

**Maine-Niles Association of
Special Recreation**

Annual Financial Report

For the Year Ended December 31, 2013

**Maine-Niles Association of Special Recreation
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For the Year Ended December 31, 2013**

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Maine-Niles Association of Special Recreation

For the Year Ended December 31, 2013

Board of Directors

Tom Elenz, President
Niles Park District

John Hecker, Treasurer
Des Plaines Park District

Gayle Mountcastle, Vice President
Park Ridge Recreation and Park District

Jan Hincapie
Village of Lincolnwood Parks and Recreation

Bret Fhanstrom
Golf Maine Park District

John Ohrlund
Skokie Park District

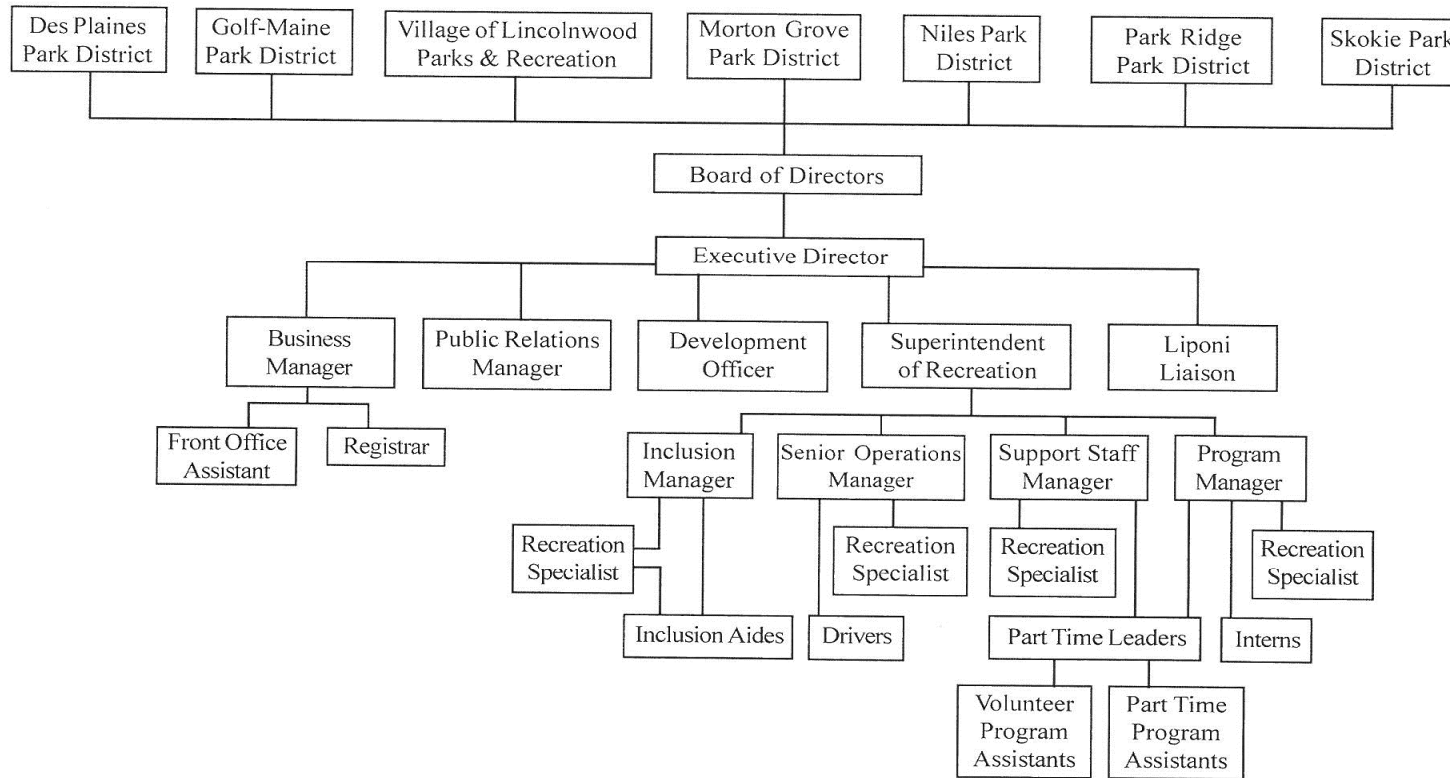
Tracey Anderson
Morton Grove Park District

Suzanne M. Bear
Executive Director

Jennifer Gebeck
Superintendent of Recreation



MAINE-NILES ASSOCIATION OF SPECIAL RECREATION





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INDEPENDENT AUDITORS' REPORT

To The Board of Directors
Maine-Niles Association of Special Recreation
Morton Grove, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of the Maine-Niles Association of Special Recreation as of and for the year ended December 31, 2013, which collectively comprise the Association's financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the Maine-Niles Association of Special Recreation, as of December 31, 2013, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

The management's discussion and analysis and the schedule of funding progress are not required parts of the financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Kuntze & Associates, P.C.

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

Management's Discussion and Analysis December 31, 2013

Management's discussion and analysis of the Maine-Niles Association of Special Recreation's (hereafter known as "the Association") financial performance provides an overview of the Association's financial activities for the fiscal year ended December 31, 2013. Please read it in conjunction with the Association's financial statements, which begin on page 11.

