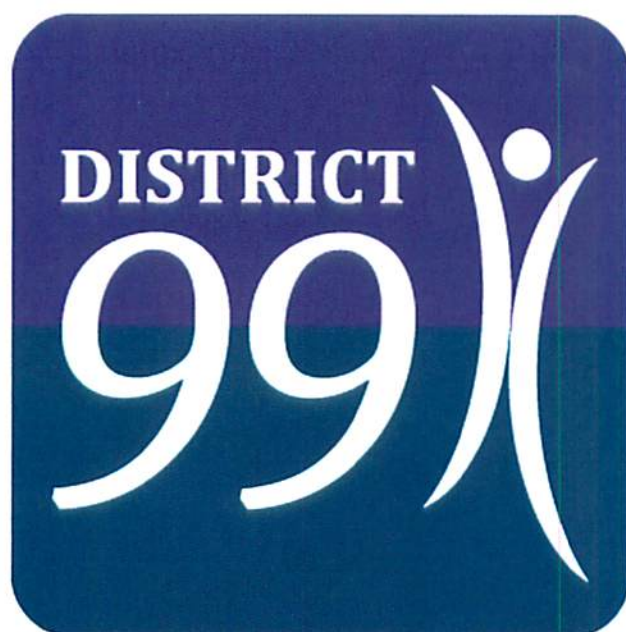


**Community High School
District 99
DuPage County, Illinois**



**Comprehensive Annual
Financial Report
Year Ended June 30, 2012**

Comprehensive Annual Financial Report

of

**Community High School
District 99**

Downers Grove, Illinois

For the Fiscal Year Ended June 30, 2012

Official Issuing Report

Mark E. Staehlin, District Controller

Department Issuing Report

Business Office

Community High School District 99
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2012

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Community High School District 99
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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INTRODUCTORY SECTION

December 13, 2012

President and Members of the Board of Education
and Members of the Community
Community High School District 99
Downers Grove, Illinois

The Comprehensive Annual Financial Report of Community High School District 99, Downers Grove, Illinois, as of and for the year ended June 30, 2012, is submitted herewith. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data as presented is: (1) accurate in all material aspects; (2) presented in a manner designed to fairly set forth the financial position and results of operations of the District, as shown by the disclosure of all financial activity of its various funds; and (3) that all disclosures necessary for maximum public understanding of the District's financial status have been incorporated in the report.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal officials, and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials International. The Financial Section includes Management's Discussion and Analysis, the basic financial statements, notes to the financial statements, and the combining and individual fund financial statements, as well as the auditor's report on these items. The Statistical Section includes selected financial and demographic information, generally presented on a multiyear basis.

GAAP/MD&A

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Community High School District 99's MD&A can be found immediately following the report of the independent auditors.

District Profile

Community High School District 99 was formed in 1923. The District is a suburban school district located in south central DuPage County, which covers 31.25 square miles comprised of the Villages of Downers Grove and Woodridge and portions of the communities of Oak Brook, Lombard, Darien, Lisle, Westmont, and Bolingbrook. The District maintains two high schools (grades 9-12) and currently serves 5,196 students. The District is primarily residential with substantial commercial areas as well. Several industrial parks are located in the District, with the major industries employing more than 2,500 people. Numerous retail areas provide for the shopping needs of District residents. Housing includes many older, well-kept frame buildings, new subdivisions with some upper income homes, and many apartments and condominiums.

The District offers a comprehensive high school curriculum including a full range of vocational and technical courses, special education programs, and a gifted education program including advanced placement courses in twenty-two different subjects. Both of the District's high schools sponsor a variety of athletic teams and co-curricular activities. The District also offers to staff an extensive professional development program, including a mentoring program, induction program, professional appraisal system, and numerous professional workshops.

Reporting Entity

Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Community High School District 99 is a municipal corporation governed by a Board of Education, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The District has the statutory authority to adopt its own budget, to levy taxes, and to issue debt without the approval of another government. It has the right to sue and be sued, and has the right to buy, sell, lease, or mortgage property in its own name. Based on these criteria, the District is considered a primary government and there are no other organizations or agencies whose financial statements should be combined and presented with these general purpose financial statements.

Accounting Systems and Budgetary Control

The District's funds report on the modified accrual basis of accounting, which is applied to the District's accounting records. The notes to the financial statements expand upon the modified accrual basis and upon all District accounting policies and procedures. All District funds are included in this report.

This presentation allows the reader to obtain an overview of the District's financial operations by viewing the basic financial statements, in the front section of the report. Detailed presentations of the basic financial statements are available throughout the remainder of the report. All of the figures used in the following discussion were obtained or derived from the financial statements attached herewith.

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

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary control is maintained at the department level within each building by the encumbrance of estimated purchase amounts prior to release of purchase orders. Purchase orders, which exceed the available account balances, are not approved until the building principal reapportions his budget. All outstanding encumbrances lapse at year-end.

Monthly building level expenditure reports are provided to each principal. In addition, monthly expenditure and revenue reports are provided to the Board of Education. On a quarterly basis, detailed public presentations are also made to the Board, at its regular business meeting, comparing year-to-date actual account balance activity with the budgeted amounts.

The Illinois Department of Local Government Affairs, a State agency that attempts to equalize the assessment practices of the 102 county assessors, annually sets a property tax multiplier. This multiplier is applied to the base assessment of real property to achieve the equalized assessed valuation (EAV) used for taxation.

Real estate tax bills in DuPage County, Illinois, are due in two nearly equal installments. Generally, first installment collections are remitted to the District in June of each year. Second installments are generally remitted in September of each year. Each calendar year based levy is intended to be used in the next immediate fiscal year that begins on July 1. Accordingly, the 2011 levy is intended for the fiscal year beginning July 1, 2012.

First installment tax collections of the 2011 tax levy were \$36.9 million, representing 49.3% of the total levy, and were deferred to the 2012-13 fiscal year. This compares to the prior year's first installment collection of \$36.3 million which was 49.2% of the total 2010 tax levy.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

The State of Illinois uses a multi-tiered allocation system to determine the amount of General State Aid to be allocated to specific public school districts. The relative real estate property wealth per pupil is the major factor in determining the allocation tier applied to each district.

Districts with the lowest average local taxable property wealth per pupil received up to \$5,225 per pupil in the 2011-12 fiscal year. Districts with the highest wealth per pupil received a "Flat Grant" allocation amount of \$207 per pupil in the 2011-12 fiscal year.

Community High School District 99 has a relatively high level of local real estate property wealth per pupil but does not meet the level that would cause the District to be in the Flat Grant tier. The District is part of the "Alternate Method" group, and based on the formula set for that tier, received about \$366 per pupil in the 2011-12 fiscal year. Consequently, the District relies heavily upon its local property tax base to support its operations.

Property tax extension limits (tax caps) have been in place in DuPage County since 1991. Tax caps limit the growth of the District's annual extension of taxes on existing property to the prior year's Consumer Price Index for Urban areas (CPI-U), or 5%, whichever is lower.

The CPI-U has ranged between 0.1% and 4.1% over the last five years. The calendar year 2008 CPI-U factor of 0.1% impacted the 2009 levy and severely restricted tax revenue growth for the 2010-11 fiscal year. Annual CPI-U increases for the last decade have averaged about 2.4%.

The State of Illinois is experiencing its worst financial crisis in several decades. School funding has remained a top priority, but even so, the State does not have sufficient cash on hand to honor normal bill payment schedules. At the end of the fiscal year about \$1.4 million in funding was due and receivable from the State.

The Local Economy and Long-Term Financial Planning

The total increase in local property taxes that will be available for the District's operations is a combination of (1) the tax cap limit amount and (2) taxes on new construction values added to the tax rolls each year. Increases in the District's assessed values attributable to new construction have ranged from 0.5% to 1.3% over the last five years. The District anticipates new construction to average about 0.5% over the next five years.

The calendar years 2010 and 2011 CPI-U increase factors were 1.5% and 3.0% respectively. These factors will be used to limit the 2011 and 2012 calendar year levies and, in turn, impact property tax increases for the 2012-13 and 2013-14 fiscal years, respectively. The District has developed financial forecast estimates of 2.4% for this index for the 2012 and 2013 calendar years thereby affecting respective forecasted revenues for fiscal 2014-15 and 2015-16.

The combined tax cap and new construction increase amount is expected to be about 1.9% next year. Following that, the annual increase is expected to be about 3.0%. The local economies of those communities served by the District are expected to remain relatively strong and generally grow at a rate slightly in excess of the average national cost of living.

The financial condition of the State of Illinois raises concerns over the ability of the State to maintain support levels of General State Aid and mandated categorical funding. General State Aid is discretionary and supports a large number of educational programs while mandated categorical funding is limited to more specific areas such as special education and transportation services. To address this concern and as a precaution, the District is assuming overall State support will be reduced by \$2.0 million, or about 40%, over one of the next several fiscal years to alleviate the financial problems incurred by the State. The State can do this by either reducing funding or by shifting responsibility for costs over to individual districts. In preparation for this event, the District reduced expenditures and raised some local revenues, such as registration fees, to create a \$2.0 million buffer in the operating budget to prepare for a possible reduction in State funding. Each year the State delays in reducing support, the District has used the surplus to either strengthen reserves, pay down long term debt or address larger capital projects in order to strengthen the overall stability of the District.

Expenditure changes for the next several years are expected to be closely aligned with changes in the District's revenue level. This is due to the fact that increases in all major employment and purchased service contracts are tied to the same inflation factor (CPI-U) which limits the largest component of our revenue stream. Student enrollment levels are expected to decline slightly over the next few years which should also help the District control expenditures.

Ongoing building infrastructure and site needs or desired improvements are addressed through long-term planning documents referred to as the Master Facility Plan (MFP) and the Master Site Plan (MSP). Our main North Campus building was originally built in 1928 with larger additions made in the 1930's and in 1956. Our South Campus structure was built in 1964 with a large addition made in 1970. Pool structures were added to each campus in 1975. In 2000, the District completed a \$60 million renovation and expansion of both campuses addressing all building capacity and infrastructure issues at that time. More recently, the MFP process helped us determine that an upgrade of the boilers, domestic water lines and all original HVAC systems at the South Campus was needed. We completed this work in the summer of 2011. The MSP is being used to coordinate expansion of the North Campus site and to improve safety and utilization aspects for the areas around each campus. Funding for all critical capital projects has been identified and is not expected to have any negative impact on the District's regular annual financial operations in the foreseeable future.

In spite of the financial challenges noted above, the District has a long-term financial forecast reflecting positive operations for at least the next five-years. Further, the District expects to be able to maintain a stable level of fund balances into the future by continuing a careful scrutiny and development of the annual budget. Approvals of new initiatives and curriculum enhancements will only occur when adequate funding has been identified that will support any proposed new program or service level.

Major Initiatives

The District has operated under a philosophy of keeping expenditure growth in line with revenue growth and has done so over for more than seventeen years. Reductions of fund balances have occurred during this period, but only for planned non-recurring expenditures such as special capital project initiatives. In order to keep operating expenditure growth in check, District 99 was among the first Illinois schools to directly link increases in all major employee compensation contracts to changes in the Consumer Price Index for all Urban Consumers (CPI-U). Increases in larger purchased service contracts, such as those for cafeteria operations management and student transportation services are also tied to the CPI-U factor.

This management practice has allowed the District to maintain a more stable educational program for its students and community. In addition, other expenditure control adjustments were made so that certain capital improvements could be funded from operations without the need to ask our taxpayers for an increase. The renovation of 14 science labs and a fine arts lab, a second access road addition, a major HVAC/boiler replacement project and major site safety projects have all occurred in the last five years. These projects represent \$24.0 million worth of improvements, funded with revenue sources other than those which would have increased the burden on our local taxpayers. The District intends to continue this approach and address other significant capital projects into the foreseeable future. In the 2012-13 fiscal year, an expansion of our North Campus and the completion of the first phase of our Master Site Plan is expected to be completed.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit of the financial statements of all funds of the District. The audit is performed by independent certified public accountants, selected by the District's Board of Education. The independent auditors' report has been included in the financial section of this report.

Award and Acknowledgements

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report, for the fiscal year ended June 30, 2011. This was the thirteenth consecutive year that the District has received this prestigious award. In order to be awarded this Certificate, the District published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

The Certificate is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the program requirements and we are submitting it to ASBO to determine its eligibility for a fiscal year 2012 Certificate.

We have prepared this Comprehensive Financial Report to provide a more meaningful financial presentation to our Board of Education, local citizens, and interested outside investors. The preparation of this report would not have been possible without the dedicated services of the entire staff of the Business Office. We would like to express our appreciation to all members of the office who assisted and contributed to the preparation of this report. We also extend our appreciation to the members of the Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

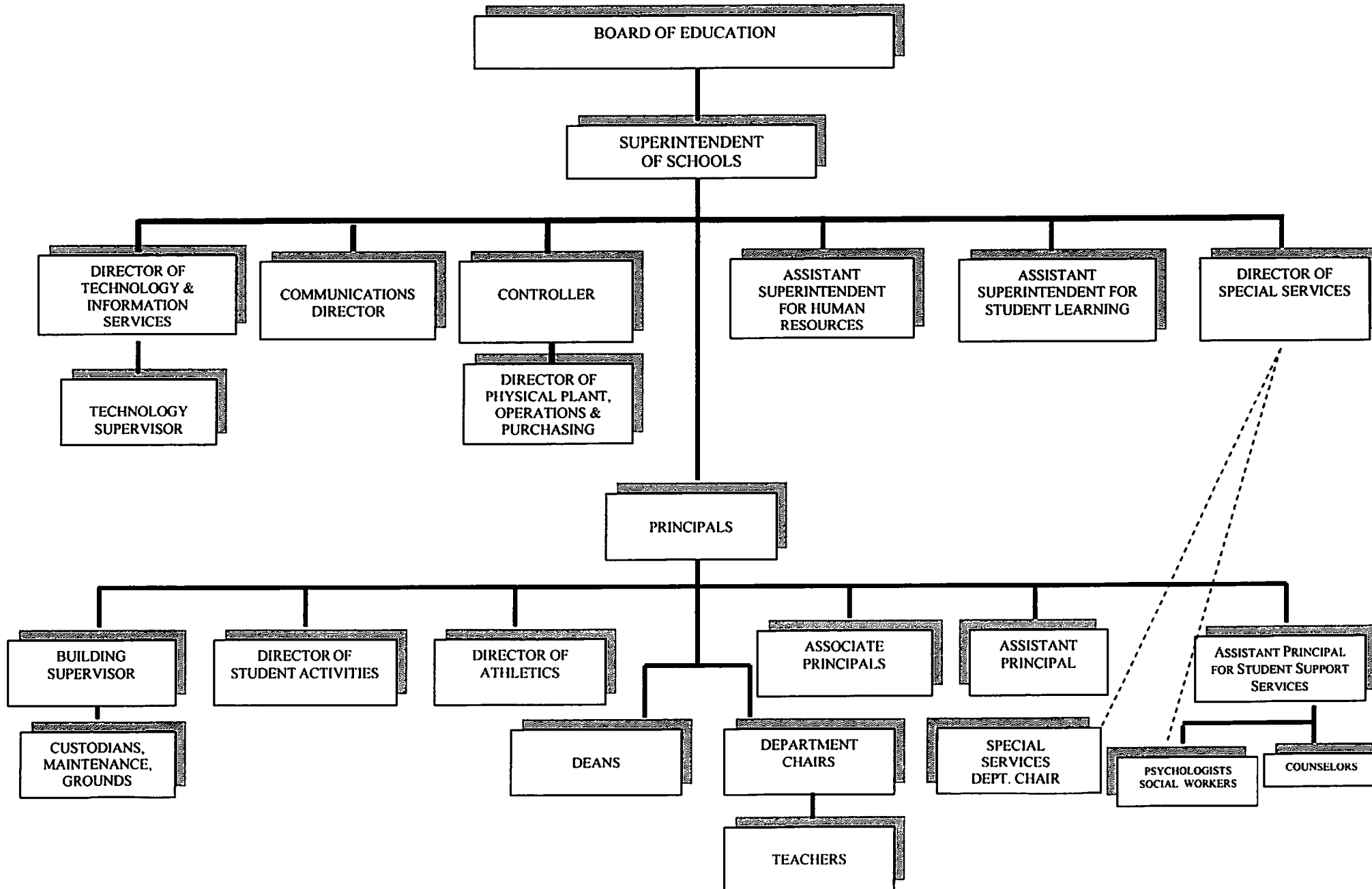
A handwritten signature in black ink, appearing to read 'Mark McDonald', with a large, sweeping flourish at the end.

Dr. Mark A. McDonald
Superintendent

A handwritten signature in black ink, appearing to read 'Mark Staehlin', with a large, sweeping flourish at the end.

Mr. Mark Staehlin
District Controller

COMMUNITY HIGH SCHOOL DISTRICT 99 ORGANIZATIONAL CHART



Community High School District 99

6301 Springside Avenue
Downers Grove, Illinois 60516

Comprehensive Annual Financial Report

Officers and Officials

Fiscal Year Ended June 30, 2012

Board of Education

		<u>Term Expires</u>
William F. White	President	2013
Deborah L. Boyle	Vice President	2013
Julia K. Beckman	Member	2013
Michael J. Davenport	Member	2015
Nancy J. Kupka	Member	2015
Keith R.W. Matune	Member	2015
Teresa K. Pavesich	Member	2013

Appointed Official

Joann Power	Secretary
Eric C. Wagner	District Treasurer

District Administration

Mark A. McDonald	Superintendent
Judith A. Minor	Assistant Superintendent for Student Learning
Mark E. Staehlin	District Controller
Lisa L. Smith	Assistant Superintendent for Human Resources
Evan K. Whitehead	Director of Special Services
Rodney D. Rousseau	Director of Technology and Information Services
Martin W. Schack	Director of Physical Plant and Operations / Purchasing
Scott H. Kasik	Principal - North High School
Stephan L. Bild	Principal - South High School

Official Issuing Report

Mark E. Staehlin	District Controller
------------------	---------------------

Department Issuing Report

Business Office

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

Community High School District 99

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2011*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, reading "Brian L. Mee".

Brian L. Mee, SFO, RSBA
President

A handwritten signature in black ink, reading "John D. Musso".

John D. Musso, CAE, RSBA
Executive Director

FINANCIAL SECTION

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Members of the Board of Education
Community High School District 99
Downers Grove, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Community High School District 99 (the District), as of and for the year ended June 30, 2012, 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. The prior year summarized comparative information has been derived from the District's June 30, 2011 financial statements and, in our report dated January 12, 2012, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information.

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. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2012, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have issued our report dated December 13, 2012 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. 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.

(Continued)

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 15, the Illinois Municipal Retirement Fund historical data on page 54, the other postemployment benefits data on page 55, and the budgetary comparison schedules and notes to required supplementary information on pages 56 through 74 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other schedules, listed in the table of contents as other supplementary financial information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements by us or other auditors, and accordingly, we do not express an opinion or provide any assurance on it.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
December 13, 2012

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

This section of the Community High School District 99 annual financial report presents management's discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2012. Please read it in conjunction with the transmittal letter found in the introductory section and the District's financial statements.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, issued June 1999.

Financial Highlights

- The District's financial status has improved over the last year as the result of action by the Board of Education and administration to maintain a balanced operating budget.
- The District's total assets were \$177.6 million.
- The District's total liabilities were \$151.9 million.
- Long-term liabilities decreased by \$5.7 million and other liabilities by \$1.3 million in FY 2012.
- The total net assets increased by \$4.7 million to \$25.7 million during the year.
- General revenues were \$77.8 million and total expenses net of program revenues were \$73.1 million.
- Expenses for total governmental activities, net of program revenues, increased by \$5.5 million, or by about 8.1%, compared to FY 2011.
- Investment earnings from governmental activities were \$237,000 for FY 2012 and \$331,000 for FY2011.
- Program revenues increased by more than \$0.6 million, or 3.5%, compared to FY 2011.
- Total capital assets increased by \$14.4 million during the year and were \$116.8 million.
- Accumulated depreciation was \$31.7 million and \$30.5 million at June 30, 2012 and 2011, respectively.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *government-wide financial statements* that provide a *long-term* view of the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the government-wide statements, with a short-term view.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The notes are followed by a section of supplementary information that further explain and support the basic financial statements.

