,386	10,102,661	8,923,701	7,792,483	8,486,635	6,918,552	1,218,375	(526,092)	299,111	(402,413)
<i>Total Primary Government Net Assets</i>	\$58,811,597	\$56,323,788	\$51,813,154	\$47,643,243	\$43,186,135	\$37,919,448	\$32,107,343	\$30,558,176	\$30,966,785	\$30,812,887

Lake Metroparks
 Changes in Net Assets
 Last Ten Years
 (accrual basis of accounting)

Table 2

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Program Revenues										
Governmental Activities:										
Charges for Services	\$1,562,851	\$1,676,087	\$1,558,836	\$1,526,175	\$1,531,375	\$1,479,970	\$1,503,645	\$1,543,878	\$1,600,580	\$1,583,493
Operating Grants and Contributions	259,446	185,464	90,990	125,100	110,980	79,348	141,844	111,674	114,016	115,432
Capital Grants and Contributions	-	1,300,908	750,545	812,691	1,974,608	640,125	651,676	355,099	-	38,580
<i>Total Governmental Activities</i>										
<i>Program Revenues</i>	1,822,297	3,162,459	2,400,371	2,463,966	3,616,963	2,199,443	2,297,165	2,010,651	1,714,596	1,737,505
Business-type Activities:										
Charges for Services	1,331,538	1,479,153	1,523,581	1,469,481	1,389,858	1,478,126	1,468,153	1,439,916	1,447,696	1,587,426
Operating Grants and Contributions	2,950	2,250	4,750	6,000	5,200	4,400	3,100	1,600	60	3,900
<i>Total Business-type Activities</i>										
<i>Program Revenues</i>	1,334,488	1,481,403	1,528,331	1,475,481	1,395,058	1,482,526	1,471,253	1,441,516	1,447,756	1,591,326
<i>Total Primary Government</i>										
<i>Program Revenues</i>	3,156,785	4,643,862	3,928,702	3,939,447	5,012,021	3,681,969	3,768,418	3,452,167	3,162,352	3,328,831
Expenses										
Governmental Activities:										
Parks and Recreation	15,017,536	14,935,586	14,365,432	14,181,260	14,973,033	13,038,937	12,205,566	12,509,141	11,927,691	12,009,479
Interest on Long-term Debt	101,959	136,674	171,941	207,046	242,151	181,531	71,100	128,667	196,217	197,590
<i>Total Governmental Activities</i>										
<i>Expenses</i>	15,119,495	15,072,260	14,537,373	14,388,306	15,215,184	13,220,468	12,276,666	12,637,808	12,123,908	12,207,069

Lake Metroparks
Changes in Net Assets (continued)
Last Ten Years
(accrual basis of accounting)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Business-type Activities:										
Golf	1,983,913	2,033,991	2,070,259	2,231,935	1,941,278	1,760,984	1,739,870	1,654,596	1,629,629	1,708,912
<i>Total Business-type Activities</i>										
Expenses	1,983,913	2,033,991	2,070,259	2,231,935	1,941,278	1,760,984	1,739,870	1,654,596	1,629,629	1,708,912
<i>Total Primary Government</i>										
Expenses	17,103,408	17,106,251	16,607,632	16,620,241	17,156,462	14,981,452	14,016,536	14,292,404	13,753,537	13,915,981
Net (Expense) Revenue										
Governmental Activities	(13,297,198)	(11,909,801)	(12,137,002)	(11,924,340)	(11,598,221)	(11,021,025)	(9,979,501)	(10,627,157)	(10,409,312)	(10,469,564)
Business-type Activities	(649,425)	(552,588)	(541,928)	(756,454)	(546,220)	(278,458)	(268,617)	(213,080)	(181,873)	(117,586)
<i>Total Primary Government</i>										
Net Expense	<u>(\$13,946,623)</u>	<u>(\$12,462,389)</u>	<u>(\$12,678,930)</u>	<u>(\$12,680,794)</u>	<u>(\$12,144,441)</u>	<u>(\$11,299,483)</u>	<u>(\$10,248,118)</u>	<u>(\$10,840,237)</u>	<u>(\$10,591,185)</u>	<u>(\$10,587,150)</u>
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Property Tax	\$13,144,102	\$13,006,874	\$12,914,187	\$13,138,980	\$13,745,457	\$13,813,258	\$9,616,123	\$8,280,418	\$8,181,013	\$7,906,759
Local Government Funds	3,153,041	3,820,038	3,783,761	3,564,209	3,014,157	2,769,883	2,058,117	2,040,021	2,465,928	2,885,433
Interest	4,685	9,352	30,895	262,060	502,432	356,456	75,299	36,610	38,949	73,978
Miscellaneous	128,753	131,676	116,374	149,174	89,717	112,984	33,904	59,841	50,968	59,806
Transfers	(100,000)	(435,854)	(300,000)	(413,439)	(2,100,000)	(1,889,500)	-	-	-	50,000
<i>Total Governmental Activities</i>	16,330,581	16,532,086	16,545,217	16,700,984	15,251,763	15,163,081	11,783,443	10,416,890	10,736,858	10,975,976