FINANCIAL HIGHLIGHTS

- The Association's net position decreased \$3,113 as a result of this year's operations. Revenue from programs slightly increased over last year.
- Revenues included operating grants of \$67,850 that were used primarily towards scholarships for participants needing financial assistance and for transportation services.
- Additionally, the Association received \$14,094 from fundraising, donations, and other income.
- The Liponi Foundation sponsored special programs covering costs of \$12,053.
- The Association provides Day Camp transportation utilizing its own vehicles and personnel instead of contracting the services of an independent transportation company.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position, the Statement of Activities and the Statement of Cash Flows (on pages 11 – 13) provide information about the activities of the Association as a whole and present a longer-term view of the Association's finances. Fund financial statements begin on page 14. For business type 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 Association's operations in more detail than the government-wide statements.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Association's finances, in a matter similar to a private-sector business. The government-wide financial statements can be found on pages 11 – 13 of this report.

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

Management's Discussion and Analysis December 31, 2013

USING THIS ANNUAL REPORT – Continued

Government -Wide Financial Statements – Continued

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

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Association, like local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. Fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Association's near-term financing requirements. Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the fund balance sheet and the fund statement of revenues, expenses and changes in fund net position provide a reconciliation to facilitate the comparison between these two perspectives.

The Association maintains one business type fund and adopts an annual budget for its business type fund. A budgetary comparison statement for this fund has been provided to demonstrate compliance with this budget.

The fund financial statements can be found on pages 14 - 16 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 - 29 of this report.

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

Management's Discussion and Analysis December 31, 2013

USING THIS ANNUAL REPORT – Continued

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The Schedule of Revenues, Expenses, and Changes in Fund Net Position – Budget and Actual can be found on pages 30 - 32 of this report.

GOVERNMENT -WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following table reflects that, in the case of the Association, assets exceed liabilities by \$528,159 as of December 31, 2013, which was a decrease of \$3,114 from the previous year.

	Net Position	
	Activities	
	2013	2012
Current and Other Assets	\$ 590,990	\$ 534,717
Capital Assets	87,617	126,709
Total Assets	<u>678,607</u>	<u>661,426</u>
Deferred Outflows	<u>0</u>	<u>0</u>
Other Liabilities	121,106	130,154
Total Liabilities	<u>121,106</u>	<u>130,154</u>
Deferred Inflows	<u>29,342</u>	<u>0</u>
Net Position		
Invested in Capital Assets	87,617	126,709
Unrestricted	<u>440,542</u>	<u>404,563</u>
Total Net Position	<u>\$ 528,159</u>	<u>\$ 531,272</u>

The largest component of the Association's net position (approximately 83%) is its unrestricted net position, which is primarily the working cash it needs to meet expenses incurred during the first quarter of operations. The remaining 17% represents the Association's investment in capital assets. The Association uses these capital assets in providing services to citizens; consequently, these assets are not available for future spending.

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

**Management's Discussion and Analysis
December 31, 2013**

GOVERNMENT -WIDE FINANCIAL ANALYSIS – Continued

Net position of the Association's business type activities decreased less than one percent from \$531,272 in 2012 to \$528,159 in 2013. The unrestricted net position invested in capital assets decreased by \$39,092 and unrestricted net position increased by \$35,979. During 2013, the Association capitalized \$4,604 in additional capital assets, which was offset by \$42,878 of depreciation expense.

Changes in Net Position

	Business Type Activities	
	2013	2012
Revenues		
Program Revenues		
Charges for Services		
Member District Contributions	\$ 1,276,139	\$ 1,244,885
Recreation Program Revenues	281,177	272,658
Member District Inclusion Reimbursements	458,705	444,742
Donations/Fundraising/Other	14,094	18,529
Operating Grants	67,850	67,450
Capital Grants	0	57,740
General Revenues		
Interest Income	126	400
Total Revenues	<u>2,098,091</u>	<u>2,106,404</u>
Expenses		
Business Type Activities		
Program Services	<u>2,101,204</u>	<u>2,096,628</u>
Total Expenses	<u>2,101,204</u>	<u>2,096,628</u>
Increase (Decrease) in Net Assets	(3,113)	9,776
Net Assets-Beginning	<u>531,272</u>	<u>521,496</u>
Net Assets-Ending	<u>\$ 528,159</u>	<u>\$ 531,272</u>

