

**CHICAGO PARK DISTRICT
CHICAGO, ILLINOIS**

Comprehensive Annual Financial Report
For the year ended December 31, 2006



Steve Hughes, Chief Financial Officer
Constance M. Kravitz, CPA, Comptroller



chicago park district

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Board of Commissioners

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Bob Pickens
Vice President

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Reverend Daniel Matos-Real
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Rouhy J. Shalabi

**General Superintendent
& CEO**

Timothy J. Mitchell

City of Chicago
Richard M. Daley
Mayor

July 27, 2007

To the Citizens of Chicago and the Financial Community:

As Superintendent and CEO of the Chicago Park District (Park District), I am proud to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year 2006.

As a measure of the Park District's financial health, the CAFR indicates a steadily improving picture as we continue to impose financial and managerial discipline on all aspects of the Park District's operations.

We have celebrated yet another successful year in our neighborhood parks. With the improvement of numerous facilities, including playgrounds and fitness centers, the Chicago Park District is enhancing opportunities to play for residents throughout the city.

The Park District will continue to focus on our core values:

[Open (accessibility)] – The Park District strives to make its facilities and programs open to all. The Special Olympics Spring Games represents one of the longest standing park programs offered for individuals with disabilities.

[Connected (partnerships)] – The Park District hosted for a second year in Chicago, Lollapalooza, which brought thousands of visitors to our city and to Grant Park, our city's "front yard." This major musical event found a home in Chicago by way of key partnerships with Parkways Foundation and Capital Sports & Entertainment, the producers of Lollapalooza. It is through such relationships with organizations, community groups and elected officials that many park events and programs come to life.

[Active (fitness)] – A healthy lifestyle must include an active component. With more than 40 state-of-the-art fitness centers, a variety of fitness classes, running and walking paths, and hundreds of aquatics, gymnastics and other sports programs like baseball, there is an opportunity for all to become active and fit at a neighborhood park.

[Green (environmental stewardship)] – The Park District is actively committed to integrating environmentally-friendly practices, procedures, and materials, making a positive contribution to the ecological health of our city. The Park District is committed to preserving its green spaces, allowing them to provide sanctuary for Chicago residents and visitors for years to come.

Thank you for your interest in the Chicago Park District's Comprehensive Annual Financial Report.

Sincerely,

Timothy J. Mitchell
General Superintendent & CEO
Chicago Park District

**2006 COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE CHICAGO PARK DISTRICT**

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Part I

INTRODUCTORY SECTION

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**General Superintendent
& CEO**

Timothy J. Mitchell

City of Chicago
Richard M. Daley
Mayor



To the Honorable Mayor Richard M. Daley, General Superintendent & CEO Timothy J. Mitchell, Members of the Board of Commissioners, and Citizens of the City of Chicago:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Chicago Park District (District) for the year ended December 31, 2006. State of Illinois (State) Law specifies that the District prepares and prints a complete and detailed report and financial statement of the District's operations and of the District's assets and liabilities as soon as the end of each fiscal year as may be expedient. Additionally a reasonable sufficient number of copies of such report shall be delivered to the appropriate committee of the Chicago City Council. This report is published to fulfill that requirement for the fiscal year ended December 31, 2006.

A further requirement of the District, as per ordinance known as the "Code of the Chicago Park District" (Code), is the necessity to prepare an annual statement giving a full and detailed accounting of all receipts and expenditures during the preceding fiscal year. Such statements shall also detail the liabilities and resources of the District, and all other things necessary to exhibit its true financial condition. Said annual statement shall be accompanied by the certificate of a certified public accountant not connected with the District and who has been appointed by the Board of Commissioners (Board). Such accountant shall certify that the statements contained in the Comptroller's report are the true reflections of the books of his/her office, which books have been correctly kept. Upon completion, it shall be transmitted to the Board at the annual meeting.

In addition to meeting the requirements set forth in the Code, additional audit and compliance requirements are necessary as described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Audits of State and Local Governments*.

Additionally, the Government Account Audit Act, the Illinois Municipal Audit Law, and the County Audit Law require local governments to submit a report, including financial statements, compiled in accordance with generally accepted accounting principles (GAAP) and a corresponding auditors' report on the financial statements. Audits are required to be performed by a licensed public accountant and submitted to the State's Office of the Comptroller on an annual basis. These financial statements are required to be audited annually in accordance with generally accepted auditing standards (GAAS).

KPMG LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the District's financial statements for the year ended December 31, 2006. The audit was conducted as a subcontractor arrangement between KPMG LLP and a consortium of Chicago-based minority- and women-owned certified public accounting firms. The independent auditors' report is located at the front of the financial section of this report.

Management assumes full responsibility for both the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this

purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

This CAFR is also intended to meet the purpose of providing Continuing Disclosure requirements as set forth in each Official Statement, for the benefit of beneficial owners of the District Bonds subject to disclosure, and in order to assist the participating Underwriters in complying with the requirements of Rule 15c2-12 of the Securities and Exchange Act of 1934, through submissions made to the Municipal Securities Rulemaking Board, Nationally Recognized Municipal Securities Information Repositories.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditors report.

Profile of the Government

History - In 1934 the Illinois legislature by way of the Park Consolidation Act, consolidated twenty-two separate park districts in the City of Chicago to officially create the District, as it is presently constituted. The consolidation into one municipal agency was intended to solve the numerous financial, management and infrastructure problems of the previously separate districts. The original goals and objectives of the District included a strong fiscal policy, a unified tax levy, and the power to issue District bonds for development and improvement, and solicitation of federal assistance from the Public Works Administration.

Today - The District owns 7,525 acres of green space on which rest over 570 parks, 220 field houses, and 26 miles of pristine lakefront with 31 beaches, making it the largest municipal park manager in the nation. Included on District property is 10 museums, 2 world-class conservatories, 16 historic lagoons, and 10 bird and wildlife gardens. From canoeing to batting cages, to arts and crafts, you can find it in our parks.

Since the creation of the District, our mission has expanded beyond strong fiscal management and infrastructure control to now include quality programming, well-managed facilities, and comfortable, safe recreation areas. Our mission is:

- Enhance the quality of life throughout Chicago by becoming a leading provider of recreation and leisure opportunities
- Provide safe, inviting, and beautifully maintained parks and facilities
- Create a customer-focused and responsive park system

The District integrates its mission into everyday activities by focusing on four core values. Our core values are:

- Accessibility
- Fitness
- Environmental stewardship
- Partnerships

With a focus on accessibility, the District strives to provide all of its facilities and programs to all Chicagoans, regardless of physical or cognitive limitations. Fitness through recreation helps enhance the quality of life throughout Chicago, and the District offers abundant opportunities to stay

active. As an environmental steward of parkland across the City, the District ensures the City is green beyond the athletic fields. Through partnerships, the District is able to stay connected to the community to better meet its needs.

The Mayor of the City of Chicago appoints the District's seven-member Board. The Board is the governing body of the District. The Board has three standing committees under which business is done: Administration, Programs and Recreation, and Capital Improvements. The Office of the Secretary serves as the coordinating staff to the Board.

Each year, the District prepares the budget document as a guide for implementing the goals of the District's strategic and operational plan. The process is a culmination of input from regional and departmental management, and community members to help shape the District's goals and objectives.

In the summer, community hearings are held in the Regions to give the public the opportunity to provide input before the budget is released and presented to the Board. The State code requires that the budget recommendations be submitted to the Board before November 1. After providing at least seven days notice, the Board will hold a public hearing. The Board will consider the budget and make any amendments deemed necessary. The Board must pass a budget no later than December 31.

Once the budget is passed, the Office of Budget and Management will work with each Park, Region, and Department to manage the final appropriation. Any transfers necessary to adjust the budget and implement park programs can be made by the District, as long as the changes do not require transfers between account classes (common groupings of expenditures), and do not exceed the approved appropriation. In either of those circumstances, budget changes must be brought back before the Board for approval. Additional information on the budgetary process can be found in note 2 to the basic financial statements.

Local Economy

Home values are strong and the economic impact from tourism and trade shows remains positive. There are many local attractions, museums, festivals, and professional sports teams, including the NFC Champions, Chicago Bears, who enticed our city with Super Bowl hysteria.

According to World Business Chicago's press release dated March 2007, Site Selection Magazine awarded the City the worldwide economic development publication's distinction of "Top Metro" for 2006 with 165 corporate facility projects totaling more than \$5 billion in capital investment. This number-one ranking marks the fifth time in the past six years that metropolitan Chicago has led the nation in commercial and industrial capital investment. "Chicago lures young, high-tech talent on the way to becoming the number one metro in America," the magazine proclaims.

"The city is really on fire. It is rocking and rolling," Site Selection quotes Paul O'Connor, executive director of World Business Chicago. "Mayor Richard Daley's transformation of the neighborhoods is making these areas a great place to live and raise a family, and that in turn has created the highest-end talent pool that is clustered within three or four miles of downtown."

Long-Term Financial Planning

In December 2006, the District's Board authorized the General Superintendent to enter into an Intergovernmental Agreement (IGA), which allowed the transfer of the District's interests in the Grant Park North Garage, the Grant Park South Garage, and the East Monroe Street Garage (Garages), to the City pursuant to the Local Government Property Transfer Act, 50 ILCS 605/0.01 et seq.

The IGA allowed the District to transfer sufficient rights to the City to allow the City to enter into the Chicago Downtown Public Parking System Concession and Lease Agreement (the Concession Agreement) with a private operator (the Concessionaire). Under the Concession Agreement, the City granted the Concessionaire a leasehold interest in and the right to provide parking garage services for the Millennium Park Garage, the Grant Park North Garage, the Grant Park South Garage, and the East Monroe Street Garage (Garages) for a term of 99 years. At the time of closing, the City paid the District approximately \$348 million.

The Concession Agreement between the City and bidder is a ninety-nine (99) year agreement granting the Concessionaire the exclusive right to operate the Garages and to collect parking revenue from the Garages during the term of the 99-year Concession Agreement. The Concessionaire was obligated to prepay all of the rent due under the Concession Agreement. The primary objective of the District and the City was to maximize the amount of prepaid rent payable under the Concession Agreement, while maintaining high levels of customer service, safety, and security.

Proceeds from the IGA have been used to defease all garage related bonds, provide funds for various park-related capital projects, set aside funds for park-replacement costs associated with the ground above the East Monroe Street Garage after the Concessionaire completes agreed-upon structural repairs, and to provide for a Long-Term Income Reserve Fund. The long-term reserve fund will provide reserves sufficient to assure the District's continued financial strength and stability as the net revenues from the remaining three garages' parking fees will be no longer available.

Since completing the garage transaction, the District has continued to look for innovative ways to create new sources of revenue. Non-tax revenue enhancement is the primary focus. Fee structures are also currently under review, as well as ensuring management contracts designed to maximize revenues.

As part of the District's strategic plan, management has also focused on cost-saving initiatives. The District has taken advantage of participating in the State's joint contract to purchase electricity. Similar coordinating efforts have been progressing in the endeavor to reduce health care expenses through a conglomerate of sister/governmental agencies procuring health insurance as a pooled force. In 2006, this was achieved with prescription drug care.

The District also recently completed the Chicago Lakefront Harbor Master Plan (20-year plan). The District has the largest municipal harbor system in North America with 9 harbors and 5,100 boat slips, which is currently operating at capacity with waiting lists and demand expected to rise. The District is looking at the feasibility of financing harbor expansion by approximately 1200 slips at Navy Pier/Gateway and 31st Street.

In April 2007, the United States Olympic Committee (USOC) selected the City as the United States Applicant City that will compete internationally to host the 2016 Olympic and Paralympic Games (Olympics). As the United States Applicant City, the City will work with the USOC to start the bid process that the International Olympic Committee (IOC) will set forth. The IOC will then choose the

host city for the Olympics in October 2009. The District is particularly excited at this honor as the majority of Olympic venues will be on District property. This will result in substantial investment in park facilities for boating, swimming, and recreation in preparation for the Olympics. A recently approved IGA between the District, the City, and Chicago 2016 allows for the development of various venues on District property that is minimally intrusive to regular District programming and operations. Additionally, the Olympics would create a global sports legacy in the City, provide economic benefits to community, and provide a legacy of improved District facilities after the games are complete.

To date, the District has made a minimal financial obligation; yet, the benefits will be vast as many neighborhood parks will reap the benefits such as:

- Washington Park will be the location of the Olympic Stadium set to host the opening and closing ceremonies as well as various athletic competitions. The stadium will be scaled down to community-friendly 5,000 seat amphitheatre for track and field as well as community events. Such a facility has been desired by the Washington Park Advisory Council for a number of years.
- Lincoln Park will be the site of the Olympic Tennis Center by using the historic clock tower building with new tennis courts to be constructed for a lake-side tennis experience.
- Monroe Harbor will host the Lakefront Rowing Course. Rowing events (canoe/kayak) at Monroe Harbor provides an opportunity to reconfigure the harbor by rebuilding the breakwater at Monroe Harbor and replacing the pier at DuSable Harbor.
- Jackson Park will receive artificial playing surfaces to be built for field hockey.
- Douglas Park will be the location for the Westside Aquatics Center. Citizens and elected officials have been requesting improved swimming facilities on the west side of the City for several years. The District has committed \$15 million towards construction of an \$80 million aquatics center to be constructed in Douglas Park. This is a continuation of management's policy of leveraging District funds with other money, in this case to build a state-of-the-art aquatics center. This will be used by local community as well as to host regional and national swimming events after the Olympic competition.

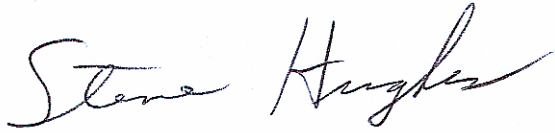
Awards and Acknowledgements

After a several-year hiatus, the District has prepared a CAFR for the fiscal year ended December 31, 2006. The District will also be submitting this CAFR to the Government Finance Officers Association (GFOA) for the Excellence in Financial Reporting Certificate of Achievement. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR that satisfies both GAAP and applicable legal requirements.


We believe that our CAFR meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for such certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the staff of the Comptroller's Office, the Treasurer's Office, and the Office of Budget and Management. We wish to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit also must be given to the General Superintendent & CEO, Timothy J. Mitchell, and Members of the Board of Commissioners for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances.

Respectfully submitted,

A handwritten signature in black ink that reads "Steve Hughes". The signature is written in a cursive style with a large, sweeping "S" and "H".

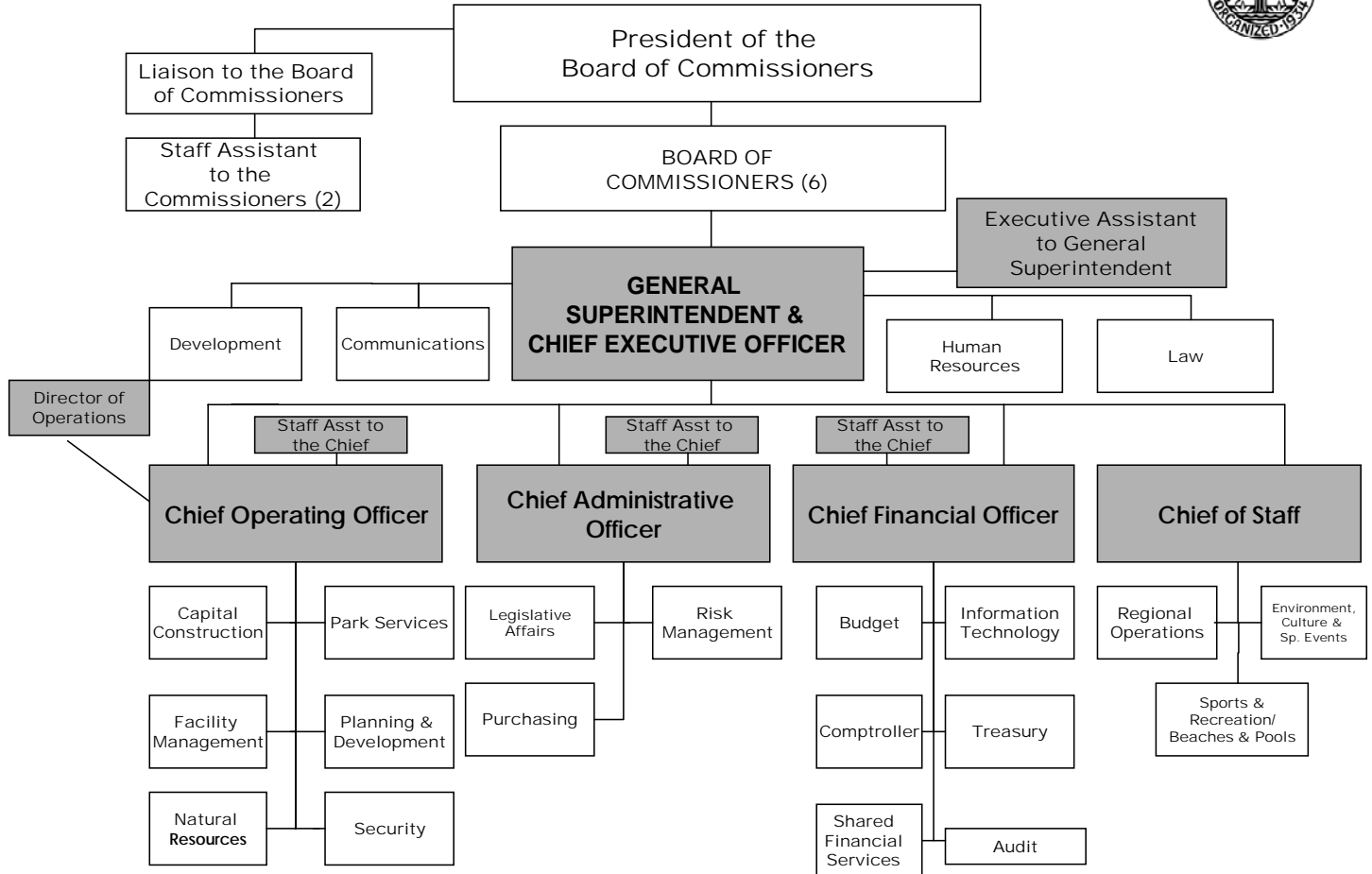
Steve Hughes
Chief Financial Officer

A handwritten signature in black ink that reads "Constance M. Kravitz, CPA". The signature is written in a cursive style with a large, sweeping "C" and "K".

Constance M. Kravitz, CPA
Comptroller

July 27, 2007

chicago park district



Board of Commissioners

María N. Saldaña – President

Bob Pickens – Vice President

Dr. Margaret T. Burroughs

M. Laird Koldyke

Reverend Daniel Matos-Real

Cindy Mitchell

Rouhy J. Shalabi

Part II

FINANCIAL SECTION

**Independent Auditors' Report,
Management's Discussion and Analysis,
And
Basic Financial Statements**



KPMG LLP
303 East Wacker Drive
Chicago, Illinois 60601-5212

Independent Auditors' Report

The Board of Commissioners of the
Chicago Park District:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Chicago Park District (the District) as of and for the year ended December 31, 2006, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Park Employees' and Retirement Board Employees' Annuity and Benefit Fund of Chicago (Retirement Fund) which represents 84% and 48% of the assets and revenues (additions), respectively, of the aggregate remaining fund information. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Retirement Fund, is based solely on the report of the other auditors.

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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Retirement Fund were not audited in accordance with *Government Auditing Standards*. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based upon our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Chicago Park District as of December 31, 2006, and the respective changes in financial position and net assets thereof for the year then ended in conformity with U.S. generally accepted accounting principles.



As discussed in Note 1(r) to the financial statements, the District changed the presentation of its funds to report the activities of the aquarium and museums (operating), pension, special recreation tax, public building commission debt service, and aquarium and museums (capital) in separate funds effective January 1, 2006. Previously, these activities were accounted for in the General Fund, Bond Debt Service Fund, and Park Improvements Fund.