Lake Metroparks
Changes in Net Assets (continued)
Last Ten Years
(accrual basis of accounting)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Business-type Activities:										
Interest	51	505	1,331	20,144	56,724	58,219	2,908	6,796	4,292	6,585
Miscellaneous	3,800	4,578	2,291	3,335	2,641	788	10,934	7,942	3,933	8,405
Transfers	100,000	435,854	300,000	413,439	2,100,000	1,889,500	-	-	-	(50,000)
Total Business-type Activities	103,851	440,937	303,622	436,918	2,159,365	1,948,507	13,842	14,738	8,225	(35,010)
Total Primary Government	16,434,432	16,973,023	16,848,839	17,137,902	17,411,128	17,111,588	11,797,285	10,431,628	10,745,083	10,940,966
Change in Net Assets										
Governmental Activities	3,033,383	4,622,285	4,408,215	4,776,644	3,653,542	4,142,056	1,803,942	(210,267)	327,546	506,412
Business-type Activities	(545,574)	(111,651)	(238,306)	(319,536)	1,613,145	1,670,049	(254,775)	(198,342)	(173,648)	(152,596)
Total Primary Government										
Change in Net Assets	\$2,487,809	\$4,510,634	\$4,169,909	\$4,457,108	\$5,266,687	\$5,812,105	\$1,549,167	(\$408,609)	\$153,898	\$353,816

Lake Metroparks
 Program Revenues by Function/Program
 Last Ten Years
 (accrual basis of accounting)

Table 3

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Function/Program										
Governmental Activities:										
Parks and Recreation	\$1,822,297	\$3,162,459	\$2,400,371	\$2,463,966	\$3,616,963	\$2,199,443	\$2,297,165	\$2,010,651	\$1,714,596	\$1,737,505
<i>Total Governmental Activities</i>	1,822,297	3,162,459	2,400,371	2,463,966	3,616,963	2,199,443	2,297,165	2,010,651	1,714,596	1,737,505
Business-type Activities:										
Golf	1,334,488	1,481,403	1,528,331	1,475,781	1,395,058	1,482,526	1,471,253	1,441,516	1,447,756	1,591,326
<i>Total Business-type Activities</i>	1,334,488	1,481,403	1,528,331	1,475,781	1,395,058	1,482,526	1,471,253	1,441,516	1,447,756	1,591,326
<i>Total Primary Government</i>	\$3,156,785	\$4,643,862	\$3,928,702	\$3,939,747	\$5,012,021	\$3,681,969	\$3,768,418	\$3,452,167	\$3,162,352	\$3,328,831

Lake Metroparks
Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

Table 4

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General Fund										
Nonspendable	\$320,626	\$325,995	\$326,243	\$--	\$--	\$--	\$--	\$--	\$--	\$--
Committed	22,047	40,295	45,089	--	--	--	--	--	--	--
Assigned	239,096	250,470	254,586	--	--	--	--	--	--	--
Unassigned	3,576,721	4,330,452	4,588,029	--	--	--	--	--	--	--
Reserved	--	--	--	551,037	614,088	546,885	529,512	559,729	574,360	530,736
Unreserved	--	--	--	2,344,721	1,457,833	1,811,598	771,090	281,522	822,840	202,350
Total General Fund	4,158,490	4,947,212	5,213,947	2,895,758	2,071,921	2,358,483	1,300,602	841,251	1,397,200	733,086
All Other Governmental Funds										
Restricted	4,974	6,136	5,583	--	--	--	--	--	--	--
Committed	798,902	1,248,124	278,670	--	--	--	--	--	--	--
Assigned	1,973,860	1,142,960	2,026,439	--	--	--	--	--	--	--
Reserved	--	--	--	432,941	4,421,445	2,535,703	67,703	82,010	236,662	363,520
Undesignated, Reported in:										
Special Revenue Funds	--	--	--	5,495	8,242	4,878	3,747	2,138	5,030	3,349
Debt Service Funds	--	--	--	168	166	165	165	265	1,102,981	2,973
Capital Projects Funds	--	--	--	3,172,635	2,085,350	2,307,650	27,472	48,357	245,446	1,372,096
Total All Other Governmental Funds	2,777,736	2,397,220	2,310,692	3,611,239	6,515,203	4,848,396	99,087	132,770	1,590,119	1,741,938
Total Governmental Funds	\$6,936,226	\$7,344,432	\$7,524,639	\$6,506,997	\$8,587,124	\$7,206,879	\$1,399,689	\$974,021	\$2,987,319	\$2,475,024