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

Management's Discussion and Analysis December 31, 2013

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

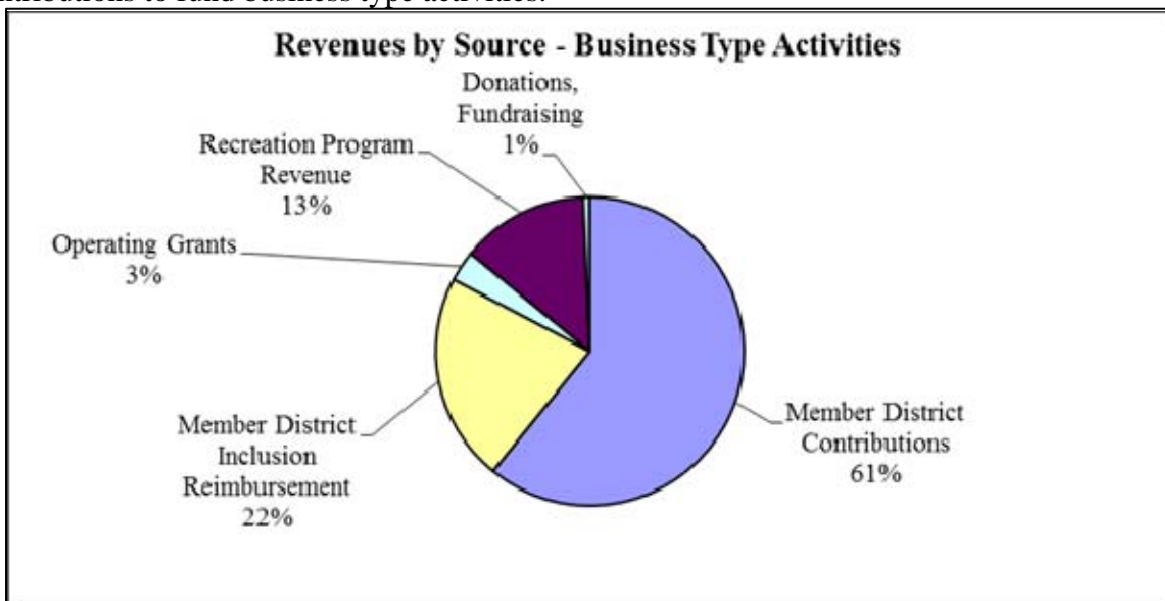
Business Type Activities

The Association provides comprehensive special recreation programs for the residents, with various disabilities, of its six member park districts and one village which include Des Plaines Park District, Golf-Maine Park District, Morton Grove Park District, Niles Park District, Skokie Park District, Park Ridge Recreation and Park District, and the Village of Lincolnwood Parks and Recreation. The member districts levy taxes in their Handicapped funds to support the Association. In addition, the member districts may request the Association to provide inclusion companions for individuals participating in their programs that have special needs. In 2013, the contributions from the seven-member districts account for 61% or \$1,276,139 of the revenue for business type funds and the reimbursement of inclusion expenses account for 22% or \$458,705. Charges for program services account for 13% or \$281,177 of the revenue for business type funds. Operating grants, donations, and fundraising account for the remaining 4%.

The Association budgeted salary increases for 2013 to be 3.0%. For health insurance coverage, the percentage of the premium that employees pay did not change. Currently, employees electing single coverage are responsible for 5% of the medical cost, while those who elect family coverage must contribute 50%.

For the year ended December 31, 2013, the cost of all business type activities, including depreciation, was \$2,101,204. Overall, business type program revenues, including member district contributions and grants, were \$2,097,965 and interest income was \$126.

The following table 'Revenue by Source – Business Type Activities' graphically depicts the major revenue sources of the Association. It illustrates explicitly the reliance of member district contributions to fund business type activities.



MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

Management's Discussion and Analysis December 31, 2013

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Business type fund

The focus of the Association's business type fund is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, the unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the business type fund reported an ending fund balance of \$484,753, which represents an increase of \$37,563 from the prior year.

Overall, the total of operating and non-operating revenues decreased from \$2,106,004 in 2012 to \$2,097,965 in 2013. Program revenues increased 3.3% offset by no capital grant being awarded in 2013.

Total expenses increased from \$2,096,628 in 2012 to \$2,101,204 in 2013. This increase was primarily due to increased inclusion wages and increased program expenses related to one-on-one staffing requirements.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the Association did not revise the budget. The net change in fund balance was \$37,563 more than budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of December 31, 2013, the Association's investment in capital assets for its business type activities was \$87,617. This investment in capital assets consists of office equipment and vehicles used for transportation. The total decrease in the Association's investment in capital assets for the current fiscal year was \$39,092 from the prior year.

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

Management's Discussion and Analysis December 31, 2013

CAPITAL ASSETS AND DEBT ADMINISTRATION - Continued

The following is the net capital asset balance as of December 31, 2013 and 2012:

Capital Assets - Net of Depreciation

	Governmental Activities	
	2013	2012
Equipment	\$ 23,944	\$ 29,878
Vehicles	63,673	96,831
Net Capital Assets	<u>\$ 87,617</u>	<u>\$ 126,709</u>

Additional information on the Association's capital assets can be found in note 3 on page 23 of this report.

Debt

As of December 31, 2013, the Association did not have any outstanding debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Association's Board of Directors considered many factors when setting the 2014 budget. The budget reflects some of the trends and economic indicators of the membership districts and Special Recreation Associations in general.

During 2014, the Board will continue to review these indicators and make any adjustments to the budget that is indicated by a significant change in such factors.

MAINE-NILES ASSOCIATION OF SPECIAL RECREATION, ILLINOIS

**Management's Discussion and Analysis
December 31, 2013**

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Association's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Executive Director, Maine-Niles Association of Special Recreation, 6820 W. Dempster, Morton Grove, Illinois.

**Maine-Niles Association of Special Recreation
Statement of Net Position
December 31, 2013**

	Business Type Activities
ASSETS	
Cash and Cash Equivalents	\$ 543,611
Accounts Receivable (Net of Allowance for Doubtful Accounts of \$0)	33,898
Prepaid Expenses	13,481
Capital Assets, Net of Depreciation	<u>87,617</u>
TOTAL ASSETS	<u>678,607</u>
DEFERRED OUTFLOWS	<u>0</u>
LIABILITIES	
Accounts Payable	20,753
Refunds Payable	278
Accrued Payroll	55,864
Compensated Absences	21,444
Unfunded Pension Obligation	<u>22,767</u>
TOTAL LIABILITIES	<u>121,106</u>
DEFERRED INFLOWS	
Unearned Revenue	<u>29,342</u>
TOTAL DEFERRED INFLOWS	<u>29,342</u>
NET POSITION	
Net Investment in Capital Assets	87,617
Unrestricted Net Amounts	<u>440,542</u>
TOTAL NET POSITION	<u><u>\$ 528,159</u></u>

See Accompanying Notes to the Financial Statements

Maine-Niles Association of Special Recreation
Statement of Activities
For the Year Ended December 31, 2013

Functions/Programs	Expenses	Program Revenues		Net Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Business Type Activities
BUSINESS TYPE ACTIVITIES				
Special Recreation	\$ 2,101,204	\$ 2,017,543	\$ 80,422	\$ (3,239)
TOTAL BUSINESS TYPE ACTIVITIES	<u>\$ 2,101,204</u>	<u>\$ 2,017,543</u>	<u>\$ 80,422</u>	<u>(3,239)</u>
GENERAL REVENUES				
Interest Income				<u>126</u>
TOTAL GENERAL REVENUES				<u>126</u>
CHANGE IN NET POSITION				(3,113)
NET POSITION, BEGINNING OF YEAR				<u>531,272</u>
END OF YEAR				<u>\$ 528,159</u>