The financial information included in note 13 to the financial statements has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 27, 2007 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, budgetary comparison information, and schedule of funding progress on pages 15 through 28, 73 through 74, and 75 through 76, respectively, are not a required part of the basic financial statements but are supplementary information required by U.S. generally accepted accounting principles. We and other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining fund statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining fund statements and schedules have been subjected to the auditing procedures applied to the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

KPMG LLP

Chicago, Illinois
July 27, 2007

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

As management of the Chicago Park District, Chicago, Illinois (the District), we offer readers of the District's Comprehensive Annual Financial Report (CAFR) this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2006. We encourage the readers to consider the information presented here in conjunction with the information that we have furnished in our letter of transmittal contained within this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

- The total assets of the District exceeded liabilities at December 31, 2006 by \$1,034 million. Of this amount, \$355 million is unrestricted in governmental activities and may be used to meet obligations.
- The District's net assets increased by \$285 million during the year.
- At December 31, 2006, the governmental funds reported combined fund balances of \$468 million.
- Governmental fund balances increased \$271 million during the year largely because of the sale of Garages of \$348 million, offset by the associated extinguishment of debt of \$76 million, an increase in capital expenditures in the Park Improvements Fund.
- The District's long-term obligations decreased \$69 million as a result of a reduction in general obligation bonds liabilities due to the extinguishment, refunding, and current year principal payments, offset by an increase in claims and judgments due to potential settlements that have not been paid.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District's financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other required supplementary information, and combining fund statements and other supplemental and statistical information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, using accounting methods similar to those used by private sector companies. The statements provide both short-term and long-term information about the District's financial position, which assists in assessing the District's economic condition at the end of the fiscal year. These financial statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. This basically means such statements follow methods that are similar to those used in most businesses. The statements take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or paid. The government-wide financial statements include two statements:

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

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

deteriorating, respectively. To assess the overall health of the District, the reader should consider additional non financial factors such as changes in the District's property tax base and the condition of the District's parks.

The *statement of activities* presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, uncollected taxes and earned, but unused vacation leave). This statement also presents a comparison between direct expenses and program revenues for each function of the District.

Both the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include park operation and maintenance, recreation programs, special services, general and administrative, and interest on long-term debt. The District does not account for any business-type activities.

The government-wide financial statements present information about the District as a primary government, which includes the District-related funds of the Public Building Commission (PBC). The government-wide financial statements can be found immediately following this management's discussion and analysis.

Fund Financial Statements

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

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

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

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

The District maintains 12 individual governmental funds of which five are major. Information on major funds is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The five major governmental funds are as follows: the General Fund, the Long Term-Income Reserve Fund, the Bond Debt Service Fund, the Park Improvements Fund, and the Garage Revenue Capital Improvement Fund. Data from the other seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The District is the trustee, or fiduciary, for its employee's pension plans. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. Fiduciary funds are accounted for on the accrual basis. The basic fiduciary fund financial statements can be found immediately following the governmental fund financial statements.

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 basic financial statements can be found immediately following the fiduciary fund financial statements.

Required Supplementary Information. The District adopts an annual appropriated budget for its general, special revenue, and debt service funds on a non-GAAP budgetary basis. A budgetary comparison schedule has been provided to demonstrate compliance with this budget. Generally, expenditures from the capital project funds are made for projects approved in the Capital Improvement Program. The general and special revenue major funds' financial schedules can be found immediately following the notes to the financial statements. Immediately following the budgetary information, there is the three-year funding progress for the District's employee pension obligation and associated notes.

Combining Fund Schedules and Other Supplementary Information. In addition to the basic financial statements and accompanying notes, this report also presents the combining schedules and budgetary comparison schedules referred to earlier in connection with nonmajor governmental funds which are immediately following the required supplementary information.

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

Government-wide Financial Analysis

The following is a summary of assets, liabilities, and net assets (amounts are in millions) as of December 31, 2006 and 2005:

	<u>2006</u>	<u>2005</u>	<u>Increase (decrease)</u>	<u>Percent increase (decrease)</u>
Current and other assets	\$ 887	645	242	37.5%
Capital assets	<u>1,443</u>	<u>1,527</u>	<u>(84)</u>	<u>(5.5)</u>
Total assets	<u>2,330</u>	<u>2,172</u>	<u>158</u>	<u>7.3</u>
Long-term obligations	949	1,018	(69)	(6.8)
Other liabilities	<u>347</u>	<u>405</u>	<u>(58)</u>	<u>(14.3)</u>
Total liabilities	<u>1,296</u>	<u>1,423</u>	<u>(127)</u>	<u>(8.9)</u>
Net assets:				
Invested in capital assets net of related debt	467	478	(11)	(2.3)
Restricted	211	136	75	55.1
Unrestricted	<u>356</u>	<u>135</u>	<u>221</u>	<u>163.7</u>
Total net assets	<u>\$ 1,034</u>	<u>749</u>	<u>285</u>	<u>38.1%</u>

Current and other assets increased 37.5%, or \$242 million, primarily as the result of an increase in cash and investments of \$240 million from the sale of the Garages. After the sale, the debt was immediately extinguished and the remaining proceeds were invested.

Capital assets decreased 5.5%, or \$84 million, as the result of the sale of the Garages' net historical book value of \$116 million (\$169 million gross, less accumulated depreciation of \$53 million). This decrease was netted against the District's capital improvement projects and donations of \$67 million less current year depreciation of \$35 million. See further discussion under the capital assets section of this analysis.

Long-term obligations decreased \$69 million, or 6.8%, in 2006 due to the extinguishment of \$72 million of general obligation debt. Other liabilities also decreased \$58 million, or 14.3%, due to the \$58 million reduction in short-term debt borrowings of Tax Anticipation Warrants from \$72 million issued in 2005 to \$14 million issued in 2006.

Net assets increased 38.1% or \$285 million. As stated earlier, net assets may serve over time as a useful indicator of a government's financial position. The first part of the District's net assets (45.2%) reflects its investment in capital assets (land, infrastructure, buildings and improvements, and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Net assets invested in capital assets, net of related debt, decreased 2.3%, or \$11 million, primarily as the result of

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

the sale of the Garages, reducing the assets by \$116 million and defeased debt by \$76 million for a net decrease of \$41 million. This decrease was offset by a majority of contributed capital assets (\$32 million), and a combination of increase in capital expenditures, increase in depreciated assets, and the decrease in capital-related debt.

An additional portion of the District's governmental activities net assets, 20.4% for 2006 and 18.2% for 2005, represents resources that are subject to external restrictions on how they may be used. The significant increase in restricted net assets of 55.1%, or \$75 million, is primarily the result of the sale of the Garages, which were set aside \$35 million in a reserve for park improvements fund to replace the field-house over Monroe Street Garage after the Concessionaire makes agreed-upon capital improvements. The remaining balance of net assets of \$356 million (34.4%) is unrestricted and may be used to meet the District's ongoing obligations to citizens and creditors. This represents an increase over 2005 of \$221 million or 163.7%. This increase is due to a net combination of the changes in prepaid contribution, net pension asset, property tax receivable, and the long-term obligations not related to capital assets, offset by the Garages of which \$122 million is in a Long-Term Income Reserve Fund, and another \$122 million in a pledged capital fund for various park improvements.

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Governmental Activities. There was an increase in net assets from governmental activities of \$285 million during the current fiscal year. The increase is primarily attributable to the sale of the Garages or referred to in the summary the Special Item of \$224. Additionally, the District has seen an increase in capital grants and contributions from the success of pursuing additional revenue sources, such as requiring matching of the District's pledged capital funds, before proceeding with a large capital project. Due to the nature of the specification of the contributions being restricted to a particular capital improvement project, these revenues are trending more towards program than general revenues.

Following is a summary of changes in net assets (amounts are in millions) for the years ended December 31, 2006 and 2005:

	<u>2006</u>	<u>2005</u>	<u>Increase (decrease)</u>	<u>Percent increase (decrease)</u>
Revenues:				
Program revenues:				
Charges for services	\$ 91	90	1	1.1%
Operating grants and contributions	3	5	(2)	(40.0)
Capital grants and contributions	52	6	46	766.7
Total program revenues	<u>146</u>	<u>101</u>	<u>45</u>	<u>44.6</u>
General revenues:				
Property tax	269	266	3	1.1
Personal property replacement tax	42	41	1	2.4
Capital contributions	3	33	(30)	(90.9)
Investment income	12	5	7	140.0
Miscellaneous income	2	2	—	—
Total general revenues	<u>328</u>	<u>347</u>	<u>(19)</u>	<u>(5.5)</u>
Total revenues	<u>474</u>	<u>448</u>	<u>26</u>	<u>5.8</u>
Expenses:				
Park operations and maintenance	136	109	27	24.8
Recreation programs	106	102	4	3.9
Special services	73	76	(3)	(3.9)
General and administrative	47	41	6	14.6
Interest on long-term debt	51	52	(1)	(1.9)
Total expenses	<u>413</u>	<u>380</u>	<u>33</u>	<u>8.7</u>
Change in net assets before special item	61	68	(7)	(10.3)
Special item:	<u>224</u>	<u>—</u>	<u>224</u>	<u>—</u>
Total changes in net assets	<u>285</u>	<u>68</u>	<u>217</u>	<u>319.1</u>
Net assets, beginning of year	<u>749</u>	<u>681</u>	<u>68</u>	<u>10.0</u>
Net assets, end of year	<u>\$ 1,034</u>	<u>749</u>	<u>285</u>	<u>38.1%</u>

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- Program revenues increased 44.6%, or \$45 million, primarily as a result of increased capital grant revenue of \$46 million.
- General capital contributions decreased 90.9%, or \$30 million, as a result of the associated grants and contributions, now being associated with a specific program as discussed above.
- Investment income increased 140.0%, or \$7 million, in large part due to increased interest rates and larger investment holdings by the District during 2006.
- Park operations and maintenance expenses increased 25.7%, or \$28 million, primarily as a result of increase in capital asset activity, such as depreciation expense and other capital asset activity, which did not meet the capitalizable thresholds established by the District.
- Recreational program expenses increased 3.9%, or \$4 million. The largest factor to this increase was a \$1.7 million increase in Grant Park Music Festival expense.
- General and administrative expenses increased 14.6%, or \$6 million. The largest factors to this increase were a \$2.1 million increase in health and dental expenses, \$1.9 million increase in salaries and wages, a \$3.6 million increase in judgments due to two large distinctive settlements, as well as an \$800,000 increase in pension, similar to recreational program expenses mentioned above.
- Special services expenses decreased 3.9%, or \$3 million. There is no particular cause to the decrease other than the consistent nature of the various management fees, keeping costs level.

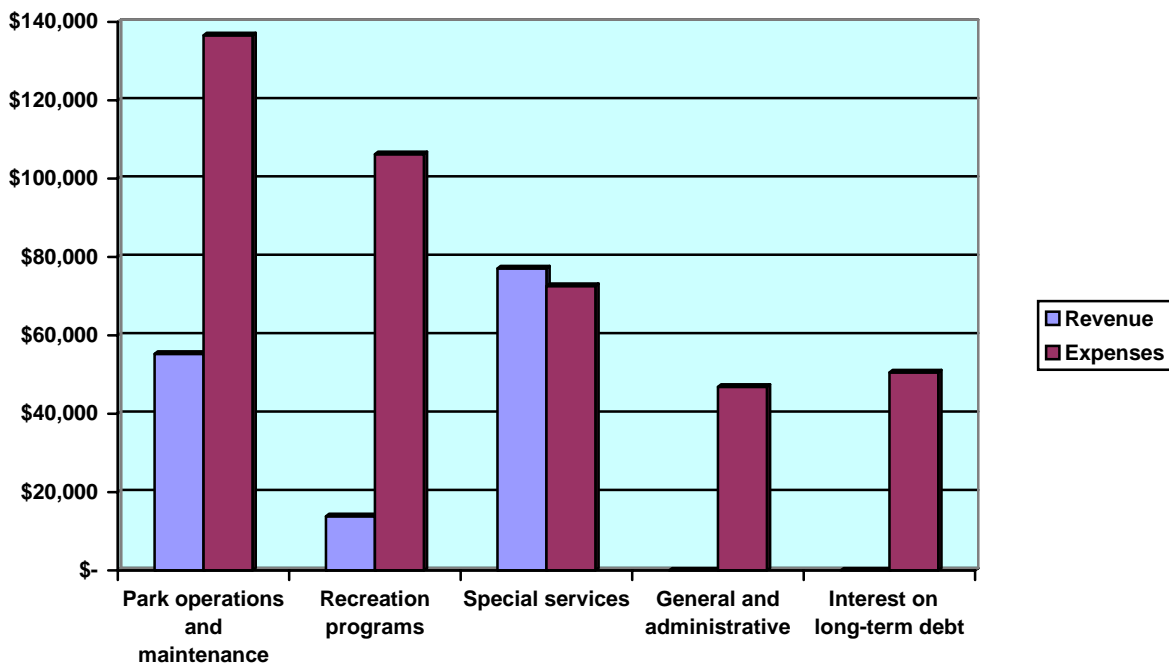
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The first chart depicts functions/programs revenue and expenses. It does not include general revenues such as property taxes, personal property replacement taxes, contributions, and investment earnings. General revenues for the District amount to 68.3% of total governmental revenues as depicted in the second chart.

Expense and Program Revenue – Governmental Activities

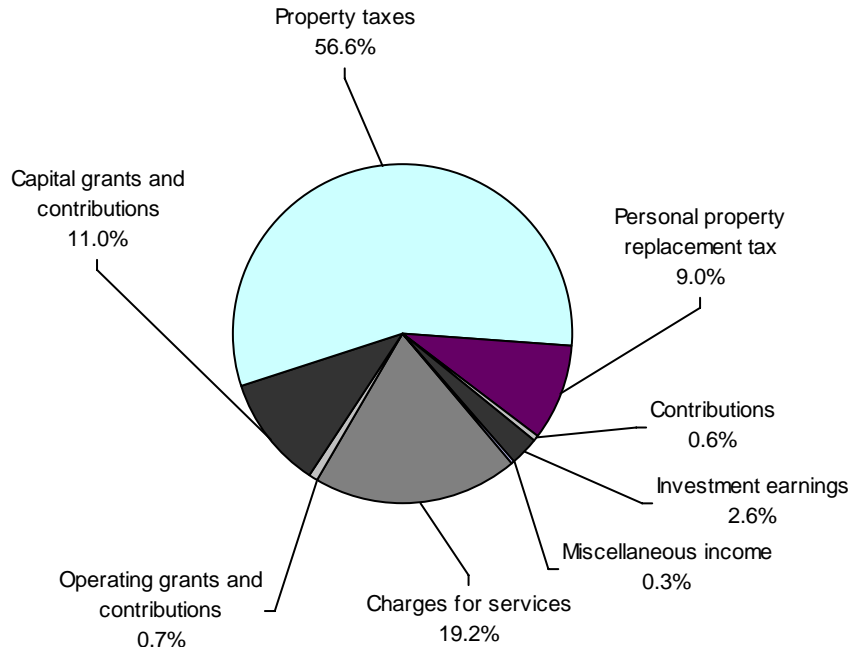


CHICAGO PARK DISTRICT

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Revenues by Source - Governmental Activities



Financial Analysis of the Government's Funds

Governmental Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing financing requirements. 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. The District's governmental funds reported combined ending fund balances of \$468 million, an increase of \$270 million over last year from \$198 million.

One of the main contributing reasons for the increase in combined fund balance was the sale of the Garages. The General Fund is the primary operating fund of the District and reported an ending fund balance of \$10 million. During the year, revenues exceeded expenditures in the General Fund by \$12 million. Total other financing sources and uses netted to a decrease in \$359 million due to the transfers-out of all monies relating to the \$348 million special item; sale of Garages and the difference; a transfer out of \$11 million for debt service. The result was the General Fund showed a net increase in fund balance of approximately \$1 million. Part of this increase in the General Fund is attributed to the collection of revenues [primarily Personal Property Replacement Tax (PPRT) and interest earned on investments] in excess of budget by over \$1 million and expenditures reflecting lower than budgeted amounts by \$7 million. See further discussion under General Fund Budgetary Highlights below.

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The Long-Term Income Reserve Fund is a new special revenue fund created at the end of 2006 with a transfer-in from the proceeds of the sale of Garages. It was not originally budgeted; however due to the size, it is considered to be a major fund. It has a fund balance of \$122 million.

The Bond Debt Service Fund has a total fund balance of \$66 million, all of which is reserved for the payment of debt service. The net decrease in fund balance during the current year was primarily from an increase in debt interest payments of \$4 million over what was projected, as well as the \$76 million early extinguishment of debt relating to the sale of Garages.

The Park Improvement Fund has a total fund balance of \$87 million, of which \$8 million is reserved for encumbrances and the remaining \$79 million is unreserved and undesignated. Although expenditures exceeded revenues by \$31 million, it is the nature of this capital project fund to not match revenues with expenditures as construction is often a several-year process once the funding is received, generally in the form of bond issuance or grants and donations. This year, there was a \$150 million general obligation bond refunding and \$35 million of new general obligation bond project-related monies. Fund balance still increased by \$3 million from last year.

The Garage Revenue Capital Improvement Fund is another new fund which is a capital improvement fund created at the end of 2006 with a transfer-in from the proceeds of the sale of Garages. Again due to the size, it is considered to be a major fund. It has a fund balance of \$122 million, which is to be spent on capital assets.

The Reserve for Park Replacement Fund was also created with the Garages' proceeds (\$35 million), yet is currently a special revenue fund and, as the Concessionaire completes the agreed-upon repairs to East Monroe Street Garage, the park ground above the garage that the District still owns will need to be replaced and will be transferred into a capital projects fund in a projected five years. This fund is not considered to be a major fund and is a part of the nonmajor category; however, in this year of creation, it is important to note, especially since it contributes to the overall increase in fund balance of the governmental funds.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's Board of Commissioners passed the annual appropriation ordinance for 2006 at the December, 2005 board meeting. The budget appropriations for the General Fund are included in the annual appropriation ordinance. The ordinance also addresses funding from other sources as well as detailing how each fund should be expended.

The 2006 year-end General Fund original budget appropriation was approximately \$240 million. The following is an explanation for the significant variances in the final budget to actual for the General Fund:

Revenues

- Donations and grant income came in approximately \$5 million under budget due to timing of the recognition of revenue. The District emphasizes developing partnerships and increasing

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

the number of grants from corporations and foundations, as well as other government agencies for operational purposes. Due to the generous support of Allstate Insurance, the number of films shown through "Movies in the Parks" doubled in 2006.

- Again in 2006, PPRT, which is collected by the State of Illinois and distributed municipalities and districts statewide according to a formula based on tax applied to business revenue, came in higher than budgeted. Actual PPRT General Fund revenues came in \$4 million, or 19%, higher than budgeted.
- Investment income was approximately \$3 million, or 72%, higher than budgeted as a result of increased investment fund balances and higher-than-expected interest rates in 2006.
- Parking revenues were approximately \$2 million, or 12%, lower than budgeted for 2006 as a result of the three largest garages being sold in December of 2006 (partial month) and a declining market. To fully understand the impact of the Garages' sale, the associated expenditures for the Garages, which is included under contractual services, needs to be considered.
- Miscellaneous income was approximately \$1 million, or 39%, lower than budgeted as a result of estimates for the Dr. Martin Luther King, Jr. Park & Family Entertainment Center not meeting expectations.
- Permits, which represents rentals and permits from room rentals at District facilities and permit fees paid by groups holding events on District property, as well as the associated clean-up fees for such events, were approximately \$1 million, or 38%, higher than budgeted as a result of conservative estimates.

Expenditures

- Small tools and equipment had a variance of approximately \$3 million primarily as the result of small general equipment and equipment grants not meeting the actual expenditures anticipated.
- Contractual services came in under budget by almost \$11 million, or 15%, due to budget transfers to cover projected cost increases in utilities, insurance, workers' compensation, and professional services, which subsequently did not exceed the expected expenditures.
- Program expense exceeded budget by approximately \$9 million, or 30%, due a combination of workers' compensation payments totaling \$1 million over anticipated, judgments over by \$1 million due to a large settlement, and property tax refunds of almost \$5 million. Due to the nature of these types of expenditures, it is often difficult to determine the anticipated budget necessary. All of these accounts represent settlements or awards for prior year's activities, some going back four or more years; additionally, until a probable amount is determined, it cannot be reserved through accrual in the governmental funds. These awards are court ordered and generally individually approved by the Board; therefore, the expenditures must be immediately paid even though they exceed the budget. Note, in the governmental activities, these amounts are reserved for based on actuarial analysis and discussions with law and outside council.

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

CAPITAL ASSETS

The District's investment in capital assets includes land and land improvements, works of art and historical collections, construction in process, infrastructure, site improvements, harbor and harbor improvements, stadium and stadium improvements, buildings and building improvements, and equipment. This investment in capital assets as of December 31, 2006 was \$1,443 million (net of accumulated depreciation), down \$84 million over last year.