Lake Metroparks early implemented GASB 54 in year ending December 31, 2010

Lake Metroparks
Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

Table 5

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Revenues										
Property Taxes	\$12,006,006	\$12,024,728	\$12,086,741	\$12,362,912	\$12,921,076	\$13,030,947	\$8,592,742	\$8,280,418	\$8,181,013	\$7,906,759
Intergovernmental	3,249,070	5,130,229	4,539,624	4,232,930	4,227,740	3,410,008	2,731,788	2,395,120	2,465,928	2,885,433
Fees and Admissions	1,199,290	1,284,526	1,191,817	1,161,800	1,157,470	1,102,481	1,098,970	1,127,121	1,198,929	1,166,698
Merchandise Sales	360,971	388,043	362,715	362,045	367,468	373,278	401,545	410,947	394,070	411,855
Interest	4,223	8,403	27,344	238,798	468,251	332,745	69,397	35,741	38,119	71,808
Fines and Forfeitures	2,590	3,518	4,304	2,330	6,437	4,211	3,130	5,810	7,581	4,940
Contributions	163,417	176,181	85,672	269,070	872,005	79,348	119,849	111,674	114,016	154,012
Miscellaneous	128,753	131,676	116,374	149,174	89,717	112,984	33,904	59,841	50,968	59,806
<i>Total Revenues</i>	<u>17,114,320</u>	<u>19,147,304</u>	<u>18,414,591</u>	<u>18,779,059</u>	<u>20,110,164</u>	<u>18,446,002</u>	<u>13,051,325</u>	<u>12,426,672</u>	<u>12,450,624</u>	<u>12,661,311</u>
Expenditures										
Parks and Recreation	12,635,485	12,839,309	12,657,853	12,667,830	11,810,200	11,563,071	11,139,888	11,093,070	10,784,297	10,649,696
Capital Outlay	3,852,869	5,090,580	3,441,640	6,733,980	3,737,249	3,848,576	1,214,752	1,024,511	703,937	3,522,033
Debt Service:										
Principal Retirement	825,000	825,000	825,000	825,000	825,000	200,000	200,000	2,160,000	260,000	1,060,000
Interest and Fiscal Charges	103,881	139,013	174,117	209,223	244,327	164,120	71,100	134,516	197,924	203,486
<i>Total Expenditures</i>	<u>17,417,235</u>	<u>18,893,902</u>	<u>17,098,610</u>	<u>20,436,033</u>	<u>16,616,776</u>	<u>15,775,767</u>	<u>12,625,740</u>	<u>14,412,097</u>	<u>11,946,158</u>	<u>15,435,215</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(302,915)</u>	<u>253,402</u>	<u>1,315,981</u>	<u>(1,656,974)</u>	<u>3,493,388</u>	<u>2,670,235</u>	<u>425,585</u>	<u>(1,985,425)</u>	<u>504,466</u>	<u>(2,773,904)</u>
Other Financing Sources (Uses)										
Sale of Bonds	-	-	-	-	-	5,000,000	-	-	-	2,000,000
Transfers In	4,078,541	3,677,211	1,300,000	2,600,000	3,000,000	2,770,500	420,000	147,000	1,100,000	50,000
Transfers Out	(4,178,541)	(4,113,065)	(1,600,000)	(3,013,439)	(5,100,000)	(4,660,000)	(420,000)	(147,000)	(1,100,000)	-
<i>Total Other Financing Sources (Uses)</i>	<u>(100,000)</u>	<u>(435,854)</u>	<u>(300,000)</u>	<u>(413,439)</u>	<u>(2,100,000)</u>	<u>3,110,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,050,000</u>
<i>Net Change in Fund Balances</i>	<u>(\$402,915)</u>	<u>(\$182,452)</u>	<u>\$1,015,981</u>	<u>(\$2,070,413)</u>	<u>\$1,393,388</u>	<u>\$5,780,735</u>	<u>\$425,585</u>	<u>(\$1,985,425)</u>	<u>\$504,466</u>	<u>(\$723,904)</u>

Debt Service as a percentage of noncapital expenditures	6.7%	7.0%	7.4%	7.6%	9.5%	3.1%	2.4%	20.7%	4.2%	11.9%
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Lake Metroparks
 Tax Revenues by Source, Governmental Funds
 Last Ten Years
(modified accrual basis of accounting)

Table 6

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Property Taxes	\$12,006,006	\$12,024,728	\$12,086,741	\$12,362,912	\$12,921,076	\$13,030,947	\$8,592,742	\$8,280,418	\$8,181,013	\$7,906,759

Lake Metroparks
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Years
 (Amounts in 000's)

Table 7

Fiscal Year	<u>REAL PROPERTY</u>		<u>PUBLIC UTILITY PROPERTY</u>		<u>PERSONAL PROPERTY</u>		<u>TOTAL</u>		Full Tax Rate Per \$1,000 of Assessed Valuation	Weighted Average Tax Rate
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value		
2011	\$6,032,522	\$17,235,777	\$380,705	\$432,619	\$0	\$0	\$6,413,227	\$17,668,396	\$2.3000	\$2.16429
2010	5,971,597	17,061,705	361,650	410,966	5,280	52,800	6,338,527	17,525,471	2.3000	2.15792
2009	6,442,180	18,406,230	342,160	388,818	10,559	105,590	6,794,899	18,900,638	2.3000	2.00370
2008	6,347,852	18,136,720	333,127	378,554	195,820	1,566,563	6,876,800	20,081,837	2.3000	2.01802
2007	6,250,907	17,859,734	370,225	370,225	271,966	1,087,864	6,893,098	19,317,823	2.3000	2.02426
2006	5,573,621	15,924,631	379,428	379,428	375,492	1,501,968	6,328,541	17,806,027	2.3000	2.21184
2005	5,464,031	15,611,518	403,485	403,485	478,532	1,914,128	6,346,048	17,929,131	2.3000	1.45092
2004	5,376,660	15,361,888	385,590	385,590	490,145	1,960,580	6,252,395	17,708,058	2.3000	1.44855
2003	4,588,079	13,108,796	416,686	416,686	564,500	2,257,999	5,569,265	15,783,481	2.3000	1.64146
2002	4,492,816	12,836,618	354,137	354,137	611,403	2,445,612	5,458,358	15,636,367	2.3000	1.64868

(1) Estimated Actual Value is calculated by dividing the Assessed Value by the assessment percentage. The percentages for 2011 are 35% for all Real Property and 88% for Public Utility Property.

Source: Lake County Auditor's Office

Lake Metroparks
Property Tax Rates - All Direct and Overlapping Governments
(Per \$1,000 Of Assessed Value)
Last Ten Years