See Accompanying Notes to the Financial Statements

**Maine-Niles Association of Special Recreation
Statement of Cash Flows
For the Year Ended December 31, 2013**

CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Members and Customers	\$ 2,122,605
Interest Received	126
Cash Payments to Suppliers and Employees	<u>(2,047,783)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>74,948</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Cash Payments for Purchase of Capital Assets	<u>(4,604)</u>
NET CASH USED IN INVESTING ACTIVITIES	<u>(4,604)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	70,344
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>473,267</u>
END OF YEAR	<u><u>\$ 543,611</u></u>
 RECONCILIATION OF CHANGE IN NET POSITION TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Change in Net Position	\$ (3,113)
Adjustment to Reconcile Change in Net Position to Net Cash Provided By Operating Activities	
Depreciation	42,878
Loss on Disposal of Assets	818
Changes in Certain Assets and Liabilities:	
Accounts Receivable	17,505
Prepaid Expenses	(3,433)
Accounts Payable	5,036
Refunds Payable	(525)
Accrued Wages	7,297
Unearned Revenue	6,901
Compensated Absences	1,584
Unfunded Pension Obligation	<u>0</u>
Total Adjustments	<u>78,061</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 74,948</u></u>

See Accompanying Notes to the Financial Statements

**Maine-Niles Association of Special Recreation
Balance Sheet
December 31, 2013**

ASSETS

Cash and Cash Equivalents	\$ 543,611
Accounts Receivable (Net of Allowance for Doubtful Accounts of \$0)	33,898
Prepaid Expenses	<u>13,481</u>

TOTAL ASSETS

590,990

DEFERRED OUTFLOWS

0

LIABILITIES

Accounts Payable	20,753
Refunds Payable	278
Accrued Payroll	<u>55,864</u>

TOTAL LIABILITIES

76,895

DEFERRED INFLOWS

Unearned Revenue	<u>29,342</u>
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TOTAL DEFERRED INFLOWS

29,342

NET POSITION

Nonspendable	13,481
Unrestricted	<u>471,272</u>

TOTAL NET POSITION

484,753

Amounts reported in the statement of net position are
different because:

Capital Assets are not reported in the fund financial statements.	87,617
Compensated Absences are not reported in the fund financial statements.	(21,444)
Unfunded Pension Obligation is not reported in the fund financial statements.	<u>(22,767)</u>

NET POSITION

\$ 528,159

**Maine-Niles Association of Special Recreation
Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended December 31, 2013**

OPERATING REVENUES	
Member District Contributions	\$ 1,276,139
Recreation Program Revenue	281,177
Member District Inclusion Reimbursements	458,705
Grants and Scholarships	67,850
Fundraising	7,362
Donations	5,210
Miscellaneous	1,522
	<hr/>
TOTAL OPERATING REVENUES	2,097,965
OPERATING EXPENSES	
Salaries and Wages	1,152,263
Insurance	119,333
Contractual Services	307,547
Utilities	10,173
Materials and Supplies	40,740
Maintenance and Repairs	29,499
Capital Outlay	7,945
Recreation Programs	361,650
Other	31,378
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TOTAL OPERATING EXPENSES	2,060,528
OPERATING INCOME	37,437
NON-OPERATING REVENUES	
Interest Income	126
	<hr/>
TOTAL NON-OPERATING REVENUES	126
CHANGE IN NET POSITION	37,563
FUND NET POSITION, BEGINNING OF YEAR	447,190
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END OF YEAR	\$ 484,753
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See Accompanying Notes to the Financial Statements

**Maine-Niles Association of Special Recreation
 Reconciliation of the Statement of Revenues, Expenses, and
 Changes in Fund Net Position to the Statement of Activities
 For the Year Ended December 31, 2013**

Net Change in Fund Net Position (Statement of Revenues, Expenses, and Changes in Fund Net Position)	\$ 37,563
Amounts reported for governmental activities in the Statement of Net Position are different because:	
The Purchase of Capital Assets is considered an expense in the fund financial statements.	4,604
Depreciation of Capital Assets is not considered an expense in the fund financial statements.	(42,878)
Compensated Absences is not considered an expense in the fund financial statements.	(1,584)
Loss on Disposal Assets is not considered an expense in the fund financial statements.	<u>(818)</u>
Change in Net Position (Statement of Activities)	<u>\$ (3,113)</u>

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements
For the Year Ended December 31, 2013**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Maine-Niles Association of Special Recreation (“The Association”), an intergovernmental organization consisting of seven area park districts, was organized to provide special recreation programs to the physically and mentally handicapped within their districts and to share the expenses of such programs on a cooperative basis. The Association is governed by a Board of Directors consisting of one representative from each member agency. The Board of Directors is responsible for establishing all major policies and changes therein and for approving all budgets, capital outlays, programming, and master plans. The Board of Directors performs these duties following the guidelines set forth in the municipal and park district code for joint agreements. The seven current member districts are Des Plaines Park District, Golf-Maine Park District, Morton Grove Park District, Niles Park District, Skokie Park District, Park Ridge Recreation and Park District, and Lincolnwood Parks and Recreation.

The accounting and reporting policies of the Association relating to the funds included in the accompanying basic financial statements conform to generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

A. Reporting Entity

The Association follows the provisions of Governmental Accounting Standards Board Statement No. 39, “Determining Whether Certain Organizations Are Component Units – an amendment of GASB Statement No. 14”. As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The Association has concluded that no entities meet the criteria of Statement 39 for inclusion as a component unit. Likewise, the Association is not required to be included as a component unit of any other entity.