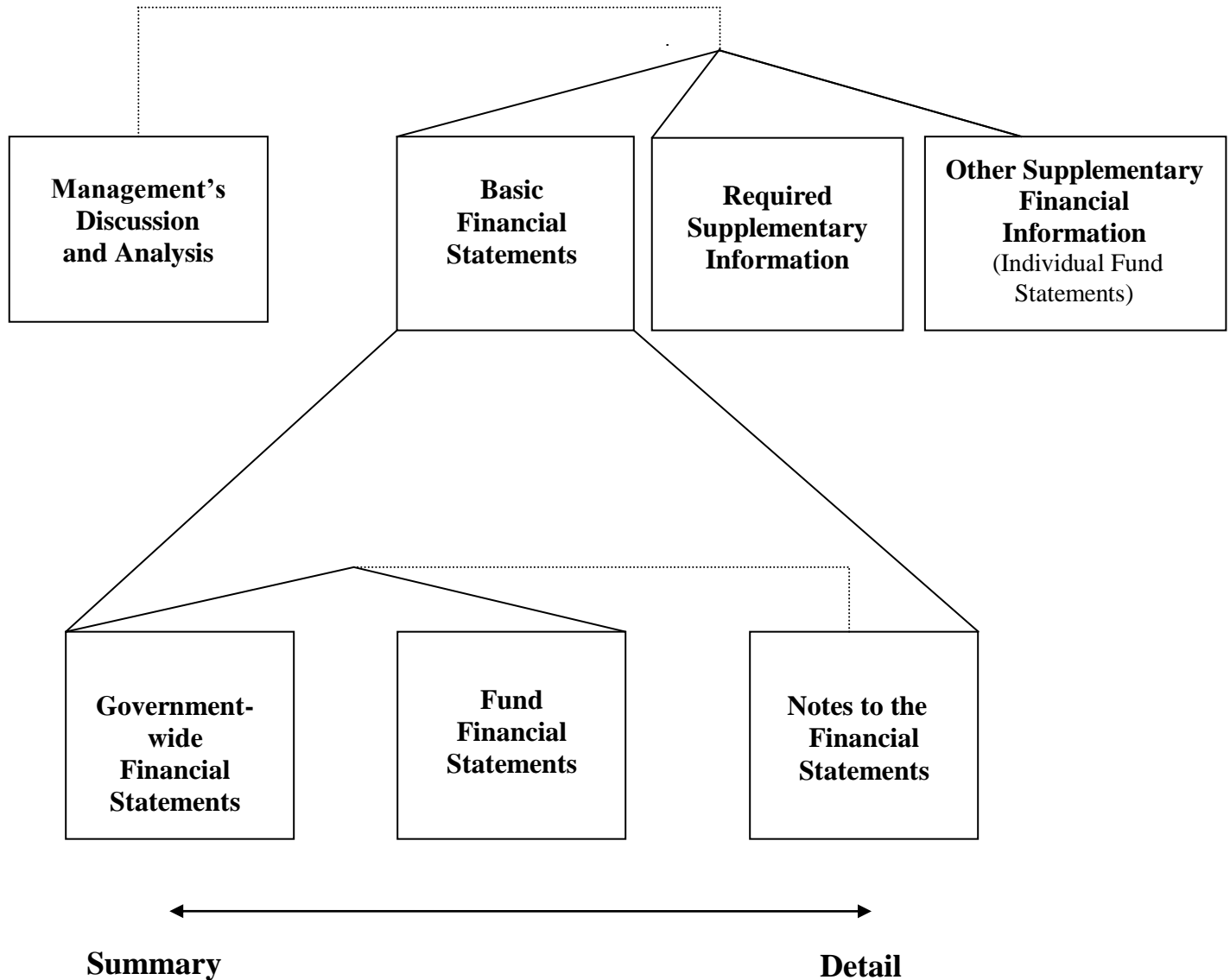
COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1

Organization of Community High School District No. 99 Annual Financial Report



COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2
Major Features of the Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District, such as Educational and Operations and Maintenance, that are not proprietary or fiduciary.	Instances in which the District administers resources on behalf of someone else, such as student activities monies.
Required financial statements	<ul style="list-style-type: none"> • Statements of net assets • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balance. 	<ul style="list-style-type: none"> • Statement of fiduciary net assets • Statement of changes in fiduciary net assets
Accounting Basis and measurement focus.	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial focus.	Accrual accounting and economic resources focus.
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term.	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included.	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can.
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All additions and deductions during the year, regardless of when cash is received or paid.

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

The two government-wide statements report the District's *net assets* and how they have changed. Net assets – the difference between the District's assets and liabilities – is one way to measure the District's financial health or *position*.

- Over time increases or decreases in the District's net assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, one needs to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements, the District's activities are all categorized as *governmental activities*. All of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and State formula aid finance most of these activities.

Fund Financial Statements

The District's fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. The District considers all of its governmental funds to be major funds. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law or by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as the Working Cash Account, which is part of the General Fund).

The District has two categories of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash, and other financial assets that can readily be converted to cash, flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information following the governmental funds statements explains the relationship (or differences) between them.
- *Fiduciary funds*: The District is the agent, or *fiduciary*, for assets that belong to others, such as the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and that such use is authorized by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Financial Analysis of the District as a Whole

Net assets. The District's *combined* net assets were \$25.7 million on June 30, 2012, an increase of \$4.7 million compared to \$21.0 million as of June 30, 2011. (See Figure A-3).

Figure A-3 Condensed Statement of Net Assets

	Governmental Activities	
	<u>2012</u>	<u>2011</u>
Current and other assets	\$ 92,429,488	\$ 107,937,807
Capital assets, net of depreciation	<u>85,152,328</u>	<u>71,946,427</u>
Total assets	<u>177,581,816</u>	<u>179,884,234</u>
Long-term liabilities	69,963,438	75,667,777
Other liabilities	<u>81,914,105</u>	<u>83,261,481</u>
Total liabilities	<u>151,877,543</u>	<u>158,929,258</u>
Net assets (deficit)		
Invested in capital assets, net of related debt	28,730,656	18,683,604
Restricted	3,745,602	10,135,822
Unrestricted	<u>(6,771,985)</u>	<u>(7,864,450)</u>
Total net assets (deficit)	<u>\$ 25,704,273</u>	<u>\$ 20,954,976</u>

The District's financial position is the product of many factors. The imposition of property tax caps in the early 1990's, while student enrollments were steadily rising, has been the most significant contributor to this situation. Another factor is the inconsistent and relatively low level of support from state and federal sources. Funding from those two sources combined was about 18.0% of the District's governmental funds total revenue for the last fiscal year. Support from these two sources generally has fluctuated from 12.5% to 18.9%, each year, over the last decade. Finally, earnings on investments have dropped dramatically in the last few years to a level below \$250,000 in the last fiscal year. Over the past ten years revenue from this source was as high as \$2.3 million per year.

Changes in net assets. The District's total revenues were \$97.0 million (See Figure A-4) representing a \$2.4 million increase from last year. The largest portion of the increase, or \$2.0 million, is attributable to increased tax revenue. Real estate taxes accounted for most of the District's revenue, equating to approximately 76 cents of every dollar raised. (See Figure A-5.) Another 15.9% came from grants and contributions. Charges for services raised 3.9% of the total revenues. State aid from formula grants provided 2.2% and the remainder came from investment earnings and other sources.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

The total costs of all programs and services were \$92.2 million, representing a \$6.1 million increase compared to the previous year. The District's expenses are predominantly related to instructing, caring for (pupil services) and transporting students (75.8 percent). (See Figure A-6.) The District's administrative and business activities accounted for 8.2 percent of total costs. Operations and maintenance expenses were 8.8 percent of the costs for the year. Other costs, including interest on long-term debt, were 7.2 percent.

Total revenues exceeded total expenses by \$4.7 million, and resulted in net assets of \$25.7 million at the end of the year.

Figure A-4 Changes in Net Assets from Operating Results

	<u>2012</u>	<u>% of Total</u>	<u>2011</u>	<u>% of Total</u>
Revenues				
Program revenues				
Charges for services	\$ 3,784,234	3.9%	\$ 3,832,582	4.1%
Grants and contributions	15,375,632	15.8%	14,683,713	15.5%
General revenues				
Taxes	74,641,360	77.0%	72,609,394	76.8%
State aid - formula grants	2,119,799	2.2%	2,185,936	2.3%
Investment earnings	236,515	0.2%	330,711	0.3%
Miscellaneous	838,456	0.9%	942,153	1.0%
Total revenues	96,995,996	100.0%	94,584,489	100.0%
Expenses				
Instruction	59,541,551	64.5%	55,042,900	63.9%
Pupil and instructional services	7,125,278	7.7%	6,788,701	7.9%
Administration and business	7,565,839	8.2%	5,974,369	6.9%
Transportation	3,249,004	3.5%	3,326,913	3.9%
Operations and maintenance	8,104,263	8.8%	8,484,343	9.9%
Central	2,466,096	2.7%	2,272,320	2.6%
Community services	6,097	0.0%	5,167	0.0%
Nonprogrammed charges (excluding Sp. Ed.)	769,579	0.8%	777,813	0.9%
Interest on long term liabilities	3,418,992	3.7%	3,452,123	4.0%
Total expenses	92,246,699	100.0%	86,124,649	100.0%
Gain on sale of asset - unimproved land	-		14,738,294	
Change in net assets	4,749,297		23,198,134	
Net assets (deficit):				
July 1 - beginning of year	20,954,976		(2,243,158)	
June 30 - end of year	\$ 25,704,273		\$ 20,954,976	

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Figure A-5 Sources of Revenue Comparison

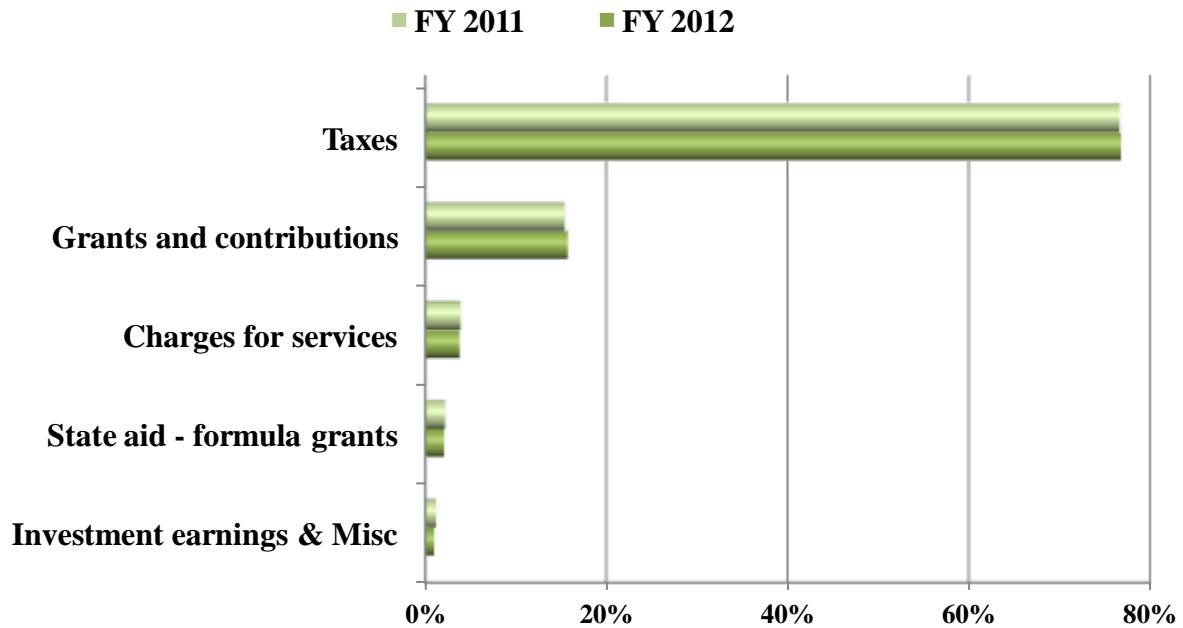
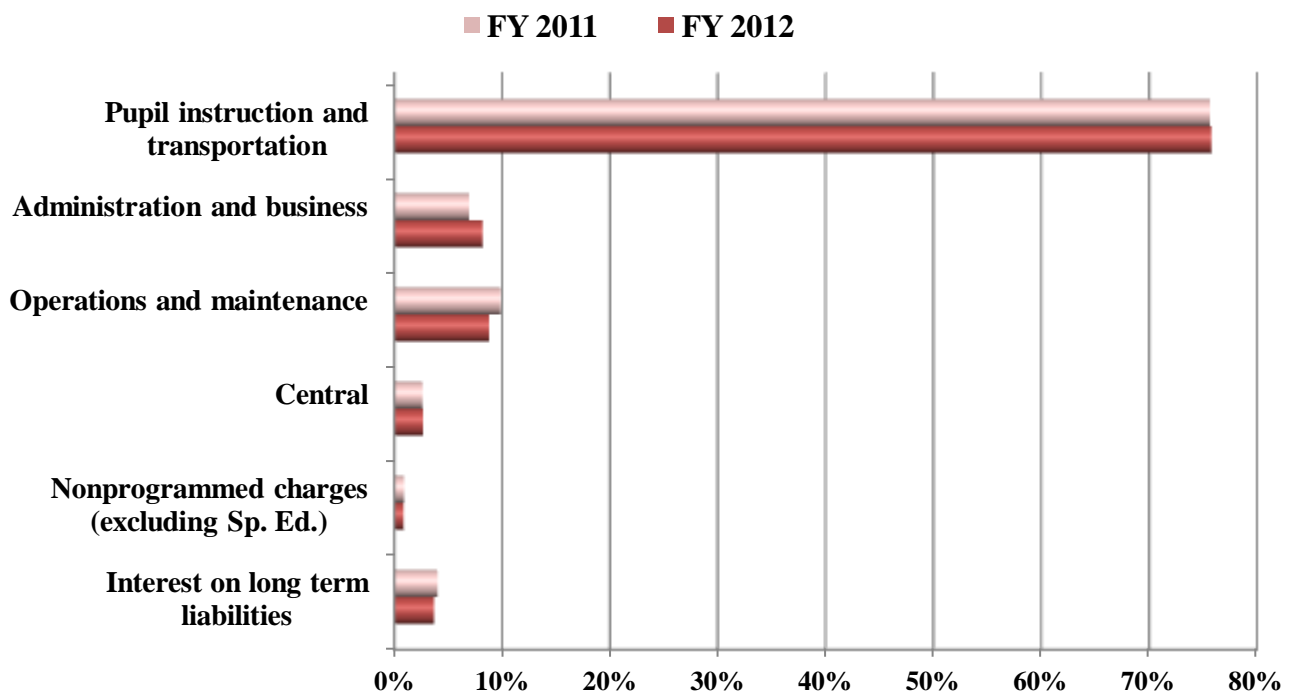


Figure A-6 Expenses of Governmental Activities Comparison



COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Governmental Activities

Although the District's real estate tax base remains very strong compared to many other regions of the State and country, the imposition of property tax extension controls has limited the District's ability to fully access that resource. Increases in the District's tax extension, on existing taxable properties, have been limited to annual increases in the CPI-U (Consumer Price Index for All Urban Users) and have lagged behind the rate of increases in certain expenses incurred by the District. New property, which is added to the tax rolls as a result of new construction occurring within the District's boundaries, has helped the District cope with this financial constraint. Also, annual levies for debt service purposes which were approved prior to the imposition of the tax extension controls, or later if approved by public referenda, are not subject to the annual limits. During the fiscal year ended June 30, 2012, real estate tax revenues increased by \$2.1 million. This activity created the largest single event contributing to the increase in general revenues for the year. All other general revenue items decreased compared to last year.

Grants and contributions for governmental activities increased by about \$.7 million during the fiscal year ended June 30, 2012. This was primarily due to State retirement contributions increasing by \$1.1 million.

Figure A-7 presents the cost of major District activities: instruction, pupil and instructional services, administration and business, operations and maintenance, transportation, central and other supporting services, community services, nonprogrammed charges, and interest on long term debt. Figure A-8 shows each activity's *net cost* (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

- The cost of all *governmental* activities this year was \$92.2 million.
- About 4.1% of the cost was financed by the users of the District's programs (\$3.8 million).
- The federal and State governments subsidized certain programs with grants and contributions (\$15.4 million).
- Most of the District's costs (\$73.1 million), however, were financed primarily by District taxpayers.

Figure A-7 Total Cost of Governmental Activities

	TOTAL COST OF SERVICES			
	<u>2012</u>	<u>2011</u>	<u>\$ change</u>	<u>% change</u>
Instruction	\$ 59,541,551	\$ 55,042,900	\$ 4,498,651	8.2%
Pupil and instructional services	7,125,278	6,788,701	336,577	5.0%
Administration and business	7,565,839	5,974,369	1,591,470	26.6%
Transportation	3,249,004	3,326,913	(77,909)	-2.3%
Operations and maintenance	8,104,263	8,484,343	(380,080)	-4.5%
Central and other supporting services	2,466,096	2,272,320	193,776	8.5%
Community services	6,097	5,167	930	18.0%
Non programmed charges	769,579	777,813	(8,234)	-1.1%
Interest and fees	<u>3,418,992</u>	<u>3,452,123</u>	<u>(33,131)</u>	-1.0%
Total	<u>\$ 92,246,699</u>	<u>\$ 86,124,649</u>	<u>\$ 6,122,050</u>	7.1%

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Figure A-8 Net Cost of Governmental Activities

	NET COST OF SERVICES			
	<u>2012</u>	<u>2011</u>	<u>\$ change</u>	<u>% change</u>
Instruction	\$ 43,461,630	\$ 39,764,327	\$ 3,697,303	9.3%
Pupil and instructional services	7,078,188	6,668,489	409,699	6.1%
Administration and business	5,775,579	4,140,904	1,634,675	39.5%
Transportation	2,175,469	2,155,468	20,001	0.9%
Operations and maintenance	7,935,203	8,371,743	(436,540)	-5.2%
Central and other supporting services	2,466,096	2,272,320	193,776	8.5%
Community services	6,097	5,167	930	18.0%
Non programmed charges	769,579	777,813	(8,234)	-1.1%
Interest and fees	<u>3,418,992</u>	<u>3,452,123</u>	<u>(33,131)</u>	-1.0%
Total	<u>\$ 73,086,833</u>	<u>\$ 67,608,354</u>	<u>\$ 5,478,479</u>	8.1%

Financial Analysis of the District's Funds

The financial performance of the District as a whole can be better understood through a more detailed analysis of the governmental funds. As the District completed the year, its governmental funds reported a decrease in fund balance of \$13.8 million, resulting in a combined fund balance of about \$10.3 million.

The General (Educational and Working Cash) Fund reflects an increase of \$2.3 million for the year ended June 30, 2012. While this is a favorable change, this increase is much lower than that of the prior fiscal year when the increase was \$8.2 million. Total revenues increased by only \$0.3 million, or .4%, during the 2011-12 fiscal year. If not for the \$1.1 million increase in On Behalf Payments to TRS from the State, all three revenue sources, (local, state and federal), would have reflected total decreases compared to the 2010-11 fiscal year. Taxes were about \$0.4 million lower this year compared to last year, with all other local sources, taken in the aggregate, remaining about the same. Total state sources, other than the On Behalf Payments to TRS from the State, decreased by \$0.2 million when taken in the aggregate. Total federal sources also decreased by \$0.2 million for the year. Total expenditures for the General Fund increased by \$4.4 million, or 6.5% for the 2011-12 fiscal year. This increase can be primarily attributed to increases in the Regular and Special Education Programs in the Instruction expenditure area. The On Behalf Payments to TRS from the State increase of \$1.1 million in the regular program section contributes significantly to the overall increase, however increases in instructional salaries, benefits and capital outlay also contribute to the increase in that area. Other objects in the Special Education Programs section reflects a \$0.5 million increase attributable to more students coming into the district requiring out of district placements. Other financing sources in this fund includes \$0.5 million of proceeds from a lease to provide tablet laptop computers to all teaching staff. Other financing uses includes \$2.4 million for current capital projects and retiring debt incurred for capital projects from prior years.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

The Operations and Maintenance Fund reflects a decrease in fund balance of \$2.4 million. The general levy this year was \$6.8 million for the year ended June 30, 2012 and is \$2.2 million higher than that of the previous fiscal year. The levy in this fund has been purposefully raised in recent years. Due to limitations by the tax caps, however, it still has not been able to be increased to the point where it covers all expenses of this fund. Expenditures in this fund increased by \$1.0 million this year. Total costs for facilities acquisition and construction services increased by \$0.8 million and capital outlay in the Operation and Maintenance of Plant Services area increased by \$0.2 million. Reductions in expenditures, along with a shift in the allocation of property tax levy from the General Fund to this fund, are expected to help reduce the deficit in future years. The fund deficit at year end is \$27.7 million.

The Transportation Fund shows an increase in fund balance of \$0.4 million. Revenues were \$3.6 million and expenditures were \$3.2 million. Expenditures for purchased services were lower by \$0.2 million this year due to the District coordinating with feeder (elementary) districts to bid out transportation contracts with more efficient routes. The fund deficit for the Transportation Fund is \$0.3 million at year end.

The fund balance of the Municipal Retirement/Social Security Fund decreased by \$0.5 million during the year. The fund deficit at year end is \$0.9 million.

The decrease of \$0.3 million in the fund balance of the Debt Service Fund occurred primarily because revenues of about \$8.1 million and transfers in of \$1.4 million were exceeded by expenditures of about \$9.8 million for the year. The Debt Service Fund has a fund balance of \$1.1 million at year end.

A decrease of \$13.5 million is reflected in the fund balance of the Capital Projects Fund. This net decrease resulted from expenditure activity pertaining to two major capital projects. The first involved the continued expenditure of \$9.9 million of Alternate Revenue Bonds issued in the prior year, along with \$1.5 million transferred from the General Fund this year, to complete a large HVAC and boiler replacement project at our south campus during the year. The second project involved the continued improvement to our sites at both campuses using proceeds from the sale of land that occurred in the 2010-11 fiscal year. The fund balance at year end is \$2.6 million.

Capital Asset and Debt Administration

Capital Assets

By the end of 2012, the District had invested \$116.8 million in a broad range of capital assets, including land, school buildings, an administrative office, and equipment (see Figure A-9; more detailed information about capital assets can be found in Note E to the financial statements). Total depreciation expense for the year was approximately \$2.6 million, and net improvements and additions amounted to about \$13.2 million. Capital assets, net of depreciation, totaled \$85.2 million at June 30, 2012.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Figure A-9 Capital Assets (net of depreciation)

	<u>2012</u>	<u>2011</u>	<u>\$ change</u>	<u>% change</u>
Land	\$ 2,635,102	\$ 2,171,421	\$ 463,681	21.4%
Buildings and Improvements	106,262,417	87,489,047	18,773,370	21.5%
Equipment	6,731,564	6,178,944	552,620	8.9%
Vehicles	693,511	628,387	65,124	10.4%
Construction in Progress	<u>481,502</u>	<u>5,965,320</u>	<u>(5,483,818)</u>	-91.9%
Total	116,804,096	102,433,119	14,370,977	14.0%
Less accumulated depreciation	<u>(31,651,768)</u>	<u>(30,486,692)</u>	<u>(1,165,076)</u>	3.8%
Net capital assets	<u>\$ 85,152,328</u>	<u>\$ 71,946,427</u>	<u>\$ 13,205,901</u>	18.4%

The District maintains a Five-Year Capital Project Program that is designed to identify, quantify, and plan all future major capital expenditures. This program provides for the District to address routine maintenance and repairs of existing capital assets and also facilitates the prioritization of new capital assets being considered each year. During the 2011-12 fiscal year the District expanded this program by initiating the development of an ongoing Master Site Plan (MSP). The purpose of the MSP is to identify and prioritize the potential outside facility changes that would best improve the safety and functionality of the limited sites at each of our two campuses.