Major capital asset events during the year were:

- The sale of three of the downtown parking garages to the City with a historical carrying amount of \$169 million less depreciation of \$53 million, for a net deletion of \$116 million.
- The Agora Sculptures, valued at \$8 million, created by the renowned artist Magdalena Abakanowicz, were a gift from Poland. The series of 106 towering, headless cast iron sculptures are on display in Grant Park.
- The District received three notable land parcels located at Sangamon & Adams, 41st & Lake Park, and 18th & Calumet; these land contributions totaled over \$11 million. Clark Park was expanded with the addition to the property valued over \$7 million. Parks 532 and 547 were also received with a combined value of \$7 million.
- Construction of the lakefront revetment remains in progress with additions totaling \$54 million by the close of the fiscal year. Revetment infrastructure asset additions recorded for the year totaled approximately \$38 million.
- The District has several District-wide playground construction projects under way; construction in progress for these projects valued over \$4 million. Additionally, various District-wide site improvements were made valuing over \$16 million.

A comparative schedule of capital assets and accumulated depreciation (amounts are in millions) is as follows:

	<u>2006</u>	<u>2005</u>	<u>Increase (decrease)</u>	<u>Percent increase (decrease)</u>
Land	\$ 180	159	21	13.2%
Works of art and historical collections	8	—	8	100.0
Construction in process	82	104	(22)	(21.2)
Infrastructure	350	311	39	12.5
Site improvements	79	67	12	17.9
Harbor and improvements	115	115	—	—
Stadium and improvements	643	640	3	0.5
Buildings and improvements	372	537	(165)	(30.7)
Equipment	39	37	2	5.4
Accumulated depreciation	(425)	(443)	18	(4.1)
	<u>\$ 1,443</u>	<u>1,527</u>	<u>(84)</u>	<u>(5.5)%</u>

Additional information on capital assets can be found in note 5 in the basic financial statements.

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

DEBT ADMINISTRATION

There are various State of Illinois (State) laws that govern how the District can issue bonds as well as how much of certain kinds of debt it can have outstanding. The District's general obligation debt limit is 2.3% of the latest known Equalized Assessed Valuation (EAV). The District was \$832 million or 64% below the \$1,364 million state-imposed limit. Certain general obligation bonds issued without a referendum are further limited to 1% of the EAV. The District has in excess of \$208 million in capacity under this limit. At the end of 2006, the District had a total of \$898 million in governmental funds outstanding long-term debt, which is 8% less than the year prior. During the course of the year, the District's general obligation bond rating was AA by both Fitch Ratings and Standard & Poor's and Aa3 by Moody's Investors Service.

Tax Anticipation Warrants

In August 2006, the District issued approximately \$14 million of Corporate Purpose Tax Anticipation Warrants (Warrants) with a maturity on March 15, 2007. The Warrants were issued to provide operating funds to the District. Each year, the District levies and collects property taxes for its operations. The District usually receives approximately half of the tax levy in the spring and the other half in the fall. The cash deficit created by the timing delay is bridged by the issuance of Warrants.

Long-Term Debt

In January 2006, the District issued \$35 million of general obligation limited tax park bonds to fund a portion of the 2006 capital improvement program. At the same time, the District refunded approximately \$31 million of general obligation limited tax refunding bonds and approximately \$114 million of general obligation unlimited tax refunding bonds. Additionally, in December 2006, the District, in conjunction with the sale of the Garages, early extinguished approximately \$73 million of general obligation unlimited tax refunding bonds (parking revenues alternate revenue source), which directly related to the capital improvements of the Garages. In addition, current debt service principal paid during 2006 was approximately \$42 million. A comparative schedule of long-term debt (amounts are in millions) is as follows:

	December 31,		Increase	Percent
	2006	2005		
General obligation bonds	\$ 877	954	(77)	(8.1)%
Capital lease debt PBC	21	23	(2)	(8.7)
Total	\$ 898	977	(79)	(8.1)

Additional information on debt administration can be found in notes 6 and 7 in the basic financial statements.

CHICAGO PARK DISTRICT

Management's Discussion and Analysis (Unaudited)

December 31, 2006

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's economy showed a slight recovery as economically sensitive taxes showed an increase.

The City remains a center of tourism and conventions with hotel occupancy increasing to a rate of 2.0% in 2006. The City had more than 44 million visitors in 2006, setting an all-time record and is nearly a 10% increase from 2005.

The City's unemployment rate of 7.0% decreased from 7.2% in 2005, another sign of the rebounding economy.

On December 13, 2006, the Board approved the District's 2007 annual appropriation ordinance and 2007 budget recommendations be adopted for the fiscal year ending December 31, 2007. The summary of budgeted operating revenues and expenditures for 2007 totals \$394 million, a 0.7% increase from 2006. The 2007 budget contains no increase in the property tax for the third year in a row.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances to interested parties and to demonstrate the District's accountability over the resources it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Comptroller, Chicago Park District, 541 North Fairbanks, Chicago, Illinois 60611, (312) 742-4341.

CHICAGO PARK DISTRICT

Statement of Net Assets

December 31, 2006

(Amounts are in Thousands of Dollars)

	<u>Governmental activities</u>
Assets:	
Cash and cash equivalents (note 3)	\$ 892
Investments (note 3)	497,394
Receivables:	
Property taxes, net	255,285
Personal property replacement tax	5,624
Accounts	6,880
Due from escrow agent	16,000
Due from other governments	518
Other current assets	965
Unamortized cost of debt issuance	5,647
Prepaid contributions, net	91,102
Net pension asset (note 9)	7,369
Capital assets (note 5):	
Not being depreciated	270,212
Being depreciated, net	<u>1,172,394</u>
Total assets	<u>2,330,282</u>
Liabilities:	
Tax anticipation warrants (note 6)	14,090
Accounts payable and accrued expenses	57,274
Accrued payroll	3,468
Accrued interest	20,031
Due to other organizations	426
Retainage payable	1,945
Deposits	275
Deferred revenue:	
Program fees	868
Soldier Field	247,521
Other	862
Other liabilities	662
Long-term obligations (note 7):	
Due within one year	68,449
Due in more than one year	<u>880,218</u>
Total liabilities	<u>1,296,089</u>
Net assets:	
Invested in capital assets, net of related debt	467,240
Restricted for:	
Debt service	98,705
Capital projects	37,886
Other purposes	35,717
Contributions for other organizations	38,886
Unrestricted	<u>355,759</u>
Total net assets	<u>\$ 1,034,193</u>

See accompanying notes to financial statements.

CHICAGO PARK DISTRICT
Statement of Activities
Year ended December 31, 2006
(Amounts are in Thousands of Dollars)

Functions/programs	Expenses
Governmental activities:	
Park operations and maintenance	\$ 136,586
Recreation programs	106,256
Special services	72,597
General and administrative	46,925
Interest on long-term debt	50,561
Total governmental activities	\$ 412,925
General revenues:	
Property taxes	
Personal property replacement tax	
Grants and contributions not restricted to specific programs	
Unrestricted investment income	
Miscellaneous income	
Total general revenues	
Special items	
Total general revenues and special items	
Change in net assets	
Net assets – beginning of year	
Net assets – end of year	

See accompanying notes to financial statements.

Charges for services	Program revenues		Net (expense) revenue and changes in net assets
	Operating grants and contributions	Capital grants and contributions	Governmental activities
3,308	—	52,031	(81,247)
10,629	3,205	—	(92,422)
77,132	—	—	4,535
—	—	—	(46,925)
—	—	—	(50,561)
91,069	3,205	52,031	(266,620)
			268,516
			42,482
			3,082
			12,348
			1,544
			327,972
			223,581
			551,553
			284,933
			749,260
			\$ 1,034,193

CHICAGO PARK DISTRICT

Balance Sheet

Governmental Funds

December 31, 2006

(Amounts are in Thousands of Dollars)

Assets	General	Long-term income reserve	Bond debt service
Cash and cash equivalents (note 3)	\$ 891	—	—
Investments (note 3)	31,216	105,706	57,730
Receivables:			
Property taxes, net	141,999	—	53,813
Personal property replacement tax	2,525	—	2,673
Accounts	1,889	—	—
Due from escrow agent	—	16,000	—
Due from other funds (note 4)	4,844	—	—
Due from other governments	—	—	—
Other assets	965	—	—
Total assets	\$ 184,329	121,706	114,216
Liabilities and Fund Balances			
Liabilities:			
Tax anticipation warrants (note 6)	\$ 14,090	—	—
Accounts payable and accrued expenses	22,797	—	—
Accrued payroll	3,468	—	—
Due to other funds (note 4)	3,546	—	—
Due to other organizations	—	—	—
Retainage payable	—	—	—
Deposits	275	—	—
Deferred revenue:			
Program fees	868	—	—
Property taxes	128,526	—	48,708
Other	180	—	—
Other liabilities	662	—	—
Total liabilities	174,412	—	48,708
Fund balances:			
Fund balances reserved for:			
Encumbrances	3,189	—	—
Debt service	—	—	65,508
Capital improvement	240	—	—
Contributions for other organizations	—	—	—
Special recreational activities	—	—	—
Park replacement over Monroe Garage	—	—	—
Fund balances unreserved:			
Designated for future appropriations, special revenue fund	—	—	—
Undesignated, general fund	6,488	—	—
Undesignated, special revenue fund	—	121,706	—
Undesignated, capital project fund	—	—	—
Total fund balances	9,917	121,706	65,508
Total liabilities and fund balances	\$ 184,329	121,706	114,216

See accompanying notes to financial statements.

Park improvements	Garage revenue capital improvements	Other governmental funds	Total governmental funds
1	—	—	892
124,060	122,000	56,682	497,394
—	—	59,473	255,285
—	—	426	5,624
4,991	—	—	6,880
—	—	—	16,000
—	—	3,546	8,390
—	—	518	518
—	—	—	965
<u>129,052</u>	<u>122,000</u>	<u>120,645</u>	<u>791,948</u>
—	—	—	14,090
30,582	—	3,895	57,274
—	—	—	3,468
4,517	—	327	8,390
—	—	426	426
1,945	—	—	1,945
—	—	—	275
—	—	—	868
—	—	53,681	230,915
5,088	—	—	5,268
—	—	—	662
<u>42,132</u>	<u>—</u>	<u>58,329</u>	<u>323,581</u>
8,464	—	4,324	15,977
—	—	1,124	66,632
—	—	—	240
—	—	3,747	3,747
—	—	4,130	4,130
—	—	35,000	35,000
—	—	10,000	10,000
—	—	—	6,488
—	—	2,118	123,824
<u>78,456</u>	<u>122,000</u>	<u>1,873</u>	<u>202,329</u>
<u>86,920</u>	<u>122,000</u>	<u>62,316</u>	<u>468,367</u>
<u>129,052</u>	<u>122,000</u>	<u>120,645</u>	<u>791,948</u>

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CHICAGO PARK DISTRICT

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets

December 31, 2006

(Amounts are in Thousands of Dollars)

Total fund balances – governmental funds	\$	468,367
Amounts reported for governmental activities in the statement of net assets are different because:		
Bond costs of issuance are capitalized at the District wide level and amortized over the life of the related bonds		5,647
Prepaid contributions used in governmental activities are not financial resources and therefore are not in the funds (note 1 (h))		91,102
Net pension asset recorded in governmental activities is not a financial resource and therefore is not reported in the funds		7,369
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		1,442,606
Capital payments received for Soldier Field are not earned and therefore are deferred in the government-wide statement of net assets		(247,521)
Capital grant payments not received but earned and therefore are not deferred in the government-wide statement of net assets		4,406
Some of the District's taxes will be collected after year-end, but are not available soon enough to pay for current period's expenditures, and therefore are reported as deferred revenue in the funds		230,915
Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities – both current and long-term – are reported in the statement of net assets. Balances at December 31, 2006 are:		
Accrued interest on bonds		(20,031)
General obligation bonds		(877,050)
Unamortized bond premium		(24,368)
Deferred amount on refunding		23,100
Capital lease debt of PBC		(20,880)
Compensated absences		(7,764)
Claims and judgments		(11,762)
Property tax claim payable		(17,357)
Workers compensation		(12,586)
Total long-term obligations		<u>(968,698)</u>
Net assets of governmental activities	\$	<u><u>1,034,193</u></u>

See accompanying notes to financial statements.

CHICAGO PARK DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

Year ended December 31, 2006

(Amounts are in Thousands of Dollars)

	<u>General</u>	<u>Long-term income reserve</u>	<u>Bond debt service</u>
Revenues:			
Property taxes	\$ 132,378	—	50,068
Personal property replacement tax	18,460	—	20,791
Investment income	4,463	—	1,091
Parking fees	19,400	—	—
Harbor fees	19,447	—	—
Other privatized fees	1,690	—	—
Concessions	2,456	—	—
Rental of Soldier Field	21,816	—	—
Rental of other property	2,808	—	—
Golf course fees	500	—	—
Recreational activities	10,629	—	—
Other user charges	3,118	—	—
Donations and grant income	4,386	—	—
Miscellaneous	1,528	—	—
	<hr/>	<hr/>	<hr/>
Total revenues	243,079	—	71,950
Expenditures:			
Current:			
Park operations and maintenance	77,165	—	—
Recreation programs	91,077	—	—
Special services	22,472	—	—
General and administrative	37,057	—	1,842
Capital outlay	—	—	—
Debt service:			
Principal	—	—	39,230
Extinguishment of debt (notes 7 & 12)	—	—	75,951
Interest	2,890	—	47,764
Cost of issuance and other	114	—	—
	<hr/>	<hr/>	<hr/>
Total expenditures	230,775	—	164,787
Excess (deficiency) of revenues over expenditures	<hr/>	<hr/>	<hr/>
	12,304	—	(92,837)
Other financing sources (uses):			
Proceeds from bond refunding	—	—	—
Proceeds from bond issuance	—	—	—
Premium on long-term debt	—	—	—
Premium on TAW issuance	63	—	—
Payments to refund bond escrow agent	—	—	—
Transfers in (note 4)	—	121,706	84,400
Transfers out (note 4)	(359,106)	—	—
	<hr/>	<hr/>	<hr/>
Total other financing sources and (uses), net	(359,043)	121,706	84,400
Special item:			
Proceeds from sale of garages (note 12)	347,775	—	—
	<hr/>	<hr/>	<hr/>
Net change in fund balances	1,036	121,706	(8,437)
Fund balances – beginning of year (note 1(r))	8,881	—	73,945
	<hr/>	<hr/>	<hr/>
Fund balances – end of year	\$ 9,917	121,706	65,508
	<hr/>	<hr/>	<hr/>

See accompanying notes to financial statements.

<u>Park improvements</u>	<u>Garage revenue capital improvements</u>	<u>Other governmental funds</u>	<u>Total governmental funds</u>
—	—	56,925	239,371
—	—	3,231	42,482
6,748	—	46	12,348
—	—	—	19,400
—	—	—	19,447
—	—	—	1,690
—	—	—	2,456
—	—	—	21,816
—	—	—	2,808
—	—	—	500
—	—	—	10,629
37	—	—	3,155
20,866	—	—	25,252
17	—	—	1,545
<u>27,668</u>	<u>—</u>	<u>60,202</u>	<u>402,899</u>
—	—	2,157	79,322
—	—	8,358	99,435
—	—	43,161	65,633
—	—	3,829	42,728
56,768	—	1,914	58,682
—	—	2,510	41,740
—	—	—	75,951
—	—	1,577	52,231
2,052	—	—	2,166
<u>58,820</u>	<u>—</u>	<u>63,506</u>	<u>517,888</u>
<u>(31,152)</u>	<u>—</u>	<u>(3,304)</u>	<u>(114,989)</u>
144,855	—	—	144,855
35,000	—	—	35,000
8,768	—	—	8,768
—	—	—	63
(150,615)	—	—	(150,615)
—	122,000	35,000	363,106
(4,000)	—	—	(363,106)
<u>34,008</u>	<u>122,000</u>	<u>35,000</u>	<u>38,071</u>
—	—	—	347,775
2,856	122,000	31,696	270,857
84,064	—	30,620	197,510
<u>86,920</u>	<u>122,000</u>	<u>62,316</u>	<u>468,367</u>

CHICAGO PARK DISTRICT

Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures, and Changes in Fund Balances to the Statement of Activities

Year ended December 31, 2006

(Amounts are in Thousands of Dollars)

Net change in fund balances – total governmental funds	\$ 270,857
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which capital outlays \$36,303, exceeded depreciation (\$35,363), less net carrying value of Garages sold (\$116,020), less write-off of uncanceled construction in process (\$1,206) in the current period	(116,286)
Various Park Improvement bonds were refunded through issuance of general obligation bonds. In governmental funds, bond proceeds are considered a source in the governmental funds, but in the statement of net assets, the bonds are reported as a liability	(179,855)
Premium/(discount) associated with refunding and park improvement bonds issued during the year is shown as an other financing source in the governmental funds but in the statement of net assets, it is deferred/capitalized and amortized over the life of the bonds	(8,768)
Costs of issuance associated with refunding bonds are capitalized and amortized over the life of the bonds in the statement of net assets	2,184
The payments made for current refundings and payments to the escrow agent for the refunding of the various park improvement bonds is an other financing use in the governmental funds, but in the statement of net assets, the payment is a reduction of the bond liability	150,615
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities and capital leases in the statement of net assets	41,740
Extinguishment of debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities and capital leases in the statement of net assets. The amount of extinguishment \$75,951, write-off of associated loss (\$7,488), accrued interest expense (\$1,670), and debt issue costs (\$686) are attributable to this debt extinguishment.	66,107
Some of the District's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred revenue in the funds	29,144
Deferred contributions (revenue) associated with Soldier Field's new facility are not shown in the governmental funds, but in the statement of net assets they are deferred and amortized over the life of the lease of the stadium	6,372
Some of the District's grant revenue was deferred at year-end, but on the governmental activities they are recognized as earned and therefore not deferred	3,905
Revenues (capital contributions) in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These consist of:	
Soldier Field contribution	3,142
Agora Statues	8,000
Sangamon and Adams Park	4,488
Parks 532 and 547	6,930
Lakefront revetment contribution	9,396
Prepaid contributions are an expenditure in the governmental funds, but in the statement of net assets, are deferred and amortized (note 1(h))	1,914
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:	
Net pension asset	(10,152)
Amortization of prepaid contribution	(6,928)
Amortization of bond issuance costs	(677)
Amortization of bond premiums	3,138
Amortization of deferred loss on refunding	(3,506)
Net decrease in accrued interest	4,305
Increase in compensated absences	(558)
Increase in claims and judgments	(5,825)
Decrease in property tax claim payable	3,580
Decrease in workers compensation	1,671
Change in net assets of governmental activities	<u>\$ 284,933</u>

See accompanying notes to financial statements.

CHICAGO PARK DISTRICT
Statement of Fiduciary Net Assets
June 30, 2006
(Amounts are in Thousands of Dollars)

	Pension trust	Retirement Fund
Assets:		
Cash and short-term investments:		
Cash	\$	3,247
Short-term investments		16,798
Total cash and short-term investments		20,045
Receivables:		
Employer contributions		4,972
Employee contributions		406
Due from broker for securities sold		22,891
Accrued investment income		1,513
Early retirement incentive program		1
Total receivables		29,783
Investments, at fair value:		
Bonds		198,719
Common and preferred stock		285,455
Pooled separate real estate accounts		62,914
Other		12,496
Total investments		559,584
Invested securities lending collateral		45,519
Furniture and fixtures – net		2
Prepaid expenses		20
Total assets		654,953
Liabilities:		
Accounts payable		381
Accrued benefits payable		98
Securities lending collateral		45,519
Due to broker for securities purchased		35,567
Total liabilities		81,565
Net Assets:		
Net assets held in trust for pension benefits		573,388
Total net assets (an unaudited schedule of funding progress is presented on page 75)	\$	573,388

See accompanying notes to financial statements.