Governmental Accounting Standards Board Statement No. 61, “The Financial Reporting Entity”, is an amendment of GASB Statements No. 14 and No. 39, which does not have impact on the current year financial statements.

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. New Accounting Standards

As of January 1, 2013, the Association has implemented GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows or Resources, and Net Position". The objective of this Statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effect on a government's net position.

As of January 1, 2013, the Association has implemented GASB Statement No. 65 "Items Previously Reported as Assets and Liabilities". The objective of this statement is to establish accounting and financial reporting standards that reclassify as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. The Statement also recognizes as outflows of resources or inflows of resources certain items that were previously reported as assets and liabilities.

C. Basis of Presentation

The implementation of GASB 34 requires three statements to be shown as basic financial statements for all stand-alone enterprise fund entities. They are the Statement of Net Position, which presents the financial condition of the governmental activities of the Association at fiscal year end, the Statement of Revenues, Expenses and Changes in Fund Net Position, which presents a comparison between direct expenses and program revenues for the Association's activities, and the Statement of Cash Flows. All statements are prepared on the full accrual basis.

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The Association has one fund which operates as a stand alone enterprise fund whose function is to provide special recreation.

D. Basis of Accounting

The basic financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The Association reports unearned program revenues on its Statement of Net Position. Unearned revenues arise from program charges received before the program has started.

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus

The basic financial statements are presented using the flow of economic resources measurement focus, which means all assets and liabilities (whether current or non-current) are included on the Statement of Net Position and the operating statements present increases and decreases in net total assets.

F. Income Taxes

For tax reporting purposes, the Association operates as a nonprofit organization and has received exempt status under section 501 (c)(3) of the Internal Revenue Code.

The Association reports information regarding its financial position and activities according to three classes of net position: unrestricted net position, temporarily restricted net position, and permanently restricted net position.

The Association files its tax return with the U.S. federal and various state and local tax jurisdictions. With few exceptions, the Association is no longer subject to examinations by major tax jurisdictions for the tax years 2010 and prior. The Association had no income tax expense for the years ended December 31, 2013 and 2012, respectively.

The Association includes accrued interest and penalties related to unrecognized tax benefits in operating expenses. The expense for interest and penalties related to unrecognized tax benefits amounts to \$0 for the years ended December 31, 2013 and 2012, respectively.

G. Contributions

Contributions of cash and other assets are reported as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net position are reclassified to unrestricted net position and reported in the statement of activities as net position released from restrictions. Restricted contributions whose restrictions are met in the same reporting period they are received are shown as unrestricted support.

H. Use of Estimates

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

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Budget and Budgetary Accounting

The Association's staff and Board of Directors followed these procedures in establishing the budgetary data reflected in the financial statements:

1. During the month of May, the staff meets as a group to discuss program ideas for the next fiscal year.
2. Between July 1 and July 15, Recreation Specialists and program Supervisors develop program budget requests and fund summaries.
3. During the month of August, the Superintendent of Recreation submits information on the staff's proposed programming ideas for the coming year along with their respective budgets. In addition, the staff submits their proposed budget requests for all non-programming items.
4. In October, the Executive Director develops the preliminary budget and the member agency contribution amount, and submits both to the Board for review.
5. In November, the member districts vote on the proposed member contributions for the coming year.
6. Final budget approval is slated for early December.
7. Budgets are adopted consistent with GAAP.

J. Compensated Absences

The Association's regular full-time employees accumulate vacation days based on the employee's anniversary date. While employees are not permitted to carryover unused vacation days beyond their anniversary date, any unused vacation days are paid out upon the employee's termination.

The amount of compensated absences represents the amount of unused vacation time as of December 31, 2013.

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Cash, Cash Equivalents, and Investments

For purposes of reporting cash flows, cash and cash equivalents are defined as cash on hand, amounts held at financial institutions, and short-term highly liquid investments that are readily convertible to known amounts of cash. Investments with an original maturity of three months or less are considered short-term for these purposes.

Under Illinois law, the Association is restricted to investing funds in specific types of investment instruments. Allowable investments under State Law include securities issued or guaranteed by the U.S. Government; interest-bearing accounts of banks and savings and loan associations insured up to \$250,000 by the Federal Deposit Insurance Corporation; short-term obligations (less than 180 days) of U.S. corporations with assets over \$500 million dollars rated in the highest classification by at least two rating agencies; insured accounts of an Illinois credit union chartered under United States or Illinois law; money market mutual funds with portfolios of securities issued or guaranteed by the U.S. Government or agreements to repurchase these same types of obligations; Illinois Funds Money Market Fund; repurchase agreements, which must meet instrument transaction requirements of Illinois law. The Association does not invest in repurchase agreements.

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

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

The Association limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

L. Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for business activities include accounts receivable.

M. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond December 31, 2013 are recorded as prepaid expenses.

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Capital Assets

Depreciation of all exhaustible capital assets over the threshold of \$1,000 is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Equipment	4-10 Years
Vehicles	5 Years

O. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

- Net Investment in capital assets – consists of capital assets, net of accumulated depreciation and related debt, if applicable.
- Restricted Amounts – consists of amounts with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted Amounts – consists of all other amounts that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Fund equity of Business-type activities is classified the same as in the government-wide financial statements.

NOTE 2 – CASH AND CASH EQUIVALENTS

At December 31, 2013, the carrying amount of the Association's deposits was \$543,411, not including a petty cash fund of \$200 kept at the administrative office, and the bank balance was \$467,753.

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 3 – CAPITAL ASSETS

A summary of the changes in capital assets for the year follow for the business-type activities. Total depreciation expense for the year charged to the business-type activities was \$42,878.