Long-Term Debt

At year-end, the District had \$70.0 million in general obligation bonds and other long-term liabilities outstanding – as shown in Figure A-10. (More detailed information about the District's long-term liabilities is presented in Note F to the financial statements.)

- The District retired \$6.3 million of outstanding bonds and debt certificates during the year.
- The District recalled \$715,000 of outstanding Debt Certificates during the year.
- The legal debt margin is \$230 million, or 77% unused, of the total authority of \$299 million.
- The District leased in June 2012 (\$0.5 million) 445 tablet/laptop computers.

Figure A-10 Outstanding Long-term Debt

	<u>2012</u>	<u>2011</u>	<u>\$ change</u>	<u>% change</u>
General obligation bonds	\$ 61,729,292	\$ 66,974,962	\$ (5,245,670)	-7.8%
Debt certificates	6,947,598	8,022,781	(1,075,183)	-13.4%
Capital Lease	438,200	-	438,200	100.0%
IMRF net pension obligation	507,287	337,218	170,069	50.4%
Compensated Absences	<u>341,061</u>	<u>332,816</u>	<u>8,245</u>	2.5%
Total	<u>69,963,438</u>	<u>75,667,777</u>	<u>(5,704,339)</u>	-7.5%

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Factors Bearing on the District's Future

Property taxes account for 75.6% of the District's governmental fund revenue. Accordingly, the future expectations for this funding source have great impact on the District's projected revenue stream. The property tax limitation law (tax cap) limits the amount of annual property tax revenue increase to the lesser of 5% or the consumer price index for all urban consumers (CPI-U). The CPI-U limit for the 2011 and 2012 tax extensions have already been established and are 1.5% and 3.0%, respectively. These limits will impact the property tax revenue to be reflected in the 2011-12 and 2012-13 years respectively. Long-term projections for the CPI-U reflect an increase 2.3% over the next three years after 2012-13.

Changes in student enrollments, and the District's desire to consistently maintain appropriate pupil to teacher ratios, are the factors that most affect operating costs. Enrollment in 2011-12 was just under 5,200 students. Enrollment is expected to decrease slightly next year and then drop to a level of about 5,100 by the 2014-15 fiscal year where it will stabilize.

The drop in the economy starting in the last quarter of calendar 2009 caused the District to lower interest rate projections, and ultimately, to reduce the expenditure budgets for the 2009-10 fiscal year by \$750,000. This represented a reduction of about 1.0% of the budgets of the five individual funds the District commonly refers to, on a combined basis, as our operating funds. Those five funds are the Educational, Operations and Maintenance, Transportation, Municipal Retirement/Social Security, and Working Cash Funds.

Continued distress in the economy, and particularly the negative financial condition and outlook for the State of Illinois, caused the District to make more reductions in the operating fund budget for the 2010-11 fiscal year. It was estimated that up to \$2.0 million of State support could be cut or withheld during that year. To address this concern, all salary increases not already set by multi-year contracts were either frozen or nominally increased. Supply allocations to each campus were lowered and energy management efforts were stepped up to reduce costs of operating the buildings. In addition, all major program areas were reviewed for efficiency. Several programs were restructured so that content delivery and educational services would be held constant, or even improved, but at a lower cost. Finally, user fees were increased slightly to help support and retain certain programs that might otherwise need to be eliminated due to cost constraints. The specific changes were chosen and implemented in such a manner so as to have the least amount of impact, if any, upon our educational programs. Ultimately, the State legislature could not agree on a way to balance the 2010-11 or 2011-12 State budgets and a dramatic reduction in funding to schools was postponed at least until 2012-13. This development allowed the District to improve the overall financial condition over the last two years and be better prepared to face any future reductions in funding when the State does eventually balance its own budget.

The District has adopted a balanced budget for the fiscal year ending June 30, 2013 and projections for future year operations reflect a balanced budget, or surplus, for each of the next four years as well. These projections provide for the District's expectation that we will be able to continue to offer a broad range of high quality educational programs and opportunities to the communities we serve. Further, those projections do provide that the existing facilities, infrastructure and equipment will be maintained properly without requiring increased support from our taxpayers.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2012

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District Controller at the District 99 Administrative Service Center, 6301 S. Springside Avenue, Downers Grove, IL 60516.

BASIC FINANCIAL STATEMENTS

Community High School District 99
STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES
June 30, 2012

ASSETS

Cash and investments	\$ 52,536,358
Receivables (net of allowance for uncollectibles):	
Interest	28,842
Property taxes	37,276,386
Replacement taxes	169,041
Intergovernmental	1,778,766
Net other postemployment benefit asset	238,897
Deferred charges	401,198
Capital assets:	
Land	2,635,102
Construction in progress	481,502
Depreciable buildings, property, and equipment, net	<u>82,035,724</u>
Total assets	<u>177,581,816</u>

LIABILITIES

Accounts payable	2,556,169
Salaries and wages payable	3,214,555
Claims payable	1,018,954
Retainage payable	507,774
Interest payable	419,590
Unearned revenue	74,197,063
Long-term liabilities:	
Due within one year	7,567,968
Due after one year	<u>62,395,470</u>
Total liabilities	<u>151,877,543</u>

NET ASSETS

Invested in capital assets, net of related debt	28,730,656
Restricted For:	
Debt service	1,101,251
Capital projects	2,644,351
Unrestricted	<u>(6,771,985)</u>
Total net assets	<u>\$ 25,704,273</u>

The accompanying notes are an integral part of this statement.

Community High School District 99

STATEMENT OF ACTIVITIES For the Year Ended June 30, 2012

Functions / Programs	Expenses	PROGRAM REVENUES			Net (Expenses) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
Instruction:					
Regular programs	\$ 34,499,640	\$ 2,238,819	\$ 308,113	\$ 2,992	\$ (31,949,716)
Special programs	11,287,395	-	3,427,053	31,045	(7,829,297)
Other instructional programs	3,952,182	95,854	116,698	57,013	(3,682,617)
State retirement contributions	9,802,334	-	9,802,334	-	-
Support services:					
Pupils	4,371,269	-	-	-	(4,371,269)
Instructional staff	2,754,009	-	47,090	-	(2,706,919)
General administration	1,216,012	-	-	-	(1,216,012)
School administration	1,950,327	-	-	-	(1,950,327)
Business	4,399,500	1,280,501	509,759	-	(2,609,240)
Transportation	3,249,004	-	1,073,535	-	(2,175,469)
Operations and maintenance	8,104,263	169,060	-	-	(7,935,203)
Central	2,464,640	-	-	-	(2,464,640)
Other supporting services	1,456	-	-	-	(1,456)
Community services	6,097	-	-	-	(6,097)
Nonprogrammed charges - excluding special education	769,579	-	-	-	(769,579)
Interest on long-term debt	3,418,992	-	-	-	(3,418,992)
Total governmental activities	<u>\$ 92,246,699</u>	<u>\$ 3,784,234</u>	<u>\$ 15,284,582</u>	<u>\$ 91,050</u>	<u>(73,086,833)</u>
General revenues:					
Taxes:					
Real estate taxes, levied for general purposes					54,207,965
Real estate taxes, levied for specific purposes					11,413,399
Real estate taxes, levied for debt service					8,093,192
Personal property replacement taxes					926,804
State aid-formula grants					2,119,799
Investment earnings					236,515
Miscellaneous					838,456
Total general revenues					<u>77,836,130</u>
Change in net assets					4,749,297
Net assets, beginning of year					<u>20,954,976</u>
Net assets, end of year					\$ 25,704,273

The accompanying notes are an integral part of this statement.

Community High School District 99

Governmental Funds

BALANCE SHEET

June 30, 2012

With Comparative Totals for June 30, 2011

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
ASSETS				
Cash and investments	\$ 42,619,535	\$ -	\$ 741,666	\$ -
Receivables (net of allowance for uncollectibles):				
Interest	28,842	-	-	-
Property taxes	26,558,157	4,422,403	1,456,868	906,495
Replacement taxes	169,041	-	-	-
Intergovernmental	1,236,567	-	542,199	-
Advances to other funds	22,659,025	-	-	-
Total assets	<u>\$ 93,271,167</u>	<u>\$ 4,422,403</u>	<u>\$ 2,740,733</u>	<u>\$ 906,495</u>
LIABILITIES AND FUND BALANCES				
Accounts payable	\$ 748,820	\$ 397,053	\$ 177,263	\$ -
Salaries and wages payable	3,214,555	-	-	-
Claims payable	935,259	83,695	-	-
Retainage payable	-	224,582	-	-
Other current liabilities	-	-	-	-
Unearned revenue	52,891,200	8,802,605	2,899,833	1,804,340
Advances from other funds	-	22,629,020	-	30,005
Total liabilities	<u>57,789,834</u>	<u>32,136,955</u>	<u>3,077,096</u>	<u>1,834,345</u>
Fund balances:				
Nonspendable	22,659,025	-	-	-
Restricted	-	-	-	-
Assigned				
Site acquisition	-	-	-	-
Health insurance claims	1,756,350	-	-	-
Unassigned	11,065,958	(27,714,552)	(336,363)	(927,850)
Total fund balance	<u>35,481,333</u>	<u>(27,714,552)</u>	<u>(336,363)</u>	<u>(927,850)</u>
Total liabilities and fund balance	<u>\$ 93,271,167</u>	<u>\$ 4,422,403</u>	<u>\$ 2,740,733</u>	<u>\$ 906,495</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total	
		2012	2011
\$ 5,015,681	\$ 4,159,476	\$ 52,536,358	\$ 67,913,847
-	-	28,842	365,618
3,932,463	-	37,276,386	36,715,076
-	-	169,041	124,005
-	-	1,778,766	2,141,705
-	-	22,659,025	21,576,715
<u>\$ 8,948,144</u>	<u>\$ 4,159,476</u>	<u>\$ 114,448,418</u>	<u>\$ 128,836,966</u>
\$ 1,100	\$ 1,231,933	\$ 2,556,169	\$ 4,097,540
-	-	3,214,555	4,247,656
-	-	1,018,954	1,102,699
-	283,192	507,774	304,941
-	-	-	6,800
7,827,401	-	74,225,379	73,393,900
-	-	22,659,025	21,576,715
<u>7,828,501</u>	<u>1,515,125</u>	<u>104,181,856</u>	<u>104,730,251</u>
-	-	22,659,025	21,576,715
1,119,643	2,644,351	3,763,994	17,099,587
-	-	-	373,784
-	-	1,756,350	1,198,066
-	-	(17,912,807)	(16,141,437)
<u>1,119,643</u>	<u>2,644,351</u>	<u>10,266,562</u>	<u>24,106,715</u>
<u>\$ 8,948,144</u>	<u>\$ 4,159,476</u>	<u>\$ 114,448,418</u>	<u>\$ 128,836,966</u>

Community High School District 99
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET ASSETS
For the Year Ended June 30, 2012

Total fund balances - governmental funds	\$ 10,266,562
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Amounts reported for governmental activities in the statement of net assets are different because:

Net capital assets used in governmental activities and included in the statement of net assets do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.	85,152,328
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Certain revenues receivable by the District and recognized in the statement of net assets do not provide current financial resources and are deferred in the governmental funds balance sheet.	28,316
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Certain long-term assets included in the statement of net assets are not collectible within the current period or soon enough thereafter to pay liabilities of the current period. Long-term liabilities included in the statement of net assets are not due and payable in the current period. Accordingly, these are not included in the governmental funds balance sheet.	(69,323,343)
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Interest on long-term liabilities (interest payable) accrued in the statement of net assets will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.	<u>(419,590)</u>
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Net assets - governmental activities	<u>\$ 25,704,273</u>
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The accompanying notes are an integral part of this statement.

Community High School District 99

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)

For the Year Ended June 30, 2012

With Comparative Actual Totals for the Year Ended June 30, 2011

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.	Debt Service	Capital Projects
Revenues						
Property taxes	\$ 54,049,072	\$ 6,846,241	\$ 2,557,561	\$ 2,009,597	\$ 8,093,192	\$ -
Replacement taxes	897,804	-	-	29,000	-	-
State aid	14,241,799	-	1,073,535	-	-	-
Federal aid	2,180,097	-	-	-	-	-
Interest	566,897	30	107	9	34	6,000
Other	4,505,523	192,817	11	-	1,505	70,076
Total revenues	<u>76,441,192</u>	<u>7,039,088</u>	<u>3,631,214</u>	<u>2,038,606</u>	<u>8,094,731</u>	<u>76,076</u>
Expenditures						
Current:						
Instruction:						
Regular programs	32,582,020	-	-	823,713	-	-
Special programs	9,977,343	-	-	261,804	-	-
Other instructional programs	3,771,936	-	-	105,612	-	-
State retirement contributions	9,802,334	-	-	-	-	-
Support services:						
Pupils	4,169,769	-	-	160,914	-	-
Instructional staff	1,905,344	-	-	30,826	-	-
General administration	1,133,535	-	-	36,481	-	-
School administration	1,797,916	-	-	79,584	-	-
Business	2,014,840	241,997	-	98,895	-	1,486,268
Transportation	42,287	-	3,078,849	-	-	-
Operations and maintenance	166	7,106,370	-	743,724	-	-
Central	2,236,147	-	-	214,238	-	-
Other supporting services	1,456	-	-	-	-	-
Community services	6,096	-	-	1	-	-
Nonprogrammed charges	1,729,296	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	6,865,000	-
Interest and other	-	-	-	-	2,913,110	-
Capital outlay	1,084,630	1,490,292	127,868	-	-	13,540,250
Total expenditures	<u>72,255,115</u>	<u>8,838,659</u>	<u>3,206,717</u>	<u>2,555,792</u>	<u>9,778,110</u>	<u>15,026,518</u>
Excess (deficiency) of revenues over expenditures	<u>4,186,077</u>	<u>(1,799,571)</u>	<u>424,497</u>	<u>(517,186)</u>	<u>(1,683,379)</u>	<u>(14,950,442)</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	1,424,444	1,500,000
Transfers (out)	(2,355,515)	(568,929)	-	-	-	-
Debt issued	-	-	-	-	-	-
Capital lease proceeds	488,200	-	-	-	-	-
Premiums on bonds sold	-	-	-	-	-	-
Sale of capital assets	551	-	11,100	-	-	-
Total other financing sources (uses)	<u>(1,866,764)</u>	<u>(568,929)</u>	<u>11,100</u>	<u>-</u>	<u>1,424,444</u>	<u>1,500,000</u>
Net change in fund balance	2,319,313	(2,368,500)	435,597	(517,186)	(258,935)	(13,450,442)
Fund balance (deficit), beginning of year	<u>33,162,020</u>	<u>(25,346,052)</u>	<u>(771,960)</u>	<u>(410,664)</u>	<u>1,378,578</u>	<u>16,094,793</u>
Fund balance (deficit), end of year	<u>\$ 35,481,333</u>	<u>\$ (27,714,552)</u>	<u>\$ (336,363)</u>	<u>\$ (927,850)</u>	<u>\$ 1,119,643</u>	<u>\$ 2,644,351</u>

The accompanying notes are an integral part of this statement.

Total	
2012	2011
\$ 73,555,663	\$ 71,448,825
926,804	1,007,473
15,315,334	14,497,892
2,180,097	2,371,757
573,077	413,580
<u>4,769,932</u>	<u>5,033,506</u>
<u>97,320,907</u>	<u>94,773,033</u>
33,405,733	31,528,932
10,239,147	9,265,302
3,877,548	3,684,326
9,802,334	8,718,032
4,330,683	4,281,970
1,936,170	1,711,443
1,170,016	1,184,406
1,877,500	1,850,207
3,842,000	2,097,380
3,121,136	3,273,703
7,850,260	7,955,421
2,450,385	2,243,771
1,456	2,960
6,097	5,167
1,729,296	2,035,612
6,865,000	6,045,000
2,913,110	2,660,844
<u>16,243,040</u>	<u>7,777,563</u>
<u>111,660,911</u>	<u>96,322,039</u>
<u>(14,340,004)</u>	<u>(1,549,006)</u>
2,924,444	1,107,720
(2,924,444)	(1,107,720)
-	10,000,000
488,200	-
-	199,677
<u>11,651</u>	<u>14,739,294</u>
<u>499,851</u>	<u>24,938,971</u>
(13,840,153)	23,389,965
<u>24,106,715</u>	<u>716,750</u>
<u>\$ 10,266,562</u>	<u>\$ 24,106,715</u>

Community High School District 99

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2012

Net change in fund balance - total governmental funds	\$ (13,840,153)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period.	13,205,901
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Accrued interest reported in the statement of activities is not collected within 60 days of the end of the current fiscal period and, therefore, is not reported as revenues in the governmental funds.	(336,562)
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In the statement of activities, operating expenses are measured by the amounts incurred during the year. However, some of these items are included in the governmental funds only to the extent that they require the expenditures of current financial resources.	(89,329)
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.	5,863,747
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Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when the debt is issued. However, these amounts are deferred and amortized in the statement of activities. This is the amount of the current year, net effect of these differences.	<u>(54,307)</u>
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Change in net assets - governmental activities	\$ <u><u>4,749,297</u></u>
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The accompanying notes are an integral part of this statement.

Community High School District 99
Agency Fund
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2012

	Student Activity Fund
<hr/>	
ASSETS	
Cash and investments	\$ <u>1,405,138</u>
LIABILITIES	
Due to student groups	\$ <u><u>1,405,138</u></u>

The accompanying notes are an integral part of this statement.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Community High School District 99 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as Generally Accepted Accounting Principles (GAAP)). The governmental accounting standards board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

1. Reporting Entity

The District is located in DuPage County, Illinois. The District is governed by an elected Board of Education. The Board of Education maintains final responsibility for all personnel, budgetary, taxing, and debt matters.

The District includes all funds of its operations that are controlled by or dependent upon the District, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District, as there are no organizations for which it has financial accountability.

Also, the District is not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

2. Fund Accounting

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Funds are classified into the following categories: governmental and fiduciary.

Governmental funds are used to account for all or most of the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the servicing of general long-term debt (debt service funds), and the acquisition or construction of major capital facilities (capital project funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund. The District considers all governmental funds to be major.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Fund Accounting (Continued)

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District.

3. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all the nonfiduciary activities of the District. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues instead.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

a. General Fund

The *General Fund* includes the Educational Account, and the Working Cash Account. The Educational Account is the District's primary operating account. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Working Cash Account is for the financial resources held by the District to be used as temporary interfund loans for working capital requirements. Money loaned by the Working Cash Account to other funds must be repaid within one year. As allowed by the School Code of Illinois, this Fund may be permanently abolished and become part of the General (Educational) Fund or it may be partially abated to any fund in need as long as the District maintains a balance in the Working Cash Account of at least .05% of the District's current equalized assessed valuation.

b. Special Revenue Funds

The special revenue funds are used to account for and report the proceeds of specific revenue sources (other than those accounted for in the debt service, capital projects, or fiduciary funds) that are legally restricted to expenditures for specified purposes.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements (Continued)

b. Special Revenue Funds (Continued)

Each of the District's special revenue funds has been established as a separate fund in accordance with the fund structure required by the state of Illinois for local educational agencies. These funds account for local property taxes restricted to specific purposes. A brief description of the District's special revenue funds is as follows:

Operations and Maintenance Fund - is used for expenditures made for operations, repair, and maintenance of the District's building and land. Revenues consist primarily of local property taxes.

Transportation Fund - accounts for all revenue and expenditures made for student transportation. Revenues are derived primarily from local property taxes and state reimbursement grants.

Municipal Retirement/Social Security Fund - accounts for the District's portion of pension contributions to the Illinois Municipal Retirement Fund, payments to Medicare, and payments to the Social Security System for noncertified employees. Revenues to finance contributions are derived primarily from local property taxes and personal property replacement taxes.

c. Debt Service Fund

Debt Service Fund - is used for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The primary revenue sources are local property taxes levied specifically for debt service and transfers from other funds.

d. Capital Projects Fund

Capital Projects Fund - accounts for financial resources to be used for the acquisition or construction of major capital facilities. Revenues are derived from bond proceeds or transfers from other funds.

e. Fiduciary Fund

The Fiduciary Fund accounts for assets held by the District in an agency capacity for individuals, private organizations, other governments, or other funds.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements (Continued)

e Fiduciary Fund (Continued)

The *Agency Funds* - includes Student Activity Funds. These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. Although the Board of Education has the ultimate responsibility for Activity Funds, they are not local education agency funds. Student Activity Funds account for assets held by the District which are owned, operated, and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational, or cultural purposes. They account for activities such as student yearbook, student clubs and council, and scholarships.

4. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues and additions are recorded when earned, and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus, while the fiduciary fund financial statements do not have a measurement focus. The governmental fund financial statements and the fiduciary fund financial statements are reported using the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period and soon enough thereafter to pay liabilities of the current period. The District considers most revenues available if they are collected within 60 days after year-end. Revenues that are paid to the District by the Illinois State Board of Education are considered available if they are vouchered by year-end. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, replacement taxes, interest, and intergovernmental grant revenues associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Deposits and Investments

State statutes authorize the District's Treasurer to invest in obligations of the U.S. Treasury, certain highly rated commercial paper, corporate bonds, repurchase agreements, and other investments and money market funds allowed by State statutes, with certain restrictions. Investments are stated at fair value. Changes in the fair value of investments are recorded as investment income.

6. Capital Assets

Capital assets, which include land, buildings and improvements, vehicles, equipment, and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual or group cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	50
Vehicles	10 - 15
Equipment	7 - 25

7. Accumulated Unpaid Vacation and Sick Pay

Employees who work a twelve-month year are entitled to be compensated for vacation time. Vacations are usually taken within the fiscal year.