CHICAGO PARK DISTRICT

Statement of Changes in Fiduciary Net Assets

Year ended June 30, 2006

(Amounts are in Thousands of Dollars)

	<u>Pension trust</u>
	<u>Retirement Fund</u>
Additions:	
Contributions:	
Employer contributions	\$ 10,174
Employee contributions	9,117
Statutory reduction of employer contributions	<u>(5,000)</u>
Total contributions	<u>14,291</u>
Investment income:	
Net appreciation in fair value	27,719
Interest	10,391
Dividends	2,865
Investment return on pooled separate real estate accounts	<u>1,843</u>
Total investment income	42,818
Less investment expense	<u>1,927</u>
Net investment income	<u>40,891</u>
Security lending activities:	
Securities lending income	2,138
Borrower rebates	(2,009)
Bank fees	<u>(49)</u>
Total security lending activities	<u>80</u>
Total additions	<u>55,262</u>
Deductions:	
Benefits:	
Annuity payments	55,773
Disability and death benefits	<u>530</u>
Total benefits	56,303
Refund of contributions	2,068
Administrative and general expense	<u>1,232</u>
Total deductions	<u>59,603</u>
Net decrease in net assets	(4,341)
Net assets held in trust for pension benefits – beginning of year	<u>577,729</u>
Net assets held in trust for pension benefits – end of year	\$ <u><u>573,388</u></u>

See accompanying notes to financial statements.

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

(1) Summary of Significant Accounting Policies (SSAP)

The Chicago Park District (District) was created by an act of the General Assembly of the State of Illinois (State) May 1, 1934 for the purpose of developing, maintaining, and operating parks within the legal boundaries of the City of Chicago (City), Illinois as prescribed by law. The City has a Mayor-Council form of government. The Mayor is the Chief Executive Officer of the City and is elected by general election. The members of the City Council are elected through popular vote by ward. The Mayor, with approval of City Council, appoints seven commissioners of the District for a five-year term. From among the Board of Commissioners (Board), a President is selected for a one-year term. The Board also selects the General Superintendent.

The accounting policies of the District are based upon U.S. generally accepted accounting principles (GAAP), as prescribed by the Governmental Accounting Standards Board (GASB). To facilitate the understanding of data included in the basic financial statements, summarized below are the more significant accounting policies.

(a) *Financial Reporting Entity*

The financial reporting entity of the District includes the District-related funds of the Public Building Commission (PBC), the District's legally separate Park Employees' & Retirement Board Employees' Annuity and Benefit Fund, which is a component unit. They are fiscally dependent on the District and perform services primarily for the District or the District's employees.

Although City officials are responsible for appointing a voting majority of the members of the boards of other organizations, the City's accountability for these organizations does not extend beyond making appointments and no fiscal dependency exists between the District and these organizations. The City of Chicago, Chicago Public Schools, Community College District No. 508, Chicago Housing Authority, and Chicago Transit Authority are deemed to be related organizations.

Additionally, the Aquarium and Museums, as defined below, are related organizations, but are not considered to be component units because the District does not appoint a voting majority of their boards and they are fiscally independent. The Aquarium and Museums consist of the following organizations:

Museum of Science and Industry
The Field Museum
The Art Institute of Chicago
John G. Shedd Aquarium
Chicago History Museum

The Notebaert Nature Museum
Adler Planetarium and Astronomy Museum
DuSable Museum of African American History
National Museum of Mexican Art
Museum of Contemporary Art

The State has empowered the District to levy taxes for operations and maintenance purposes of the Aquarium and Museums. The State also requires the District to allocate a share of its personal property replacement taxes to the Aquarium and Museums. All such taxes collected by the District are remitted to the Aquarium and Museums. The State also empowers the District to sell bonds and levy taxes for bonds for a 50% share of certain

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

Aquarium and Museums capital improvements. The District has exercised all current authority to issue bonds for the Aquarium and Museums as of December 31, 2003. The Aquarium and Museums each pass their own budgets without the District's approval, and are able to incur indebtedness without the District's approval. As provided by State statutes, the District has administrative responsibilities for approving admission fees to the Aquarium and Museums. In addition, although certain officers of the District are members of the Aquarium and Museums' boards of directors, the Aquarium and Museums have large boards of directors and the District's officers are not able to exercise undue influence.

(b) Government-wide and fund financial statements

Government-wide Statements. The government-wide statement of net assets and statement of activities report the overall financial activity of the District, excluding fiduciary activities. Eliminations have been made to minimize the double counting of internal activities of the District. Governmental activities generally are financed through taxes, contributions, and other nonexchange transactions.

The statement of activities demonstrates the degree to which direct expense of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges to customers or patrons who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

(c) Measurement focus, basis of accounting, and financial statement presentation

The government-wide and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, personal property replacement taxes, grants, and contributions. On an accrual basis, revenues from property taxes is recognized in the period for which the levy is intended to finance, which is the same year in which the taxes are levied. For example, the 2006 levy is recognized as revenue for the year ended December 31, 2006. Revenue from grants, contributions, entitlements, personal property replacement taxes (shared revenue received from the State), and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met. Eligibility requirements include timing requirements, which specify the year when resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, principal and interest on general long-term debt, claims and judgments, and compensated absences are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Significant revenue sources, which are susceptible to accrual, include property taxes, personal property replacement taxes, rentals, concession fees, charges for services, grants, and interest. All other revenue sources, including permits, golf course fees, and parking fees, are considered to be measurable and available only when cash is received.

The following funds are reported as major governmental funds:

General – This is the District’s primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund. The services, which are administered by the District and accounted for in the General Fund, include recreational, parking, harbor, Soldier Field, and golf among others. It also accounts for the expenses associated with liability insurance, workers’ compensation and unemployment claims.

Long-Term Income Reserve – This fund accounts for a long-term reserve for the purpose of future appropriations. These revenues were created as a result of the sale of Garages.

Bond Debt Service – This fund accounts for the resources accumulated and payments made for principal and interest on general obligation long-term debt of the governmental funds.

Park Improvements – This fund accounts for proceeds of debt used to acquire property and finance construction and supporting services for various redevelopment projects in the parks.

Garage Revenue Capital Improvements – This fund accounts for proceeds of the sale of the Garages used to acquire property and finance construction and supporting services for various redevelopment projects in the parks.

Additionally, the District reports the following fiduciary fund type:

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

Pension Trust – This fund accounts for the activities of Park Employees' and Retirement Board Employee's Annuity and Benefit Fund of Chicago (Retirement Fund), which accumulates resources for pension benefit payments to qualified District employees. The Retirement Fund's fiscal year-end is June 30. Accordingly, the financial statements presented are as of and for the year ended June 30, 2006. Separate financial information of the Retirement Fund can be obtained at 55 East Monroe Street, Suite 2880, Chicago, Illinois 60603.

(d) Cash, Cash Equivalents, and Investments

Cash equivalents include certificates of deposit and other investments with maturities of three months or less when purchased.

State statute and the District's investment policy, adopted by the Board; authorize the District to invest in the following types of securities:

- Bonds, notes, certificates of indebtedness, treasury bills, or other securities, which are guaranteed by the full faith and credit of the United States of America (U.S.) as to principal and interest.
- Domestic interest-bearing savings accounts, domestic interest-bearing certificates of deposit or domestic interest-bearing time deposits or any other investments that are direct obligations of any bank.
- Shares or other securities legally issued by state or federal savings and loan associations, which are insured by the Federal Deposit Insurance Corporation (FDIC).
- Short-term obligations (commercial paper) of only U.S. corporations with assets over \$500 million provided that: (1) these obligations are rated in the three highest classifications established by at least two standard rating services and mature no later than 180 days from the purchase date and (2) these purchases do not exceed 5% of the District's outstanding obligations.
- Short-term discount obligations of the Federal National Mortgage Association.
- Insured dividend-bearing share accounts. Share certificate accounts or class of share accounts of a credit union chartered under the U.S. or State law whose principal office is located in Illinois.
- Money market mutual funds registered under the amended Investment Company Act of 1940.
- 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.
- Repurchase agreements of government securities, which meet instrument transaction requirements of State law.

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

The Retirement Fund is also permitted to invest in bonds, notes, and other obligations of the U.S. government; corporate debentures and obligations; insured mortgage notes and loans; common and preferred stocks; stock options; real estate; and other investment vehicles, as set forth in the Illinois Pension Code, 40 ILCS 5.

Investments are reported at fair value based on quoted market prices. Short-term investments are reported at cost, which approximates fair value.

The Illinois Funds is an external investment pool administered by the State Treasurer. The fair value of the District's investment in the fund is the same as the value of the pool shares. Although not subject to direct regulatory oversight, the fund is administered in accordance with the provisions of the Illinois Public Investment Act, 30 ILCS 235.

(e) Other Assets

Other assets at the fund and government-wide levels represent certain payments to vendors applicable to future payments.

(f) Due to Other Organizations

These are amounts collected on behalf of, but not yet paid to, the Retirement Fund and Aquarium and Museums.

(g) Interfund Transactions

The District has the following types of interfund transactions:

Loans – amounts provided with a requirement for repayment. Interfund loans are reported as interfund receivables (i.e. due from other funds) in lender funds and interfund payables (i.e., due to other funds) in borrower funds.

Reimbursements – repayments from the funds responsible for particular expenditures to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

Transfers – flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

(h) Prepaid Contributions to Aquarium and Museums

Prepaid contributions represent monies that are given to the Aquarium and Museums by the District for capital expenditures. The contributions are amortized over a 25-year period.

(i) Capital Assets

In the government-wide financial statements, purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The District depreciates capital assets, using the straight-line method, over the life of the estimated useful life.

Capitalization thresholds and the estimated useful lives are as follows:

<u>Capital asset category</u>	<u>Capitalization threshold (not rounded)</u>	<u>Estimated useful life</u>
Infrastructure:		
Public	\$ 50,000	15 – 50
System	50,000	20
Land	100,000	N/A
Site improvements	100,000	3 – 50
Buildings	100,000	10 – 60
Buildings improvements	100,000	3 – 50
Equipment and machinery	25,000	4 – 8
Seawalls	100,000	60

The District has a collection of artwork and historical treasures presented for public exhibition and education that are being preserved for future generations. The proceeds from sales of any pieces of the collection are used to purchase other acquisitions. A portion of this collection is not capitalized or depreciated as part of capital assets.

(j) Soldier Field Deferred Revenue

Revenue contributed to the District that will benefit stadium operations is deferred and amortized over the life of the stadium lease.

(k) Bond Premiums, Discounts, Issuance Costs, and Deferred Amount on Refunding

In the government-wide financial statements, bond premiums and discounts, as well as issuance costs and losses on refundings, are deferred and amortized over the life of the bonds using the sum of the bonds outstanding method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and deferred amount on refunding. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

(l) Employee Benefits

Employee benefits are granted for vacation and sick leave, workers' compensation, and health care. It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the District does not have a policy to pay amounts when employees separate from service with the government. The liability for compensated absences reported in the government-wide statements of net assets consists of unpaid, accumulated annual vacation and leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

Employees are eligible to defer a portion of their salaries until future years under the District's deferred compensation plan created in accordance with Internal Revenue Code Section 457. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Third-party administrators, who maintain the investment portfolio, administer the plan. The plan's assets have been placed in trust accounts with the plan administrators for the exclusive benefit of participants and their beneficiaries and are not considered assets of the District.

The District is subject to the State of Illinois Unemployment Compensation Act and has elected the reimbursing employer option for providing unemployment insurance benefits for eligible former employees. Under this option, the District reimburses the State for claims paid by the State. Expenditures for workers' compensation are recorded when paid in the governmental funds. A liability for these amounts is recorded in the government-wide financial statements.

(m) Judgments and Claims

Judgments and claims are included in the government-wide financial statements. Uninsured claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. In the fund financial statements, expenditures for judgments and claims are recorded on the basis of settlements reached or judgments entered within the current fiscal year. Amounts that related to deferred compensatory time and reserves for questioned costs are treated the same way.

(n) Property Taxes

The District's property tax becomes a lien on real property on January 1 of the year levied. Cook and DuPage County Assessors (Assessor) are responsible for the assessment of all taxable real property within Cook and DuPage counties. The District's property taxes are levied each calendar year on all taxable real property located in the District's boundaries based on assessments as of January 1. The District must file its tax levy ordinance by the second Tuesday in December of each year. Taxes levied in one year become due and payable in two installments in the following year. The first installment is due on March 1 and

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

the second installment is due on the latter of August 1 or 30 days after the mailing of the tax bills. The second installment is based on the current levy, assessment, equalization, and any changes from the prior year.

In the government-wide financial statements, that are reported on the accrual basis, the District has included as revenue the entire amount of property taxes levied for 2006 less a provision for uncollectible amounts. In the governmental fund financial statements, that are reported on the modified accrual basis, the District has only included as revenue the amount of property taxes levied for 2006, which were collected within 60 days after fiscal year-end. Property tax revenue in the governmental fund financial statements also includes property taxes collected for the 2005 levy that were not recognized as revenue in fiscal year 2005 (i.e., not collected within 60 days after prior fiscal year-end).

Property tax receivables are recorded net of an allowance for uncollectible amounts of \$22.9 million at December 31, 2006.

(o) **Fund Balances**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for specific purpose. Designations of fund balances represent tentative District plans that are subject to change.

(p) **Net Assets**

In the government-wide financial statements, equity is displayed in three components as follows:

Invested in Capital Assets, Net of Related Debt – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first, and then unrestricted resources when they are needed.

Unrestricted – This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

(q) **Use of Estimates**

The preparation of financial statements in conformity with GAAP 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

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the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

(r) Reclassifications

The District's management believes that consistent presentation of financial statements in annual and other reports enhances the usefulness of such reports and brings out more clearly the nature and trends of current changes affecting the District. However, in the decision to present a CAFR this year and trying to incorporate the six certain essential characteristics of accounting data (Understandability, Reliability, Relevance, Timeliness, Consistency, and Comparability), consistency in how the District reports funds will be sacrificed.

During the year ended December 31, 2006, the District changed the accounting for the General, Debt Service, and the Park Improvements Funds. Prior to 2006, the District:

- Included the activities related to the aquarium and museums (operating), pension, and special recreation tax in the General Fund.
- Included the activities of the public building commission debt service in the Debt Service Fund.
- Included the activities of the aquarium and museums (capital) in the Park Improvements Fund.

Each of these activities has a dedicated (restricted) revenue source. During 2006, the District re-evaluated the reporting structure of its funds to determine if there was a more preferable presentation to better demonstrate accountability for the expenditure of funds. Accordingly, the District changed the accounting to report these activities in separate funds to provide better transparency in demonstrating accountability and compliance with the restrictions of the applicable funding sources.

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A summary of fund balance as of December 31, 2005 and January 1, 2006 is as follows (amounts are in thousands):

<u>Fund Type/Fund</u>	<u>End of year 2005</u>	<u>Beginning of year 2006</u>
Governmental activities:		
General	\$ 28,342	8,881
Total general fund	28,342	8,881
Special revenue funds:		
Aquarium and museums operating		6,288
Pension		12,053
Special recreation tax		1,120
Public Building Commission operating	5,907	5,907
Total special revenue funds	5,907	25,368
Debt service funds:		
Bond debt service	75,456	73,945
Public Building Commission debt service		1,511
Total debt service funds	75,456	75,456
Capital project funds:		
Park improvements	87,805	84,064
Aquarium and museums capital		3,741
Total capital project funds	87,805	87,805
Total fund balances	\$ 197,510	197,510

(s) New Accounting Pronouncements

In July 2004, GASB issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This Statement establishes accounting and financial reporting standards for employers that participate in a defined benefit "other postemployment benefit" (OPEB) plan. Specifically, the District will be required to measure and disclose an amount for annual OPEB cost on the accrual basis for health and insurance benefits that will be provided to certain retired employees in future years. The District is also required to record a net OPEB obligation, which is defined as the cumulative difference between annual OPEB cost and the employer's contributions to a plan, including the OPEB liability or asset at transition, if any. The District is currently evaluating the impact of adopting GASB Statement No. 45 but believes it will not have a material effect on the financial statements as retirees or participants phase off the District's

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plan once they become Medicare-eligible at age 65. The District will implement GASB Statement No. 45 beginning with the year ending December 31, 2007.

The District implemented GASB Statement No. 46, *Net Assets Restricted by Legislation*, during the year ended December 31, 2006. This Statement clarifies the definition of legally enforceable enabling legislation. There was no impact to the District.

(2) Stewardship, Compliance, and Accountability

(a) Annual Appropriation Budgets

The District's annual budget is adopted on a non-GAAP, budgetary basis for all governmental funds except the capital project funds, which adopts project-length budgets. The legal level of budgetary control (i.e., the level at which expenditures may not exceed appropriations) is at the fund and account class level.

The State code requires that the budget recommendations be submitted to the Board before November 1. After providing at least seven days' notice, the Board will hold a public hearing. The Board will consider the budget and make any amendments deemed necessary. The Board must pass a budget no later than December 31.

The appropriated budget is prepared by fund, function, and department. The District's department heads may make transfers of appropriations within a department. Any transfers necessary to adjust the budget and implement park programs can be made by the District, as long as the changes do not require transfers between account classes (common groupings of expenditures), and do not exceed the approved appropriation. Transfers of appropriations between funds or account classes require the approval of the Board.

All annual appropriations lapse at fiscal year-end if they remain unused and unencumbered. Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations in fund balance and do not constitute expenditures or liabilities because the commitments will be carried forward and honored during the subsequent year.

As a rule, the District presents the annual budget on a modified accrual basis of accounting, with the exception of property taxes. Modified accrual basis is used in conjunction with current financial resources measurement focus that modifies the accrual basis of accounting in two important ways: 1) revenues are not recognized until they are measurable and available, and 2) expenditures are recognized in the period in which governments in general normally liquidate the related liability rather than when that liability is first incurred (if earlier).

(b) Reconciliation of GAAP Basis to Budgetary Basis

The District's basis of budgeting is the same as GAAP basis except for the following: 1) in the budgetary basis, encumbrances are expenditures, whereas GAAP reflects encumbrances as reservations of fund balance 2) for budget, the District classifies as revenues both long-term debt proceeds and transfer-in, whereas GAAP classifies these as

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other financing sources, 3) interfund revenues and expenditures are included on the budgetary basis but are eliminated for GAAP, and 4) encumbrances are treated as expenditures in the year the encumbrance is established.

(3) Cash and Investments

(a) Governmental Activities

Cash and investments are held separately and in pools by several of the District's funds. The District maintains various cash and investment pools that are available for use by all funds. Income from pooled investments is allocated to the funds based on their proportional share of their investment balance. A summary of cash and investments as of December 31, 2006, is as follows (amounts are in thousands):

	Governmental activities
Petty cash	\$ 6
Demand deposits	886
U.S. government agencies	19,599
Illinois Funds (government investment pool)	407,069
Money market accounts	61,350
Commercial paper	9,376
	<u>\$ 498,286</u>

Investment Policies – The District's investments are made in accordance with the Public Funds Investment Act 30 ILCS 235/1 (Act) and the District's investment policy. A summary of authorized investments is included in note 1(d).

Custodial Credit Risk – Deposits – Custodial credit risk for deposits is the risk that in the event of a financial institution failure, the District's deposits may not be returned. The District's investment policy requires deposits that exceed the amount insured by Federal Depository Insurance Corporation (FDIC) insurance protection be collateralized, at the rate of 110% of such deposits. As of December 31, 2006, the District's bank balances were not subject to custodial credit risk as they were either insured or collateralized with investments held by the District or its agent in the District's name.

Interest Rate Risk – Interest rate risk is the risk that the fair value of investments will decrease as a result of an increase in interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy limits the final maturity on any security owned to a maximum of two years except for reserve funds. Reserve funds may exceed two years if the maturity is matched with the expected use of such funds and approved by the Chief Administrative Officer, Chief Executive Officer, and the Board. In addition, the District compares the weighted average maturity of its portfolio to the weighted average maturity of the Merrill Lynch 91 Day T-bill Index, and relative to the index, may decrease the weighted average maturity of the portfolio during periods of rising interest rates or increase it during periods of declining rates.

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The District actively monitors its callable government agency bond portfolio with respect to probability of call relative to market rates of interest. As of December 31, 2006, the fair value of the District's callable bond portfolio (pooled and restricted) is \$19.6 million. Of that total, \$2.1 million of the callable securities is expected to be called on their respective call dates, with the \$17.5 remaining noncallable.

As of December 31, 2006, the District had the following investments and maturities (amounts are in thousands):

	Fair value	Investment maturities (in years)		
		Less than 1	1 to 5	6 to 10
U.S. government agencies	\$ 19,599	18,353	1,246	—
Illinois Funds (government investment pool)	407,069	407,069	—	—
Money market accounts	61,350	61,350	—	—
Commercial paper	9,376	9,376	—	—
Total	\$ 497,394	496,148	1,246	—

Credit Risk – Investments – Credit risk is the risk that the District will not recover its investments due to the inability of the counterparty to fulfill its obligation. The District's general investment policy is to follow the prudent person rule subject to the limitations contained in the Act and the District's investment policy. Under the prudent person rule, investments shall be made with the judgment and care, under circumstances then prevailing, which persons knowledgeable of investment practices, and persons of prudence, discretion, and intelligence exercise in the management of their own affairs.