Table 8

	2002	2003	2004	2005	2006
COUNTY UNITS					
General Fund	\$2.10	\$2.10	\$2.10	\$2.10	\$2.10
Dev. Disabilities Board	4.90	4.90	4.90	4.90	4.90
ADAMHS Board	1.60	1.60	1.60	1.60	1.60
Narcotics	.30	.30	.30	.30	.30
Child Welfare	.70	.70	.70	.70	.70
Regional Forensic Lab	.30	.30	.30	.30	.30
Senior Citizens	<u>.30</u>	<u>.30</u>	<u>.30</u>	<u>.30</u>	<u>.30</u>
TOTAL RATES	10.20	10.20	10.20	10.20	10.20
SCHOOL DISTRICTS					
Fairport Harbor (a)	76.73	76.62	78.59	78.62	85.47
Kirtland Local (a)	69.10	68.67	72.49	72.17	72.06
Madison Local (a)	57.02	56.97	56.35	56.15	56.10
Mentor Exempt	66.79	66.77	69.62	77.46	77.28
Painesville City (a)	78.58	78.58	78.53	86.20	86.09
Riverside (a)	53.84	53.71	53.17	56.19	56.05
Perry Local (a)	45.70	45.70	45.70	45.70	45.70
Wickliffe Local	61.31	61.38	61.38	60.82	67.31
Willoughby-Eastlake	45.77	45.59	47.39	49.77	49.40
CORPORATIONS					
Eastlake	10.80	10.80	10.80	9.26	8.30
Kirtland	11.05	11.05	11.05	11.05	11.05
Mentor	4.50	4.50	4.50	4.50	4.50
Mentor-on-the-Lake	24.00	24.00	24.00	24.00	24.00
Painesville	3.70	3.70	3.70	3.70	3.70
Wickliffe	7.40	7.40	7.40	7.40	8.01
Willoughby	6.91	6.89	6.77	6.68	6.58
Willoughby Hills	7.40	7.40	7.40	7.40	7.30
Willowick	19.50	19.50	19.50	19.50	19.50

2007	2008	2009	2010	2011
\$2.10	\$2.10	\$2.10	\$2.10	\$2.10
4.90	4.90	4.90	4.90	4.90
1.60	1.60	1.60	1.60	1.60
.30	.30	.30	.30	.30
.70	.70	.70	.70	.70
.30	.30	.30	.30	.30
<u>.30</u>	<u>.40</u>	<u>.40</u>	<u>.40</u>	<u>.40</u>
10.20	10.30	10.30	10.30	10.30
84.48	84.49	84.66	85.43	85.42
73.19	73.34	73.42	73.88	73.70
55.49	55.46	55.46	55.74	55.57
76.68	76.70	76.89	77.64	77.61
84.84	85.01	85.14	86.12	86.12
55.33	55.25	55.28	55.68	55.67
45.70	45.70	45.70	45.70	45.70
67.31	67.31	67.31	67.31	67.31
48.52	48.64	48.75	52.81	52.55
8.30	8.30	8.30	8.30	8.30
11.05	11.05	11.05	11.05	11.05
4.50	4.50	4.50	4.50	4.50
24.00	24.00	24.00	24.00	24.00
3.70	3.70	3.70	3.70	3.70
7.96	7.96	7.97	8.02	8.01
8.56	8.54	8.54	8.58	8.58
7.30	7.30	7.30	7.30	7.30
16.50	19.50	19.50	19.50	19.50

(Continued on next page)

Lake Metroparks
Property Tax Rates - All Direct and Overlapping Governments (continued)
(Per \$1,000 Of Assessed Value)
Last Ten Years

	2002	2003	2004	2005	2006
VILLAGES					
Fairport Harbor	\$9.56	\$9.56	\$9.56	\$9.56	\$9.56
Grand River	7.50	7.50	7.50	7.50	7.50
Kirtland Hills	23.00	23.00	20.00	20.00	20.00
Lakeline	11.00	11.00	6.00	6.00	6.00
Madison (b)	9.43	9.43	9.43	9.43	9.43
North Perry (c)	8.20	11.10	11.10	11.10	11.10
Perry (c)	14.20	14.10	14.10	14.10	14.10
Timberlake	13.00	13.00	13.00	21.20	21.20
Waite Hill	13.00	13.00	13.00	13.00	13.00
TOWNSHIPS					
Concord	9.40	9.40	9.40	9.40	9.40
Leroy	11.00	11.90	11.90	11.90	11.90
Madison (b)	21.63	21.63	21.63	21.63	21.63
Painesville	10.70	10.70	10.15	12.65	12.65
Perry	7.60	11.10	11.10	11.10	11.10
LIBRARIES					
Fairport	.00	.00	.00	1.84	1.84
Madison	.00	.00	1.00	1.00	1.00
Mentor	.625	.625	.625	.625	.625
Morley	2.00	1.90	1.80	1.75	1.74
Perry	.60	.60	.60	.60	.60
Wickliffe	1.20	1.20	1.20	1.20	1.20
Willoughby-Eastlake	1.30	1.30	1.30	1.30	1.30
PORT AUTHORITY					
Fairport Harbor	.56	.56	.56	.56	.56

2007	2008	2009	2010	2011
\$9.56	\$9.56	\$9.56	\$9.56	\$9.56
7.50	7.50	7.50	7.50	7.50
20.00	18.00	18.00	18.00	18.00
6.00	6.00	6.00	6.00	6.00
9.43	9.43	9.43	9.43	9.43
11.50	11.50	11.50	12.00	12.00
14.50	14.50	14.50	15.00	12.00
21.20	21.20	21.20	21.20	21.20
13.00	16.00	16.00	16.00	16.00
9.40	9.40	9.40	9.40	10.40
11.90	11.90	11.90	11.90	11.90
21.63	21.63	21.63	21.63	21.63
12.65	12.65	12.65	12.65	13.45
11.50	11.50	11.50	12.00	12.00
1.84	1.84	1.84	1.84	1.84
1.00	1.00	1.00	1.00	1.00
.625	.625	1.10	1.10	1.10
1.66	1.66	1.66	1.74	1.73
1.00	1.00	1.00	1.00	1.00
1.20	2.90	2.90	2.90	2.90
1.30	1.30	1.30	2.30	2.30
.00	.00	.00	.00	.00

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Lake Metroparks, Ohio
 Property Tax Rates - All Direct and Overlapping Governments (continued)
 (Per \$1,000 Of Assessed Value)
 Last Ten Years