All certified employees receive a specified number of sick days per year depending on the years of service, in accordance with the agreement between the Board of Education and Education Association. Unused sick leave days accumulate to a maximum of 340 days. When a certified employee resigns from the District, he/she receives the equivalent of one day of substitute pay per two unused sick days. Upon retirement, a certified employee may apply up to 180 days of unused sick leave toward service credit for the Teachers' Retirement System (TRS).

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Accumulated Unpaid Vacation and Sick Pay (Continued)

Educational support personnel receive 18 sick days per year, which accumulate to a maximum of 260 days. All other noncertified employees receive 10 to 18 days per year, which accumulate to a maximum of 240 days. The District does not reimburse employees for unused sick days remaining upon termination of employment. Upon retirement, however, only the employees who are 55 years of age with a minimum of 5 years of service are reimbursed for accumulated sick days, at their current rate of pay.

The liability for accumulated sick leave was considered immaterial as of June 30, 2012; therefore, no liability for accumulated sick leave is reported.

8. Unearned Revenue

The District reports unearned revenue on its financial statements. Unearned revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>	<u>Totals</u>
Property taxes receivable for subsequent year	\$ -	\$ 74,197,063	\$ 74,197,063
Interest income receivable	<u>28,316</u>	<u>-</u>	<u>28,316</u>
Total	<u>\$ 28,316</u>	<u>\$ 74,197,063</u>	<u>\$ 74,225,379</u>

9. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities, in the statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental funds 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 received 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Personal Property Replacement Taxes

Personal property replacement tax revenues for the calendar year are first allocated to the Municipal Retirement/Social Security Fund with the balance allocated at the discretion of the District.

11. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted at the fund level for the governmental funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year-end.

12. Restricted Net Assets

For the government-wide financial statements, net assets are reported as restricted when constraints placed on net assets are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. All of the District's restricted net assets were restricted as a result of enabling legislation.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, and then unrestricted resources, as they are needed.

13. Use of Estimates

In preparing financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

14. Comparative Total Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Fund Balance

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54), in the fund financial statements, governmental funds now report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items, advances to other funds, or inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority (the Board of Education). The Board of Education commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the District removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds.
- d. *Assigned* - refers to amounts that are constrained by the District's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Education or the individual the Board of Education delegates the authority to assign amounts to be used for specific purposes.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the Government-wide Statement of Net Assets

The governmental funds balance sheet includes a reconciliation between total fund balances – governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “Long-term assets included in the statement of net assets. Long-term assets are not collectible within the current period or soon enough thereafter to pay liabilities of the current period. Long-term liabilities included in the statement of net assets are not due and payable in the current period. Accordingly, these are not included in the governmental funds balance sheet.” The details of this difference are as follows:

General obligation bonds	\$ (53,980,000)
Capital appreciation bonds	(7,917,028)
Debt certificates	(6,915,000)
Capital lease	(438,200)
Unamortized bond premiums/deferred charges	536,336
Compensated absences	(341,061)
Illinois Municipal Retirement Fund net pension obligation	(507,287)
Other postemployment benefits asset (Note J)	<u>238,897</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net assets – governmental activities	<u>\$ (69,323,343)</u>

2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net change in fund balance - total governmental funds and change in net assets - governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay, net	\$ 15,774,478
Depreciation expense	<u>(2,568,577)</u>
Net adjustment to increase net change in fund balance - total governmental funds to arrive at change in net asset - governmental activities	<u>\$ 13,205,901</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

(Continued)

2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of that reconciliation states that "The issuance of long-term debt (e.g. bonds, compensated absences, and employee obligations) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds." The details of this difference are as follows:

Capital lease issuance	\$ (488,200)
Principal repayments	
General obligation bonds	1,600,000
Capital appreciation bonds	4,145,000
Debt certificates	1,070,000
Capital lease	50,000
Accreted interest	(504,808)
Compensated absences (net)	<u>(8,245)</u>
Net adjustment to decrease net change in fund balances – total governmental funds to arrive at change in net assets of governmental activities	<u>\$ 5,863,747</u>

NOTE C - DEPOSITS AND INVESTMENTS

At June 30, 2012, the District's cash and investments consisted of the following:

	<u>Governmental</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and investments	\$ <u>52,536,358</u>	\$ <u>1,405,138</u>	\$ <u>53,941,496</u>

For disclosure purposes, this amount is classified as cash on hand and deposits with financial institutions, which include amounts held in demand accounts, savings accounts, and nonnegotiable certificates of deposit.

	<u>Total</u>
Cash on hand	\$ 500
Deposits with financial institutions	<u>53,940,996</u>
	<u>\$ 53,941,496</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

1. Interest Rate Risk

The District's investment policy seeks to ensure preservation of capital in the District's overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the policy requires the District investment portfolio to be sufficiently liquid to enable the District to meet all operating requirements as they come due. A portion of the portfolio is required to be invested in readily available funds to ensure appropriate liquidity.

2. Credit Risk

State statutes limit the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized rating organizations. The District's investment policy authorizes investments in any type of security as permitted by Sections 2 through 6 of the Illinois Public Funds Investment Act. As of June 30, 2012, the District has no investments in commercial paper and corporate bonds.

3. Concentration of Credit Risk

The District's investment policy requires diversification of the investment portfolio to minimize the risk of loss resulting from overconcentration in a particular type of security, risk factor, issuer, or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity, and rate of return.

4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At June 30, 2012, the bank balances of the District's deposits with financial institutions in excess of FDIC insurable limits are all collateralized.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE D - PROPERTY TAXES RECEIVABLE

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2010 tax levy resolution was approved by the Board on November 14, 2011. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations, individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent that there is "new growth" in the District's tax base. The new growth consists of new construction, annexations, and tax increment finance district property becoming eligible for taxation.

Property taxes are collected by the DuPage County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates.

The 2011 property tax levy is recognized as a receivable in fiscal 2012, net of estimated uncollectible amounts of approximately 1%. The District considers that the 2011 levy is to be used to finance operations in fiscal 2013. Therefore, the entire 2011 levy, including amounts collected in fiscal 2012, has been recognized as unearned revenue in the accompanying financial statements.

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2012 was as follows:

	<u>Balance</u> <u>July 1, 2011</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2012</u>
Capital assets, not being depreciated				
Land	\$ 2,171,421	\$ 463,681	\$ -	\$ 2,635,102
Construction in progress	<u>5,965,320</u>	<u>481,502</u>	<u>5,965,320</u>	<u>481,502</u>
Total capital assets not being depreciated	<u>8,136,741</u>	<u>945,183</u>	<u>5,965,320</u>	<u>3,116,604</u>

(Continued)

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE E - CAPITAL ASSETS (Continued)

	Balance July 1, 2011	Increases	Decreases	Balance June 30, 2012
Capital assets, being depreciated				
Buildings and improvements	\$ 87,489,047	\$ 19,559,219	\$ 785,849	\$ 106,262,417
Equipment	6,178,944	1,087,284	534,664	6,731,564
Vehicles	628,387	148,112	82,988	693,511
 Total capital assets being depreciated	 94,296,378	 20,794,615	 1,403,501	 113,687,492
 Less accumulated depreciation for:				
Buildings and improvements	26,774,719	1,728,445	785,849	27,717,315
Equipment	3,400,937	780,409	534,664	3,646,682
Vehicles	311,036	59,723	82,988	287,771
 Total accumulated depreciation	 30,486,692	 2,568,577	 1,403,501	 31,651,768
 Total capital assets being depreciated, net	 63,809,686	 18,226,038	 -	 82,035,724
Governmental activities capital assets, net	\$ 71,946,427	\$ 19,171,221	\$ 5,965,320	\$ 85,152,328

Depreciation expense was charged to functions/programs of the primary government as follows:

Regular programs	\$ 589,793
Special programs	71,110
Other instructional programs	67,607
Pupils	29,879
Instructional staff	815,787
General administration	43,568
School administration	67,531
Business	66,326
Transportation	25,861
Operations and maintenance	791,115
 Total depreciation expense - governmental activities	 \$ 2,568,577

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE F - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

During the year ended June 30, 2012, the following is the long-term liability activity for the District:

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2012</u>
Bonds payable:				
General obligation bonds	\$ 55,580,000	\$ -	\$ 1,600,000	\$ 53,980,000
Capital appreciation bonds	11,557,220	504,808	4,145,000	7,917,028
Less deferred charges				
Deferred charge on refunding	(1,599,514)	-	199,940	(1,399,574)
Add unamortized premium	1,437,256	-	205,418	1,231,838
Debt certificates	7,985,000	-	1,070,000	6,915,000
Add unamortized premium	37,781	-	5,183	32,598
Capital lease	-	488,200	50,000	438,200
IMRF net pension obligation	337,218	1,394,196	1,224,127	507,287
Compensated absences	<u>332,816</u>	<u>517,749</u>	<u>509,504</u>	<u>341,061</u>
Total long-term liabilities - governmental activities	<u>\$ 75,667,777</u>	<u>\$ 2,904,953</u>	<u>\$ 9,009,172</u>	<u>\$ 69,963,438</u>

	<u>Due Within</u> <u>One Year</u>
General obligation bonds	\$ 6,710,000
Debt certificates	370,000
Capital lease	146,907
Compensated absences	<u>341,061</u>
Total long-term liabilities - governmental activities	<u>\$ 7,567,968</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds

General obligation bonds are direct obligations, and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

<u>Issuance and Purpose</u>	<u>Interest Rates</u>	<u>Original Issue</u>	<u>Face Amount</u>	<u>Carrying Amount</u>
General Obligation Bonds - 2002B				
Working cash bonds	6.55%-7.00%	\$ 10,999,420	\$ 7,750,000	\$ 7,750,000
General Obligation Bonds - 2004				
Refunding bonds	3.30%-5.00%	38,120,000	36,230,000	36,230,000
General Obligation Bond Alternate Revenue Source- 2011				
Capital improvements	3.00%- 3.75%	10,000,000	10,000,000	10,000,000
Capital Appreciation Bonds - 2002A				
Refunding bonds	5.24%-5.43%	<u>4,589,207</u>	<u>11,555,000</u>	<u>7,917,028</u>
		<u>\$ 63,708,627</u>	<u>\$ 65,535,000</u>	<u>\$ 61,897,028</u>

At June 30, 2012, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

<u>Year Ending</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>June 30</u>				
2013	\$	6,710,000	\$ 2,400,420	\$ 9,110,420
2014		7,115,000	2,098,274	9,213,274
2015		7,540,000	1,770,281	9,310,281
2016		8,110,000	1,393,137	9,503,137
2017		8,645,000	956,862	9,601,862
2018-2022		<u>27,415,000</u>	<u>917,882</u>	<u>28,332,882</u>
Total	\$	<u>65,535,000</u>	<u>\$ 9,536,856</u>	<u>\$ 75,071,856</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds (Continued)

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$1,119,643 in the Debt Service Fund to service the outstanding bonds payable. As of June 30, 2012, the District was in compliance with all significant bond covenants.

The District is subject to the Illinois School Code, which limits the bond indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2012, the statutory debt limit for the District was \$299,421,602, of which \$230,171,374 is fully available.

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the deceased bonds are not included in the District's financial statements. At June 30, 2012, \$36,350,000 of bonds outstanding are considered defeased.

3. Debt Certificates

In 2001, the District entered into a financing agreement with Amalgamated Bank of Chicago for \$2,000,000 to finance site acquisition projects of the District. The debt certificates were repaid in full in fiscal year 2012.

In 2006, the District entered into a financing agreement with Cole Taylor Bank for \$540,000 to finance acquisition, installation, and other expenses related to installation of a new accounting system. The District received proceeds in the amount of \$540,000 and deposited them in the General Fund. The debt certificates mature on June 30, 2017 and have an interest rate of 4.00%.

In 2007, the District entered into a financing agreement with Hinsdale Bank for \$4,250,000 to finance the renovation of the District's science laboratories. The District received proceeds in the amount of \$4,250,000 and deposited them in the Capital Projects Fund. The debt certificates mature on December 31, 2026 and have interest rates of 3.86% to 4.25%.

In 2008, the District entered into a financing agreement with Cole Taylor Bank for \$3,635,000 to finance the construction of Downers Grove South's second access road. The District received proceeds in the amount of \$3,635,000 and deposited them in the Capital Projects Fund. The debt certificates mature on December 31, 2027 and have interest rates of 3.75% to 4.20%.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

3. **Debt Certificates** (Continued)

Annual debt service requirements to maturity for debt certificates of participation are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 370,000	\$ 262,547	\$ 632,547
2014	390,000	253,366	643,366
2015	405,000	237,385	642,385
2016	415,000	220,897	635,897
2017	435,000	203,904	638,904
2018-2022	2,085,000	775,065	2,860,065
2023-2027	2,555,000	319,221	2,874,221
2028	260,000	5,460	265,460
	<u>\$ 6,915,000</u>	<u>\$ 2,277,845</u>	<u>\$ 9,192,845</u>

The obligations for the debt certificates will be repaid from the Debt Service Fund with funds provided by the General Fund and Operations and Maintenance Fund.

4. **Capital Lease**

The District leases various computer equipment under a capital lease which expires on July 15, 2014. The lease requires annual payments of \$154,199, including interest at 3.89%. At June 30, 2012, future maturities of principal and interest under the lease are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 146,907	\$ 7,292	\$ 154,199
2014	142,868	11,331	154,199
2015	<u>148,425</u>	<u>5,774</u>	<u>154,199</u>
	<u>\$ 438,200</u>	<u>\$ 24,397</u>	<u>\$ 462,597</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE G - INTERFUND ADVANCES

Interfund advances arise when interfund receivables and payables exist which management does not intend to reimburse within a period of one year. The details of the reported interfund advances are as follows:

<u>To</u>	<u>From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Operations and Maintenance Fund	General Fund	\$ 22,629,020	Funding cash deficit in Operations and Maintenance Fund.
Municipal Retirement / Social Security Fund	General Fund	30,005	Funding cash deficit in Municipal Retirement / Social Security Fund.
		<u>\$ 22,659,025</u>	

NOTE H - INTERFUND TRANSFERS

The following is a schedule of interfund transfers:

<u>To</u>	<u>From</u>	<u>Amount</u>	<u>Principal Purpose</u>
Debt Service Fund	General Fund	\$ 855,515	Principal and interest payments on 2006 Debt Certificates and capital lease
Debt Service Fund	Operations and Maintenance Fund	568,929	Principal and interest payments on 2001, 2007 and 2008 Debt Certificates
Capital Projects Fund	General Fund	1,500,000	Transfer to finance capital projects

NOTE I - DEFICIT FUND BALANCES

At June 30, 2012 the following funds have deficit fund balances:

<u>Fund</u>	<u>Deficit</u>
Operations and Maintenance	\$ 27,714,552
Transportation	336,363
Municipal Retirement/Social Security	927,850

District management expects to fund these deficits through future operating revenues.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE J - RISK MANAGEMENT

The District is exposed to various risks of loss related to employee health benefits; workers' compensation claims; theft of, damage to, and destruction of assets; and natural disasters. The District has purchased insurance from private insurance companies for general liability, workers' compensation, and other coverages not included below. Premiums have been recorded as expenditures in the appropriate funds. There have been no significant reductions in insurance coverage from coverage in the prior years. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

The District is self-insured for medical and dental coverage that is provided to District personnel. A third-party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third-party administrator for payment of employee health claims and administration fees. The District's liability will not exceed \$115,000 per employee, as provided by stop-loss provisions incorporated in the plan.

At June 30, 2012, total unpaid claims, including an estimate of claims that have been incurred but not reported to the administrative agent, totaled \$1,018,954. These estimates are developed based on reports prepared by the administrative agent. The District does not allocate overhead costs or other nonincremental costs to the claims liability.

Balances of claims liabilities during the past two years are as follows:

	June 30, 2012	June 30, 2011
Unpaid claims, beginning of fiscal year	\$ 1,102,699	\$ 1,133,896
Incurred claims (including IBNRs)	6,067,376	5,767,201
Claim payments	<u>(6,151,121)</u>	<u>(5,798,398)</u>
Unpaid claims, end of fiscal year	<u>\$ 1,018,954</u>	<u>\$ 1,102,699</u>

NOTE K - OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The District administers a single-employer defined benefit healthcare plan ("the Retiree Health Plan"). The plan provides the ability for retirees and their spouses to access the District's group health insurance plan during retirement, provided they are on the group health insurance plan at the time of retirement. Retirees are responsible to contribute a premium toward the cost of their insurance, which is determined by the Board. Retirees may also access dental and life insurance benefits on a "direct pay" basis. For 2011 (most recent information available), a total of 264 former employees or spouses accessed a postemployment(s) benefit through the District. The plan does not issue a separate financial report.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Funding Policy

Retirees under the age of 65 contribute the full active employee equivalent rate. Retirees have the option of choosing from an HMO or PPO plan through the District. Premiums for the plan are set by the Board of Education. Currently, the District contributes 0 percent to 100 percent to postemployment benefits, which varies for different employee groups. For fiscal year 2012, the District contributed \$968,713 toward the cost of the postemployment benefits for retirees.

Annual OPEB Cost and Net OPEB Obligation

The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's estimated net OPEB asset for the Retiree Health Plan:

	<u>June 30, 2012</u>
Annual required contribution	\$ 951,776
Interest on net OPEB obligation	<u>(10,570)</u>
Annual OPEB cost	941,206
Contributions made	<u>968,713</u>
Decrease in net OPEB obligation	(27,507)
Net OPEB asset beginning of year	<u>(211,390)</u>
Net OPEB asset end of year	\$ <u><u>(238,897)</u></u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2012 and the two preceding fiscal years were as follows:

Actuarial Valuation Date	Annual OPEB Cost	Percentage Annual OPEB Cost Contributed	Net OPEB Asset
6/30/12 *	\$ 941,206	102.9%	\$ (238,897)
6/30/11	897,039	108.0%	(211,390)
6/30/10	899,368	107.7%	(139,716)

* Estimated

Funding Status and Funding Progress

As of June 30, 2011 (most recent information available), the actuarial accrued liability for benefits was \$15,614,550, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) and the ratio of the unfunded actuarial accrued liability to the covered payroll were not available.

The projection of future benefit payments for an ongoing plan involved estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Methods and Assumptions (Continued)

The following simplifying assumptions were made:

Contribution rates:	
District	Not Applicable
Plan members	0.00%
Actuarial valuation date	June 30, 2011
Actuarial cost method	Entry age
Amortization period	Level percentage of pay, open
Remaining amortization period	30 years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return*	5.00%
Projected salary increases	5.00%
Healthcare inflation rate	8.00% initial
	6.00% ultimate
Mortality, Turnover, Disability, Retirement ages	Same rates utilized for IMRF
Percentage of active employees assumed to elect benefit	100%
Employer provided benefit	Explicit: Admin hired prior to 07/01/99: 100% of premium for life; Admin hired after 07/01/99: 100% of premium to age 65; Faculty: \$250/mo for life; Non- admin: \$250/mo to age 65 Implicit: Admin and Non-admin: 40% of premium to age 65; Premium to age 65 (50% of \$691/mo + 50% of \$1,381/mo); Premium after age 65 (50% of \$175/mo + 50% of \$350/mo)

*Includes inflation at 3.00%

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE L - RETIREMENT FUND COMMITMENTS

1. Teachers' Retirement System of the State of Illinois

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing, multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago.

The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action, with the Governor's approval. The state of Illinois maintains the primary responsibility for funding the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the System's administration.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2012 was 9.4 percent of creditable earnings. The same contribution rate applies to members whose first contributing service is on or after January 1, 2011, the effective date of the benefit changes contained in Public Act 96-0889. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2011 and 2010.

The state of Illinois makes contributions directly to TRS on behalf of the District's TRS-covered employees.

On-behalf Contributions to TRS

The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2012, state of Illinois contributions were based on 24.91 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$9,466,506 in pension contributions that the state of Illinois paid directly to TRS. For the years ended June 30, 2011 and June 30, 2010, the state of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 23.10 percent, or \$8,398,104, and 23.38 percent, or \$8,892,677, respectively.

The District makes other types of employer contributions directly to TRS:

2.2 Formula Contributions

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2012 were \$221,341. Contributions for the years ended June 30, 2011 and June 30, 2010, were \$210,861 and \$220,605, respectively.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

Federal and Special Trust Fund Contributions

When TRS members are paid from federal and special trust funds administered by the District, there is a statutory requirement for the District to pay an employer pension contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective for the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS.

For the year ended June 30, 2012, the employer pension contribution was 24.91 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2011 and 2010, the employer contribution was 23.10 and 23.38 percent, respectively, of salaries paid from federal and special trust funds. For the year ended June 30, 2012, salaries totaling \$159,410 were paid from federal and special trust funds that required employer contributions of \$39,709. For the years ended June 30, 2011 and June 30, 2010, required District contributions were \$20,111 and \$32,455, respectively.

Early Retirement Option (ERO)

The District is also required to make one-time employer contributions to TRS for members retiring under the Early Retirement Option (ERO). The payments vary depending on the age and salary of the member.

The maximum employer ERO contribution is 117.5 percent and applies when the member is age 55 at retirement.

For the year ended June 30, 2012, the District paid \$0 to TRS for employer contributions under the ERO program. For the years ended June 30, 2011 and June 30, 2010, the District paid \$0 and \$0, respectively, in employer ERO contributions.

Salary Increases Over 6 Percent and Excess Sick Leave

If an employer grants salary increases over 6 percent and those salaries are used to calculate a retiree's final average salary, the employer makes a contribution to TRS. The contribution will cover the difference in actuarial cost of the benefit based on actual salary increases and the benefit based on salary increases of up to 6 percent.

For the year ended June 30, 2012, the District paid \$3,341 to TRS for employer contributions due on salary increases in excess of 6 percent. For the years ended June 30, 2011 and June 30, 2010, the District paid \$50,565 and \$0, respectively, to TRS for employer contributions due on salary increases in excess of 6 percent.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

1. **Teachers' Retirement System of the State of Illinois** (Continued)

Salary Increases Over 6 Percent and Excess Sick Leave (Continued)

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary rate reported by the granting employer during a four-year sick leave review period, and the TRS total normal cost rate (17.83 percent of salary during the year ended June 30, 2012).