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As of December 31, 2006, the District had the following fixed income investments which are rated by both Standard & Poor's (S&P's) and Moody's Investors Service (Moody's) (amounts are in thousands):

	<u>Fair value</u>	<u>Credit ratings</u>	
		<u>S&P's</u>	<u>Moody's</u>
U.S. government agencies	\$ 19,599	AAA	Aaa
Illinois Funds (government investment pool)	407,069	AAAm	n/a
Money market accounts	61,350	AAA	Aaa
Commercial paper	<u>9,376</u>	A1	P1
Total	<u>\$ 497,394</u>		

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of a third party. The investment policies of the District require investment securities be held by an authorized custodial bank pursuant to a written custodial agreement.

(b) *Fiduciary Activities – Park Employees' and Retirement Board Employees' Annuity and Benefit Fund of Chicago (Retirement Fund)*

The Retirement Fund's investments are held by a bank-administered trust fund, except for the pooled separate real estate accounts. Investments that represent 5.0% or more of the Retirement Fund's net assets (except those issued or guaranteed by the U.S. government) are separately identified.

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A summary of cash and investments as of June 30, 2006 is as follows (amounts are in thousands):

	Fiduciary activities
Investments at fair value as determined by quoted price:	
Short-term investments	\$ 16,798
Bonds:	
PIMCO funds	19,957
Other	178,762
Common and preferred stock:	
Aggregate stock funds	208,470
Other	76,985
Other investments	12,496
	513,468
Investments at fair value as determined by plan administrator:	
Pooled separate real estate accounts	62,914
	\$ 576,382

The Retirement Fund shall also apply the prudent investor rule in investing for funds under its supervision. The retirement funds must be invested exclusively for the benefit of their members and in accordance with the respective Retirement Fund's investment goals and objectives.

Interest Rate Risk –Interest rate risk is the risk that changes in interest rates of debt securities will adversely affect the fair value of an investment. The price of a debt security typically moves in the opposite direction of the change in interest rates.

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At June 30, 2006, the following table shows the investments by investment type and maturity (amounts are in thousands):

	Total fair value	Unknown	Investment maturities (in years)			
			Less than 1	1 to 5	6 to 10	More than 10
Security type:						
Asset-backed	\$ 5,588	—	49	4,038	215	1,286
Commercial mortgage-backed	6,483	—	—	—	—	6,483
Corporate convertible bonds	2,368	—	—	269	—	2,099
Corporate bonds	78,327	47,988	655	11,100	10,511	8,073
Government agencies	37,653	19,658	3,913	8,518	3,540	2,024
Government bonds	19,896	—	—	4,704	5,967	9,225
Government mortgage-backed	44,761	12,499	—	476	5,935	25,851
Government issued commercial mortgage-backed	257	—	—	257	—	—
Municipal/provincial bonds	2,306	1,779	—	168	218	141
Non governmental backed CMOs	1,016	—	—	30	270	716
Short-term bills and notes	64	—	64	—	—	—
Short-term investments	16,798	—	16,798	—	—	—
	<u>\$ 215,517</u>	<u>81,924</u>	<u>21,479</u>	<u>29,560</u>	<u>26,656</u>	<u>55,898</u>

Some investments are more sensitive to interest rate changes than others. Variable and floating rate collateralized mortgage obligations (CMOs), asset-backed securities (ABS), interest-only, and principal-only securities are examples of investments whose fair values may be highly sensitive to interest rate changes.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Retirement Fund maintains a highly diversified portfolio of debt securities encompassing a wide range of credit ratings. Each fixed income manager is given a specific set of guidelines to invest within, based on the mandate for which it was hired. The guidelines specify in which range of credit the manager may invest. These ranges include investment-grade and high-yield categories.

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The following table presents the Retirement Fund's ratings as of June 30, 2006 (amounts are in thousands):

S&P credit rating	Index market value	Asset-backed securities	Comm'l. mort. backed	Corp. bonds	Gov't. agencies	Gov't. bonds	Gov't. mort. backed	Gov't. issued CMO	Non gov't. backed CMO's	Muni. bonds	Pooled assets
AAA	\$ 38,990	4,677	6,023	264	10,938	16,438	204	—	446	—	—
AA	4,746	—	—	2,321	2,425	—	—	—	—	—	—
A	8,379	49	—	7,945	—	—	—	—	—	385	—
BBB	12,453	220	—	12,052	—	181	—	—	—	—	—
BB	3,902	—	—	2,917	—	985	—	—	—	—	—
B	2,785	—	—	2,785	—	—	—	—	—	—	—
CCC	224	—	—	224	—	—	—	—	—	—	—
D	96	—	—	96	—	—	—	—	—	—	—
NR	76,953	642	460	20,965	—	2,252	2,155	—	570	—	49,909
U.S. gov't agency	66,989	—	—	—	4,633	40	42,402	257	—	—	19,657
	\$ 215,517	5,588	6,483	49,569	17,996	19,896	44,761	257	1,016	385	69,566

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Securities Lending – Under the provisions of State statutes, the Retirement Fund lends securities (both equity and fixed income) to qualified and Retirement Fund-approved brokerage firms for collateral that will be returned for the same securities in the future. The Retirement Fund's custodian manages the securities lending program, which includes the securities of the Retirement Fund as well as other lenders, and receives cash, U.S. Treasury securities, or letters of credit as collateral. The collateral received cannot be pledged or sold by the Retirement Fund unless the borrower defaults. However, the Retirement Fund does have the right to close the loan at any time. All security loan agreements are initially collateralized at 102.0% of the loaned securities. Whenever adjustments are needed to reflect changes in the market value of the securities loaned, the collateral is adjusted accordingly. At June 30, 2006, the Retirement Fund had loaned to borrowers, securities with a market value of \$50.3 million. At June 30, 2006, the Retirement Fund received from borrowers' cash collateral of \$45.5 million, and noncash collateral of \$5.6 million. Securities lending net income for the year ended June 30, 2006, was \$79.5 thousand.

At June 30, 2006, the Retirement Fund has no credit risk exposure to the borrowers because the fair value of the collateral received exceeded the fair value of the securities on loan.

(4) Interfund Balances and Activity

(a) *Balances Due to/from Other Funds*

The following balances at December 31, 2006, represent amounts due to/from other funds (amounts are in thousands):

<u>Fund Type/Fund</u>	<u>Due from</u>	<u>Due to</u>
Governmental Activities:		
General	\$ 4,844	3,546
Park improvements	—	4,517
Nonmajor governmental funds	<u>3,546</u>	<u>327</u>
Total	<u>\$ 8,390</u>	<u>8,390</u>

These balances result from operating transactions between funds and are repaid during the next fiscal year within the normal course of business.

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(b) Transfers to/from Other Funds

Interfund transfers for the year ended December 31, 2006 were as follows (amounts are in thousands):

<u>Fund Type/Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental Activities:		
General	\$ —	359,106
Long-term income reserve	121,706	—
Bond debt service	84,400	—
Park improvements	—	4,000
Garage revenue capital improvements	122,000	—
Nonmajor governmental funds	<u>35,000</u>	<u>—</u>
Total governmental activities	<u>363,106</u>	<u>363,106</u>
Total transfers	<u>\$ 363,106</u>	<u>363,106</u>

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due. Additionally, after the sale of the Garages, all revenue was transferred out of the General Fund into the Long-term Income Reserve Fund, Garage Revenue Capital Improvements Fund, and the Reserve for Park Replacement Fund for future years' appropriations as well as funds into the Bond Debt Service Fund to extinguish the associated Garage debt before year-end.

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(5) Capital Assets

Capital asset activity for the year ended December 31, 2006 was as follows (amounts are in thousands):

Governmental Activities	Balance January 1, 2006	Additions	Deletions	Balance December 31, 2006
Capital assets not being depreciated:				
Land and land improvements	\$ 158,595	21,340	—	179,935
Works of art and historical collections	—	8,475	—	8,475
Construction in progress	104,440	48,846	71,484	81,802
Total capital assets not being depreciated	<u>263,035</u>	<u>78,661</u>	<u>71,484</u>	<u>270,212</u>
Capital assets being depreciated:				
Infrastructure	311,369	38,214	—	349,583
Site improvements	67,087	11,952	—	79,039
Harbor and Harbor improvements	115,208	—	—	115,208
Stadium and stadium improvements	639,741	3,142	—	642,883
Buildings and building improvements	536,887	3,970	169,462	371,395
Equipment	36,404	2,597	—	39,001
Total capital assets being depreciated	<u>1,706,696</u>	<u>59,875</u>	<u>169,462</u>	<u>1,597,109</u>
Less accumulated depreciation:				
Infrastructure	149,328	5,318	—	154,646
Site improvements	29,450	2,995	—	32,445
Harbor and Harbor improvements	49,827	2,298	—	52,125
Stadium and stadium improvements	30,978	12,826	—	43,804
Buildings and building improvements	157,641	10,208	53,442	114,407
Equipment	25,570	1,718	—	27,288
Total accumulated depreciation	<u>442,794</u>	<u>35,363</u>	<u>53,442</u>	<u>424,715</u>
Total capital assets being depreciated, net	<u>1,263,902</u>	<u>24,512</u>	<u>116,020</u>	<u>1,172,394</u>
Governmental activity capital assets, net	<u>\$ 1,526,937</u>	<u>103,173</u>	<u>187,504</u>	<u>1,442,606</u>

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Depreciation expense was charged to functions of the District as follows (amounts are in thousands):

Park operations and maintenance	\$ 35,106
General and administrative	<u>257</u>
	<u>\$ 35,363</u>

(6) Short-Term Debt

Corporate Purpose Tax Anticipation Warrants (TAWs) are annually issued to provide operating funds to the District and are secured by a pledge against the corporate tax levy. In May 2005, the District issued \$72.3 million of TAWs secured by a pledge against the 2005 corporate tax levy bearing a coupon interest rate of 4.0% per annum and maturing on May 1, 2006. In August 2006, the District issued \$14.1 million of TAWs secured by a pledge against the 2007 corporate tax levy bearing a coupon interest rate of 4.5% per annum and maturing on March 15, 2007.

Changes in short-term obligations for the year ended December 31, 2006 were as follows (amounts are in thousands):

Governmental Activities	Balance January 1, 2006	Issued/ Draws	Redeemed/ Repayments	Balance December 31, 2006
Corporate purpose tax anticipation warrants 2005 issue	\$ 72,270	—	72,270	—
Corporate purpose tax anticipation warrants 2006 issue	<u>—</u>	<u>14,090</u>	<u>—</u>	<u>14,090</u>
Total short-term debt	<u>\$ 72,270</u>	<u>14,090</u>	<u>72,270</u>	<u>14,090</u>

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(7) Long-Term Obligations

(a) Changes in Long-term Obligations

Changes in long-term obligations for the year ended December 31, 2006 were as follows (amounts are in thousands):

Governmental Activities	Balance January 1, 2006	Additions	Deletions	Balance December 31, 2006	Amounts due within one year
General obligation bonds:					
Capital improvement	\$ 872,445	179,855	250,405	801,895	33,940
Aquarium and museums	81,840	—	6,685	75,155	7,045
Unamortized premiums	20,773	8,768	5,173	24,368	—
Deferred amount on refunding	(29,092)	(5,385)	(11,377)	(23,100)	—
Total general obligation bonds	945,966	183,238	250,886	878,318	40,985
Capital lease debt PBC	23,390	—	2,510	20,880	2,375
Compensated absences	7,204	7,281	6,721	7,764	6,740
Claims and judgments	5,937	7,528	1,703	11,762	6,627
Property tax claim payable	20,937	5,071	8,651	17,357	8,622
Workers' compensation	14,256	2,748	4,418	12,586	3,100
Total governmental activities	\$ 1,017,690	205,866	274,889	948,667	68,449

Compensated absences have been liquidated by the applicable governmental funds that account for the salaries and wages of the related employees. Claims and judgments have been liquidated from the General Fund.

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(b) General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities of the District and also the aquarium and museums. General obligation bonds are direct obligations and pledge the full faith and credit of the District. Annual debt service requirements to maturity for general obligation bonds are as follows (amounts are in thousands):

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2007	\$ 40,985	43,076	84,061
2008	39,625	40,984	80,609
2009	37,190	39,153	76,343
2010	39,660	37,297	76,957
2011	38,880	35,287	74,167
2012-2016	218,655	143,832	362,487
2017-2021	199,100	90,039	289,139
2022-2026	155,735	45,323	201,058
2027-2031	107,220	9,900	117,120
	<u>\$ 877,050</u>	<u>484,891</u>	<u>1,361,941</u>

(c) Capital Lease Debt – PBC

The District has entered into various capital lease agreements with the PBC for park projects and for construction projects related to recreational and park facilities, including the Lincoln Park Zoo and Soldier Field, with a historical cost and accumulated depreciation of \$14.2 million and \$2.7 million, respectively, at December 31, 2006. All of the agreements provide that taxes be levied to pay the annual rentals. Future minimum lease payments at December 31, 2006 are as follows (amounts are in thousands):

	<u>Amount</u>
Year ending December 31:	
2007	\$ 3,897
2008	3,904
2009	3,903
2010	3,906
2011	3,906
2012	<u>3,907</u>
Total minimum lease payments	23,423
Less amounts representing interest	<u>2,543</u>
Present value of future minimum lease payments	<u>\$ 20,880</u>

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(d) Issuance of General Obligation Bonds and Advance Refunding of Debt

On January 4, 2006, the District issued General Obligation Limited Tax Park Bonds, Series 2006A (Series 2006A Bonds) in the amount of \$35,000 thousand, General Obligation Limited Tax Refunding Bonds, Series 2006B (Series 2006B Bonds) in the amount of \$30,995 thousand, General Obligation Unlimited Tax Refunding Bonds, Series 2006C (Series 2006C Bonds) in amount of \$51,380 thousand, and General Obligation Unlimited Tax Refunding Bonds, Series 2006D (Personal Property Replacement Tax Alternate Revenue Source) (Series 2006D PPRT ARS Bonds) in the amount of \$62,480 thousand.

The proceeds of the Series 2006A Bonds were used to: (i) fund a portion of the District's current Capital Improvement Program; (ii) provide for capitalized interest; and (iii) pay certain costs of issuance.

The proceeds of the Series 2006B Bonds were used to: (i) redeem \$30,670 thousand of all or a portion of certain maturities of the District's outstanding General Obligation Limited Tax Park Bonds, Series 2001C bearing interest of 5.50%; and (ii) pay certain costs of issuance. The transaction resulted in a net present value savings of \$1,189 thousand, which amounted to 3.88% of the refunded bonds.

(amounts are in thousands):

Cash flow requirements to service old debt	\$	52,045
Less cash flow requirements for new debt		<u>(50,352)</u>
Net savings from refunding	\$	<u><u>1,693</u></u>

The Series 2006C Bonds were used to: (i) redeem \$52,430 thousand of all or a portion of certain maturities of the District's outstanding General Obligation Refunding Bonds, Series 1995 bearing interest ranging from 5.20% to 5.875%; and (ii) to pay certain costs of issuance. The transaction resulted in a net present value savings of \$1,803 thousand, which amounted to 3.44% of the refunded bonds.

(amounts are in thousands):

Cash flow requirements to service old debt	\$	64,474
Less cash flow requirements for new debt		<u>(62,285)</u>
Net savings from refunding	\$	<u><u>2,189</u></u>

The Series 2006D PPRT ARS Bonds were used to: (i) redeem \$62,130 thousand of all or a portion of certain maturities of the District's General Obligation Unlimited Tax Park Bonds (Personal Property Replacement Tax Alternate Revenue Source): \$21,845 thousand of the General Obligation Unlimited Tax Park Bonds, Series 1997 (Personal Property Replacement Tax Alternate Revenue Source) bearing interest ranging from 5.20% to 5.375%; \$35,895 thousand General Obligation Unlimited Tax Park Project and Refunding, Series 2001B (Personal Property Replacement Tax Alternate Revenue Source) bearing interest ranging from 4.75% to 5.75%; and \$4,390 thousand General Obligation Unlimited Tax Park Bonds, Series 2001D (Personal Property Replacement Tax Alternate Revenue

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Source) bearing interest of 5.50%; and (ii) to pay certain costs of issuance. The transaction resulted in a net present value savings of \$2,752 thousand which amounted to 4.43% of the refunded bonds.

(amounts are in thousands):

Cash flow requirements to service old debt	\$	108,995
Less cash flow requirements for new debt		<u>(105,927)</u>
Net savings from refunding	\$	<u><u>3,068</u></u>

(e) Extinguishment of Debt

The corresponding debt relating to the Garages, General Obligation Unlimited Tax Refunding Bonds, Series 2002A (Park Revenues Alternative Revenue Source), bearing interest ranging from 3.0% to 5.5%, was extinguished at the time of closing, December 15, 2006. Defeased/outstanding at year-end was \$72,630 thousand.

(f) Defeased Bonds

Defeased bonds have been removed from the statement of net assets because related assets have been placed in irrevocable trusts that, together with interest earned thereon, will provide amounts sufficient for payment of all principal and interest. Defeased bonds at December 31, 2006 are as follows (amounts are in thousands):

	<u>Amount defeased</u>	<u>Outstanding</u>
General Obligation Park Bonds, Series 1995	\$ 47,775	500
General Obligation Limited Tax Park Bonds, Series 1996	27,560	25,060
General Obligation Unlimited Tax Park Bonds, Series 1996	82,170	78,050
General Obligation Limited Tax Park Bonds, Series 1997	20,965	20,965
General Obligation Unlimited Tax Refunding Bonds, Series 1997	15,715	14,750
General Obligation Unlimited Tax Park Bonds, Series 1997 (Personal Property Replacement Tax Alternate Revenue Source)	21,845	21,845
General Obligation Limited Tax Park Bonds, Series 1999A	13,575	13,575
Parking Facilities System Revenue Bonds, Series 1999	73,750	64,650
Harbor Facilities Revenue Bonds, Series 2000	60,025	53,745
General Obligation Limited Tax Park Bonds, Series 2001A	27,115	27,115
General Obligation Unlimited Tax Park and Refunding Bonds, Series 2001B (Personal Property Replacement Tax Alternate Revenue Source)	35,895	35,895
General Obligation Limited Tax Park Bonds, Series 2001C	30,670	30,670
General Obligation Unlimited Tax Park Bonds, Series 2001D (Personal Property Replacement Tax Alternate Revenue Source)	4,390	4,390
General Obligation Unlimited Tax Refunding Bonds, Series 2002A (Parking Revenues Alternate Revenue Source)	<u>72,630</u>	<u>72,630</u>
	<u>\$ 534,080</u>	<u>463,840</u>

CHICAGO PARK DISTRICT
Notes to Financial Statements
December 31, 2006

(8) Operating Leases

(a) Lessor

The District leases land to the Metropolitan Pier and Exposition Authority (MPEA) under the terms of a noncancelable operating lease agreement that requires the MPEA to make minimum lease payments to the District through 2028. In 1999, the District sold a parking facility to MPEA. The land underlying the parking facility is leased from the District and has been since 1956. Rental income under the operating lease was \$390 thousand for the year ended December 31, 2006.

The following is a schedule of future minimum lease payments receivable under the operating lease (amounts are in thousands):

	Amount
Year ending December 31:	
2007	\$ 390
2008	390
2009	310
2010	335
2011	361
2012-2016	2,190
2017-2021	3,741
2022-2026	8,011
2027-2028	5,366
	\$ 21,093

The District leases Soldier Field Stadium that has a cost of \$642.9 million and accumulated depreciation of \$43.8 million to the Chicago Bears Football Club, Inc. and Chicago Bears Stadium LLC (together, Club) under the terms of a noncancelable operating lease agreement that requires the Club to make minimum lease payments to the District through 2033. Rental income under the operating lease was \$5.7 million for the year ended December 31, 2006.

CHICAGO PARK DISTRICT
Notes to Financial Statements
December 31, 2006

The following is a schedule of future minimum lease payments receivable under the operating lease (amounts are in thousands):

	Amount
Year ending December 31:	
2007	\$ 5,700
2008	5,700
2009	5,700
2010	5,700
2011	5,700
2012-2016	28,500
2017-2021	28,500
2022-2026	28,500
2027-2031	28,500
2032-2033	11,400
	\$ 153,900

(b) Lessee

The District leases the administration facility under the terms of a noncancelable operating lease agreement that requires the District to make minimum lease payments through May 12, 2012. The District has the option to renew the lease for two additional periods of five years. Rent expenditures under the operating lease was \$1.9 million for the year ended December 31, 2006.