	2002	2003	2004	2005	2006
OTHER POLITICAL SUBDIVISIONS					
Lake Metroparks	\$2.30	\$2.30	\$2.30	\$2.30	\$2.30
Lakeland Community College	3.20	3.20	3.20	3.20	3.20
Auburn Joint Vocational School	1.50	1.50	1.50	1.50	1.50
Lake County School Financing District	4.90	4.90	4.90	4.90	4.90
Madison Fire District	6.48	6.48	6.48	6.48	6.48
Perry Fire District	4.00	6.90	6.90	6.90	6.90

- a. Includes millage for Auburn Joint Vocational School
- b. Includes millage for Madison Fire District
- c. Includes millage for Perry Library District and Perry Fire District

Source: Lake County Auditor's Office

2007	2008	2009	2010	2011
\$2.30	\$2.30	\$2.30	\$2.30	\$2.30
3.20	3.20	3.20	3.20	3.20
1.50	1.50	1.50	1.50	1.50
4.90	4.90	4.90	4.90	4.90
6.48	6.48	6.48	6.48	6.48
6.90	6.90	6.90	7.40	7.40

Lake Metroparks
Principal Taxpayers
Current Year and Nine Years Ago

Table 9

Name of Taxpayer	Nature of Business	Assessed Value	Percent of Total Assessed Value
Principal Taxpayers Real Estate Tax		January 1, 2011	
Lake Hospital System, Inc.	Hospital system	\$33,466,290	0.52%
Simon Property Group LP	Developer of Great Lakes Mall	27,595,230	0.43%
Lubrizol Corporation	Mfg. for chemical additives for fuels and lubricants	18,318,690	0.29%
Tam A Rac Estate	Residential developer	13,125,000	0.20%
DDRTC Willoughby Hills SC LLC	Retail developer	12,557,270	0.20%
First Interstate	Developer of Willoughby Commons and Creekside Commons Shopping Center	12,144,740	0.19%
Euclid Realty LLC	Retail developer	11,669,830	0.18%
Winchester Apts Ltd	Apartment complex	8,726,370	0.14%
WalMart Real Estate	Retail developer	8,194,890	0.13%
Points East LLC	Developer of Points East Shopping Center	<u>7,307,240</u>	<u>0.11%</u>
	Totals	<u>\$153,105,550</u>	<u>2.39%</u>
	Total Assessed Valuation	<u>\$6,413,227,720</u>	
Principal Taxpayers Real Estate Tax		January 1, 2002	
Simon Property Group LP	Developer of Great Lakes Mall	\$20,547,720	0.38%
Avery Dennison Corporation	Pressure-sensitive adhesives, papers, foils and films	11,253,160	0.21%
Lubrizol Corporation	Chemical additives for fuels, lubricants	10,840,850	0.20%
First Interstate	Developer of Willoughby Commons and Creekside Commons Shopping Centers	9,133,970	0.17%
Steris Corporation	Infection, contamination prevention systems and products	7,735,370	0.14%
Ratner, Albert B.	Developer Shoregate Shopping Center & Madison Mall	6,165,140	0.11%
Points East Enterprises	Developer of Points East Shopping Center	6,151,250	0.11%
Osborne, Jerome T.	Contractor and developer	5,553,110	0.10%
Millstein, Norman	Developer of apartment complexes	4,976,170	0.09%
Edens and Avant Holdings	Holding company for Tops Friendly Supermarket	<u>4,932,160</u>	<u>0.09%</u>
	Totals	<u>\$87,288,900</u>	<u>1.60%</u>
	Total Assessed Valuation	<u>\$5,458,356,425</u>	

Real property taxes paid in 2011 are based on January 1, 2010 values.

Real property taxes paid in 2002 are based on January 1, 2001 values.

Lake Metroparks
Principal Taxpayers (continued)
Current Year and Nine Years Ago

Name of Taxpayer	Nature of Business	Assessed Value	Percent of Total Assessed Value
Tangible Personal Property Taxpayers		January 1, 2011	

Tangible personal property is no longer being collected.

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Tangible Personal Property Taxpayers		January 1, 2002	
Lubrizol Corporation	Chemical additives for fuels and lubricants	\$28,685,570	0.53%
Avery Dennison Corporation	Pressure-sensitive adhesives, papers, foils and films	24,279,500	0.44%
Nupro Company	Commercial valves, filters, billows, chick and metering valves and inline filters	23,994,760	0.44%
GE Quartz	Manufacturer of light bulbs	17,613,740	0.32%
ABB Automation, Inc.	Computer systems for electrical power plants, industrial processes, shipboard automations	8,293,630	0.15%
OES Fuel Incorporated	Fuel rods for Perry Nuclear Power Plant	6,970,510	0.13%
Steris Corporation	Provider of infection, contamination prevention systems and products	6,803,910	0.12%
Parker Hannifin Corporation	Manufacture of fluid hose products, fittings	6,751,450	0.12%
Media One of Ohio, Inc.	Cable television	6,561,950	0.12%
Signature Energy Supply	Fuel rods for Perry Nuclear Power Plant	<u>5,553,520</u>	<u>0.10%</u>
	Totals	<u>\$135,508,540</u>	<u>2.48%</u>
	Total Assessed Valuation	<u>\$5,458,356,425</u>	

General business tangible personal property tax paid in 2002 is based on values listed on December 31, 2001.