For the year ended June 30, 2012, the District paid \$32,951 to TRS for sick leave days granted in excess of the normal annual allotment. For the years ended June 30, 2011 and June 30, 2010, the District paid \$32,819 and \$0 respectively, in employer contributions granted for sick leave days.

Further Information on TRS

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer, and state funding requirements can be found in the TRS Comprehensive Annual Financial Report for the year ended June 30, 2011. The report for the year ended June 30, 2012 is expected to be available in late 2012.

The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, 2815 West Washington Street, P.O. Box 19253, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at <http://trs.illinois.gov>.

THIS Fund Employer Contributions

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental, or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state-administered participating provider option plan or choose from several managed care options.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of the THIS Fund and amendments to the plan can be made only by legislative action, with the Governor's approval. The Illinois Department of Healthcare and Family Services (HFS) and the Illinois Department of Central Management Services (CMS) administer the plan, with the cooperation of TRS. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by CMS with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to TRS who are not employees of the state to make a contribution to the THIS Fund.

The percentage of employer-required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

1. Teachers' Retirement System of the State of Illinois (Continued)

THIS Fund Employer Contributions (Continued)

On-behalf Contributions to the THIS Fund

The state of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to the THIS Fund from active members, which were 0.88 percent of pay during the year ended June 30, 2012. State of Illinois contributions were \$335,828, and the District recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2011 and June 30, 2010 were 0.88 percent and 0.84 percent of pay, respectively. State contributions on behalf of district employees were \$319,928 and \$319,497, respectively.

Employer Contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.66 percent during the year ended June 30, 2012 and June 30, 2011, and 0.63 percent during the year ended June 30, 2010. For the year ended June 30, 2012, the District paid \$251,871 to the THIS Fund. For the years ended June 30, 2011 and June 30, 2010, the District paid \$239,946 and \$239,623, respectively, to the THIS Fund, which was 100 percent of the required contribution.

Further Information on the THIS Fund

The publicly available financial report of the THIS Fund may be obtained by writing to the Department of Healthcare and Family Services, 201 S. Grand Ave., Springfield, IL 62763-3838.

2. Illinois Municipal Retirement Fund

Plan Description

The District's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The District's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent, multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

2. Illinois Municipal Retirement Fund (Continued)

Funding Policy

As set by statute, regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2011 used by the District was 10.60 percent of annual covered payroll. The District's annual required contribution rate for calendar year 2011 was 12.69 percent. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Fiscal IMRF Pension Cost and Net IMRF Pension Obligation

The District's annual IMRF pension cost is calculated based on the annual required contribution (ARC) of the employer. The following table shows the components of the District's annual IMRF pension cost for the fiscal year, the amount actually contributed to the plan for the fiscal year, and changes in the District's net IMRF pension obligation as of June 30, 2012.

	<u>Amount</u>
Annual Required Contribution (ARC)	\$ 1,386,983
Interest on net IMRF pension obligation	25,291
Adjustment to annual required contribution	
Annual IMRF cost	<u>(18,078)</u>
	1,394,196
Contributions made	<u>(1,224,127)</u>
	170,069
Increase in IMRF pension obligation	337,218
Net IMRF pension obligation at July 1, 2011	<u>337,218</u>
Net IMRF pension obligation at June 30, 2012	\$ <u><u>507,287</u></u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

2. **Illinois Municipal Retirement Fund** (Continued)

Annual Pension Cost

Information related to the District's contributions are on a fiscal year basis. The actuarial and trend information are on a calendar year basis as that is the year used by the IMRF. The required contribution for the fiscal year 2012 was \$1,386,983.

Trend Information			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/12	\$ 1,454,749	84%	\$ 507,287
6/30/11	1,295,592	81%	337,218
6/30/10	1,052,315	100%	-

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the District's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The District's regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress

As of December 31, 2011, the most recent actuarial valuation date, the regular plan was 69.41 percent funded. The actuarial accrued liability for benefits was \$29,385,859 and the actuarial value of assets was \$20,395,844, resulting in an underfunded actuarial accrued liability (UAAL) of \$8,990,015. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$10,651,902 and the ratio of the UAAL to the covered payroll was 84 percent.

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

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2012

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

3. Social Security/Medicare

Employees not qualifying for coverage under the Illinois Teachers' Retirement System or the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The District paid the total required contribution for the current fiscal year.

NOTE M - CONSTRUCTION COMMITMENTS

As of June 30, 2012, the District is committed to approximately \$3,600,000 in expenditures, in the upcoming years, for various construction projects. These expenditures will be paid from available fund balances.

NOTE N - JOINT AGREEMENT

The District is a member of the School Association for Special Education in DuPage County (SASED), a joint agreement that provides certain special education services to residents of many school districts. The District believes that, because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these should not be included as component units of the District.

NOTE O - CONTINGENCIES

1. Litigation

The District is not involved in any significant litigation that would materially affect the balances reported at June 30, 2012. With regard to other pending matters, the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

NOTE P - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 13, 2012, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the balance sheet date that require disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

Community High School District 99
SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND
June 30, 2012

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll [(2)-(1)]/(5)
12/31/11	\$ 20,395,844	\$ 29,385,859	69.41 %	\$ 8,990,015	\$ 10,651,902	84.40 %
12/31/10	18,736,641	26,768,714	69.99	8,032,073	10,197,066	78.77
12/31/09	18,377,639	26,605,848	69.07	8,228,209	10,243,123	80.33

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$19,192,218. On a market basis, the funded ratio would be 65.31%.

Community High School District 99**SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS
June 30, 2012**

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll [(2)-(1)]/(5)
6/30/12	\$ 0	\$ 15,614,550	0.00 %	\$ 15,614,550	\$ NA	NA %
6/30/11	0	15,614,550	0.00	15,614,550	NA	NA
6/30/10	0	15,822,492	0.00	15,822,492	NA	NA

NA - not available

Note: The most recent actuarial valuation date was June 30, 2011. As such, June 30, 2012 amounts have been estimated based on the previous year's valuation.

Community High School District 99
General Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2012
With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			
	Original and Final Budget	Actual	Variance From Final Budget	2011 Actual
Revenues				
Local sources				
General levy	\$ 53,067,000	\$ 53,044,274	\$ (22,726)	\$ 53,395,664
Special education levy	1,007,000	1,004,798	(2,202)	997,825
Corporate personal property replacement taxes	971,000	897,804	(73,196)	978,473
Other payments in lieu of taxes	152,500	158,893	6,393	153,096
Regular tuition from pupils or parents	2,500	10,649	8,149	5,616
Summer school tuition from pupils or parents	257,000	95,854	(161,146)	70,810
Summer sch tuition from other sources in state	-	259,227	259,227	196,771
Summer sch tuition from other sources out of state	500	-	(500)	-
Interest on investments	262,000	566,897	304,897	409,260
Sales to pupils - lunch	514,500	460,120	(54,380)	517,637
Sales to pupils - breakfast	20,000	21,132	1,132	20,152
Sales to pupils - a la carte	757,000	738,657	(18,343)	770,035
Sales to adults	55,500	60,592	5,092	55,734
Admissions - athletic	79,000	135,830	56,830	79,092
Fees	379,000	363,304	(15,696)	378,662
Other District/school activity revenue	20,000	20,656	656	20,350
Rentals - regular textbook	1,240,000	1,416,398	176,398	1,568,624
Sales - regular textbook	36,000	32,755	(3,245)	36,499
Contributions and donations from private sources	2,500	3,500	1,000	2,500
Refund of prior years' expenditures	200,000	183,369	(16,631)	150,911
Drivers' education fees	300,000	-	(300,000)	-
Other	600,000	544,587	(55,413)	623,930
Total local sources	59,923,000	60,019,296	96,296	60,431,641

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			
	Original and Final Budget	Actual	Variance From Final Budget	2011 Actual
State sources				
General State Aid	\$ 2,100,000	\$ 2,119,799	\$ 19,799	\$ 2,185,936
Special Education - Private Facility Tuition	334,000	356,885	22,885	367,033
Special Education - Extraordinary	800,000	724,826	(75,174)	731,605
Special Education - Personnel	1,040,000	994,423	(45,577)	1,009,406
Special Education - Orphanage - Individual	12,000	-	(12,000)	8,220
Special Education - Summer School	9,000	4,233	(4,767)	4,641
CTE -				
Secondary Program Improvement (CTEI)	84,000	74,663	(9,337)	83,802
Bilingual Ed. - Downstate - T.P.I. and T.P.E.	55,000	36,308	(18,692)	39,928
State Free Lunch and Breakfast	15,000	17,247	2,247	14,623
School Breakfast Initiative	500	-	(500)	230
Driver Education	120,000	105,042	(14,958)	159,292
Scientific Literacy	4,000	3,821	(179)	3,699
School Safety and Educational Block Grant (Flat Grant)	23,000	-	(23,000)	-
Other state sources	3,500	2,218	(1,282)	-
On Behalf Payments to TRS from the State	9,800,000	9,802,334	2,334	8,718,032
Total state sources	14,400,000	14,241,799	(158,201)	13,326,447
Federal sources				
National School Lunch Program	387,000	413,871	26,871	389,962
Special Breakfast Program	64,000	78,641	14,641	65,092
Title I - Low Income	250,000	184,544	(65,456)	283,126
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	900,000	956,702	56,702	904,869
Fed. - Sp. Ed. - I.D.E.A. - Room and Board	-	60,998	60,998	6,154
CTE. - Perkins - Title IIIIE Technical Prep.	61,500	57,013	(4,487)	58,501
CTE - Other	-	-	-	1,878
ARRA IDEA - Part B - Flow-Through	-	31,045	31,045	171,593
Other ARRA Funds - XI	200,000	2,992	(197,008)	199,029
Title III - English Language Acquisition	4,000	5,727	1,727	10,068
Title II - Teacher Quality	120,000	44,872	(75,128)	120,212
Medicaid Matching Funds -				
Administrative Outreach	109,500	38,450	(71,050)	113,715
Medicaid Matching Funds -				
Fee-For-Service-Program	10,000	290,536	280,536	18,204
Other federal sources	94,000	14,706	(79,294)	29,354
Total federal sources	2,200,000	2,180,097	(19,903)	2,371,757
Total revenues	76,523,000	76,441,192	(81,808)	76,129,845

(Continued)

Community High School District 99
General Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Year Ended June 30, 2012
With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			
	Original and Final Budget	Actual	Variance From Final Budget	2011 Actual
Expenditures				
Instruction				
Regular programs				
Salaries	\$ 27,458,268	\$ 27,580,191	\$ (121,923)	\$ 26,416,693
Employee benefits	3,341,961	3,363,406	(21,445)	3,176,308
On-behalf payments to TRS from the state	9,800,000	9,802,334	(2,334)	8,718,032
Purchased services	511,031	407,839	103,192	409,842
Supplies and materials	646,159	615,026	31,133	607,056
Capital outlay	65,572	537,177	(471,605)	162,263
Other objects	30,015	29,142	873	24,001
Non-capitalized equipment	<u>533,747</u>	<u>586,416</u>	<u>(52,669)</u>	<u>122,507</u>
Total	<u>42,386,753</u>	<u>42,921,531</u>	<u>(534,778)</u>	<u>39,636,702</u>
Special education programs				
Salaries	7,120,985	7,177,477	(56,492)	6,699,885
Employee benefits	660,885	687,628	(26,743)	694,591
Purchased services	104,200	119,057	(14,857)	97,144
Supplies and materials	14,800	15,116	(316)	14,292
Other objects	1,540,000	1,843,748	(303,748)	1,273,655
Non-capitalized equipment	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>-</u>
Total	<u>9,441,870</u>	<u>9,843,026</u>	<u>(401,156)</u>	<u>8,779,567</u>
Remedial and Supplemental programs K-12				
Salaries	33,625	12,825	20,800	-
Employee benefits	-	3,354	(3,354)	-
Purchased services	68,800	109,386	(40,586)	155,232
Supplies and materials	11,500	8,752	2,748	40,459
Non-capitalized equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,370</u>
Total	<u>113,925</u>	<u>134,317</u>	<u>(20,392)</u>	<u>244,061</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012		Variance From Final Budget	2011 Actual
	Original and Final Budget	Actual		
CTE programs				
Salaries	\$ 20,000	\$ 17,225	\$ 2,775	\$ 25,232
Employee benefits	565	3	562	653
Purchased services	6,226	4,156	2,070	7,841
Supplies and materials	94,522	101,600	(7,078)	76,863
Capital outlay	-	-	-	17,200
Non-capitalized equipment	23,500	21,291	2,209	30,334
Total	144,813	144,275	538	158,123
Interscholastic programs				
Salaries	1,882,508	1,896,096	(13,588)	1,835,680
Employee benefits	72,987	73,939	(952)	71,090
Purchased services	402,300	413,128	(10,828)	355,991
Supplies and materials	99,000	119,720	(20,720)	107,960
Non-capitalized equipment	15,150	30,389	(15,239)	18,738
Total	2,471,945	2,533,272	(61,327)	2,389,459
Summer school programs				
Salaries	260,000	278,799	(18,799)	259,073
Employee benefits	1,005	1,048	(43)	1,015
Purchased services	5,750	5,337	413	5,008
Supplies and materials	40,300	45,571	(5,271)	43,305
Other objects	-	2,515	(2,515)	-
Total	307,055	333,270	(26,215)	308,401
Drivers education programs				
Salaries	659,948	650,494	9,454	625,605
Employee benefits	84,585	75,181	9,404	83,458
Purchased services	4,450	2,785	1,665	749
Supplies and materials	19,000	18,942	58	17,707
Other objects	15,500	13,717	1,783	14,900
Total	783,483	761,119	22,364	742,419
Total instruction	55,649,844	56,670,810	(1,020,966)	52,258,732

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012		Variance From Final Budget	2011 Actual
	Original and Final Budget	Actual		
Support services				
Pupils				
Attendance and social work services				
Salaries	\$ 2,500	\$ 2,331	\$ 169	\$ -
Employee benefits	800	610	190	-
Total	3,300	2,941	359	-
Guidance services				
Salaries	2,025,655	2,069,577	(43,922)	2,056,931
Employee benefits	211,192	226,008	(14,816)	216,881
Purchased services	14,870	11,646	3,224	17,941
Supplies and materials	15,600	19,321	(3,721)	16,137
Other objects	700	163	537	283
Non-capitalized equipment	2,500	290	2,210	4,460
Total	2,270,517	2,327,005	(56,488)	2,312,633
Health services				
Salaries	224,840	228,664	(3,824)	222,639
Employee benefits	34,453	29,808	4,645	33,777
Purchased services	750	476	274	5,427
Supplies and materials	5,660	5,393	267	5,485
Other objects	500	311	189	530
Non-capitalized equipment	1,360	-	1,360	1,640
Total	267,563	264,652	2,911	269,498
Psychological services				
Salaries	462,563	464,132	(1,569)	440,486
Employee benefits	49,253	47,526	1,727	47,659
Purchased services	4,000	1,973	2,027	1,000
Supplies and materials	-	3,012	(3,012)	-
Total	515,816	516,643	(827)	489,145

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012		Variance From Final Budget	2011 Actual
	Original and Final Budget	Actual		
Speech pathology and audiology services				
Purchased services	\$ 2,500	\$ 2,925	\$ (425)	\$ -
Supplies and materials	<u>-</u>	<u>370</u>	<u>(370)</u>	<u>-</u>
Total	<u>2,500</u>	<u>3,295</u>	<u>(795)</u>	<u>-</u>
Other support services - pupils				
Salaries	578,524	618,694	(40,170)	555,215
Employee benefits	24,285	26,093	(1,808)	18,324
Purchased services	30,600	24,173	6,427	43,105
Supplies and materials	410,101	342,862	67,239	413,474
Other objects	40,800	41,198	(398)	40,462
Non-capitalized equipment	<u>3,000</u>	<u>2,213</u>	<u>787</u>	<u>-</u>
Total	<u>1,087,310</u>	<u>1,055,233</u>	<u>32,077</u>	<u>1,070,580</u>
Total pupils	<u>4,147,006</u>	<u>4,169,769</u>	<u>(22,763)</u>	<u>4,141,856</u>
Instructional staff				
Improvement of instruction services				
Salaries	813,599	780,301	33,298	704,820
Employee benefits	58,672	81,540	(22,868)	72,294
Purchased services	168,851	150,024	18,827	123,427
Supplies and materials	77,992	54,199	23,793	46,043
Non-capitalized equipment	<u>11,500</u>	<u>3,815</u>	<u>7,685</u>	<u>9,474</u>
Total	<u>1,130,614</u>	<u>1,069,879</u>	<u>60,735</u>	<u>956,058</u>
Educational media services				
Salaries	574,174	572,876	1,298	543,207
Employee benefits	35,697	36,705	(1,008)	34,164
Purchased services	14,950	10,493	4,457	11,701
Supplies and materials	131,880	144,781	(12,901)	107,118
Other objects	2,000	1,389	611	260
Non-capitalized equipment	<u>15,000</u>	<u>5,366</u>	<u>9,634</u>	<u>31,404</u>
Total	<u>773,701</u>	<u>771,610</u>	<u>2,091</u>	<u>727,854</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Assessment and testing				
Salaries	\$ 2,500	\$ 1,788	\$ 712	\$ -
Employee benefits	800	468	332	-
Purchased services	-	59,890	(59,890)	-
Supplies and materials	-	1,709	(1,709)	-
Total	3,300	63,855	(60,555)	-
Total instructional staff	1,907,615	1,905,344	2,271	1,683,912
General administration				
Board of education services				
Salaries	5,162	5,341	(179)	4,993
Purchased services	418,636	456,739	(38,103)	468,462
Supplies and materials	20,500	14,749	5,751	15,738
Other objects	25,000	21,575	3,425	21,348
Non-capitalized equipment	-	-	-	817
Total	469,298	498,404	(29,106)	511,358
Executive administration services				
Salaries	289,000	308,185	(19,185)	323,293
Employee benefits	24,098	24,911	(813)	21,833
Purchased services	50,000	45,822	4,178	42,734
Supplies and materials	18,636	20,472	(1,836)	19,207
Other objects	5,500	5,102	398	5,249
Non-capitalized equipment	10,500	16,101	(5,601)	8,161
Total	397,734	420,593	(22,859)	420,477
Special area administrative services				
Salaries	185,001	189,831	(4,830)	196,139
Employee benefits	21,823	20,523	1,300	13,955
Purchased services	3,000	4,184	(1,184)	3,923
Total	209,824	214,538	(4,714)	214,017
Total general administration	1,076,856	1,133,535	(56,679)	1,145,852

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012		Variance From Final Budget	2011 Actual
	Original and Final Budget	Actual		
School administration				
Office of the principal services				
Salaries	\$ 1,412,434	\$ 1,422,382	\$ (9,948)	\$ 1,412,522
Employee benefits	223,904	230,024	(6,120)	218,774
Purchased services	156,196	99,487	56,709	114,016
Supplies and materials	23,000	13,926	9,074	16,420
Capital outlay	112,000	99,209	12,791	115,675
Non-capitalized equipment	<u>32,000</u>	<u>32,097</u>	<u>(97)</u>	<u>17,433</u>
Total school administration	<u>1,959,534</u>	<u>1,897,125</u>	<u>62,409</u>	<u>1,894,840</u>
Business				
Direction of business support services				
Salaries	413,981	424,782	(10,801)	399,442
Employee benefits	25,139	24,859	280	22,951
Purchased services	<u>1,190</u>	<u>1,069</u>	<u>121</u>	<u>941</u>
Total	<u>440,310</u>	<u>450,710</u>	<u>(10,400)</u>	<u>423,334</u>
Operation and maintenance of plant services				
Purchased services	<u>1,520</u>	<u>166</u>	<u>1,354</u>	<u>54</u>
Total	<u>1,520</u>	<u>166</u>	<u>1,354</u>	<u>54</u>
Pupil transportation services				
Salaries	150	-	150	-
Purchased services	<u>78,400</u>	<u>42,287</u>	<u>36,113</u>	<u>-</u>
Total	<u>78,550</u>	<u>42,287</u>	<u>36,263</u>	<u>-</u>
Food services				
Purchased services	1,542,000	1,526,489	15,511	1,547,948
Supplies and materials	7,000	5,776	1,224	7,988
Other objects	25,310	23,978	1,332	14,012
Non-capitalized equipment	<u>59,171</u>	<u>7,887</u>	<u>51,284</u>	<u>14,940</u>
Total	<u>1,633,481</u>	<u>1,564,130</u>	<u>69,351</u>	<u>1,584,888</u>
Total business	<u>2,153,861</u>	<u>2,057,293</u>	<u>96,568</u>	<u>2,008,276</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			
	Original and Final Budget	Actual	Variance From Final Budget	2011 Actual
Central				
Information services				
Salaries	\$ 73,500	\$ 66,116	\$ 7,384	\$ -
Purchased services	77,490	58,247	19,243	40,826
Supplies and materials	2,300	179	2,121	-
Non-capitalized equipment	1,000	200	800	-
Total	154,290	124,742	29,548	40,826
Staff services				
Salaries	308,265	321,383	(13,118)	294,909
Employee benefits	454,485	385,437	69,048	387,457
Purchased services	42,490	29,866	12,624	16,876
Supplies and materials	2,000	353	1,647	1,224
Other objects	1,375	175	1,200	970
Total	808,615	737,214	71,401	701,436
Data processing services				
Salaries	883,818	938,569	(54,751)	872,361
Employee benefits	93,411	101,070	(7,659)	85,213
Purchased services	107,300	59,918	47,382	63,221
Supplies and materials	286,450	261,495	24,955	287,484
Capital outlay	543,000	448,244	94,756	600,577
Other objects	300	435	(135)	347
Non-capitalized equipment	-	12,704	(12,704)	17,320
Total	1,914,279	1,822,435	91,844	1,926,523
Total central	2,877,184	2,684,391	192,793	2,668,785
Other supporting services				
Purchased services	5,500	1,456	4,044	2,960
Total	5,500	1,456	4,044	2,960
Total support services	14,127,556	13,848,913	278,643	13,546,481