	Balance December 31, 2012	Additions	Retirements	Balance December 31, 2013
Assets Subject to Depreciation				
Equipment	\$ 92,991	\$ 4,604	\$ 3,559	\$ 94,036
Vehicles	270,410	0	0	270,410
Total Capital Assets	363,401	4,604	3,559	364,446
Less Accumulated Depreciation				
Equipment	63,113	9,720	2,741	70,092
Vehicles	173,579	33,158	0	206,737
Total Accumulated Depreciation	236,692	42,878	2,741	276,829
Net Capital Assets	\$ 126,709	\$ (38,274)	\$ (818)	\$ 87,617

NOTE 4 – LEASE OBLIGATIONS

The Association leases its administrative office under the terms of a non-cancellable lease from the Morton Grove Park District expiring in September 2021. The lease states that for the first 120 months, the Association shall pay a fixed annual rent at an annual rate necessary to amortize \$700,000 over a period of ten years, plus a proportionate share of operating expenses. The lease agreement for the next five-year term (September 1, 2011 to August 31, 2016) is \$4,713 on a monthly basis with a 1% increase each year.

Rent expense for the year ended December 31, 2013 amounted to \$57,306. Future minimum lease payments are as follows:

For the year ending December 31, 2014	\$ 57,879
December 31, 2015	58,458
December 31, 2016	39,231

For the years ending December 31, 2017-2021 To be determined

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 5 – RISK MANAGEMENT

The Maine-Niles Association of Special Recreation is exposed to various risks related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and net income losses.

Since 01/01/1985, the Maine-Niles Association of Special Recreation has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program. PDRMA is a public entity risk pool consisting of park districts, forest preserve districts, special recreation associations and certain non-profit organizations serving the needs of public entities formed in accordance with the terms of an intergovernmental cooperative agreement among its members. Property, general liability, automobile liability, crime, boiler and machinery, public officials' liability, employment practices liability, workers compensation and pollution liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit. The following table is a summary of the property/casualty coverage in effect for the period January 1, 2013 through January 1, 2014:

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
1. Property					
Property/Bldg/Contents				PDRMA Reinsurers:	P070112
All losses per occurrence	\$1,000	\$1,000,000	\$1,000,000,000/all members Declaration 11	Various Reinsurers through the Public Entity	
Flood/except Zones A&V	\$1,000	\$1,000,000	\$250,000,000/occurrence/annual aggregate	Property	
Flood, Zones A&V	\$1,000	\$1,000,000	\$200,000,000/occurrence/annual aggregate	Reinsurance	
Earthquake Shock	\$1,000	\$100,000	\$100,000,000/occurrence/annual aggregate	Program (PEPIP)	
Auto Physical Damage					
Comprehensive and Collision	\$1,000	\$1,000,000	Included		
Course of Construction/Builders Risk	\$1,000	Included	\$25,000,000		
Business interruption, Rental Income, Tax Income Combined	\$1,000		\$100,000,000/reported values \$500,000/\$2,500,000/non-reported values		
Service Interruption	24 hours	N/A	\$25,000,000		
			OTHER SUB-LIMITS APPLY- REFER TO COVERAGE DOCUMENT		
Boiler and Machinery				Travelers	BME1 0525L478
Property Damage	\$1,000	\$9,000	\$100,000,000 Equip. Breakdown	Indemnity Co. of Illinois	
Business Income	48 hours	N/A	Property damage - included Included		
			OTHER SUB-LIMITS APPLY- REFER TO COVERAGE DOCUMENT		
Fidelity and Crime	\$1,000	\$24,000	\$2,000,000	National Union	01-582-86-58
Seasonal Employees	\$1,000	\$9,000	\$1,000,000	Fire Insurance Co.	
Blanket Bond	\$1,000	\$24,000	\$2,000,000		
2. Workers Compensation					
EMPLOYERS LIABILITY	N/A	\$500,000	Statutory	PDRMA	WC010113
		\$500,000	\$3,500,000 Employers Liability	Government Entities Mutual (GEM)	GEM-0003-B13001
3. Liability					
General	None	\$500,000	\$21,500,000/occurrence	PDRMA Reinsurers:	L010113
Auto Liability	None	Included	\$21,500,000/occurrence	Government Entities	GEM-0003-
Employment Practices	None	Included	\$21,500,000/occurrence	Mutual, Great American/Starr	B13001
Public Officials' Liability	None	Included	\$21,500,000/occurrence	Indemnity and Liability Co.	8090016
Law Enforcement Liability	None	Included	\$21,500,000/occurrence		
Uninsured/Underinsured Motorists	None	Included	\$1,000,000/occurrence		
4. Pollution Liability					
Liability - third party	None	\$25,000	\$5,000,000/occurrence	XL Environmental Insurance	PEC 2535804
Property - first party	\$1,000	\$24,000	\$30,000,000 3 yr. general aggregate		

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 5 – RISK MANAGEMENT (CONTINUED)

