



IPARKS

ILLINOIS PARKS ASSOCIATION RISK SERVICES

IS PROUD TO ANNOUNCE THAT
IT HAS RECEIVED A 2011

FINANCIAL STABILITY RATING[®] OF

AAA
UNSURPASSED

FROM



Demotech, Inc.

Demotech, Inc. is a Columbus, Ohio based financial analysis firm. Financial Stability Ratings[®] (FSRs) are accepted by government sponsored enterprises. This information expires on or before August 31, 2012. FSR can be confirmed by contacting **Demotech, Inc.**

ABOUT ILLINOIS PARKS ASSOCIATION RISK SERVICES (IPARKS)

IPARKS is a local government risk pool that offers comprehensive liability and property coverages specifically tailored to meet the needs of park districts, forest preserves, conservation or recreation agencies throughout Illinois and provides an alternative to traditional insurance. IPARKS differs philosophically from traditional insurance programs in that IPARKS is owned by its members and serves only its members' interests. IPARKS is endorsed by the Illinois Association of Park Districts.

The Pool uses reinsurance and excess risk-sharing arrangements to reduce its exposure to loss. These agreements permit recovery of a portion of IPARKS' claims from reinsurers and from a risk-sharing arrangement. The reinsurance arrangement is well structured and has adequate funds to meet the needs of the group. The reinsurance arrangement had \$32,169,330 in net assets at 2010 year end.

Year after year, IPARKS has met all of its operating and claim payment obligations while building substantial financial equity for its members. IPARKS has 164 members and a high member retention rate (97% in 2010). Availability of broad coverage, consistency in price and high quality risk management and claim handling services are the areas where IPARKS thrives.

SUMMARY OF SIGNIFICANT FINANCIAL DETAIL & OPINION

2010 Balance Sheet Summary (Property & Casualty):

Cash and Investments	\$ 695,208
Claim Reserves, Net	\$ 2,247,527
Net Assets	\$10,327,415

2010 Operations Summary (Property & Casualty):

Member Contributions	\$ 5,171,073
Paid Claims, Net	\$ 1,670,678

ANALYSIS

Financial Stability Rating[®]: Based on a review of data included or referenced in this report, Demotech assigned IPARKS a Financial Stability Rating[®] of: **AAA (Unsurpassed)**

Loss Reserve Opinion: Based on a review and analysis of the Intergovernmental Contract and the Pool's loss reserves, Demotech assessed IPARKS' Loss Reserve Adequacy as: **AAA (Unsurpassed)**

Administration: Based on an independent investigation and review of the procedures and controls utilized by the administrator of IPARKS, Demotech assigned an opinion of: **AAA (Unsurpassed)**

Overall Performance: Based on the above opinions, analysis and overall Pool history, Demotech assigned an Overall Rating of: **AAA (Unsurpassed)**

RATING CATEGORIES

AAA	Unsurpassed
AA	Very Good
A	Above Average
BBB	Average
BB	Acceptable
B	Fair

In addition to Demotech's independent review, other entities analyze and audit IPARKS' financial operations, such as:

- **Plante & Moran, PLLC** audited the 2010 financial statements of the Pool and issued an unqualified opinion (the highest opinion), which means that IPARKS' basic financial statements present fairly, in all material respects, the financial position of the Pool at December 31, 2009 and 2010.

It is the opinion of Demotech, Inc. that the Illinois Parks Association Risk Services has earned a 2011 Financial Stability Rating[®] of AAA (Unsurpassed), the highest rating, which IPARKS has received for 17 consecutive years.

ILLINOIS PARKS ASSOCIATION RISK SERVICES (IPARKS)

Board of Directors

Mark Badasch, Chairman
Larry DeGraaf, Vice Chairman
Ken Collin
Dr. Bruce Larson
Peter Murphy, IAPD, CEO

Administration

American Risk Pooling Consultants (ARPCO)
29200 Northwestern Highway, Suite 300
Southfield, MI 48034
800-367-4818

Marketing Eddie Wood
Burnham & Flower of Illinois, Inc.
2000 W. Pioneer Pkwy., Suite 25
Peoria, IL 61615
(309) 692-9522

Audit Plante & Moran, PLLC

Claims Public Entity Risk Services

Loss Control Public Entity Risk Services

Endorsed By:

Illinois Association of Park Districts (IAPD)