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012		Variance From Final Budget	2011 Actual
	Original and Final Budget	Actual		
Community services				
Salaries	\$ -	\$ 105	\$ (105)	\$ -
Employee benefits	-	27	(27)	-
Purchased services	7,000	4,875	2,125	3,943
Supplies and materials	<u>1,600</u>	<u>1,089</u>	<u>511</u>	<u>1,224</u>
Total	<u>8,600</u>	<u>6,096</u>	<u>2,504</u>	<u>5,167</u>
Payments to Other Districts and Gov't Units				
Payments for special education programs				
Purchased services	50,000	110,372	(60,372)	167,567
Other objects	<u>955,000</u>	<u>849,345</u>	<u>105,655</u>	<u>1,090,232</u>
Total	<u>1,005,000</u>	<u>959,717</u>	<u>45,283</u>	<u>1,257,799</u>
Payments for CTE education programs				
Other objects	<u>800,000</u>	<u>769,579</u>	<u>30,421</u>	<u>777,813</u>
Total	<u>800,000</u>	<u>769,579</u>	<u>30,421</u>	<u>777,813</u>
Total payments to other districts and other governments	<u>1,805,000</u>	<u>1,729,296</u>	<u>75,704</u>	<u>2,035,612</u>
Provision for contingencies	<u>600,000</u>	<u>-</u>	<u>600,000</u>	<u>-</u>
Total expenditures	<u>72,191,000</u>	<u>72,255,115</u>	<u>(64,115)</u>	<u>67,845,992</u>
Excess (deficiency) of revenues over expenditures	<u>4,332,000</u>	<u>4,186,077</u>	<u>(145,923)</u>	<u>8,283,853</u>

(Continued)

Community High School District 99

General Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012				2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget		
Other financing sources (uses)					
Transfer from Working Cash Fund - interest	\$ 125,000	\$ -	\$ (125,000)	\$ -	
Sale or compensation for capital assets	-	551	551	-	
Capital lease proceeds	-	488,200	488,200	-	
Trans to Debt Svc Fund for Prin on Cap Leases	-	(50,000)	(50,000)	-	
Trans to Debt Svc Fund for Prin on Debt Cert	(770,000)	(770,000)	-	(50,000)	
Trans to Debt Svc Fund for Int on Debt Cert	(38,000)	(35,515)	2,485	(15,028)	
Transfer to Capital Projects Fund	(1,500,000)	(1,500,000)	-	-	
Transfer of Working Cash Fund interest	(125,000)	-	125,000	-	
Total other financing sources (uses)	(2,308,000)	(1,866,764)	441,236	(65,028)	
Net change to fund balance	<u>\$ 2,024,000</u>	2,319,313	<u>\$ 295,313</u>	8,218,825	
Fund balance, beginning of year		<u>33,162,020</u>		<u>24,943,195</u>	
Fund balance, end of year		<u>\$ 35,481,333</u>		<u>\$ 33,162,020</u>	

(Concluded)

Community High School District 99
Operations and Maintenance Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND DEFICIT - BUDGET AND ACTUAL
For the Year Ended June 30, 2012
With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 6,850,000	\$ 6,846,241	\$ (3,759)	\$ 4,624,053
Interest on investments	-	30	30	187
Rentals	182,000	169,060	(12,940)	112,600
Refund of prior years' expenditures	20,000	23,757	3,757	19,774
Other	<u>201,000</u>	<u>-</u>	<u>(201,000)</u>	<u>1,000</u>
Total local sources	<u>7,253,000</u>	<u>7,039,088</u>	<u>(213,912)</u>	<u>4,757,614</u>
Total revenues	<u>7,253,000</u>	<u>7,039,088</u>	<u>(213,912)</u>	<u>4,757,614</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction services				
Purchased services	98,590	198,699	(100,109)	154,142
Capital outlay	935,000	1,236,289	(301,289)	474,718
Non-capitalized equipment	<u>200,000</u>	<u>43,298</u>	<u>156,702</u>	<u>55,765</u>
Total	<u>1,233,590</u>	<u>1,478,286</u>	<u>(244,696)</u>	<u>684,625</u>

(Continued)

Community High School District 99

Operations and Maintenance Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Operation and maintenance of plant services				
Salaries	\$ 4,062,000	\$ 4,031,022	\$ 30,978	\$ 3,857,394
Employee benefits	635,000	640,241	(5,241)	615,296
Purchased services	988,410	984,113	4,297	1,011,030
Supplies and materials	1,707,000	1,432,665	274,335	1,595,161
Capital outlay	50,000	254,003	(204,003)	54,204
Other objects	-	-	-	149
Non-capitalized equipment	<u>55,000</u>	<u>18,329</u>	<u>36,671</u>	<u>8,660</u>
Total	<u>7,497,410</u>	<u>7,360,373</u>	<u>137,037</u>	<u>7,141,894</u>
Total business	<u>8,731,000</u>	<u>8,838,659</u>	<u>(107,659)</u>	<u>7,826,519</u>
Total support services	<u>8,731,000</u>	<u>8,838,659</u>	<u>(107,659)</u>	<u>7,826,519</u>
Provision for contingencies	<u>200,000</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
Total expenditures	<u>8,931,000</u>	<u>8,838,659</u>	<u>92,341</u>	<u>7,826,519</u>
Deficiency of revenues over expenditures	<u>(1,678,000)</u>	<u>(1,799,571)</u>	<u>(121,571)</u>	<u>(3,068,905)</u>
Other financing sources (uses)				
Sale of capital assets	-	-	-	1,000
Transfer to Debt Svc Fund for prin on debt cert	(300,000)	(300,000)	-	(450,000)
Transfer to Debt Svc Fund for int on debt cert	<u>(269,000)</u>	<u>(268,929)</u>	<u>71</u>	<u>(321,134)</u>
Total other financing sources (uses)	<u>(569,000)</u>	<u>(568,929)</u>	<u>71</u>	<u>(770,134)</u>
Net change in fund balance	<u>\$ (2,247,000)</u>	<u>(2,368,500)</u>	<u>\$ (121,500)</u>	<u>(3,839,039)</u>
Fund deficit, beginning of year		<u>(25,346,052)</u>		<u>(21,507,013)</u>
Fund deficit, end of year		<u>\$ (27,714,552)</u>		<u>\$ (25,346,052)</u>

(Concluded)

Community High School District 99

Transportation Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 2,558,000	\$ 2,557,561	\$ (439)	\$ 2,492,124
Interest on investments	-	107	107	101
Refund of prior years' expenditures	-	11	11	844
Other	<u>100,000</u>	<u>-</u>	<u>(100,000)</u>	<u>-</u>
Total local sources	<u>2,658,000</u>	<u>2,557,679</u>	<u>(100,321)</u>	<u>2,493,069</u>
State sources				
Transportation - Regular/Vocational	150,000	228,755	78,755	211,005
Transportation - Special Education	<u>990,000</u>	<u>844,780</u>	<u>(145,220)</u>	<u>960,440</u>
Total state sources	<u>1,140,000</u>	<u>1,073,535</u>	<u>(66,465)</u>	<u>1,171,445</u>
Total revenues	<u>3,798,000</u>	<u>3,631,214</u>	<u>(166,786)</u>	<u>3,664,514</u>

(Continued)

Community High School District 99

Transportation Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011
	Original and Final Budget	Actual	Variance From Final Budget	Actual
Expenditures				
Support services				
Business				
Pupil transportation services				
Salaries	\$ 199,000	\$ 199,377	\$ (377)	\$ 194,304
Employee benefits	44,000	43,676	324	42,701
Purchased services	2,724,000	2,809,215	(85,215)	3,013,434
Supplies and materials	25,000	25,039	(39)	23,264
Capital outlay	128,000	127,868	132	53,210
Non-capitalized equipment	2,000	1,542	458	-
Total	3,122,000	3,206,717	(84,717)	3,326,913
Total support services	3,122,000	3,206,717	(84,717)	3,326,913
Provision for contingencies	100,000	-	100,000	-
Total expenditures	3,222,000	3,206,717	15,283	3,326,913
Excess (deficiency) of revenues over expenditures	576,000	424,497	(151,503)	337,601
Other financing sources				
Sale or compensation for fixed assets	10,000	11,100	1,100	-
Total other financing sources	10,000	11,100	1,100	-
Net change in fund balance	\$ 586,000	435,597	\$ (150,403)	337,601
Fund deficit, beginning of year		(771,960)		(1,109,561)
Fund deficit, end of year		\$ (336,363)		\$ (771,960)
				(Concluded)

Community High School District 99
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND DEFICIT - BUDGET AND ACTUAL
For the Year Ended June 30, 2012
With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			
	Original and Final Budget	Actual	Variance From Final Budget	2011 Actual
Revenues				
Local sources				
General levy	\$ 2,011,000	\$ 1,004,799	\$ (1,006,201)	\$ 997,823
Social security/medicare only levy	-	1,004,798	1,004,798	997,823
Corporate personal property replacement taxes	29,000	29,000	-	29,000
Interest on investments	-	9	9	82
Other	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>
Total local sources	<u>2,090,000</u>	<u>2,038,606</u>	<u>(51,394)</u>	<u>2,024,728</u>
Total revenues	<u>2,090,000</u>	<u>2,038,606</u>	<u>(51,394)</u>	<u>2,024,728</u>
Expenditures				
Instruction				
Regular programs	821,430	823,713	(2,283)	772,525
Special education programs	147,969	261,804	(113,835)	241,674
Vocational educational programs	376	3	373	117
Interscholastic programs	76,365	79,971	(3,606)	79,419
Summer school programs	17,313	16,411	902	14,911
Drivers education programs	<u>9,650</u>	<u>9,227</u>	<u>423</u>	<u>8,677</u>
Total instruction	1,073,103	1,191,129	(118,026)	1,117,323

(Continued)

Community High School District 99
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND DEFICIT - BUDGET AND ACTUAL
For the Year Ended June 30, 2012
With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			
	Original and Final Budget	Actual	Variance From Final Budget	2011 Actual
Support services				
Pupils				
Attendance and social work services	\$ -	\$ 34	\$ (34)	\$ -
Guidance services	26,197	27,475	(1,278)	25,784
Health services	15,018	14,139	879	13,986
Psychological services	4,992	4,869	123	4,568
Other support services -pupils	<u>106,955</u>	<u>114,397</u>	<u>(7,442)</u>	<u>95,776</u>
Total pupils	<u>153,162</u>	<u>160,914</u>	<u>(7,752)</u>	<u>140,114</u>
Instructional staff				
Improvement of instruction services	19,257	22,720	(3,463)	19,921
Educational media services	8,326	8,080	246	7,610
Assessment and testing	<u>-</u>	<u>26</u>	<u>(26)</u>	<u>-</u>
Total instructional staff	<u>27,583</u>	<u>30,826</u>	<u>(3,243)</u>	<u>27,531</u>
General administration				
Board of education services	938	990	(52)	868
Executive administration services	31,895	21,683	10,212	24,983
Special area administrative services	<u>13,196</u>	<u>13,808</u>	<u>(612)</u>	<u>12,703</u>
Total general administration	<u>46,029</u>	<u>36,481</u>	<u>9,548</u>	<u>38,554</u>
School administration				
Office of the principal services	<u>78,615</u>	<u>79,584</u>	<u>(969)</u>	<u>71,042</u>
Total school administration	<u>78,615</u>	<u>79,584</u>	<u>(969)</u>	<u>71,042</u>

(Continued)

Community High School District 99
Municipal Retirement / Social Security Fund
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND DEFICIT - BUDGET AND ACTUAL
For the Year Ended June 30, 2012
With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011
	Original and Final Budget	Actual	Variance From Final Budget	Actual
Business				
Direction of business support services	\$ 74,300	\$ 75,836	\$ (1,536)	\$ 66,937
Fiscal services	19,777	20,442	(665)	18,176
Facilities acquisition and construction services	1,312	2,617	(1,305)	616
Operation and maintenance of plant services	<u>736,234</u>	<u>743,724</u>	<u>(7,490)</u>	<u>657,770</u>
Total business	<u>831,623</u>	<u>842,619</u>	<u>(10,996)</u>	<u>743,499</u>
Central				
Information services	-	12,460	(12,460)	-
Staff services	30,444	32,182	(1,738)	27,306
Data processing services	<u>162,441</u>	<u>169,596</u>	<u>(7,155)</u>	<u>148,257</u>
Total central	<u>192,885</u>	<u>214,238</u>	<u>(21,353)</u>	<u>175,563</u>
Total support services	<u>1,329,897</u>	<u>1,364,662</u>	<u>(34,765)</u>	<u>1,196,303</u>
Community services	<u>-</u>	<u>1</u>	<u>(1)</u>	<u>-</u>
Provision for contingencies	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Total expenditures	<u>2,453,000</u>	<u>2,555,792</u>	<u>(102,792)</u>	<u>2,313,626</u>
Deficiency of revenues over expenditures	<u>\$ (363,000)</u>	(517,186)	<u>\$ (154,186)</u>	(288,898)
Fund deficit, beginning of year		<u>(410,664)</u>		<u>(121,766)</u>
Fund deficit, end of year		<u>\$ (927,850)</u>		<u>\$ (410,664)</u>

(Concluded)

Community High School District 99

Notes to the Required Supplementary Information

June 30, 2012

1. LEGAL COMPLIANCE AND ACCOUNTABILITY - BUDGETS

The Board of Education follows these procedures in establishing the budgetary data reflected in the financial statements:

- a) The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted and the proposed budget is available for inspection to obtain comments.
- c) By September 30, the budget is legally adopted through passage of a resolution. By the last Tuesday in December each year, a tax levy resolution is filed with the county clerk to obtain tax revenues.
- d) Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within a fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education after the public hearing process mandated by law.
- e) Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- f) The budget amounts shown in the financial statements are as originally adopted by the Board of Education on September 19, 2011.
- g) All budget appropriations lapse at the end of the fiscal year.

2. EXPENDITURES IN EXCESS OF BUDGETS

For the year ended June 30, 2012, expenditures exceeded budget in the following funds:

<u>Fund</u>	<u>Amount</u>
General	\$ 64,115
Municipal Retirement/Social Security	102,792
Debt Service	47,294

OTHER SUPPLEMENTARY FINANCIAL INFORMATION

Community High School District 99

General Fund

COMBINING BALANCE SHEET

June 30, 2012

	<u>Educational</u>	<u>Working Cash</u>	<u>Total</u>
ASSETS			
Cash and investments	\$ 29,530,069	\$ 13,089,466	\$ 42,619,535
Receivables (net of allowance for uncollectibles):			
Interest	1,752	27,090	28,842
Property taxes	26,558,157	-	26,558,157
Replacement taxes	169,041	-	169,041
Intergovernmental	1,236,567	-	1,236,567
Advances to other funds	<u>22,659,025</u>	<u>-</u>	<u>22,659,025</u>
Total assets	<u>\$ 80,154,611</u>	<u>\$ 13,116,556</u>	<u>\$ 93,271,167</u>
LIABILITIES AND FUND BALANCES			
Accounts payable	\$ 748,820	\$ -	\$ 748,820
Salaries and wages payable	3,214,555	-	3,214,555
Claims payable	935,259	-	935,259
Unearned revenue	<u>52,864,636</u>	<u>26,564</u>	<u>52,891,200</u>
Total liabilities	<u>57,763,270</u>	<u>26,564</u>	<u>57,789,834</u>
Fund balances:			
Nonspendable	22,659,025	-	22,659,025
Assigned for health insurance claims	1,756,350	-	1,756,350
Unassigned	<u>(2,024,034)</u>	<u>13,089,992</u>	<u>11,065,958</u>
Total fund balance	<u>22,391,341</u>	<u>13,089,992</u>	<u>35,481,333</u>
Total liabilities and fund balance	<u>\$ 80,154,611</u>	<u>\$ 13,116,556</u>	<u>\$ 93,271,167</u>

Community High School District 99

General Fund

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2012

	General	Working Cash	Total
Revenues			
Property taxes	\$ 54,049,072	\$ -	\$ 54,049,072
Replacement taxes	897,804	-	897,804
State aid	14,241,799	-	14,241,799
Federal aid	2,180,097	-	2,180,097
Interest	122,046	444,851	566,897
Other	<u>4,505,523</u>	<u>-</u>	<u>4,505,523</u>
 Total revenues	 <u>75,996,341</u>	 <u>444,851</u>	 <u>76,441,192</u>
Expenditures			
Current:			
Instruction:			
Regular programs	32,582,020	-	32,582,020
Special programs	9,977,343	-	9,977,343
Other instructional programs	3,771,936	-	3,771,936
State retirement contributions	9,802,334	-	9,802,334
Support services:			
Pupils	4,169,769	-	4,169,769
Instructional staff	1,905,344	-	1,905,344
General administration	1,133,535	-	1,133,535
School administration	1,797,916	-	1,797,916
Business	2,014,840	-	2,014,840
Transportation	42,287	-	42,287
Operations and maintenance	166	-	166
Central	2,236,147	-	2,236,147
Other supporting services	1,456	-	1,456
Community services	6,096	-	6,096
Nonprogrammed charges	1,729,296	-	1,729,296
Capital outlay	<u>1,084,630</u>	<u>-</u>	<u>1,084,630</u>
 Total expenditures	 <u>72,255,115</u>	 <u>-</u>	 <u>72,255,115</u>
 Excess of revenues over expenditures	 <u>3,741,226</u>	 <u>444,851</u>	 <u>4,186,077</u>
 Other financing sources (uses)			
Transfers in	200,000	-	200,000
Transfers (out)	(2,355,515)	(200,000)	(2,555,515)
Capital lease proceeds	488,200	-	488,200
Sale of capital assets	<u>551</u>	<u>-</u>	<u>551</u>
 Total other financing sources (uses)	 <u>(1,666,764)</u>	 <u>(200,000)</u>	 <u>(1,866,764)</u>
 Net change in fund balance	 2,074,462	 244,851	 2,319,313
 Fund balance, beginning of year	 <u>20,316,879</u>	 <u>12,845,141</u>	 <u>33,162,020</u>
 Fund balance, end of year	 <u>\$ 22,391,341</u>	 <u>\$ 13,089,992</u>	 <u>\$ 35,481,333</u>

Community High School District 99

Debt Service Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011
	Original and Final Budget	Actual	Variance From Final Budget	Actual
Revenues				
Local sources				
General levy	\$ 8,096,000	\$ 8,093,192	\$ (2,808)	\$ 7,943,513
Interest on investments	4,000	34	(3,966)	3,950
Refund of prior years' expenditures	-	1,505	1,505	-
Total local sources	8,100,000	8,094,731	(5,269)	7,947,463
Total revenues	8,100,000	8,094,731	(5,269)	7,947,463
Expenditures				
Debt service				
Debt services - interest				
Bonds - interest	4,820,147	2,910,260	1,909,887	2,658,609
Total debt service - interest	4,820,147	2,910,260	1,909,887	2,658,609
Principal payments on long-term debt	4,907,669	6,865,000	(1,957,331)	6,045,000
Other debt service				
Purchased services	3,000	2,850	150	2,235
Total	3,000	2,850	150	2,235
Total debt service	9,730,816	9,778,110	(47,294)	8,705,844
Total expenditures	9,730,816	9,778,110	(47,294)	8,705,844

(Continued)

Community High School District 99

Debt Service Fund

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

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Deficiency of revenues over expenditures	\$ (1,630,816)	\$ (1,683,379)	\$ (52,563)	\$ (758,381)
Other financing sources				
Principal on bonds sold	-	-	-	321,168
Transfer to pay for principal on capital leases	-	50,000	50,000	-
Transfer to pay for principal on debt cert	1,070,000	1,070,000	-	500,000
Transfer to pay for interest on debt cert	<u>307,000</u>	<u>304,444</u>	<u>(2,556)</u>	<u>336,162</u>
Total other financing sources	<u>1,377,000</u>	<u>1,424,444</u>	<u>47,444</u>	<u>1,157,330</u>
Net change in fund balance	<u>\$ (253,816)</u>	(258,935)	<u>\$ (5,119)</u>	398,949
Fund balance, beginning of year		<u>1,378,578</u>		<u>979,629</u>
Fund balance, end of year		<u>\$ 1,119,643</u>		<u>\$ 1,378,578</u>

(Concluded)

Community High School District 99

Capital Projects Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
Interest on investments	\$ 25,000	\$ 6,000	\$ (19,000)	\$ -
Contributions and donations from private sources	50,000	3,918	(46,082)	46,542
Refund of prior years' expenditures	46,170	46,170	-	-
Other	<u>540,000</u>	<u>19,988</u>	<u>(520,012)</u>	<u>202,327</u>
Total local sources	<u>661,170</u>	<u>76,076</u>	<u>(585,094)</u>	<u>248,869</u>
Total revenues	<u>661,170</u>	<u>76,076</u>	<u>(585,094)</u>	<u>248,869</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Salaries	15,000	-	15,000	3,429
Purchased services	870,000	1,486,268	(616,268)	-
Capital outlay	<u>17,490,000</u>	<u>13,540,250</u>	<u>3,949,750</u>	<u>6,299,716</u>
Total	<u>18,375,000</u>	<u>15,026,518</u>	<u>3,348,482</u>	<u>6,303,145</u>
Total support services	<u>18,375,000</u>	<u>15,026,518</u>	<u>3,348,482</u>	<u>6,303,145</u>
Provision for contingencies	<u>500,000</u>	<u>-</u>	<u>500,000</u>	<u>-</u>
Total expenditures	<u>18,875,000</u>	<u>15,026,518</u>	<u>3,848,482</u>	<u>6,303,145</u>
Excess (deficiency) of revenues over expenditures	<u>(18,213,830)</u>	<u>(14,950,442)</u>	<u>3,263,388</u>	<u>(6,054,276)</u>

(Continued)

Community High School District 99

Capital Projects Fund

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL

For the Year Ended June 30, 2012

With Comparative Actual Amounts for the Year Ended June 30, 2011

	2012			2011 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Other financing sources				
Principal on bonds sold	\$ -	\$ -	\$ -	\$ 9,678,832
Premium on bonds sold	-	-	-	199,677
Sale of capital assets	-	-	-	14,738,294
Transfer in	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>	<u>24,616,803</u>
Net change in fund balance	<u>\$(16,713,830)</u>	(13,450,442)	<u>\$ 3,263,388</u>	18,562,527
Fund balance (deficit), beginning of year		<u>16,094,793</u>		<u>(2,467,734)</u>
Fund balance, end of year		<u>\$ 2,644,351</u>		<u>\$ 16,094,793</u>

(Concluded)

Community High School District 99
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2012

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Assets				
Cash and cash equivalents	\$ 1,384,727	\$ 1,996,299	\$ 1,975,888	\$ 1,405,138
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Liabilities				
Due to student groups				
North High School	\$ 1,096,458	\$ 952,134	\$ 952,669	\$ 1,095,923
South High School	288,269	1,044,165	1,023,219	309,215
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	\$ 1,384,727	\$ 1,996,299	\$ 1,975,888	\$ 1,405,138
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

STATISTICAL SECTION
(Unaudited)

Statistical Section

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.