Coverage	Member Deductible	PDRMA Self-Insured Retention	Limits	Insurance Company	Policy Number
5. <u>Outbreak Expense</u>	24 Hours	N/A	\$15,000 per day \$1 million aggregate policy limit	Great American	
6. <u>Information Security and Privacy Insurance with Electronic Media Liability Coverage</u> Information Security &					
Privacy Liability	None	\$100,000	\$2,000,000/occurrence/annual aggregate	Beazley Lloyds	C121280
Privacy Notification Costs	None	\$100,000	\$500,000/occurrence/annual aggregate	Syndicate	
Regulatory Defense & Penalties	None	\$100,000	\$2,000,000/occurrence/annual aggregate	AFB 2623/623 through the	
Website Media Content Liability	None	\$100,000	\$2,000,000/occurrence/annual aggregate	PEPIP program	
Cyber Extortion	None	\$100,000	\$2,000,000/occurrence/annual aggregate		
Data Protection & Business Interruption	\$1,000	\$100,000	\$2,000,000/occurrence/annual aggregate		
First Pay Business Interruption			\$25,000 hourly sublimit/\$25,000 forensic experience/\$100,000 dependent business interruption		
7. <u>Volunteer Medical Accident</u>	None	\$5,000	\$5,000 medical expense and AD&D excess of any other collectible insurance	Self-Insured	
8. <u>Underground Storage Tank Liability</u>	None	N/A	\$10,000, follows Illinois Leaking Underground Tank Fund	Self-Insured	
9. <u>Unemployment Compensation</u>	N/A	N/A	Statutory	Member funded	

Losses exceeding the per occurrence self-insured and reinsurance limit would be the responsibility of the Association .

As a member of PDRMA's Property/Casualty Program, the Association is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Association and PDRMA is governed by a contract and the by-laws that have been adopted by resolution of the Association's governing body. The Association is contractually obligated to make all annual and supplementary contributions to PDRMA, to report claims on a timely basis, cooperate with PDRMA, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by PDRMA.

Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

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

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 5 – RISK MANAGEMENT (CONTINUED)

The following represents a summary of PDRMA's Balance Sheet at December 31, 2012 and the Statement of Revenues and Expenses for the period ending December 31, 2012. The Association's portion of the overall equity of the pool is 0.313% or \$103,867.

Assets	\$	58,731,852
Liabilities		22,007,198
Member Balances		36,724,654
Revenues		21,144,568
Expenditures		17,586,080

Since 97% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the Member Balances are adjusted annually as more recent loss information becomes available.

NOTE 6 – PDRMA HEALTH PROGRAM

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

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

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

The following represents a summary of PDRMA's Balance Sheet at December 31, 2012 and the Statement of Revenues and Expenses for the period ending December 31, 2012.

Assets	\$	9,142,121
Liabilities		3,957,021
Member Balances		5,185,100
Revenues		25,189,745
Expenditures		25,786,675

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

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 7 – RETIREMENT FUND COMMITMENT

Plan Description. The employer’s defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Association of Special Recreation plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois.

IMRF issues a financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Funding Policy. As set by statute, the Association of Special Recreation Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for the calendar year 2013 was 13.17 percent. The Association of Special Recreation also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2013, The Association of Special Recreation’s required contribution for calendar year 2013 was \$90,282.

Actual Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2013	\$ 90,282	100%	\$ 0
12/31/2012	88,903	96%	3,355
12/31/2011	87,659	89%	9,748

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Association’s Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investment over a five-year period with a 20% corridor between the actuarial and market value of assets. The Association of Special Recreation Regular’s unfunded actuarial accrued liability at December 31, 2010 is being amortized as a level percentage of projected payroll on an open 10 year basis.

**Maine-Niles Association of Special Recreation
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2013**

NOTE 7 – RETIREMENT FUND COMMITMENT (CONTINUED)

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 84.12 percent funded. The actuarial accrued liability for benefits was \$1,980,699 and the actuarial value of assets was \$1,666,169, resulting in an underfunded actuarial accrued liability (UAAL) of \$314,530. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$685,511 and the ratio of the UAAL to the covered payroll was 46 percent.

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

NOTE 8 – COMPENSATED ABSENCES

Changes in compensated absences for the year ending December 31, 2013 follow. Due to the nature of the liability, the full amount could potentially become payable in the next fiscal year.

	Balance January 1, 2013	Additions	Reductions	Balance December 31, 2013
Business-Type Activities	\$ 19,860	\$ 1,584	\$ 0	\$ 21,444

NOTE 9 – SUBSEQUENT EVENTS

The date to which events occurring after December 31, 2013, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosure is February 27, 2014 the date the financial statements were available to be issued.

**Maine-Niles Association of Special Recreation
 Required Supplementary Information
 For the Year Ended December 31, 2013**

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

**Maine Niles Association of Special Recreation
 EMPLOYER NUMBER: 05464R
 REQUIRED SUPPLEMENTARY INFORMATION
 Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2013	\$ 1,666,169	\$ 1,980,699	\$ 314,530	84.12%	\$ 685,511	45.88%
12/31/2012	1,763,337	2,056,632	293,295	85.74%	670,966	43.71%
12/31/2011	1,548,423	1,822,078	273,655	84.98%	672,228	40.71%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$1,926,532. On a market basis, the funded ratio would be 97.27%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with the Association. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