The following is a schedule of future minimum lease payments payable under the operating lease (amounts are in thousands):

	Amount
Year ending December 31:	
2007	\$ 1,962
2008	2,021
2009	2,079
2010	2,137
2011	2,195
2012	2,253
	\$ 12,647

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

(9) Employee Retirement System

(a) Plan Description

The Retirement Fund is a single-employer defined benefit pension plan administered by a seven member board of trustees comprised of three appointed and four elected officials. The plan covers eligible public employees of the District. The defined benefits, as well as the employer and employee contribution levels of the Retirement Fund, are mandated by State statutes and may be amended only by the Illinois legislature.

Plan membership at June 30, 2006, consists of the following:

Retirees and beneficiaries currently receiving benefits	3,115
Terminated employees entitled to benefits, but not yet receiving them	167
Current employees	<u>3,035</u>
Total	<u><u>6,317</u></u>

The Retirement Fund provides retirement, disability, and death benefits to Retirement Fund members and beneficiaries. Employees attaining the age of 50 with at least 10 years or more of creditable service are entitled to receive a minimum service retirement pension. The retirement pension is based upon the average of the four highest consecutive years of salary within the last 10 years at various rates depending on years of service. If the employee retires prior to the attainment of age 60, the allowance computed is reduced by 0.25% for each full month the employee is under age 60. There is no reduction if the participant has 30 years of service. Employees with four years of service at age 60 receive a retirement benefit. The monthly annuity of an employee who retires at age 60 or after is increased each year, following one year's receipt of pension payments, by 3.0% of the original monthly annuity and the same 3.0% (not compounded) annually thereafter.

The Retirement Fund issues a publicly available financial report that includes financial statements and required supplementary information for the plan. The report may be obtained by writing to the Pension Board at 55 East Monroe, Suite 2880, Chicago, Illinois 60605.

(b) Summary of Significant Accounting Policies

The financial statements of the Retirement Fund are prepared using the accrual method of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the Retirement Fund. The financial statements of the Retirement Fund include all financial transactions as of and for fiscal year ended June 30, 2006.

Investments are reported at fair value. Short-term investments are reported at cost, which approximate fair value. Fair values for bonds and stocks are determined by quoted market

CHICAGO PARK DISTRICT
Notes to Financial Statements
December 31, 2006

prices. Investments in pooled separate real estate accounts are reported at fair value as determined by the plan administrator.

(c) Funding Policy and Annual Pension Cost

Covered employees are required by State statutes to contribute 9.0% of their salary to the Retirement Fund. If a covered employee leaves employment before the age of 55 prior to qualifying for a pension, accumulated employee contributions are refunded without interest. The District is required by State statute to contribute the remaining amounts necessary to finance the requirements of the Retirement Fund on an actuarially funded basis.

The District is required to levy a tax at a rate not more than an amount equal to the total amount of contributions by the employees made in the fiscal year two years prior to the year for which the annual applicable tax is levied, multiplied by a factor of 110% annually. In the opinion of the District's legal counsel, the District has no legal obligation to fund pension costs above that allowed by State statutes.

On January 16, 2004, the State legislature amended the State statutes to allow the District to reduce employer contributions by \$5.0 million for both calendar years 2005 and 2006.

Actuarial Methods and Assumptions

Valuation date	June 30, 2006
Actuarial cost method	Projected unit credit
Amortization method	Level-dollar
Amortization period	30 years (open)
Asset valuation method	5-year smoothed market value
Actuarial assumptions:	
Investment rate of return	8.0% per year
Projected salary increases *	4.5% per year
Inflation rate	4.0% per year

* Includes inflation at cost-of-living adjustments

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

The District's annual pension cost and net pension asset for fiscal year 2006 was as follows (amounts are in thousands):

Annual required contribution	\$	15,235
Interest on net pension asset		(1,401)
Adjustment to annual required contribution		<u>1,492</u>
Annual pension cost		15,326
Contributions made		<u>5,174</u>
Decrease in net pension asset		(10,152)
Net pension asset at January 1, 2006		<u>17,521</u>
Net pension asset at December 31, 2006	\$	<u><u>7,369</u></u>

The following tables of information assist users in assessing the District's progress in accumulating assets to pay benefits when due. The three-year historical information for the District is as follows (amounts are in thousands):

	<u>Employer contribution</u>			<u>Net pension asset</u>
	<u>Annual pension cost</u>	<u>Percentage contributed</u>		
Year ended December 31:				
2006	\$ 15,326	34%	\$	7,369
2005	14,903	32		17,521
2004	7,704	128		27,656

Under State law, certain health benefits are available to employees who retire from the District based upon their participation in the District's pension plan. Health benefits include basic benefits for annuitants and supplemental benefits for Medicare eligible annuitants.

The cost of health benefits is recognized as an expenditure in the accompanying financial statements as claims are reports and are funded on a pay-as-you-go basis. In 2006, the net expense to the District for providing these benefits to approximately 3,115 annuitants plus their dependents was approximately \$2.8 million.

(10) Risk Management

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance against losses arising from automotive liability, property, property-related business interruption, terrorism, marine property and liability, employment-related suits including discrimination and sexual harassment, and management liability of board members, directors, and officers of the District. Liability coverage is also purchased against

CHICAGO PARK DISTRICT
Notes to Financial Statements
December 31, 2006

losses arising from gymnastic activities and surety bonds are arranged for various obligations. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District is also self-insured for general liability and automotive liability losses up to a limit of \$1.5 million per claim at which point stop-loss insurance becomes effective. The District is self-insured for statutory workers' compensation claims and obligations. A reserve has been provided at December 31, 2006, for the estimated potential claim liability based upon an actuary's estimate. Management believes, based on prior experience that the estimated reserve for claims is adequate to satisfy all claims filed or to be filed for incidents, which occurred through December 31, 2006.

The government-wide financial statements include a \$3.2 million liability to cover the lost wages and associated interest as per a Service Employees International Union (SEIU) Local 73's potential settlement agreement for certain employees who had a reduction of hours worked for fiscal years 2001 and 2002.

The following is a reconciliation of the District's claims liability (amounts are in thousands):

	2006	2005
Accrued self-insurance – beginning of year	\$ 20,193	19,583
Claims and other expenses incurred – during year	10,276	4,269
Claims paid – during year	(6,121)	(3,659)
Accrued self-insurance – end of year	\$ 24,348	20,193

(11) Commitments and Contingencies

(a) Construction Commitments

The District has various outstanding construction projects estimated at December 31, 2006, to be \$39.2 million.

(b) Litigation

The District is routinely involved in a number of legal proceedings and claims that cover a wide range of matters. In the opinion of management, the outcome of these matters is not expected to have any material adverse effect on the financial position or results of operations of the District.

(c) Federal- and State-Assisted Grant Programs

The District participates in a number of Federal- and State-assisted grant programs. These grants are subject to audits by or on behalf of the grantors to assure compliance with grant provisions. Any liability for reimbursement which may arise as the result of audits of grant programs is not believed by District Management to be material.

CHICAGO PARK DISTRICT

Notes to Financial Statements

December 31, 2006

(12) Special Item

On October 11, 2006, the District entered into an IGA, which allowed the transfer of the District's interests in the Grant Park North Garage, the Grant Park South Garage, and the East Monroe Street Garage (Garages), to the City of Chicago pursuant to the Local Government Property Transfer Act, 50 ILCS 605/0.01 et seq.

The IGA allowed the District to transfer sufficient rights to the City to allow the City to enter into the Chicago Downtown Public Parking System Concession and Lease Agreement (Concession Agreement) with a private operator (Concessionaire), for an upfront payment of \$563.0 million, which was approved by the Chicago City Council and the Mayor. Under the Concession Agreement, the City grants the Concessionaire a leasehold interest in and the right to provide parking garage services for the Millennium Park Garage, the Grant Park North Garage, the Grant Park South Garage, and the East Monroe Street Garage for a term of 99-years. At the time of closing, December 15, 2006, the City paid the District \$347.8 million for the three District Garages. The Garages and associated depreciation were removed from the District's capital assets and transferred to the City. However, the park land above the Garages remains a District asset. The District also had debt associated with the Garages, which necessitated the extinguishment of debt of the Series 2002A Bonds and the callable Series 2002A Bonds on December 15, 2006.

(13) Subsequent Events (Unaudited)

The City has an extraordinary opportunity to host the 2016 Olympic Games. As part of the venue selection process, it is incumbent upon the host candidate to demonstrate to the selection committee that it has the ability to provide world-class venues for Olympic-caliber athletic competition. Although Chicago does not possess an Olympic-standard aquatic center, it must demonstrate that, if chosen, as host city, it can meet the requirements of the International Olympic Committee (IOC) for all events. By reserving the District's portion of the aquatic center funding within the Park Improvement Reserve Fund the District demonstrates the commitment level required by the IOC to host the games, yet does not commit future Boards to any expenditure unless the conditions are fulfilled.

On March 14, 2007, the Board authorized the General Superintendent to commit \$15.0 million for the sole and limited purpose of partially funding a District owned, world-class aquatic center in the event that Chicago is selected as host of the 2016 Olympic Games. This authorization is contingent upon: 1) Chicago being chosen as the host venue for the 2016 Olympic Games; and 2) Chicago 2016, or its delegate, providing \$65.0 million in funding to finance 85% of the estimated \$80.0 million that it will cost to construct the center. If built, the aquatic center will be permanently located on District property in Douglas Park and will remain open for public usage and such other events and activities as the District may deem appropriate after the conclusion of the 2016 Olympic Games. In the event that Chicago is not chosen as the host city for the 2016 Olympic Games or the \$65.0 million is not provided, the District funding obligation is automatically extinguished and the designated \$15.0 million will be unreserved and made available for future appropriation.

CHICAGO PARK DISTRICT

Required Supplementary Information

Schedule of Revenues and Expenditures - Budget and Actual

General Fund (Budgetary Basis) (unaudited)

Year ended December 31, 2006

(Amounts are in Thousands of Dollars)

	<u>Budgeted amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
Revenues:				
Donations and grant income	\$ 9,000	9,000	4,386	(4,614)
Property tax	130,806	130,806	132,378	1,572
Personal property replacement tax	14,872	14,872	18,460	3,588
Interest on investments	1,250	1,250	4,463	3,213
Concession revenue	2,286	2,286	2,456	170
Parking fees	21,774	21,774	19,400	(2,374)
Harbor fees	18,200	18,200	19,447	1,247
Golf fees	500	500	500	—
Park fees	10,373	10,373	10,629	256
Soldier field	22,066	22,066	21,816	(250)
Rentals	1,972	1,972	2,808	836
Miscellaneous income	4,677	4,677	3,357	(1,320)
Permits	1,934	1,934	3,118	1,184
Total revenues	<u>239,710</u>	<u>239,710</u>	<u>243,218</u>	<u>3,508</u>
Expenditures:				
Personnel services	133,100	127,806	125,713	2,093
Materials and supplies	6,557	6,940	6,194	746
Small tools and equipment	2,022	3,520	971	2,549
Contractual services	79,561	83,040	72,329	10,711
Program expense	18,470	20,094	28,833	(8,739)
Total expenditures	<u>239,710</u>	<u>241,400</u>	<u>234,040</u>	<u>7,360</u>
Revenues over expenditures	\$ <u>—</u>	<u>(1,690)</u>	<u>9,178</u>	<u>10,868</u>

See accompanying independent auditors' report.

CHICAGO PARK DISTRICT

Required Supplementary Information

Notes to Budgetary Comparison Schedule (Unaudited)

December 31, 2006

A reconciliation of the different basis of revenue and expenditure recognition for the year ended December 31, 2006 is as follows (amounts are in thousands):

	<u>General fund</u>
Revenues, GAAP basis	\$ 243,079
Add:	
Reclassification of salary reimbursement	76
Premium on TAW Issuance	63
Revenues, budgetary basis	<u>\$ 243,218</u>
Expenditures, GAAP basis	\$ 230,775
Add:	
Reclassification of salary reimbursement	76
Encumbered in 2006	3,189
Expenditures, budgetary basis	<u>\$ 234,040</u>

Excess of Expenditures over Appropriations

For the year ended December 31, 2006, expenditures exceeded appropriations in the Program Expense account class (the legal level of budgetary control) of the General Fund by \$8,739 thousand. These overexpenditures were funded by savings in the Contractual Services account class.

See accompanying independent auditors' report.

CHICAGO PARK DISTRICT
 Required Supplementary Information
 Schedule of Funding Progress (Unaudited)
 June 30, 2006
 (Amounts are in Thousands of Dollars)

Schedule of Funding Progress

Actuarial valuation date	Actuarial value of assets (a)	Actuarial accrued liability (AAL) – entry age (b)	Unfunded actuarial accrued liability (UAAL) (b-a)	AAL funding ratio (a/b)	Annual covered payroll (c)	UAAL as a percent of annual covered payroll ((b-a)/c)
June 30, 2006	\$ 572,659	745,244	172,585	76.8%	\$ 101,058	170.8%
June 30, 2005	587,774	734,361	146,587	80.0	95,707	153.2
June 30, 2004	610,294	738,579	128,285	82.6	87,871	146.0

See accompanying independent auditors' report.

CHICAGO PARK DISTRICT

Required Supplementary Information

Note to Schedule of Funding Progress (Unaudited)

June 30, 2006

Actuarial Methods and Assumptions

Valuation date	June 30, 2006
Actuarial cost method	Projected unit credit
Amortization method	Level-dollar
Amortization period	30 years (open)
Asset valuation method	5-year smoothed market value
Actuarial assumptions:	
Investment rate of return	8.0% per year
Projected salary increases *	4.5% per year
Inflation rate	4.0% per year
* Includes inflation at cost-of-living adjustments	

CHICAGO PARK DISTRICT

Nonmajor Governmental Funds

Combining Fund Statements and Other Supplementary Information

December 31, 2006

Special Revenue Funds - Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Aquarium and Museums Operating Fund – for the amount of maintenance tax to be levied in conformity with provisions of an act entitled An Act in Relation to the Creation, Maintenance, Operation and Improvement of the District approved July 10, 1933, as amended and an act entitled An Act Concerning Aquariums and Museums in Public Parks approved July 18, 1933, title as amended by an act approved June 24, 1935, as amended, for the purpose of operating, maintaining, and caring for the institutions.

Pensions – for the amount of tax to be levied as required for the purpose of providing the amount necessary to be contributed by the District as employer, to the Retirement Board of Park Employees' Annuity and Benefit Fund for the funds provided under the provisions of an act entitled An Act to Provide for the Creation, Setting Apart, Formation, Administration, and Disbursement of a Park Employees' and Retirement Board Annuity and Benefit Fund approved June 24, 1919 title as amended by an act approved July 10, 1937.

Special Recreation Tax Fund – for the purpose of paying the associated expenses as related to increasing the accessibility of facilities in accordance with Americans with Disabilities Act (ADA), providing programming and personnel-related costs to the operations of said programs.

Public Building Commission Operating Fund – for the purpose of operations and maintenance by the District for the Public Building Commission of Chicago's facilities.

Reserve for Park Replacement Fund – for the purpose of future capital improvements to parkland above, beneath and adjacent to specifically, the East Monroe Street Garage, in accordance with the IGA and Concession Agreement.

Debt Service Fund - Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Public Building Commission Debt Service – for the purpose of paying the annual rental due per terms of leases between the District and the Public Building Commission of Chicago to pay for the facilities that will be operated by the District.

Capital Project Fund - Capital Project funds are used to account for the acquisition and construction of major capital facilities.

Aquarium and Museums Improvement Fund – for the purpose of paying the cost of erecting, enlarging, ornamenting, building, rebuilding, rehabilitating, and improving any aquarium, or any museum, or museums of art, industry, science, or natural or other history located within any public park or parks under the control of the District.

CHICAGO PARK DISTRICT

Combining Balance Sheet
Nonmajor Governmental Funds

December 31, 2006

(Amounts are in Thousands of Dollars)

Assets	Special Revenue		
	Aquarium and museums operating	Pension	Special recreation tax
Investments (note 3)	\$ 48	10,000	—
Receivables:			
Property taxes, net	29,525	9,361	5,790
Personal property replacement tax	424	2	—
Due from other funds (note 4)	—	—	3,546
Due from other governments	—	—	—
Total assets	\$ 29,997	19,363	9,336
Liabilities and Fund Balances			
Liabilities:			
Accounts payable and accrued expenses	\$ 48	—	1
Due to other funds (note 4)	—	—	—
Due to other organizations	424	2	—
Deferred revenue:			
Property taxes	26,685	8,454	5,200
Total liabilities	27,157	8,456	5,201
Fund balances:			
Fund balances reserved for:			
Encumbrances	—	—	5
Debt service	—	—	—
Contributions for other organizations	2,840	907	—
Special recreational activities	—	—	4,130
Park replacement over Monroe Garage	—	—	—
Fund balances unreserved:			
Designated for future appropriations	—	10,000	—
Undesignated, special revenue fund	—	—	—
Undesignated, capital project fund	—	—	—
Total fund balances	2,840	10,907	4,135
Total liabilities and fund balances	\$ 29,997	19,363	9,336

See accompanying independent auditors' report.

		<u>Debt Service</u>	<u>Capital Project</u>	
<u>Public Building Commission operating</u>	<u>Reserve for park replacement</u>	<u>Public Building Commission debt service</u>	<u>Aquarium and museums capital</u>	<u>Total nonmajor governmental funds</u>
7,760	35,000	241	3,633	56,682
11,036	—	3,761	—	59,473
—	—	—	—	426
—	—	—	—	3,546
—	—	518	—	518
<u>18,796</u>	<u>35,000</u>	<u>4,520</u>	<u>3,633</u>	<u>120,645</u>
2,086	—	—	1,760	3,895
327	—	—	—	327
—	—	—	—	426
9,946	—	3,396	—	53,681
<u>12,359</u>	<u>—</u>	<u>3,396</u>	<u>1,760</u>	<u>58,329</u>
4,319	—	—	—	4,324
—	—	1,124	—	1,124
—	—	—	—	3,747
—	—	—	—	4,130
—	35,000	—	—	35,000
—	—	—	—	10,000
2,118	—	—	—	2,118
—	—	—	1,873	1,873
<u>6,437</u>	<u>35,000</u>	<u>1,124</u>	<u>1,873</u>	<u>62,316</u>
<u>18,796</u>	<u>35,000</u>	<u>4,520</u>	<u>3,633</u>	<u>120,645</u>

CHICAGO PARK DISTRICT

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)

Nonmajor Governmental Funds

Year ended December 31, 2006

(Amounts are in Thousands of Dollars)

	Special Revenue		
	Aquarium and museums operating	Pension	Special recreation tax
Revenues:			
Property taxes	\$ 28,070	9,206	5,511
Personal property replacement tax	3,214	17	—
Investment income	—	—	—
Total revenues	31,284	9,223	5,511
Expenditures:			
Current:			
Park operations and maintenance	—	2,157	—
Recreation programs	—	6,489	1,869
Special services	33,735	36	—
General and administrative	997	1,687	627
Capital outlay	—	—	—
Debt service:			
Principal	—	—	—
Interest	—	—	—
Total expenditures	34,732	10,369	2,496
Excess (deficiency) of revenues over expenditures	(3,448)	(1,146)	3,015
Other financing sources (uses):			
Transfers in (note 4)	—	—	—
Transfers out (note 4)	—	—	—
Total other financing sources and uses, net	—	—	—
Net change in fund balances	(3,448)	(1,146)	3,015
Fund balances – beginning of year	6,288	12,053	1,120
Fund balances – end of year	\$ 2,840	10,907	4,135

See accompanying independent auditors' report.