Lake Metroparks
Principal Taxpayers (continued)
Current Year and Nine Years Ago

Name of Taxpayer	Nature of Business	Assessed Value	Percent of Total Assessed Value
Tangible Public Utility Property Taxpayers		January 1, 2011	
First Energy Nuclear	Electric utility	\$235,916,510	3.68%
First Energy Generation.	Electric utility	109,198,870	1.70%
Cleveland Electric Illuminating	Electric utility	87,234,460	1.36%
Aqua Ohio, Inc.	Water utility	25,680,230	0.40%
American Transmission	Electric utility	19,832,650	0.31%
East Ohio Gas	Natural gas utility	7,830,910	0.12%
Ohio Edison	Electric utility	6,947,160	0.11%
Orwell Natural Gas	Natural gas utility	1,063,870	0.02%
CSX Transportation	Railroad utility	507,330	0.01%
Norfolk and Southern	Railroad utility	443,540	0.01%
	Totals	<u>\$494,655,530</u>	<u>7.71%</u>
	Total Assessed Valuation	<u>\$6,413,227,720</u>	
Tangible Public Utility Property Taxpayers		January 1, 2002	
Cleveland Electric Illuminating	Electric utility	\$291,283,740	5.34%
Ohio Edison Company	Electric utility	46,488,150	0.85%
Toledo Edison	Electric utility	46,375,820	0.85%
Ameritech	Telephone utility	29,616,270	0.54%
American Transmission	Electric utility	22,698,940	0.42%
Consumers Ohio	Water utility	13,206,600	0.24%
Pennsylvania Power	Electric utility	11,766,660	0.22%
Western Reserve Telephone Co.	Telephone utility	6,123,920	0.11%
East Ohio Gas	Natural gas utility	5,769,490	0.11%
CSX Transportation, Inc.	Railroad	2,973,270	0.05%
	Totals	<u>\$476,302,860</u>	<u>8.73%</u>
	Total Assessed Valuation	<u>\$5,458,356,425</u>	

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Public utility tangible personal property tax paid in 2011 is based on values listed on December 31, 2010.

Public utility tangible personal property tax paid in 2002 is based on values listed on December 31, 2001.

Source: Lake County Auditor's Office

Lake Metroparks
 Property Tax Levies and Collection
 Real, Public Utility and Tangible Personal Property (1)
 Last Ten Years

Table 10

Tax Year	Fiscal Year	Current Tax Levy	Current Tax Collection	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections
2010-2011	2011	\$13,268,143	\$12,632,233	95.2%	\$373,765	\$13,005,998
2009-2010	2010	13,704,113	12,915,199	94.2%	460,060	13,375,259
2008-2009	2009	13,660,146	13,183,172	96.5%	468,130	13,651,302
2007-2008	2008	13,775,956	13,338,956	96.8%	572,968	13,911,924
2006-2007	2007	14,040,822	13,620,573	97.0%	502,936	14,123,509
2005-2006	2006	14,071,507	13,652,564	97.0%	550,396	14,202,960
2004-2005	2005	8,464,692	8,154,568	96.3%	387,770	8,542,338
2003-2004	2004	8,322,668	7,925,380	95.2%	322,994	8,248,374
2002-2003	2003	8,209,248	7,761,657	94.5%	342,094	8,103,751
2001-2002	2002	8,230,488	7,588,805	92.2%	239,504	7,828,309

(1) Do not equal amounts in financial statements due to State reimbursements.

Source: Lake County Auditor's Office

Lake Metroparks
Ratios of Outstanding Debt
Last Ten Years

Table 11

Year	Population	Assessed Value	Gross Bonded Debt	Less Balance in Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita	Net Bonded Debt as a Percentage of Personal Income
2011	230,619	\$6,413,227,720	\$2,075,000	\$38,158	\$2,036,842	.03%	\$8.83	.04%
2010	236,775	6,388,526,292	2,900,000	173	2,899,827	.05%	12.25	.06%
2009	233,392	6,794,899,728	3,725,000	171	3,724,829	.05%	15.96	.08%
2008	234,030	6,876,799,810	4,550,000	168	4,549,832	.07%	19.44	.10%
2007	233,392	6,893,097,697	5,375,000	166	5,374,834	.08%	23.03	—
2006	232,872	6,328,540,447	6,200,000	165	6,199,835	.10%	26.62	—
2005	230,510	6,346,048,449	1,400,000	165	1,399,835	.02%	6.07	—
2004	228,878	6,252,395,015	1,600,000	265	1,599,735	.03%	6.99	—
2003	228,106	5,569,264,708	3,760,000	1,102,981	2,657,019	.05%	11.62	—
2002	227,511	5,458,356,425	4,020,000	2,973	4,017,027	.07%	17.66	—

Sources: U.S. Census Bureau
Lake County Auditor's Office
Prior to 2008, Net Bonded Debt as a Percentage of Personal Income information is not available.

Lake County, Ohio
 Computation of Direct and Overlapping Debt
 December 31, 2011

Table 12

	Net General Obligation Bonded Debt Outstanding (1)	Percent Applicable (2)	Lake Metroparks Share
<u>DIRECT DEBT</u>			
Lake Metroparks	\$2,036,842	100.00%	<u>\$2,036,842</u>
Total Direct Debt			<u>2,036,842</u>
<u>OVERLAPPING DEBT</u>			
County of Lake	14,930,000	100.00%	14,930,000
All Cities wholly within Lake County	86,957,979	100.00%	86,957,979
All Villages wholly within Lake County	5,512,935	100.00%	5,512,935
All Townships wholly within Lake County	942,862	100.00%	942,862
All School Districts wholly within Lake County	42,784,225	100.00%	42,784,225
All Library Districts wholly within Lake County	7,015,000	100.00%	7,015,000
Kirtland Local School District	14,574,992	99.30%	14,472,521
Madison Local School District	28,647,141	99.69%	28,558,326
Mentor Exempted Village School District	2,841,333	99.74%	2,834,052
Riverside Local School District	425,979	99.61%	424,300
Auburn Vocational School District	2,800,000	54.06%	<u>1,513,796</u>
Total Overlapping Debt			<u>205,945,996</u>
Total Net Direct and Overlapping Debt			<u>\$207,982,838</u>

- (1) Per confirmation with respective entities. Amount excludes general obligation debt reported in enterprise funds.
 (2) Determined, on a percentage basis, by dividing the amount of assessed valuation of the political subdivision's territory that is within the boundaries of the County by the total assessed valuation of the political subdivision.