Contents

Page

Financial Trends

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

83 - 94

Revenue Capacity

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

95 - 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 - 104

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.

105 - 107

Operating Information

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

108 - 112

SOURCES: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Community High School District 99

NET ASSETS

LAST TEN FISCAL YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Governmental Activities				
Invested in capital assets, net of related debt	\$ 28,730,656	\$ 18,683,604	\$ 17,395,025	\$ 16,666,405
Restricted	3,745,602	10,135,822	987,644	975,139
Unrestricted	<u>(6,771,985)</u>	<u>(7,864,450)</u>	<u>(20,625,827)</u>	<u>(21,619,270)</u>
Total governmental activities net assets	<u>\$ 25,704,273</u>	<u>\$ 20,954,976</u>	<u>\$ (2,243,158)</u>	<u>\$ (3,977,726)</u>

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 13,456,868	\$ 12,618,320	\$ 14,107,387	\$ 13,756,341	\$ 10,523,998	\$ 7,743,778
2,831,053	1,178,493	783,918	271,546	618,563	956,261
<u>(20,751,000)</u>	<u>(20,335,164)</u>	<u>(23,524,687)</u>	<u>(23,229,599)</u>	<u>(17,806,190)</u>	<u>(11,630,601)</u>
<u>\$ (4,463,079)</u>	<u>\$ (6,538,351)</u>	<u>\$ (8,633,382)</u>	<u>\$ (9,201,712)</u>	<u>\$ (6,663,629)</u>	<u>\$ (2,930,562)</u>

Community High School District 99

CHANGES IN NET ASSETS LAST TEN FISCAL YEARS

	2012	2011	2010	2009	2008	2007
Expenses						
Instruction:						
Regular programs	\$ 34,499,640	\$ 31,940,740	\$ 34,059,408	\$ 33,016,493	\$ 32,593,132	\$ 30,991,469
Special programs	11,287,395	10,623,145	10,694,407	10,040,231	9,818,713	9,421,144
Other instructional programs	3,952,182	3,760,983	3,728,484	3,658,188	2,784,527	2,581,318
State retirement contributions	9,802,334	8,718,032	9,212,174	6,748,987	5,030,420	3,441,529
Support services:						
Pupils	4,371,269	4,329,629	4,430,663	4,450,597	4,259,417	4,381,173
Instructional staff	2,754,009	2,459,072	2,421,042	2,559,082	2,025,473	1,933,209
General administration	1,216,012	1,229,740	1,111,468	1,194,765	1,535,636	1,732,274
School administration	1,950,327	1,922,119	1,878,261	1,814,981	1,907,281	1,868,663
Business	4,399,500	2,822,510	3,945,934	3,785,966	2,867,645	2,054,133
Transportation	3,249,004	3,326,913	3,636,362	3,471,317	3,294,733	2,911,755
Operations and maintenance	8,104,263	8,484,343	7,895,118	8,053,798	8,255,298	9,139,612
Central	2,464,640	2,269,360	2,395,254	2,245,964	2,499,573	1,824,564
Other supporting services	1,456	2,960	-	-	4,472	7,130
Community services	6,097	5,167	6,127	3,216	7,393	7,691
Nonprogrammed charges	769,579	777,813	955,065	983,236	936,456	793,738
Interest and fees	3,418,992	3,452,123	3,665,265	3,691,785	3,841,448	3,739,419
Total expenses	92,246,699	86,124,649	90,035,032	85,718,606	81,661,617	76,828,821
Program Revenues						
Charges for services						
Instruction:						
Regular programs	2,238,819	2,285,614	2,169,843	2,219,841	2,159,456	2,015,576
Special programs	-	-	-	-	-	-
Other instructional programs	95,854	70,810	80,492	88,343	249,695	448,888
Support services:						
Business	1,280,501	1,363,558	1,366,284	1,447,260	1,396,374	1,485,089
Operations and maintenance	169,060	112,600	68,328	70,415	94,565	67,656
Capital and operating grants and contributions	15,375,632	14,683,713	15,155,076	11,634,974	10,108,070	8,676,314
Total program revenues	19,159,866	18,516,295	18,840,023	15,460,833	14,008,160	12,693,523
Net (expense)/revenue	(73,086,833)	(67,608,354)	(71,195,009)	(70,257,773)	(67,653,457)	(64,135,298)
General revenues						
Taxes						
Real estate taxes, levied for general purposes	54,207,965	54,546,585	54,068,270	51,752,707	50,812,808	51,738,947
Real estate taxes, levied for specific purposes	11,413,399	9,111,823	9,063,199	8,388,328	7,057,690	3,570,675
Real estate taxes, levied for debt service	8,093,192	7,943,513	6,276,046	5,872,324	5,678,602	5,379,683
Personal property replacement taxes	926,804	1,007,473	776,881	960,307	1,097,780	1,026,567
State aid-formula grants	2,119,799	2,185,936	2,140,404	2,194,364	2,121,840	1,928,822
Grants and contributions not restricted to specific programs	-	-	-	-	-	-
Investment earnings	236,515	330,711	432,032	1,052,933	2,127,100	1,911,002
Miscellaneous	838,456	942,153	172,745	522,163	832,909	674,633
Total general revenues	77,836,130	76,068,194	72,929,577	70,743,126	69,728,729	66,230,329
Special items - gain on sale of unimproved land	-	14,738,294	-	-	-	-
Change in net assets	\$ 4,749,297	\$ 23,198,134	\$ 1,734,568	\$ 485,353	\$ 2,075,272	\$ 2,095,031

	2006	2005	2004	2003
\$	29,684,423	\$ 29,489,836	\$ 28,622,875	\$ 27,514,106
	9,761,943	10,075,736	8,772,927	6,892,915
	2,457,130	2,313,812	2,146,951	2,210,881
	2,411,873	3,980,940	4,540,510	4,057,728
	4,157,429	4,189,405	3,903,009	4,052,325
	2,127,549	2,153,151	2,277,525	2,345,349
	1,603,677	1,573,681	1,471,314	1,393,892
	1,758,551	1,723,002	1,949,138	1,620,581
	1,967,734	3,149,185	3,102,859	3,178,003
	3,116,292	3,158,776	2,901,443	2,669,451
	8,623,572	7,958,624	7,462,844	7,459,936
	1,822,578	1,662,586	1,750,367	1,917,690
	17,624	5,040	-	-
	-	-	-	568
	784,992	686,371	741,611	1,582,074
	3,740,081	3,283,849	4,036,559	4,035,554
	<u>74,035,448</u>	<u>75,403,994</u>	<u>73,679,932</u>	<u>70,931,053</u>
	2,011,517	1,620,040	1,458,402	1,254,906
	-	-	-	31,462
	443,375	269,247	312,622	304,958
	1,511,619	1,508,288	1,511,944	1,346,393
	87,129	50,086	31,070	-
	<u>7,466,696</u>	<u>8,794,743</u>	<u>8,871,015</u>	<u>8,815,864</u>
	<u>11,520,336</u>	<u>12,242,404</u>	<u>12,185,053</u>	<u>11,753,583</u>
	<u>(62,515,112)</u>	<u>(63,161,590)</u>	<u>(61,494,879)</u>	<u>(59,177,470)</u>
	43,711,772	40,520,262	51,853,631	48,150,277
	9,143,267	10,773,925	2,392,837	4,014,823
	5,114,305	5,085,487	-	-
	940,929	742,374	613,503	539,799
	1,817,007	1,721,289	1,710,670	1,727,625
	-	-	349,933	-
	1,262,109	819,231	291,486	1,210,295
	1,094,053	960,939	549,752	329,042
	<u>63,083,442</u>	<u>60,623,507</u>	<u>57,761,812</u>	<u>55,971,861</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$	<u>568,330</u>	<u>(2,538,083)</u>	<u>(3,733,067)</u>	<u>(3,205,609)</u>

Community High School District 99
FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2012	2011	2010	2009
General Fund				
Nonspendable	\$ 22,659,025	\$ 21,576,715	\$ -	\$ -
Unassigned	11,065,958	10,387,239	-	-
Assigned	1,756,350	1,198,066	-	-
Reserved	-	-	598,272	1,280,583
Unreserved	-	-	11,499,339	6,446,728
Total General Fund	<u>\$ 35,481,333</u>	<u>\$ 33,162,020</u>	<u>\$ 12,097,611</u>	<u>\$ 7,727,311</u>
All Other Governmental Funds				
Unassigned				
Operations and Maintenance	\$ (27,714,552)	\$ (25,346,052)	\$ -	\$ -
Transportation	(336,363)	(771,960)	-	-
Municipal Retirement / Soc. Sec.	(927,850)	(410,664)	-	-
Restricted				
Debt Service	1,119,643	1,378,578	-	-
Capital Projects	2,644,351	15,721,009	-	-
Assigned				
Site Acquisition	-	373,784	-	-
Reserved	-	-	410,617	445,810
Unreserved, reported in:				
Special Revenue Funds	-	-	(9,892,756)	(5,183,036)
Debt Service Fund	-	-	979,629	913,053
Capital Projects Fund	-	-	(2,878,351)	(2,738,064)
Total All Other Governmental Funds	<u>\$ (25,214,771)</u>	<u>\$ (9,055,305)</u>	<u>\$ (11,380,861)</u>	<u>\$ (6,562,237)</u>

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54), which was adopted by the District as of the fiscal year ended June 30, 2011. In the fund financial statements, governmental funds now report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
1,416,448	1,696,681	1,182,696	418,540	527,124	120,589
<u>2,698,926</u>	<u>(3,845,630)</u>	<u>(8,264,460)</u>	<u>(9,883,687)</u>	<u>(7,276,669)</u>	<u>(4,515,777)</u>
\$ <u><u>4,115,374</u></u>	\$ <u><u>(2,148,949)</u></u>	\$ <u><u>(7,081,764)</u></u>	\$ <u><u>(9,465,147)</u></u>	\$ <u><u>(6,749,545)</u></u>	\$ <u><u>(4,395,188)</u></u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
805,431	1,090,827	1,103,481	1,102,766	1,408,717	1,405,633
(45,716)	5,710,130	9,460,123	12,027,802	12,846,360	13,247,023
804,937	613,284	443,317	321,538	57,769	(1,600,235)
<u>(525,486)</u>	<u>(243,217)</u>	<u>(4,074,716)</u>	<u>(3,871,809)</u>	<u>(3,063,588)</u>	<u>7,169,576</u>
\$ <u><u>1,039,166</u></u>	\$ <u><u>7,171,024</u></u>	\$ <u><u>6,932,205</u></u>	\$ <u><u>9,580,297</u></u>	\$ <u><u>11,249,258</u></u>	\$ <u><u>20,221,997</u></u>

Community High School District 99
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Local Sources				
Property taxes	\$ 73,555,663	\$ 71,448,825	\$ 69,260,971	\$ 65,874,367
Replacement taxes	926,804	1,007,473	776,881	960,307
Charges for services	3,784,234	3,832,582	3,684,947	3,825,859
Earnings on investments	573,077	413,580	299,337	916,092
Other local sources	<u>985,698</u>	<u>1,200,924</u>	<u>325,917</u>	<u>698,724</u>
Total local sources	<u>79,825,476</u>	<u>77,903,384</u>	<u>74,348,053</u>	<u>72,275,349</u>
State sources	<u>15,315,334</u>	<u>14,497,892</u>	<u>14,416,748</u>	<u>11,825,931</u>
Federal sources	<u>2,180,097</u>	<u>2,371,757</u>	<u>2,878,732</u>	<u>2,003,407</u>
Total	<u>\$ 97,320,907</u>	<u>\$ 94,773,033</u>	<u>\$ 91,643,533</u>	<u>\$ 86,104,687</u>

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 63,549,100	\$ 60,689,305	\$ 57,969,344	\$ 56,379,674	\$ 54,246,468	\$ 52,165,100
1,097,780	1,026,567	940,929	742,374	613,503	539,799
3,900,090	4,017,209	4,053,640	3,391,025	3,275,368	2,892,571
2,264,361	1,886,985	970,654	819,231	291,486	1,210,650
832,909	674,633	1,094,053	839,889	582,831	374,190
<u>71,644,240</u>	<u>68,294,699</u>	<u>65,028,620</u>	<u>62,172,193</u>	<u>59,009,656</u>	<u>57,182,310</u>
<u>10,436,348</u>	<u>8,605,612</u>	<u>7,476,876</u>	<u>8,526,543</u>	<u>9,260,838</u>	<u>8,800,530</u>
<u>1,793,562</u>	<u>1,999,524</u>	<u>1,806,827</u>	<u>1,989,489</u>	<u>1,670,780</u>	<u>1,742,959</u>
<u>\$ 83,874,150</u>	<u>\$ 78,899,835</u>	<u>\$ 74,312,323</u>	<u>\$ 72,688,225</u>	<u>\$ 69,941,274</u>	<u>\$ 67,725,799</u>

Community High School District 99
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS

	2012	2011	2010	2009
Current				
Instruction				
Regular programs	\$ 33,405,733	\$ 31,528,932	\$ 33,506,998	\$ 32,425,842
Special programs	10,239,147	9,265,302	9,431,351	8,750,555
Other instructional programs	3,877,548	3,684,326	3,669,696	3,634,534
State retirement contributions	9,802,334	8,718,032	9,212,174	6,748,987
Total instruction	57,324,762	53,196,592	55,820,219	51,559,918
Supporting Services				
Pupils	4,330,683	4,281,970	4,404,681	4,420,371
Instructional staff	1,936,170	1,711,443	1,711,673	1,733,857
General administration	1,170,016	1,184,406	1,073,583	1,150,693
School administration	1,877,500	1,850,207	1,819,539	1,746,668
Business	3,842,000	2,097,380	2,200,993	3,106,531
Transportation	3,121,136	3,273,703	3,532,443	3,392,415
Operations and maintenance	7,850,260	7,955,421	7,711,852	7,918,613
Central	2,450,385	2,243,771	2,395,254	2,245,964
Other supporting services	1,456	2,960	-	-
Total supporting services	26,579,606	24,601,261	24,850,018	25,715,112
Community Services	6,097	5,167	6,127	3,216
Nonprogrammed charges	1,729,296	2,035,612	2,156,287	2,156,243
Total current	85,639,761	79,838,632	82,832,651	79,434,489
Other:				
Debt service:				
Principal	6,865,000	6,045,000	4,305,000	3,820,000
Interest	2,913,110	2,660,844	2,759,805	2,849,773
Capital outlay	16,243,040	7,777,563	2,194,401	3,989,991
Total other	26,021,150	16,483,407	9,259,206	10,659,764
Total	\$ 111,660,911	\$ 96,322,039	\$ 92,091,857	\$ 90,094,253
Debt Service as a Percentage of Noncapital Direct Expenditures	10.248%	9.832%	7.859%	7.746%

2008	2007	2006	2005	2004	2003
\$ 31,716,111	\$ 30,321,917	\$ 29,024,084	\$ 29,092,357	\$ 27,708,047	\$ 26,730,775
8,511,745	8,318,508	8,474,334	8,597,018	7,340,849	6,813,230
2,666,234	2,464,417	2,392,174	2,126,338	2,038,263	2,120,807
5,030,420	3,441,529	2,411,873	3,980,940	4,540,510	4,057,728
47,924,510	44,546,371	42,302,465	43,796,653	41,627,669	39,722,540
4,237,451	4,357,377	4,134,399	4,164,615	3,880,279	4,028,296
1,404,851	1,266,033	1,521,242	1,536,435	1,663,590	1,650,182
1,502,244	1,692,862	1,566,106	1,542,358	1,434,774	1,362,606
1,735,207	1,683,889	1,664,252	1,637,990	1,621,102	1,431,070
2,044,638	1,960,629	1,918,779	2,718,483	2,978,957	3,147,371
3,275,921	2,890,660	3,095,388	3,140,184	2,879,123	2,648,701
7,711,290	8,629,750	7,927,813	7,389,865	6,918,090	6,936,054
2,499,573	1,773,948	1,819,571	1,642,261	1,689,135	1,920,392
4,472	7,130	17,624	5,040	-	-
24,415,647	24,262,278	23,665,174	23,777,231	23,065,050	23,124,672
7,393	7,691	-	-	-	568
2,173,656	1,842,123	2,013,230	2,113,966	2,108,865	1,721,541
74,521,206	70,658,463	67,980,869	69,687,850	66,801,584	64,569,321
3,550,000	2,985,000	2,595,000	3,000,000	2,070,638	2,273,603
2,803,955	2,697,386	2,831,368	2,930,419	3,321,524	3,322,366
6,521,454	2,208,754	1,169,895	2,167,879	1,949,204	5,155,642
12,875,409	7,891,140	6,596,263	8,098,298	7,341,366	10,751,611
\$ 87,396,615	\$ 78,549,603	\$ 74,577,132	\$ 77,786,148	\$ 74,142,950	\$ 75,320,932
7.856%	7.443%	7.392%	7.843%	7.469%	7.975%

Community High School District 99

OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE LAST TEN FISCAL YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Excess of revenues over (under) expenditures	\$ (14,340,004)	\$ (1,549,006)	\$ (448,324)	\$ (3,989,566)	\$ (3,522,465)
Other financing sources (uses)					
Principal on bonds sold	-	10,000,000	-	-	3,654,930
Premiums on bonds sold	-	199,677	-	-	-
Payments to escrow agent	-	-	-	-	-
Transfers in	3,124,444	1,107,720	946,137	1,048,595	626,430
Transfers out	(3,124,444)	(1,107,720)	(946,137)	(1,048,595)	(626,430)
Other	<u>499,851</u>	<u>14,739,294</u>	<u>-</u>	<u>100</u>	<u>-</u>
Total	<u>499,851</u>	<u>24,938,971</u>	<u>-</u>	<u>100</u>	<u>3,654,930</u>
Net change in fund balance	\$ <u>(13,840,153)</u>	\$ <u>23,389,965</u>	\$ <u>(448,324)</u>	\$ <u>(3,989,466)</u>	\$ <u>132,465</u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 350,232	\$ (264,809)	\$ (5,097,923)	\$ (4,201,676)	\$ (7,595,133)
4,821,402	-	40,480,223	-	-
-	-	-	-	-
-	-	(39,766,763)	5,591	-
616,714	310,128	339,195	251,297	491,703
(616,714)	(310,128)	(339,195)	(251,297)	(491,703)
-	-	-	-	-
4,821,402	-	713,460	5,591	-
<u>\$ 5,171,634</u>	<u>\$ (264,809)</u>	<u>\$ (4,384,463)</u>	<u>\$ (4,196,085)</u>	<u>\$ (7,595,133)</u>

Community High School District 99
EQUALIZED ASSESSED VALUATION AND ESTIMATED
ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX LEVY YEARS

Tax Levy Year	Residential	Farms	Commercial	Industrial	Railroad	Total Assessed Value	Total Direct Rate	Estimated Actual Value
2011	\$ 3,480,255,128	\$ 53,742	\$ 792,618,004	\$ 65,387,780	\$ 1,128,851	\$ 4,339,443,505	1.7271	\$ 13,018,330,515
2010	3,708,859,802	52,369	802,848,202	67,642,610	956,519	4,580,359,502	1.6105	13,741,078,506
2009	3,938,922,582	50,709	861,641,005	71,650,990	836,188	4,873,101,474	1.4679	14,619,304,422
2008	3,926,491,746	142,679	883,600,342	71,007,480	694,371	4,881,936,618	1.4214	14,645,809,854
2007	3,685,960,429	142,779	874,623,002	67,364,520	605,139	4,628,695,869	1.4269	13,886,087,607
2006	3,363,466,953	145,960	845,849,722	67,543,020	539,799	4,277,545,454	1.4884	12,832,636,362
2005	3,081,522,185	36,084	811,672,597	60,933,300	517,084	3,954,681,250	1.5365	11,864,043,750
2004	2,796,353,127	39,676	788,865,664	60,257,610	559,071	3,646,075,148	1.5914	10,938,225,444
2003	2,569,148,353	48,703	750,988,294	58,784,780	571,890	3,379,542,020	1.6696	10,138,626,060
2002	2,348,442,881	47,301	752,159,547	56,875,200	660,707	3,158,185,636	1.7191	9,474,556,908

Source of information: DuPage County Clerk

Note: The County assesses property at approximately 33.3% of actual value for all types of real property, under the County's jurisdiction. Estimated actual value is calculated by dividing assessed value by that percentage. Tax rates are per \$100 of assessed value. The tax levy year is defined as the first preceding calendar year of each fiscal year.