**Maine-Niles Association of Special Recreation
Schedule of Revenues, Expenses, and Changes in Fund Net Position
Budget and Actual
For the Year Ended December 31, 2013**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
OPERATING REVENUES				
Member District Contributions				
Des Plaines	\$ 262,374	\$ 262,374	\$ 262,374	\$ 0
Golf-Maine	39,305	39,305	39,305	0
Lincolnwood	96,859	96,859	96,859	0
Morton Grove	120,595	120,595	120,595	0
Niles	161,432	161,432	161,432	0
Park Ridge	241,063	241,063	241,063	0
Skokie	354,511	354,511	354,511	0
Total Member District Contributions	1,276,139	1,276,139	1,276,139	0
Recreation Program Revenue				
Ongoing Youth Programs	48,000	48,000	55,597	7,597
Special Events for Youth	13,500	13,500	12,255	(1,245)
Youth Day Camp	51,000	51,000	46,153	(4,847)
Leisure Education	1,600	1,600	1,734	134
Ongoing Adult Programs	95,000	95,000	87,805	(7,195)
Special Events for Adults	49,500	49,500	65,580	16,080
Foundation Sponsored Programs	14,000	14,000	12,053	(1,947)
Total Recreation Program Revenue	272,600	272,600	281,177	8,577
Member District Inclusion Reimbursements				
Wages	404,187	404,187	423,822	19,635
Workers' Compensation	2,586	2,586	2,631	45
Pension - FICA	30,920	30,920	32,252	1,332
Total Member District Inclusion Reimbursements	437,693	437,693	458,705	21,012
Grants and Scholarships	63,000	63,000	67,850	4,850
Fundraising	6,700	6,700	7,362	662
Donations and Miscellaneous	7,600	7,600	6,732	(868)
Total Other Revenue	77,300	77,300	81,944	4,644
TOTAL OPERATING REVENUES	\$ 2,063,732	\$ 2,063,732	\$ 2,097,965	\$ 34,233
OPERATING EXPENSES				
Salaries and Wages				
Administrative Staff	\$ 177,259	\$ 177,259	\$ 178,486	\$ (1,227)
Clerical Part-Time	49,690	49,690	47,863	1,827
Special Recreation Managers	243,003	243,003	248,474	(5,471)
Development Coordinator	37,393	37,393	37,930	(537)
Specialists	146,456	146,456	132,886	13,570
Finance Coordinator	62,673	62,673	63,349	(676)
Inclusion Wages	408,000	408,000	431,748	(23,748)
Liponi Liaison	11,205	11,205	11,527	(322)
Total Salaries and Wages	1,135,679	1,135,679	1,152,263	(16,584)

Required Supplementary Information

Maine-Niles Association of Special Recreation
Schedule of Revenues, Expenses, and Changes in Fund Net Position
Budget and Actual (Continued)
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
OPERATING EXPENSES (CONTINUED)				
Insurance				
Group Employees' Health	\$ 89,199	\$ 89,199	\$ 85,616	\$ 3,583
Group Employees' Life	1,288	1,288	1,266	22
Workers' Compensation	8,954	8,954	8,523	431
Liability	24,374	24,374	23,928	446
Total Insurance	123,815	123,815	119,333	4,482
Contractual Services				
Advertising	2,675	2,675	771	1,904
Association Dues	3,900	3,900	4,171	(271)
Website Maintenance	1,500	1,500	300	1,200
Periodicals	300	300	167	133
Postage	8,800	8,800	7,372	1,428
Bulk Mail Postage	900	900	900	0
Telephone	9,000	9,000	10,591	(1,591)
Printing	19,500	19,500	16,399	3,101
Building Rental	57,306	57,306	57,306	0
Professional Services	5,000	5,000	5,146	(146)
Pension - IMRF	91,761	91,761	90,737	1,024
Pension - FICA	109,121	109,121	107,880	1,241
Unemployment Compensation	2,000	2,000	5,807	(3,807)
Total Contractual Services	311,763	311,763	307,547	4,216
Utilities				
Electricity	6,000	6,000	8,180	(2,180)
Natural Gas	2,000	2,000	1,993	7
Total Utilities	8,000	8,000	10,173	(2,173)
Materials and Supplies				
Printed Supplies	2,400	2,400	2,989	(589)
Office Supplies	4,000	4,000	3,565	435
Safety & Training	3,500	3,500	3,207	293
Computer Supplies	2,000	2,000	2,096	(96)
Copy Machine Supplies	2,000	2,000	2,494	(494)
Gas, Oil and Lubricants	23,000	23,000	26,389	(3,389)
Total Materials and Supplies	36,900	36,900	40,740	(3,840)
Maintenance and Repairs				
Office Equipment	8,500	8,500	11,350	(2,850)
Vehicles	17,000	17,000	18,149	(1,149)
Total Maintenance and Repairs	25,500	25,500	29,499	(3,999)

**Maine-Niles Association of Special Recreation
Schedule of Revenues, Expenses, and Changes in Fund Net Position
Budget and Actual (Continued)
For the Year Ended December 31, 2013**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
OPERATING EXPENSES (CONTINUED)				
Capital Outlay				
Program Equipment	\$ 1,000	\$ 1,000	\$ 2,432	\$ (1,432)
Office Equipment	5,800	5,800	5,513	287
Total Capital Outlay	6,800	6,800	7,945	(1,145)
Recreation Programs				
Ongoing Youth Programs	71,000	71,000	64,258	6,742
Special Events for Youth	22,000	22,000	11,705	10,295
Youth Day Camp	118,500	118,500	121,416	(2,916)
Leisure Education	1,200	1,200	1,381	(181)
Ongoing Adult Programs	96,000	96,000	82,313	13,687
Special Events for Adults	56,000	56,000	68,524	(12,524)
Foundation Special Events	14,000	14,000	12,053	1,947
Total Recreation Programs	378,700	378,700	361,650	17,050
Other				
Travel	4,500	4,500	2,464	2,036
Personnel	10,000	10,000	8,315	1,685
Educational Training	9,000	9,000	5,670	3,330
Board	750	750	348	402
Photography	875	875	1,448	(573)
Fundraising	7,300	7,300	6,891	409
Bank Charges	3,000	3,000	5,814	(2,814)
Inclusion Expenses	1,500	1,500	428	1,072
Total Other	36,925	36,925	31,378	5,547
TOTAL OPERATING EXPENSES	2,064,082	2,064,082	2,060,528	3,554
OPERATING INCOME	(350)	(350)	37,437	37,787
NON-OPERATING REVENUES				
Interest Income	350	350	126	(224)
TOTAL NON-OPERATING REVENUES	350	350	126	(224)
CHANGE IN NET POSITION	\$ 0	\$ 0	37,563	\$ 37,563
NET POSITION, BEGINNING OF YEAR			447,190	
END OF YEAR			\$ 484,753	