Source: Lake County Auditor's Office

Lake Metroparks
 Legal Debt Margin Information
 Last Ten Years

Table 13

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt Limit	\$64,132,277	\$63,385,623	\$67,948,997	\$68,767,998	\$68,930,977	\$63,285,404	\$63,460,484	\$62,523,590	\$62,523,590	\$54,768,392
Total Debt Applicable to Limit	2,075,000	2,900,000	3,725,000	4,550,000	5,375,000	6,200,000	1,400,000	1,160,000	1,960,000	2,020,000
Legal Debt Margin	\$62,057,277	\$60,485,623	\$64,223,997	\$64,217,998	\$63,555,977	\$57,085,404	\$62,060,484	\$61,363,590	\$60,563,590	\$52,748,392
Total Net Debt Applicable to Limit as a Percentage of Debt Limit	3.24%	4.58%	5.48%	6.62%	7.80%	9.80%	2.21%	1.86%	3.13%	3.69%

Legal Debt Margin Calculation Decemer 31, 2011:

Assessed value of taxable property	\$6,413,227,720
Debt Limit (1% of total assessed value)	\$64,132,277
Bonded Debt	\$2,075,000

POPULATION	LAKE COUNTY	OHIO
Population, 2011 estimate	230,619	11,544,951
Population, 2010	230,041	11,536,504
Population, percent change, 2000 to 2010	1.1%	1.6%
Population, 2000	227,511	11,353,140
Persons under 5 years, percent, 2010	5.5%	6.2%
Persons under 18 years, percent, 2010	22.2%	23.7%
Persons 65 years and over, percent, 2010	16.1%	14.1%
Female persons, percent, 2010	51.3%	51.2%

White persons, percent, 2010 (a)	92.5%	82.7%
Black persons, percent, 2010 (a)	3.2%	12.2%
American Indian and Alaska Native persons, percent, 2010 (a)	0.1%	0.2%
Asian persons, percent, 2010 (a)	1.1%	1.7%
Native Hawaiian and Other Pacific Islander, percent, 2010 (a)	--	--
Persons reporting two or more races, percent, 2010	1.5%	2.1%
Persons of Hispanic or Latino origin, percent, 2010 (b)	3.4%	3.1%
White persons not Hispanic, percent, 2010	90.9%	81.1%

Living in same house 1 year and over, 2006-2010	89.3%	85.0%
Foreign born persons, percent, 2006-2010	5.3%	3.8%
Language other than English spoken at home, pct age 5+, 2006-2010	7.6%	6.3%
High school graduates, percent of persons age 25+, 2006-2010	90.7%	87.4%
Bachelor's degree or higher, pct of persons age 25+, 2006-2010	24.2%	24.1%
Veterans, 2006-2010	20,830	936,383
Mean travel time to work (minutes), workers age 16+, 2006-2010	23.2	22.7
Housing units, 2010	101,202	5,127,508
Homeownership rate, 2006-2010	77.0%	69.2%
Housing units in multi-unit structures, percent, 2006-2010	18.3%	23.0%
Median value of owner-occupied housing units, 2006-2010	\$158,100	\$136,400

Households, 2006-2010	94,211	4,552,270
Persons per household, 2006-2010	2.41	2.46
Per capita money income in past 12 months 2006-2010	\$28,221	\$25,113
Median household income 2006-2010	\$54,896	\$47,358
Persons below poverty level, percent, 2006-2010	8.1%	14.2%

(a) Includes persons reporting only one race

(b) Hispanics may be of any race, so also are included in applicable race categories

Source: U.S. Census Bureau

Lake Metroparks
 Demographic and Economic Statistics (continued)
 December 31, 2011

UNEMPLOYMENT RATES
 (LAST TEN YEARS)

<u>Year</u>	<u>Lake County</u>	<u>State of Ohio</u>	<u>United States</u>
2011	6.6%	8.1%	8.5%
2010	7.6%	9.6%	9.4%
2009	7.9%	10.9%	10.0%
2008	6.6%	7.6%	7.1%
2007	5.6%	5.8%	4.8%
2006	4.8%	5.5%	4.6%
2005	5.2%	5.9%	4.9%
2004	5.7%	5.5%	5.5%
2003	6.3%	6.0%	5.7%
2002	5.4%	5.0%	5.7%

Source: Ohio Department of Job and Family Services

POPULATION

<u>Year</u>	<u>County Population</u>	<u>Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
1940	50,202		
1950	75,979	25,777	51.3%
1960	148,700	72,721	95.7%
1970	197,200	48,500	32.6%
1980	212,801	15,601	7.9%
1990	215,499	2,698	1.3%
2000	227,511	12,012	5.6%
2010	236,775	9,264	4.1%

AGE DISTRIBUTION 2006-2010 ACS Survey 5-Year Estimates

<u>Age</u>	<u>Total</u>	<u>Percentage of Total</u>
Under 5 years	12,605	5.5%
5 – 9 years	14,211	6.2%
10 – 14 years	15,129	6.6%
15 – 19 years	15,129	6.6%
20 – 24 years	11,917	5.2%
25 – 29 years	12,834	5.6%
30 – 34 years	12,605	5.5%
35 – 39 years	13,981	6.1%
40 – 44 years	17,652	7.7%
45 – 49 years	19,029	8.3%
50 – 54 years	18,570	8.1%
55 – 59 years	16,964	7.4%
60 – 64 years	13,065	5.7%
65 – 69 years	10,312	4.5%
70 – 74 years	8,018	3.5%
75 – 79 years	7,100	3.1%
80 – 84 years	5,722	2.4%
85 and older	<u>4,575</u>	<u>2.0%</u>
Total	<u>229,418</u>	<u>100.0%</u>
Male	111,703	48.7%
Female	117,715	51.3%