Community High School District 99
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN TAX LEVY YEARS

	2011	2010	2009	2008
District Direct Rates				
Educational	1.2103	1.1614	1.0970	1.0856
Tort Immunity	0.0000	0.0000	0.0000	0.0000
Operations and Maintenance	0.2049	0.1499	0.0950	0.0938
Special Education	0.0202	0.0220	0.0205	0.0210
Bond and Interest	0.1822	0.1772	0.1632	0.1288
Transportation	0.0675	0.0560	0.0512	0.0512
Illinois Municipal Retirement	0.0152	0.0220	0.0205	0.0205
Social Security	0.0268	0.0220	0.0205	0.0205
Total Direct	1.7271	1.6105	1.4679	1.4214
Overlapping Rates				
DuPage County	0.1773	0.1659	0.1554	0.1557
DuPage County Forest Preserve Dist.	0.1414	0.1321	0.1217	0.1206
DuPage Airport Authority	0.0169	0.0158	0.0148	0.0160
Downers Grove Township	0.0307	0.0281	0.0256	0.0254
Downers Grove Township Road Dist.	0.0459	0.0420	0.0382	0.0379
Village of Downers Grove & Library	0.7923	0.7591	0.6784	0.6196
Downers Grove Park District	0.3077	0.2900	0.2699	0.2781
Downers Grove Sanitary District	0.0363	0.0336	0.0305	0.0301
Downers Grove School District #58	1.8851	1.6991	1.6304	1.5713
College of DuPage #502	0.2495	0.2349	0.2127	0.1858
Total Direct & Overlapping Rate	5.4102	5.0111	4.6455	4.4619

Source of information: DuPage County Clerk

Note: Tax rates are per \$100 of assessed value.

The Tax Levy Year is defined as the first preceding calendar year of each fiscal year.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year.

2007	2006	2005	2004	2003	2002
1.0986	1.1901	1.1800	1.1800	1.1800	1.1537
0.0000	0.0000	0.0000	0.0000	0.0000	0.0489
0.0975	0.0765	0.1100	0.1462	0.2148	0.2413
0.0194	0.0000	0.0199	0.0200	0.0200	0.0192
0.1272	0.1330	0.1362	0.1404	0.1506	0.1542
0.0454	0.0468	0.0450	0.0548	0.0592	0.0480
0.0194	0.0210	0.0227	0.0250	0.0225	0.0269
0.0194	0.0210	0.0227	0.0250	0.0225	0.0269
1.4269	1.4884	1.5365	1.5914	1.6696	1.7191
0.1651	0.1713	0.1797	0.1850	0.1999	0.2154
0.1187	0.1303	0.1271	0.1358	0.1419	0.1534
0.0170	0.0183	0.0198	0.0213	0.0230	0.0248
0.0256	0.0268	0.0278	0.0290	0.0306	0.0324
0.0383	0.0401	0.0416	0.0434	0.0459	0.0486
0.6425	0.5669	0.6079	0.6426	0.6476	0.5854
0.2932	0.3062	0.3188	0.3322	0.3489	0.3828
0.0303	0.0316	0.0326	0.0339	0.0355	0.0366
1.5816	1.6523	1.7049	1.7721	1.8523	1.9765
0.1888	0.1929	0.1874	0.1972	0.2097	0.2179
4.5280	4.6251	4.7841	4.9839	5.2049	5.3929

Community High School District 99
PRINCIPAL TAXPAYERS IN THE DISTRICT
CURRENT TAX YEAR AND NINE YEARS AGO

Type of Business, Property		Tax Levy Year 2011	Percentage of Total 2011
		Equalized Assessed Valuation	Equalized Assessed Valuation
# 1	Hamilton Partners	\$ 39,027,819	0.90%
# 2	Wells Reit II & III	29,903,000	0.69%
# 3	BRE COH IL LLC	21,199,920	0.49%
# 4	PTA-K 225	20,507,500	0.47%
# 5	Bchwestwood LLC and Bchemerald	17,815,890	0.41%
# 6	Amli at 7 Bridges LP	16,811,720	0.39%
# 7	Oak Brook Promenade LLC	14,704,900	0.34%
# 8	EL AD Windsor Lakes LLC	11,955,260	0.28%
# 9	Interventure Advisors LLC	11,766,660	0.27%
# 10	Equity Fund Advisors Inc	<u>11,700,110</u>	<u>0.27%</u>
Total		\$ <u>195,392,779</u>	<u>4.50%</u>

Type of Business, Property		Tax Levy Year 2002	Percentage of Total 2002
		Equalized Assessed Valuation	Equalized Assessed Valuation
# 1	Hamilton Partners	\$ 63,270,090	2.00%
# 2	Duke Realty, Ltd.	26,832,140	0.85%
# 3	EQR - (Four Lakes Village, apartments)	24,068,740	0.76%
# 4	CB Richards	19,872,120	0.63%
# 5	Carramerica	15,179,290	0.48%
# 6	B.F. Real Estate US ILP	14,182,010	0.45%
# 7	Highland Landmark Inv.	13,465,600	0.43%
# 8	Alter Asset Management	12,979,130	0.41%
# 9	MS Land LLC and MS Building LLC	12,393,860	0.39%
# 10	Cal Strs/Centerpoint Shopping Center	<u>9,676,230</u>	<u>0.31%</u>
Total		\$ <u>211,919,210</u>	<u>6.71%</u>

Source of information: Office of the DuPage County and Assessor's Offices of the following townships:
Milton, York, Lisle and Downers Grove.

Note: Tax Levy Year is defined as the first preceding calendar year of each fiscal year.

Community High School District 99
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX LEVY YEARS

LEVY YEAR	TAXES EXTENDED FOR THE LEVY YEAR		COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY PERCENTAGE OF LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE PERCENTAGE OF LEVY	
			AMOUNT			AMOUNT	
2011	\$	74,946,529	\$ 36,920,677	49.26 %	\$ -	\$ 36,920,677	49.26
2010		73,766,690	36,313,946	49.23	37,241,827	73,555,773	99.71
2009		71,532,257	34,393,999	48.08	37,054,826	71,448,825	99.88
2008		67,228,346	32,736,603	48.69	36,524,368	69,260,971	103.02
2007		66,046,861	31,382,624	47.52	34,491,743	65,874,367	99.74
2006		63,666,987	30,886,231	48.51	32,662,869	63,549,100	99.81
2005		60,763,677	29,927,672	49.25	30,758,787	60,686,459	99.87
2004		58,023,640	28,639,393	49.36	29,322,692	57,962,085	99.89
2003		56,424,833	27,558,066	48.84	28,772,088	56,330,154	99.83
2002		54,333,775	27,558,066	50.72	26,703,485	54,261,551	99.87

Community High School District 99

RATIO OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

Year	General Obligation Bonds	Debt Certificates	ISBE Technology Loan	Capital Lease	Installment Agreements	Total	Percentage of Personal Income	Outstanding Debt Per Capita
2012	\$ 61,897,028	\$ 6,915,000	\$ -	\$ 438,200	\$ -	\$ 69,250,228	2.22%	\$ 857
2011	67,137,220	7,985,000	-	-	-	75,122,220	2.56%	930
2010	61,969,697	8,485,000	-	-	-	70,454,697	2.98%	884
2009	64,921,539	8,970,000	-	-	-	73,891,539	3.12%	928
2008	67,478,247	9,435,000	-	-	-	76,913,247	3.20%	951
2007	69,476,111	6,255,000	-	-	-	75,731,111	3.08%	916
2006	71,234,994	1,735,000	-	-	-	72,969,994	3.15%	937
2005	72,657,443	2,000,000	-	-	-	74,657,443	3.17%	942
2004	72,770,929	2,255,000	-	-	-	75,025,929	3.22%	958
2003	73,643,050	2,477,000	68,638	-	90,000	76,278,688	3.29%	978

Note: See Demographic and Economic Statistics table for personal and population data.

Source of information: Business Office - District's Audited Financial Statements

Community High School District 99
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt	Less: Amounts Available To Repay Principal	Net General Bonded Debt	Percentage of Net General Bonded Debt To Estimated Actual Valuation	Net General Bonded Debt Per Capita
2012	\$ 61,897,028	\$ 1,119,643	\$ 60,777,385	0.47 %	\$ 752
2011	67,137,220	1,378,578	65,758,642	0.48	814
2010	61,969,697	979,629	60,990,068	0.42	557
2009	64,921,539	913,053	64,008,486	0.46	804
2008	67,478,247	804,937	66,673,310	0.48	837
2007	69,476,111	613,284	68,862,827	0.54	864
2006	71,234,994	443,317	70,791,677	0.60	889
2005	72,657,443	321,538	72,335,905	0.66	912
2004	72,770,929	57,769	72,713,160	0.72	914
2003	73,643,050	38,565	73,604,485	0.78	924
2002	74,801,623	748,461	74,053,162	0.86	939

Community High School District 99

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT

June 30, 2012

Taxing Authority	Outstanding Bonds	Applicable to District	
		Percent	Amount
Direct bonded debt:			
Community High School District 99	\$ 48,569,207	100.000%	\$ 48,569,207
Overlapping bonded debt:			
County			
DuPage County	47,865,000	11.517%	5,512,612
DuPage County Forest Preserve	201,547,213	11.517%	23,212,193
School District			
School District 58	10,930,000	100.000%	10,930,000
School District 60	20,235,000	23.909%	4,837,986
School District 61	3,210,000	46.128%	1,480,709
School District 63	2,297,575	0.137%	3,148
School District 66	2,780,000	100.000%	2,780,000
School District 68	4,185,000	100.000%	4,185,000
School District 502	171,980,000	10.335%	17,774,133
Park Districts			
Butterfield Park District	238,000	13.830%	32,915
Darien Park District	1,892,595	37.941%	718,069
Downers Grove Park District	5,855,000	96.625%	5,657,394
Lisle Park District	13,285,000	9.398%	1,248,524
Oak Brook Park District	2,809,733	15.027%	422,219
Oakbrook Terrace Park District	720,000	4.839%	34,841
Westmont Park District	735,000	30.169%	221,742
Woodridge Park District	5,443,500	73.350%	3,992,807
York Center Park District	780,000	11.803%	92,063
Municipalities			
Village of Bolingbrook	169,997,085	2.035%	3,459,441
Village of Darien	7,690,000	38.290%	2,944,501
Village of Downers Grove	92,635,000	95.865%	88,804,543
Village of Woodridge	24,800,000	70.201%	17,409,848
Miscellaneous			
DuPage Co. SSA #26	1,250,000	100.000%	1,250,000
Fountaindale Library	37,675,000	2.066%	778,366
Indian Prairie Library District and IP Library Bond District	915,000	15.566%	142,429
Total Direct and Overlapping General Obligation Bonded Debt			\$ 246,494,690

Sources of information: DuPage County Clerk's Office

Note: Percent applicable to School District calculated using assessed valuation of the School District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

Community High School District 99
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Debt Limit	\$ 299,421,602	\$ 316,044,806	\$ 336,244,002	\$ 336,853,627
Total Net Debt Applicable to Limit	<u>69,250,228</u>	<u>75,122,220</u>	<u>70,454,697</u>	<u>73,891,539</u>
Legal Debt Margin	<u>\$ 230,171,374</u>	<u>\$ 240,922,586</u>	<u>\$ 265,789,305</u>	<u>\$ 262,962,088</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	23%	24%	21%	22%
2011 Equalized Assessed Valuation	<u>\$ 4,339,443,505</u>			
Voted and Unvoted Debt Limit - 6.9% of Equalized Assessed Valuation		\$ 299,421,602		
Total Debt Outstanding	69,250,228			
Less: Exempted Debt	<u>-</u>			
Net Subject to 6.9% Limit		<u>69,250,228</u>		
Total Legal Voted and Unvoted Debt Margin		<u>\$ 230,171,374</u>		

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 319,380,015	\$ 298,902,767	\$ 276,044,382	\$ 254,255,743	\$ 233,188,399	\$ 218,081,004
<u>76,913,247</u>	<u>75,731,111</u>	<u>72,969,994</u>	<u>74,657,443</u>	<u>75,025,929</u>	<u>76,278,688</u>
<u>\$ 242,466,768</u>	<u>\$ 223,171,656</u>	<u>\$ 203,074,388</u>	<u>\$ 179,598,300</u>	<u>\$ 158,162,470</u>	<u>\$ 141,802,316</u>
24%	25%	26%	29%	32%	35%

Community High School District 99
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
2012	80,804	\$ 3,112,941,984	\$ 38,525	7.3%
2011	80,804	2,929,556,984	36,255	8.3%
2010	85,602	2,569,361,980	30,015	8.4%
2009	85,602	2,569,361,980	30,015	5.0%
2008	82,826	2,491,644,340	30,083	3.8%
2007	82,796	2,490,646,486	30,082	3.4%
2006	82,347	2,476,517,520	30,074	4.7%
2005	82,347	2,476,517,520	30,074	5.0%
2004	80,189	2,417,015,900	30,141	5.5%
2003	80,093	2,413,984,220	30,140	5.5%

Source of Information:

U.S. Bureau of Census, 2010 Census - Population data for years 2010 through 2012 is 2010 Census Redistricting Data (Public Law 94-171) Summary File, Table P1.

U.S. Bureau of Census, 2000 Census - Population data for years 2003 through 2009 is combined populations of Village of Downers Grove and Village of Woodridge.

U.S. Bureau of Census - Personal and Per Capita Income data is average of Village of Downers Grove and Village of Woodridge.

U. S. Bureau of Labor Statistics - Unemployment Rate is for DuPage County, IL - mid fiscal year (December) totals.

Community High School District 99
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>2012</u>		
Employer	Employees	Percentage of Total Employment
Good Samaritan Hospital	2,700	5.77%
Sara Lee Corporation	2,900	6.20%
Molex Incorporated	1,700	3.64%
Devry, Inc	850	1.82%
CA, Inc.	800	1.71%
R.R. Donnelley & Sons Co.	642	1.37%
Downers Grove SD #58	639	1.37%
IMS Co., Inc	550	1.18%
Conventry Health Care	530	1.13%
Acosta Sales & Marketing Co.	500	1.07%
The Morey Corporation	450	0.96%
Wilton Brands	450	0.96%
Woodridge S.D. #68	420	0.90%
Samual Strapping Systems	400	0.86%
	13,531	28.93%

Sources of Information:

Phone canvass of employers, 2011 Illinois Manufacturers' News Directory, 2011 Illinois Services Directory, 2011 Harris Illinois Industrial Directory, and Illinois Department of Employment Security.

Note: The estimated number of persons employed in the District in 2011-12 is 46,765.

(Continued)

Community High School District 99
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>2003</u>		
Employer	Employees	Percentage of Total Employment
Good Samaritan Hospital	2,400	4.61%
First Health, Inc., Coventary Health Care	800	1.54%
Spiegel, Inc.	750	1.44%
Axiom Corp.	726	1.39%
The Servicemaster Co., L.P.	720	1.38%
Community High School District 99	669	1.28%
Gross Graphic Systems, Inc.	600	1.15%
Tricon Industries, Inc.	675	1.30%
R.R. Donnelley & Sons Co.	500	0.96%
Woodridge School District 68	500	0.96%
	8,340	16.01%

Source of Information: Phone canvass of employers, Downers Grove and Woodridge Chamber of Commerce.

Note: The estimated number of persons employed in the District in 2002-03 is 52,083.

(Concluded)

Community High School District 99

NUMBER OF EMPLOYEES BY TYPE

LAST TEN FISCAL YEARS

	2011- 2012	2010- 2011	2009- 2010	2008 - 2009
Administration:				
Superintendent	1	1	1	1
Assistant Superintendents	2	2	2	2
District Administrators	5	5	5	5
Principals and Building Administrators	<u>15</u>	<u>15</u>	<u>15</u>	<u>15</u>
Total administration	<u>23</u>	<u>23</u>	<u>23</u>	<u>23</u>
Other Certified Staff:				
Teachers	322	327	326	325
Department Chairs	20	20	20	20
Librarians	6	5	5	5
Counselors	18	18	20	20
Student Assistance Coordinators	2	2	2	2
Social workers	7	5	5	5
Deans	7	7	7	7
Psychologists	5	5	5	5
Nurses	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
Total other certified staff	<u>389</u>	<u>391</u>	<u>392</u>	<u>391</u>
Support staff:				
Teacher aides	86	83	85	82
Student supervisors	22	22	22	22
Clerical and other support	86	84	83	83
Technical Support	12	11	11	11
Maintenance, custodians and grounds	<u>59</u>	<u>59</u>	<u>59</u>	<u>59</u>
Total support staff	<u>265</u>	<u>259</u>	<u>260</u>	<u>257</u>
 Total employees	 <u>677</u>	 <u>673</u>	 <u>675</u>	 <u>671</u>

Source of Information: District Personnel Records

2007 - 2008	2006 - 2007	2005 - 2006	2004 - 2005	2003 - 2004	2002 - 2003
1	1	1	1	1	1
2	2	2	2	2	2
6	6	6	6	7	7
<u>15</u>	<u>15</u>	<u>15</u>	<u>15</u>	<u>14</u>	<u>14</u>
<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>
324	329	327	328	319	310
20	20	20	20	20	20
6	6	6	7	7	7
20	20	20	20	20	20
2	2	2	2	2	2
7	5	5	5	5	5
7	7	7	9	9	9
5	5	5	5	5	5
<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
<u>393</u>	<u>396</u>	<u>394</u>	<u>398</u>	<u>389</u>	<u>380</u>
78	74	76	85	81	78
21	26	24	31	33	29
87	87	88	89	88	88
11	11	11	11	11	11
<u>59</u>	<u>59</u>	<u>58</u>	<u>69</u>	<u>69</u>	<u>70</u>
<u>256</u>	<u>257</u>	<u>257</u>	<u>285</u>	<u>282</u>	<u>276</u>
<u>673</u>	<u>677</u>	<u>675</u>	<u>707</u>	<u>695</u>	<u>680</u>

Community High School District 99
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	EXPENSES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL - TEACHER RATIO	PERCENTAGE OF STUDENTS RECEIVING FREE OR REDUCED PRICE MEALS
2012	5,196	\$ 86,856,283	\$ 16,716	9.5%	\$ 92,246,699	\$ 17,753	8.9%	322	16.1	21.8%
2011	5,328	81,313,050	15,261	-5.2%	86,124,649	16,165	-5.7%	327	16.3	20.0%
2010	5,269	84,771,380	16,089	7.3%	90,035,032	17,088	6.7%	326	16.2	16.9%
2009	5,375	80,565,613	14,989	5.7%	85,718,606	15,948	6.1%	325	16.5	15.9%
2008	5,454	77,325,734	14,178	8.8%	81,661,617	14,973	9.6%	324	16.8	13.6%
2007	5,677	73,962,406	13,028	6.2%	76,828,821	13,533	3.1%	329	17.3	9.6%
2006	5,642	69,205,760	12,266	-2.7%	74,035,448	13,122	-2.5%	327	17.3	9.0%
2005	5,605	70,653,866	12,606	3.9%	75,403,994	13,453	1.8%	328	17.1	8.8%
2004	5,575	67,657,986	12,136	-1.2%	73,679,932	13,216	-1.0%	319	17.5	7.4%
2003	5,316	65,314,169	12,286	3.9%	70,931,053	13,343	n/a	310	17.1	5.8%

Sources of information:

Enrollment from District records - Fall Housing Reports.

Operating Expenditures taken from total expenditures of General and Special Revenue Funds.

Expenses are total governmental activities expense. Information prior to FY 2003 is not available.

Percentage of Free or Reduced meals taken from District records of approved free or reduced applications - National School Lunch and Breakfast Program.

Community High School District 99

SCHOOL BUILDING INFORMATION LAST TEN FISCAL YEARS

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
North Campus										
Square Feet	453,652	453,652	453,652	453,652	453,652	453,652	453,652	453,652	453,652	453,652
Capacity (Students)	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200
Enrollment	2,131	2,179	2,144	2,169	2,265	2,363	2,335	2,327	2,241	2,164
South Campus										
Square Feet	470,878	470,878	470,878	470,878	470,878	470,878	470,878	470,878	470,878	470,878
Capacity (Students)	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400
Enrollment	3,065	3,149	3,125	3,206	3,189	3,314	3,307	3,278	3,334	3,152
Administrative Office										
Square Feet	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500
Transportation Building										
Square Feet	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600

Sources of information:

- Area of buildings from District records - Office of Director of Physical Plant and Operations
- Capacity reflects functional operating capacity which is approximately 85% of actual capacity
- Enrollment is from District records - Fall Housing Reports

Community High School District 99
OPERATING EXPENDITURES PER STUDENT - STATE BOARD FORMAT
June 30, 2012 and June 30, 2011

	<u>2012</u>	<u>2011</u>
Expenditures:		
Educational Fund	\$ 62,452,781	\$ 59,127,960
Operations and Maintenance fund	8,838,659	7,826,519
Transportation Fund	3,206,717	3,326,913
Municipal Retirement/Social Security Fund	2,555,792	2,313,626
Debt Service Fund	9,778,110	8,705,844
	<u>86,832,059</u>	<u>81,300,862</u>
Less Revenues/Expenditures not Applicable to Operating Expense of Regular Programs		
<u>General</u>		
Educational:		
Tuition paid	1,729,296	2,035,612
Summer School	333,270	308,401
Capital outlay	1,803,399	1,221,313
Community service	6,096	5,167
Operations and Maintenance:		
Capital outlay	1,551,919	593,347
<u>Special Revenue</u>		
Transportation:		
Capital outlay	129,410	53,210
Municipal Retirement/Social Security		
Summer School	16,411	14,911
<u>Debt Service</u>		
Debt retirement	6,865,000	6,045,000
	<u>12,434,801</u>	<u>10,276,961</u>
Net operating expenditures	\$ <u>74,397,258</u>	\$ <u>71,023,901</u>
Average daily attendance	<u>4,864</u>	<u>4,859</u>
Operating expenditure per student	\$ <u>15,295</u>	\$ <u>14,617</u>

Source of information: Annual Financial Reports to Illinois State Board of Education, (ISBE Form 50-35)