		<u>Debt Service</u>	<u>Capital Project</u>	
<u>Public Building Commission operating</u>	<u>Reserve for park replacement</u>	<u>Public Building Commission debt service</u>	<u>Aquarium and museums capital</u>	<u>Total nonmajor governmental funds</u>
10,299	—	3,839	—	56,925
—	—	—	—	3,231
—	—	—	46	46
<u>10,299</u>	<u>—</u>	<u>3,839</u>	<u>46</u>	<u>60,202</u>
—	—	—	—	2,157
—	—	—	—	8,358
9,390	—	—	—	43,161
379	—	139	—	3,829
—	—	—	1,914	1,914
—	—	2,510	—	2,510
—	—	1,577	—	1,577
<u>9,769</u>	<u>—</u>	<u>4,226</u>	<u>1,914</u>	<u>63,506</u>
<u>530</u>	<u>—</u>	<u>(387)</u>	<u>(1,868)</u>	<u>(3,304)</u>
—	35,000	—	—	35,000
—	—	—	—	—
—	35,000	—	—	35,000
530	35,000	(387)	(1,868)	31,696
<u>5,907</u>	<u>—</u>	<u>1,511</u>	<u>3,741</u>	<u>30,620</u>
<u>6,437</u>	<u>35,000</u>	<u>1,124</u>	<u>1,873</u>	<u>62,316</u>

CHICAGO PARK DISTRICT

Combining Schedule of Revenues - Budget and Actual (Budgetary Basis)

Nonmajor Special Revenue Funds

Year ended December 31, 2006

(Amounts are in Thousands of Dollars)

FUND	<u>Property taxes</u>	<u>Personal property replacement tax</u>	<u>Total nonmajor governmental funds</u>
Original and Final Budgeted Revenues:			
Aquarium and museums operating	\$ 30,596	2,976	33,572
Pension	9,700	16	9,716
Special recreation tax	6,000	—	6,000
Public Building Commission operating	11,436	—	11,436
Total budgeted revenues	<u>57,732</u>	<u>2,992</u>	<u>60,724</u>
Actual Revenues:			
Aquarium and museums operating	28,070	3,214	31,284
Pension	9,206	17	9,223
Special recreation tax	5,511	—	5,511
Public Building Commission operating	10,299	—	10,299
Total actual revenues	<u>53,086</u>	<u>3,231</u>	<u>56,317</u>
Variance with Final Budget:			
Aquarium and museums operating	(2,526)	238	(2,288)
Pension	(494)	1	(493)
Special recreation tax	(489)	—	(489)
Public Building Commission operating	(1,137)	—	(1,137)
Total variance of revenues	<u>\$ (4,646)</u>	<u>239</u>	<u>(4,407)</u>

See accompanying independent auditors' report.

CHICAGO PARK DISTRICT

Combining Schedule of Expenditures - Budget and Actual (Budgetary Basis)

Nonmajor Special Revenue Funds

Year ended December 31, 2006

(Amounts are in Thousands of Dollars)

FUND	<u>Personnel services</u>	<u>Contractual services</u>	<u>Program expense</u>	<u>Total nonmajor governmental funds</u>
Original Budgeted Expenditures:				
Aquarium and museums operating	\$ —	—	33,572	33,572
Pension	—	—	9,716	9,716
Special recreation tax	2,700	3,300	—	6,000
Public Building Commission operating	—	11,436	—	11,436
Total budgeted expenditures	<u>2,700</u>	<u>14,736</u>	<u>43,288</u>	<u>60,724</u>
Final Budgeted Expenditures:				
Aquarium and museums operating	—	—	33,572	33,572
Pension	—	—	9,716	9,716
Special recreation tax	800	3,371	70	4,241
Public Building Commission operating	—	11,436	—	11,436
Total budgeted expenditures	<u>800</u>	<u>14,807</u>	<u>43,358</u>	<u>58,965</u>
Actual Expenditures:				
Aquarium and museums operating	—	—	34,732	34,732
Pension	—	—	10,369	10,369
Special recreation tax	1,868	428	206	2,502
Public Building Commission operating	—	13,709	379	14,088
Total actual expenditures	<u>1,868</u>	<u>14,137</u>	<u>45,686</u>	<u>61,691</u>
Variance with Final Budget:				
Aquarium and museums operating	—	—	(1,160)	(1,160)
Pension	—	—	(653)	(653)
Special recreation tax	(1,068)	2,943	(136)	1,739
Public Building Commission operating	—	(2,273)	(379)	(2,652)
Total variance of expenditures	<u>\$ (1,068)</u>	<u>670</u>	<u>(2,328)</u>	<u>(2,726)</u>

See accompanying independent auditors' report.

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Part III
STATISTICAL SECTION

CHICAGO PARK DISTRICT

Statistical Section

December 31, 2006

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

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FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the District's financial performance and well-being has changed over time. 87 - 93

REVENUE CAPACITY

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax. 94 - 99

DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future. 100 - 103

DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place. 104 - 105

OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs. 106 - 112

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

CHICAGO PARK DISTRICT
NET ASSETS BY COMPONENT
Last Five Years
(accrual basis of accounting)
(Amounts are in Thousands of Dollars)

	Fiscal Year				
	2002	2003	2004	2005	2006
Governmental Activities					
Invested in Capital Assets					
Net of Related Debt	\$ 209,425	345,031	448,054	478,267	467,240
Restricted	93,815	205,042	218,808	135,757	211,194
Unrestricted (Deficit)	<u>52,419</u>	<u>40,827</u>	<u>14,348</u>	<u>135,236</u>	<u>355,759</u>
Total Governmental Activities	\$ <u>355,659</u>	<u>590,900</u>	<u>681,210</u>	<u>749,260</u>	<u>1,034,193</u>
Business-type Activities					
Invested in Capital Assets					
Net of Related Debt	\$ 26,055	—	—	—	—
Restricted	9,508	—	—	—	—
Unrestricted	<u>4,059</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total Business-type Activities	\$ <u>39,622</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Primary Government					
Invested in Capital Assets					
Net of Related Debt	\$ 235,480	345,031	448,054	478,267	467,240
Restricted	103,323	205,042	218,808	135,757	211,194
Unrestricted	<u>56,478</u>	<u>40,827</u>	<u>14,348</u>	<u>135,236</u>	<u>355,759</u>
Total Primary Government	\$ <u>395,281</u>	<u>590,900</u>	<u>681,210</u>	<u>749,260</u>	<u>1,034,193</u>

Data Source

Audited Financial Statements

CHICAGO PARK DISTRICT
CHANGES IN NET ASSETS
Last Five Years
(accrual basis of accounting)
(Amounts are in Thousands of Dollars)

	Fiscal Year				
	2002	2003	2004	2005	2006
Expenses					
Governmental Activities					
Park operations and maintenance	\$ 134,081	96,007	104,942	108,824	136,586
Recreation programs	130,764	133,573	111,287	101,768	106,256
Special services	47,720	66,711	75,766	75,746	72,597
General and administrative	38,218	55,252	33,441	41,390	46,925
Interest in long-term debt	31,895	54,201	51,511	52,114	50,561
Total Governmental Activities Expenses	382,678	405,744	376,947	379,842	412,925
Business-type Activities					
Parking	13,713	—	—	—	—
Harbor	11,545	4,691	—	—	—
Total Business-type Activities Expenses	25,258	4,691	—	—	—
Total Primary Government Expenses	\$ 407,936	410,435	376,947	379,842	412,925
Program Revenues					
Governmental Activities					
Charges for Services					
Park operations and maintenance	\$ 2,992	4,250	4,654	5,075	3,308
Recreation programs	11,001	8,885	9,630	10,077	10,629
Special programs	21,662	37,440	72,471	74,604	77,132
General and administrative	—	—	—	—	—
Interest in Long-term Debt	—	—	—	—	—
Operating Grants and Contributions	3,266	4,016	4,642	4,781	3,205
Capital Grants and Contributions	5,046	26,902	27,867	6,745	52,031
Total Governmental Activities Program Revenues	43,967	81,493	119,264	101,282	146,305
Business-type Activities					
Charges for Services					
Parking	14,068	12,999	—	—	—
Harbor	15,845	—	—	—	—
Operating Grants and Contributions	—	—	—	—	—
Capital Grants and Contributions	—	—	—	—	—
Total Business-type Activities Program Revenues	29,913	12,999	—	—	—
Total Primary Government Program Revenues	\$ 73,880	94,492	119,264	101,282	146,305
Net (Expense) Revenue					
Governmental Activities	\$ (338,711)	(324,251)	(257,683)	(278,560)	(266,620)
Business-type Activities	4,655	8,308	—	—	—
Total Primary Government Net (Expense) Revenue	\$ (334,056)	(315,943)	(257,683)	(278,560)	(266,620)

(Continued)

CHICAGO PARK DISTRICT
CHANGES IN NET ASSETS
Last Five Years
(accrual basis of accounting)
(Amounts are in Thousands of Dollars)

	Fiscal Year				
	2002	2003	2004	2005	2006
General Revenues and Other Changes in Net Assets					
Governmental Activities					
Taxes					
Property taxes	\$ 242,176	247,354	252,291	266,049	268,516
Personal property replacement taxes	23,185	26,878	29,190	40,480	42,482
Grants and Contributions not Restricted to					
Specific Programs	220,293	232,760	62,906	32,949	3,082
Unrestricted Investment Earnings	4,756	2,200	3,018	5,139	12,348
Miscellaneous	987	2,141	588	1,993	1,544
Transfers	5,761	48,159	588	1,993	—
Special Items	—	—	—	—	223,581
Total Governmental Activities	497,158	559,492	348,581	348,603	551,553
Business-type Activities					
Investment Earnings	1,106	229	—	—	—
Transfers	(5,761)	(48,159)	—	—	—
Total Business-type Activities	(4,655)	(47,930)	—	—	—
Total Primary Government	\$ 492,503	511,562	348,581	348,603	551,553
Change in Net Assets					
Governmental Activities	\$ 158,447	235,241	90,898	70,043	284,933
Business-type Activities	—	(39,622)	—	—	—
Total Primary Government Change in Net Assets	\$ 158,447	195,619	90,898	70,043	284,933

Data Source

Audited Financial Statements

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CHICAGO PARK DISTRICT
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Five Fiscal Years
(modified accrual basis of accounting)
(Amounts are in Thousands of Dollars)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Fund					
Reserved					
Contributions for other organizations	\$ 12,010	15,018	13,323	8,341	—
Encumbrances	—	—	—	—	3,189
Prepaid assets	—	—	—	—	—
Working cash	—	—	77,249	—	—
Special recreational activities	—	—	—	1,120	—
Capital improvement	—	—	—	—	240
Unreserved					
Designated	671	2,005	—	—	—
Undesignated	<u>(70,407)</u>	<u>(65,679)</u>	<u>(87,570)</u>	<u>18,881</u>	<u>6,488</u>
Total General Fund	\$ <u>(57,726)</u>	<u>(48,656)</u>	<u>3,002</u>	<u>28,342</u>	<u>9,917</u>
All Other Governmental Funds					
Reserved					
Debt service funds	\$ 59,991	68,907	72,379	75,457	66,632
Capital project funds	99,211	93,912	66,076	87,805	—
Encumbrances	—	—	—	—	12,788
Contributions for other organizations	—	—	—	—	3,747
Special recreational activities	—	—	—	—	4,130
Park replacement over Monroe Garage	—	—	—	—	35,000
Working cash	77,238	77,245	—	—	—
Unreserved, reported in					
Special Revenue Funds	6,923	7,087	3,382	5,907	133,824
Debt Service Funds	—	—	—	—	—
Capital Project Funds	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>202,688</u>
Total All Other Governmental Funds	\$ <u>243,363</u>	<u>247,151</u>	<u>141,837</u>	<u>169,169</u>	<u>458,809</u>

Data Source

Audited Financial Statements. Data prior to 2002 is not available as revenue was presented on a non-GAAP basis.

CHICAGO PARK DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Five Fiscal Years
 (modified accrual basis of accounting)
 (Amounts are in Thousands of Dollars)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Revenues					
Property Tax	\$ 194,117	263,772	210,708	264,240	239,371
Personal property replacement tax	28,805	26,878	29,190	40,480	42,482
Investment Income	4,756	2,200	3,018	5,139	12,348
Parking fees	1,048	16,418	20,103	19,830	19,400
Harbor fees	—	2,894	17,189	17,972	19,447
Other privatized fees	—	—	1,495	1,772	1,690
Concessions	2,173	1,816	1,991	2,328	2,456
Rental of Soldier Field	15,269	12,766	19,120	20,122	21,816
Rental of other property	1,876	2,084	2,369	2,486	2,808
Golf course fees	3,171	3,545	3,757	3,512	500
Recreational activities	11,001	8,885	9,630	10,077	10,629
Other user charges	1,116	2,166	2,285	2,589	3,155
Donations and grant income	8,312	30,918	31,143	12,392	25,252
Miscellaneous	987	2,142	588	1,993	1,545
Total Revenues	<u>272,631</u>	<u>376,484</u>	<u>352,586</u>	<u>404,932</u>	<u>402,899</u>
Expenditures					
Current:					
Park operations and maintenance	44,231	47,133	64,891	74,852	79,322
Recreation programs	132,458	136,074	113,332	95,927	99,435
Special services	47,735	59,862	60,055	68,788	65,633
General and administrative	38,376	30,159	32,151	35,212	42,728
Capital Outlay	83,423	73,077	87,433	25,479	58,682
Debt Service					
Principal	20,680	24,145	34,795	43,500	41,740
Extinguishment of debt	—	—	—	—	75,951
Interest	43,194	46,835	51,397	48,918	52,231
Cost of issuance and other	7,278	2,027	2,420	1,392	2,166
Total Expenditures	<u>417,375</u>	<u>419,312</u>	<u>446,474</u>	<u>394,068</u>	<u>517,888</u>
Excess of Revenues over (under)					
Expenditures	<u>(144,744)</u>	<u>(42,828)</u>	<u>(93,888)</u>	<u>10,864</u>	<u>(114,989)</u>

(Continued))

CHICAGO PARK DISTRICT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Five Fiscal Years
 (modified accrual basis of accounting)
 (Amounts are in Thousands of Dollars)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Other financing Sources (Uses)					
Proceeds from bond refunding	78,410	93,585	125,895	44,180	144,855
Proceeds from bond issuance	—	34,625	36,930	40,000	35,000
Premium (Discount) on long-term debt	3,017	9,345	10,331	3,457	8,768
Premium on TAW issuance	431	498	916	727	63
Payments to refund bond escrow agent	(84,919)	(103,449)	(133,841)	(43,788)	(150,615)
Payments for current refunding of bonds	—	—	—	(2,769)	—
Garage lease revenue	—	—	—	—	—
Transfers in	41,081	27,257	95,906	13,265	363,106
Transfers out	(16,649)	(6,176)	(95,906)	(13,265)	(363,106)
Total other financing sources (uses)	<u>21,371</u>	<u>55,685</u>	<u>40,231</u>	<u>41,807</u>	<u>38,071</u>
Special Item: Sale of Garages	—	—	—	—	347,775
Net Change in Fund Balances	<u>\$ (123,373)</u>	<u>12,857</u>	<u>(53,657)</u>	<u>52,671</u>	<u>270,857</u>
Debt Service as a Percentage of Noncapital Expenditures	19.13%	20.50%	24.01%	25.07%	9.56%

Data Source

Audited Financial Statements. Data prior to 2002 is not available as revenue was presented on a non-GAAP basis.

CHICAGO PARK DISTRICT
PERSONAL PROPERTY REPLACEMENT TAX RECEIPTS
 Last Ten Collection Years
 (Amounts are in Thousands of Dollars)

Collection Year	Personal Property Replacement Tax Receipts
1997	\$ 29,781 (1)
1998	32,647 (1)
1999	35,881 (1)
2000	39,932 (1)
2001	30,910
2002	28,805
2003	26,878
2004	29,190
2005	40,480
2006	42,482

(1) As noted in the District's audited financial statements from 1997 through 2000, the District reported its property and personal property replacement tax revenues on a budgetary basis that differed from GAAP. The revenue numbers above reflect reconciliation to GAAP basis of accounting.

CHICAGO PARK DISTRICT
ASSESSED VALUE AND ESTIMATED FAIR MARKET VALUE OF TAXABLE PROPERTY

Last Ten Levy Years
 (Amounts are in Thousands of Dollars)

Levy Year	Assessed Values (1)				Tax-Exempt (4) Property Value	State Equalization Factor (5)	Total Equalized Assessed Value (6)	Total Direct Tax Rate	Total Estimated Fair Market Value (7)	Ratio of Total Equalized Assessed to Total Estimated Fair Market Value
	Class 2 (2) Residential Property	Class 3 (3) Residential Property	Industrial/Commercial Property							
1996	\$ 5,843,068	1,930,178	7,338,644	255,507	15,367,397	2.15	\$ 30,765,001	0.721	\$ 106,622,485	28.854 %
1997	6,554,716	2,077,043	7,809,485	357,517	16,798,761	2.15	33,349,557	0.665	111,679,906	29.862
1998	6,646,198	2,047,577	7,848,335	267,007	16,809,117	2.18	33,940,146	0.653	122,726,446	27.655
1999	6,777,400	2,021,411	7,910,838	282,255	16,991,904	2.25	35,354,802	0.627	135,522,333	26.088
2000	8,758,682	1,966,921	8,807,444	342,943	19,875,990	2.22	40,480,077	0.571	162,593,364	24.897
2001	8,973,796	1,923,256	8,757,366	354,036	20,008,454	2.31	41,981,912	0.568	185,912,246	22.582
2002	9,221,622	1,865,646	8,878,142	349,372	20,314,782	2.47	45,330,892	0.545	201,938,231	22.448
2003	12,677,199	2,233,572	10,303,732	487,680	25,702,183	2.46	53,168,632	0.463	223,572,427	23.781
2004	12,988,216	1,883,048	10,401,429	465,462	25,738,155	2.58	55,277,096	0.455	262,080,627	21.092
2005 (8)	13,420,538	1,842,613	10,502,698	462,099	26,227,948	2.73	59,304,530	0.443	N/A (9)	N/A (9)

Data Source

- (1) Source: Cook County Assessor's Office. Excludes portion of City in DuPage County.
- (2) Residential, 6 units and under.
- (3) Residential, 7 units and over and mixed use.
- (4) Vacant, not-for-profit and industrial/commercial incentive classes. Includes railroad and farm property.
- (5) Source: Illinois Department of Revenue.
- (6) Source: Cook County Clerk's Office. Excludes portion of DuPage County and net of exemptions. Calculations also include assessment of pollution control facilities
- (7) Source: The Civic Federation. Excludes railroad property and portion of DuPage County.
- (8) 2006 information not available at time of publication.
- (9) 2005 information not available at time of publication.

CHICAGO PARK DISTRICT

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Levy Years
(Per \$100 of Equalized Assessed Valuation)

Levy Year	District Direct Rates								
	Corporate	Liability Insurance	Debt Service	Aquarium & Museum Debt Service	Aquarium & Museum Operating & Maintenance	Pension	Public Building Commission	Special Recreation Programs	
1996	\$ 0.386	0.039	0.137	-	0.111	0.034	0.014	-	
1997	0.372	0.024	0.126	-	0.102	0.028	0.013	-	
1998	0.351	0.022	0.123	-	0.103	0.027	0.027	-	
1999	0.337	0.021	0.119	-	0.099	0.026	0.025	-	
2000	0.292	0.019	0.113	0.015	0.086	0.023	0.023	-	
2001	0.293	0.018	0.106	0.021	0.083	0.024	0.023	-	
2002	0.286	0.019	0.098	0.030	0.077	0.022	0.013	-	
2003	0.242	0.014	0.083	0.024	0.063	0.019	0.018	-	
2004	0.238	0.013	0.080	0.024	0.055	0.018	0.027	-	
2005	0.230	0.012	0.074	0.022	0.052	0.017	0.026	0.010	

Data Source

Office of the Clerk of Cook County

DISTRICT STATUTORY PROPERTY TAX RATE LIMITATIONS BY FUND

<u>Fund</u>	<u>Limit</u>
Corporate	\$ 0.660
Liability Insurance	Unlimited, except Workers' Compensation Claims Reserve Fund, which is limited to \$ 0.005, but subject to the Limitation Law.
Debt Service	Unlimited
Aquarium and Museum	\$ 0.150
Pension	Unlimited, levy calculated on basis of 110% of employee contributions for the two years prior to the applicable year, but subject to the Limitation Law.
Public Building Commission	Unlimited
Special Recreation Programs	\$ 0.040

Park District Total Direct Tax Rate	Overlapping Rates							Total
	City of Chicago	Chicago School Finance Authority	Board of Education	Community College District No. 508	Metropolitan Water Reclamation District	Forest Preserve District of Cook County	Cook County	
0.721	2.182	0.291	4.327	0.377	0.492	0.074	0.989	9.453
0.665	2.024	0.270	4.084	0.356	0.451	0.074	0.919	8.843
0.653	1.998	0.268	4.172	0.354	0.444	0.072	0.911	8.872
0.627	1.860	0.255	4.104	0.347	0.419	0.070	0.854	8.536
0.571	1.660	0.223	3.714	0.311	0.415	0.069	0.824	7.787
0.568	1.637	0.223	3.744	0.307	0.401	0.067	0.746	7.693
0.545	1.591	0.177	3.562	0.280	0.371	0.061	0.690	7.277
0.463	1.380	0.151	3.142	0.246	0.361	0.059	0.630	6.432
0.455	1.302	0.177	3.104	0.242	0.347	0.060	0.593	6.280
0.443	1.243	0.127	3.026	0.234	0.315	0.060	0.533	5.981

CHICAGO PARK DISTRICT

PRINCIPAL PROPERTY TAX PAYERS

CURRENT YEAR AND NINE YEARS AGO (1)

Taxpayer	2005			1996		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Valuation
Sears Tower	\$ 517,080	1	0.87 %	\$ 270,912	1	0.88 %
AON Building (2)	341,767	2	0.58	198,742	2	0.65
Chicago Mercantile Exchange	341,075	3	0.58	181,902	4	0.59
AT&T Corporate Center 1	268,519	4	0.45	148,715	6	0.48
Prudential Plaza	266,387	5	0.45	145,282	5	0.47
Chase Plaza (3)	210,013	6	0.35	182,062	3	0.59
Citicorp Plaza	196,662	7	0.33	120,262	10	0.39
Leo Burnett Building	188,219	8	0.32			
Hyatt Regency Hotel	183,187	9	0.31	123,091	9	0.40
Three First National Plaza	173,646	10	0.29	130,550	7	0.42
900 North Michigan				129,449	8	0.42
	<u>\$ 2,686,555</u>		<u>4.53 %</u>	<u>\$ 1,630,967</u>		<u>5.30 %</u>

NOTES:

Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

(1) 2006 information not available at time of publication.