Source: U.S. Census Bureau; American Community Survey – (non-census years are estimates)

Lake County, Ohio
Principal Employers
Current Year and Nine Years Ago
December 31, 2011

Table 15

<u>2011</u> <u>Employer (1)</u>	<u>Nature of Business</u>	<u>Number</u> <u>Employed</u>	<u>Percentage of</u> <u>Total Employment</u>
Lake Hospital System, Inc.	Health care	2,950	2.28%
Lake County Government (4)	County government	1,947	1.51%
Lubrizol Corporation	Chemical additives	1,417	1.10%
Avery Dennison Corporation	Pressure-sensitive products	1,344	1.04%
Steris Corporation	Infection and contamination preventive systems	1,200	0.93%
First Energy Corporation	Electric utility	1,168	0.91%
Willoughby-Eastlake City Schools	School District	1,089	0.84%
Mentor Exempted Village Schools	School District	1,018	0.79%
ABB Automation, Inc.	Computer systems for power plants	450	0.35%
Lincoln Electric	Welders and welding equipment	<u>366</u>	<u>0.29%</u>
Totals		<u>12,949</u>	<u>10.4%</u>
Total employment within the County (3) Most current information available		<u>125,100</u>	

<u>2002</u> <u>Employer (2)</u>	<u>Nature of Business</u>	<u>Number</u> <u>Employed</u>	<u>Percentage of</u> <u>Total Employment</u>
Lake County Government (4)	County government	2,285	1.85%
Lake Hospital System, Inc.	Health care	1,658	1.34%
Lubrizol Corporation	Chemical additives	1,501	1.21%
Avery International	Pressure-sensitive products	1,350	1.09%
First Energy Corporation	Electric utility	1,310	1.06%
Mentor Exempted Village Schools	School District	1,196	0.97%
Willoughby-Eastlake City Schools	School District	922	0.75%
ABB Automation, Inc. (Bailey Controls)	Computer control systems	750	0.61%
University Hospitals Health System	Health care	745	0.60%
Steris Corporation	Infection and contamination prevention systems	<u>701</u>	<u>0.57%</u>
Totals		<u>12,418</u>	<u>10.10%</u>
Total employment within the County (3)		<u>122,900</u>	

(1) From the respective businesses

(2) Crain's Cleveland Business – March 17, 2003 (full-time equivalent employees)

(3) Ohio Labor Market Information

(4) Includes Lake County Board of DD

Lake Metroparks
 Total Park Employees by Function
 Last Ten Years

Table 16

<u>Function/Program</u>	<u>Total Number of Employees Paid as of December 31</u>									
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Governmental	396	397	402	416	406	416	407	410	399	406
Business-type	57	55	60	63	66	68	70	71	74	75
Total	<u>453</u>	<u>452</u>	<u>462</u>	<u>479</u>	<u>472</u>	<u>484</u>	<u>477</u>	<u>481</u>	<u>473</u>	<u>481</u>

Lake Metroparks
 Operating Indicators - Parks and Recreation
 Last Ten Years

Table 17

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Park Visits	2,429,384	2,448,395	2,478,600	2,280,000	2,240,000	2,100,000	2,114,000	2,593,000	2,783,000	2,543,000
Rounds of Golf	53,898	64,430	66,676	65,452	58,500	68,000	67,500	67,700	66,000	65,700
Registered Programs	1,469	1,651	2,352	1,271	1,737	1,676	1,475	1,329	1,500	1,524
Program Participants	28,027	29,986	39,589	22,502	23,041	23,552	23,107	25,412	25,168	24,424
Special Events (including events held at the Farmpark)	43	41	44	41	44	43	42	45	44	37
Environmental Learning Center	11,331	19,885	19,022	5,330	--	--	--	--	--	--
Beach Attendance	222,605	165,741	224,973	208,429	--	--	--	--	--	--
Special Events Participants (attendance totals calculated in the Farmpark totals also)	126,725	162,050	166,188	127,958	171,003	170,014	145,611	115,181	124,101	120,528
Farmpark Visits*	168,811	187,330	181,771	188,170	188,712	190,928	187,762	233,098	197,217	201,391
Penitentiary Glen Visits**	48,858	51,455	42,066	--	--	--	--	--	--	--

*Final Farmpark attendance figure includes special events held at facility; America the Beautiful, Vintage Ohio, Halloween Hayrides, Country Lights, corporate outings, and other special events (Ability Fair, Fiberfest, Fall Harvest Festival, Discovery Days, Quilt Show, Earth Day, Working Dog Weekend, Horsefest, Railroads in the Parks, Maple Sugaring Weekend, Corn and Pumpkin Weekend and Senior Day) and evening classes.

**Penitentiary Glen Nature Center (only) visitation was not tracked until 2009.

Source: Lake Metroparks Marketing Division

Lake Metroparks
 Capital Asset Statistics by Function - Parks and Recreation
 Last Ten Years

Table 18

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<u>Leisure Services</u>										
Number of Park Properties	43	43	42	42	41	38	37	37	37	37
Area of Properties (acres)	8,078	8,051	7,837	7,675	7,631	7,486	7,210	7,090	6,985	6,964
Programmed Buildings (sq.ft.)	125,156	125,156	125,156	125,156	113,231	113,231	101,723	101,723	101,723	101,723

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Dave Yost • Auditor of State

LAKE METRO PARKS

LAKE COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 05, 2012**