(2) AON and Amoco is the same building renamed.

(3) Chase Plaza, BankOne Plaza, and One First National Plaza is the same building renamed.

Data Source

Cook County Treasurer's Office, Cook County Assessor's Office

CHICAGO PARK DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
 Last Ten Levy Years
 (Amounts are in Thousands of Dollars)

Levy Year	Collection Year	Final Collection Due Date	Gross Tax Levied	Percentage Rate of Uncollectible Taxes	Allowance For Uncollectible Taxes	Net Tax Levied	Collected within the first Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
							Amount	Percentage of Levy		Amount	Percentage of Levy
1996	1997	09/09/97	\$ 221,632	3.0 %	\$ 6,649	214,983	212,643	95.94 %	5,896	218,539	101.65
1997	1998	10/28/98	221,632	3.0	6,649	214,983	212,832	96.03	3,844	216,676	100.79
1998	1999	11/07/99	221,632	3.0	6,649	214,983	206,938	93.37	8,444	215,382	100.19
1999	2000	10/02/00	221,632	3.0	6,649	214,983	210,264	94.87	2,012	212,276	98.74
2000	2001	11/02/01	231,428	2.0	4,629	226,799	219,944	95.04	3,680	223,624	98.60
2001	2002	11/07/02	235,116	2.0	4,702	230,414	225,162	95.77	5,849	231,011	100.26
2002	2003	11/07/03	243,863	3.0	7,316	236,537	235,685	96.65	5,584	241,269	102.00
2003	2004	11/15/04	243,250	3.0	7,298	235,953	231,351	95.11	12,178	243,529	103.21
2004	2005	11/07/05	247,853	3.0	7,436	240,417	242,927	98.01	9,251	252,178	104.89
2005	2006	09/07/06	259,448	3.5	9,081	250,367	253,082	97.55	—	253,082	101.08

Data Source

Office of the County Clerk

CHICAGO PARK DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
 (Amounts are in Thousands of Dollars)

Fiscal Year Ended	Governmental Activities										Total Direct Debt	Percentage of EAV	Per Capita*
	General Obligation Bonds	Principal of PBC Lease	PPRT Alternate Revenue	Parking Alternate Revenue	Harbor Alternate Revenue	Corporate Tax Anticipation Warrants	Total Debt	Less Alternate Revenue Source and Warrants	Total Debt	Percentage of EAV			
1997	\$ 603,140	36,200	—	—	—	55,000	694,340	55,000	639,340	2.08	%	0.23	
1998	588,605	35,245	—	—	—	70,000	693,850	70,000	623,850	1.87		0.22	
1999	664,485	33,670	—	75,000	—	66,000	839,155	141,000	698,155	2.06		0.25	
2000	642,065	33,670	—	75,000	61,925	90,000	902,660	226,925	675,735	1.91		0.24	
2001	813,080	31,880	—	75,000	61,925	70,000	1,051,885	206,925	844,960	2.09		0.29	
2002	872,720	29,970	—	73,750	61,925	50,000	1,088,365	185,675	902,690	2.15		0.31	
2003	485,180	27,925	296,075	78,085	62,565	62,000	1,011,830	498,725	513,105	1.13		0.18	
2004	534,140	25,735	291,620	75,565	60,520	74,485	1,062,065	502,190	559,875	1.05		0.19	
2005	560,855	24,060	291,970	75,565	60,520	72,270	1,085,240	500,325	584,915	1.06		0.20	
2006	532,605	21,715	286,010	—	58,435	14,090	912,855	358,535	554,320	0.93		0.19	

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

* See the Schedule of Demographic and Economic Statistics on page 104 for personal income and population data.

CHICAGO PARK DISTRICT
GENERAL OBLIGATION BONDED DEBT SCHEDULE

As of December 31, 2006

(Amounts are in Thousands of Dollars)

Equalized Assessed Valuation (2005) (1)	\$	59,310,826
General Obligation Bonds Outstanding		
Park Improvement Bonds	\$	384,645
Aquarium and Museum Bonds (pre-1994) (2)		28,864
New Aquarium and Museum Bonds (1994 and thereafter) (2)		97,320
Working Cash Fund Bonds		21,776
Subtotal		532,605
General Obligation (PPRT Alternate Revenue) (3)		286,010
General Obligation (Harbor Alternate Revenue) (3)		58,435
Subtotal		344,445
Total General Obligation and Alternate General Obligation Bonds	\$	877,050
Bonded Debt Limit		
2.30% of Equalized Assessed Valuation	\$	1,364,149
General Obligation Bonds Outstanding (4)		(532,605)
Unexercised Bonded Debt Limit	\$	831,544
Non-Referendum bonded Debt Limit		
1.00% of Equalized Assessed Valuation	\$	593,108
Park Improvement Bonds Outstanding		(384,645)
Unexercised Non-Referendum Bonding Authority	\$	208,463
Tax Supported Debt (3)		
Outstanding General Obligation Bonds (4)	\$	532,605
Leases supporting principal of Public Building Commission Bonds		21,715
Total Direct Debt	\$	554,320

Notes:

- (1) Figure includes both Cook County and the relevant portion of DuPage County.
- (2) Aquarium and Museum Bonds issued before 1994 are not subject to the limits of the Debt Service against the Debt Service Extension Base. Aquarium and Museum Bonds issued in 1994 and thereafter are neither subject to the limits of nor chargeable against the Debt Service Extension Base.
- (3) Under applicable law, alternate bonds are not treated as debt for purposes of statutory debt limitation calculations and the direct property taxes levied for their payment must be abated from the alternate revenue source. The alternate revenue sources utilized are the Personal Property Replacement Tax and the Harbor Revenues.
- (4) Not including alternate general obligation bonds.

CHICAGO PARK DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
December 31, 2006
(Amounts are in Thousands of Dollars)

Governmental unit	Gross Debt	Percentage Debt Applicable to the Chicago Park District (1)	Chicago Park District Share of Debt
Chicago Park District	\$ 898,765	100.00%	\$ 898,765
City of Chicago	5,422,232	100.00%	5,422,232
Chicago Board of Education	4,652,371	100.00%	4,652,371
Chicago School Finance Authority	187,985	100.00%	187,985
Community College District No. 508	31,695	100.00%	31,695
Cook County	3,022,505	43.14%	1,303,909
Forrest Preserve District of Cook County	109,960	43.14%	47,437
Metropolitan Water Reclamation District	1,553,597	44.08%	684,826
	<u>14,980,345</u>		<u>12,330,454</u>
	<u>\$ 15,879,110</u>		<u>\$ 13,229,219</u>

(1) Determined by ratio of assessed valuation of property subject to taxation in the City of Anywhere to valuation of property subject to taxation in overlapping unit.

CHICAGO PARK DISTRICT
DEBT SERVICE EXTENSION BASE
SCHEDULE OF DEBT SERVICE AS COMPARED TO DEBT SERVICE EXTENSION BASE
As of December 31, 2006

(Amounts are in Thousands of Dollars)

Tax Levy Year	Non-Referendum Outstanding Debt (1)	Aggregate Debt Service Extension Base (2)	Available Debt Service Extension Base (3)
2006	\$ 42,126,471	42,142,942	16,471
2007	40,423,692	42,142,942	1,719,250
2008	39,624,327	42,142,942	2,518,615
2009	39,331,103	42,142,942	2,811,839
2010	39,853,385	42,142,942	2,289,557
2011	35,490,329	42,142,942	6,652,613
2012	36,376,879	42,142,942	5,766,063
2013	37,153,763	42,142,942	4,989,179
2014	32,628,190	42,142,942	9,514,752
2015	28,767,160	42,142,942	13,375,782
2016	29,053,498	42,142,942	13,089,444
2017	28,913,798	42,142,942	13,229,144
2018	27,118,485	42,142,942	15,024,457
2019	27,009,223	42,142,942	15,133,719
2020	16,411,125	42,142,942	25,731,817
2021	16,304,738	42,142,942	25,838,204
2022	17,611,350	42,142,942	24,531,592
2023	17,620,100	42,142,942	24,522,842
2024	17,611,850	42,142,942	24,531,092
2025	17,610,850	42,142,942	24,532,092
2026	17,613,675	42,142,942	24,529,267
2027	17,612,525	42,142,942	24,530,417
2028	11,144,150	42,142,942	30,998,792
2029	6,825,000	42,142,942	35,317,942

- (1) Source: Office of the Cook County Clerk and the Chicago Park District's Official Statements. These amounts represent the non-referendum bonds on which the debt service is chargeable against the debt service extension base. This amount does not include the debt service on any 1994 and newer Aquarium and Museum Bonds or any Alternate Revenue Source Bonds.
- (2) Source: Office of the Cook County Clerk.
- (3) It is anticipated that the available amount will be utilized in future financing transactions.

CHICAGO PARK DISTRICT

Demographic and Economic Information

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
2006	2,896,016	\$ N/A (4)	N/A (4)	5.2%
2005	2,896,016	111,319,959,024	38,439	7.0%
2004	2,896,016	107,642,018,704	37,169	7.5%
2003	2,896,016	102,704,311,424	35,967	8.1%
2002	2,896,016	101,606,721,360	35,085	8.2%
2001	2,896,016	101,815,234,512	35,157	6.8%
2000	2,896,016	101,123,086,688	34,918	5.5%
1999	2,783,726	91,038,975,104	32,704	5.9%
1998	2,783,726	88,180,088,502	31,677	5.9%
1997	2,783,726	83,041,330,306	29,831	6.4%

Data Source

- (1) U.S. Census
- (2) U.S. Department of Commerce, Bureau of Economic Analysis
- (3) U.S. Department of Labor, Bureau of Labor Statistics
- (4) N/A means not available at time of publication.

CHICAGO PARK DISTRICT
Principal Employers (Non-Government)
Current Year and Nine Years Ago

Employer	2006			1997		
	Employees	Rank	% of Total District Population	Employees	Rank	% of Total District Population
J. P. Morgan Chase (1)	8,979	1	0.31 %	7,080	2	0.25 %
United Airlines	5,944	2	0.21	7,941	1	0.29
Jewel Food Stores, Inc.	5,453	3	0.19	4,673	5	0.17
Northern Trust	4,610	4	0.16	4,874	4	0.18
Accenture LLP	4,470	5	0.15	—		—
SBC/AT&T (2)	3,834	6	0.13	5,682	3	0.20
American Airlines	3,750	7	0.13	—		—
Ford Motor Company	3,480	8	0.12	2,763	10	0.10
Bonded Maintenance Company	3,298	9	0.11	—		—
Bank of America	3,108	10	0.11	—		—
Marshall Field's and Company	—		—	4,394	6	0.16
Commonwealth Edison Company	—		—	4,335	7	0.16
Harris Trust Bankcorp, Incorporated	—		—	3,283	8	0.12
Dominick's Finer Foods	—		—	3,107	9	0.11
	<u>46,926</u>		<u>1.62 %</u>	<u>48,132</u>		<u>1.73 %</u>

NOTES:

- (1) First Chicago NBD Corporation has been acquired by J. P. Morgan Chase
- (2) Ameritech has been acquired by SBC/AT&T

Data Source

City of Chicago, Department of Revenue, Employer's Expense Tax Return, June 30,2006.

CHICAGO PARK DISTRICT

FULL-TIME EQUIVALENT EMPLOYEES

December 31, 2006

<u>Area</u>	<u>2006</u>
General Government	
Administration	648
Beaches	376
Lakefront	549
North	540
Central	483
South	<u>521</u>
Total Full-time equivalent Employees	<u>3,117</u>

Data Source

Comptroller's Office

Note: Beginning with fiscal year 2006, the Park District will accumulate ten years of data.

CHICAGO PARK DISTRICT

OPERATING INDICATORS

December 31, 2006

Function/Program	2006
Total Number of Work Orders	25,154
Total Work Order Completed	22,426
% Completed	89%
Total Work Orders Completed by Type	
ADA Improvements Park	6
Brickwork	114
Carpentry	4,253
Cement and Asphalt Repair	87
Door Repair	14
Emergency Repairs	1,516
Equipment Repairs	1,322
Equipment Requests	719
Erecting	204
General Cleaning	183
Inside Electric	3,498
Iron Work	955
Mechanical	799
Moving / Hauling	522
Outside Electric	1,636
Painting	1,633
Park Repair / Maintenance	2,288
Program / Event Information	6
Plastering / Painting	101
Plumbing Repair	4,678
Roofing Repair	159
Special Event-Related	21
Cultural Programming	
Total number of Movies in the Park	118
Total number of Concerts in the Park	15
Performances at Theatre on the Lake	45
Number of Theatre Companies	9

(Continued)

CHICAGO PARK DISTRICT

OPERATING INDICATORS

December 31, 2006

<u>Function/Program</u>	<u>2006</u>
Park Level Programming	
Total Registration	255,368
By Age Group	
Adult	36,342
All Ages	24,078
Family	940
Preschool	39,953
Pre-Teen	1,533
Senior	13,859
Teen	23,192
Young Adult	212
Youth	115,259
Registration By Type of Programming for Youth	
Cultural Enrichment	8,510
Health & Physical Activities	56,150
Outdoor & Enviromental Education	397
Social Interaction	45,554
Special Events	3,215
Special Interests	1,085
Theraputic Recreation	348
Number of Programs by Type of Programming for Youth	
Cultural Enrichment	999
Health & Physical Activities	4,919
Outdoor & Enviromental Education	43
Social Interaction	1,512
Special Events	265
Special Interests	133
Theraputic Recreation	37

Data Source

Various Park District Departments

Note: Beginning with fiscal year 2006, the Park District will accumulate ten years of data.

CHICAGO PARK DISTRICT
CAPITAL ASSET STATISTICS
December 31, 2006

Major Facilities	2006
Number of:	
Outdoor facilities:	
Assembly Areas	77
Baseball fields (Jr.)	355
Baseball fields (Sr.)	179
Basketball backboards	903
Batting cages	2
Beaches	34
Carousels	2
Dog friendly areas	11
Fitness courses	7
Fields (combination soccer/football)	209
Golf:	
9 hole courses	5
18 hole course	1
Driving Ranges	3
Miniature 18 hole course	1
Putting green	2
Handball/racquetball courts	13
Harbors	
Boat slips	3,434
Mooring cans	1,222
Star docks	432
Horseshoe courts	128
Ice skating rinks (refrigerated)	10
Interactive water play areas	32
Playgrounds	357
Stand alone playgrounds	154
Pools	52
Roller hockey courts	3
Sandboxes	229
Skate parks	5
Skating areas (non-ice)	19

(Continued)

CHICAGO PARK DISTRICT
CAPITAL ASSET STATISTICS
December 31, 2006

<u>Major Facilities</u>	<u>2006</u>
Soccer fields (artificial surface)	3
Soccer fields	44
Softball fields	254
Spray pools	184
T-ball fields	9
Tennis courts	618
Tracks (running)	35
Volleyball courts (sand 168)	372
Water slides	4
Indoor facilities:	
Auditoria/assembly halls	95
Clubrooms	916
Cultural centers	15
Field houses	266
Fitness centers	55
Gymnasiums	199
Gymnastics centers	4
Ice skating rink	1
Kitchens	177
Natatoriums	34
Handball/racquetball courts	41
Stages	57
Gymnastics centers	4
Parking facilities	5
Parking spaces	709
Museums/Aquarium	10
Zoos	2
Professional sport stadium	1

Data Source

Various Park District Departments

Note: Beginning with fiscal year 2006, the Park District will accumulate ten years of data.

CHICAGO PARK DISTRICT

CAPITAL ASSET STATISTICS

December 31, 2006

Definitions of Park Classifications

Magnet parks: A large park in excess of 50 acres that contains a combination of indoor and outdoor facilities that regularly attracts large numbers of persons from the entire metropolitan area and beyond.

Citywide parks: A large park of at least 50 acres that contains a combination of indoor and outdoor facilities which attract patrons from the entire city, but which primarily serve the population living within one mile. Citywide parks have a Class A or Class B field house and at least one magnet facility, such as a zoo, museum, cultural center, conservatory, marine major lakefront beach, stadium, sports center, or golf course. Citywide parks also contain a variety of passive and active recreational areas including playground apparatus.

Regional parks: A park that is generally from 15 to 50 acres that has a Class A or Class B field house. Regional parks also contain a variety of passive and active outdoor recreation areas including playground apparatus. The primary service population for a regional park lives within ¾ mile. Exceptions: Regional parks include those with more than 50 acres that do not have a magnet facility and those from 5 to 15 acres that have both a Class C or Class D field house and a magnet facility.

Community parks: A park that is generally from 5 to 15 acres with playground apparatus and a variety of other indoor and outdoor recreational facilities. The primary service population for a community park lives within ½ mile. Exceptions: Community parks include those with more than 15 acres that have a Class C or Class D field house and parks with less than five acres that do have a Class A field house, Class B field house, or a magnet facility.

Neighborhood parks: A park that is generally ½ acre to 5 acres with playground apparatus. The park may contain other indoor or outdoor recreational facilities. Indoor facilities shall not exceed the size of a Class C or Class D field house. The primary service population for a neighborhood park lives within ¼ mile.

Mini-parks: A park less than ½ acre in size with playground apparatus. The park may or may not contain other indoor or outdoor recreational facilities. Indoor facilities do not exceed the size of a Class D field house. A mini-park serves the population within 1/10 mile, i.e., a portion of a neighborhood.

Passive parks: A landscaped park without indoor or outdoor facilities for active recreation. Such a park may be used informally for active recreation, but there are no designated playing fields. Such a park may have fixtures and accessory uses, such as parking, benches, paths, walkways, and drinking fountains.

Unimproved parks: Park land acquired for future park development.

Data Source

Various Park District Departments

CHICAGO PARK DISTRICT

CAPITAL ASSET STATISTICS

December 31, 2006

Parks by Classification	2006
Magnet parks:	
number	5
acres	2,756
Citywide parks:	
number	13
acres	1,968
Regional parks:	
number	48
acres	1,255
Community parks:	
number	127
acres	1,051
Neighborhood parks:	
number	163
acres	357
Mini-parks:	
number	141
acres	34
Passive parks:	
number	47
acres	84
Unimproved parks:	
number	25
acres	<u>52</u>
Total parks:	
number	<u><u>569</u></u>
acres (1)	<u><u>7,557</u></u>
Miles of lakefront:	26

Note: Beginning with fiscal year 2006, the Park District will accumulate ten years of data.

(1) Includes 563.52 acres owned by the Chicago Board of Education, Chicago Housing Authority, City of Chicago, Chicago Water Fund, Chicago Transit Authority, Metra, Metropolitan Water Reclamation District, and the State of Illinois leased by the Chicago Park District.

Data Source

Various Park District Departments