

Community High School

District 99

DuPage County, Illinois



**Comprehensive Annual
Financial Report
Year Ended June 30, 2013**

Comprehensive Annual Financial Report

of

**Community High School
District 99**

Downers Grove, Illinois

For the Fiscal Year Ended June 30, 2013

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, 2013

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INTRODUCTORY SECTION

December 20, 2013

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, 2013, 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, required and other supplementary financial information which includes 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 5,154 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 3,500 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

GAAP requires 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 2012 levy is intended for the fiscal year beginning July 1, 2013.

First installment tax collections of the 2012 tax levy were \$37.6 million, representing 48.6% of the total levy, and were deferred to the 2013-14 fiscal year. This compares to the prior year's first installment collection of \$36.9 million which was 49.3% of the total 2011 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 \$5,253 per pupil in the 2012-13 fiscal year. Districts with the highest wealth per pupil received a "Flat Grant" allocation amount of \$218 per pupil in the 2012-13 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 \$370 per pupil in the 2012-13 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. 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 \$0.9 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 0.3% to 0.8% over the last five years. The District anticipates new construction to average about 0.4% over the next five years.

The calendar years 2011 and 2012 CPI-U increase factors were 3.0% and 1.7% respectively. These factors will be used to limit the 2012 and 2013 calendar year levies and, in turn, impact property tax increases for the 2013-14 and 2014-15 fiscal years, respectively. The District has developed financial forecast estimates of 2.1% for this index for the 2013 and 2014 calendar years thereby affecting respective forecasted revenues for fiscal 2015-16 and 2016-17.

The combined tax cap and new construction increase amount is expected to be about 3.4% next year. Following that, the annual increase is expected to be about 2.1%. 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 two 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 was completed. In 2013-14, our Transition Program students will all be served "in district."

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, 2012. This was the fourteenth 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 2013 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,

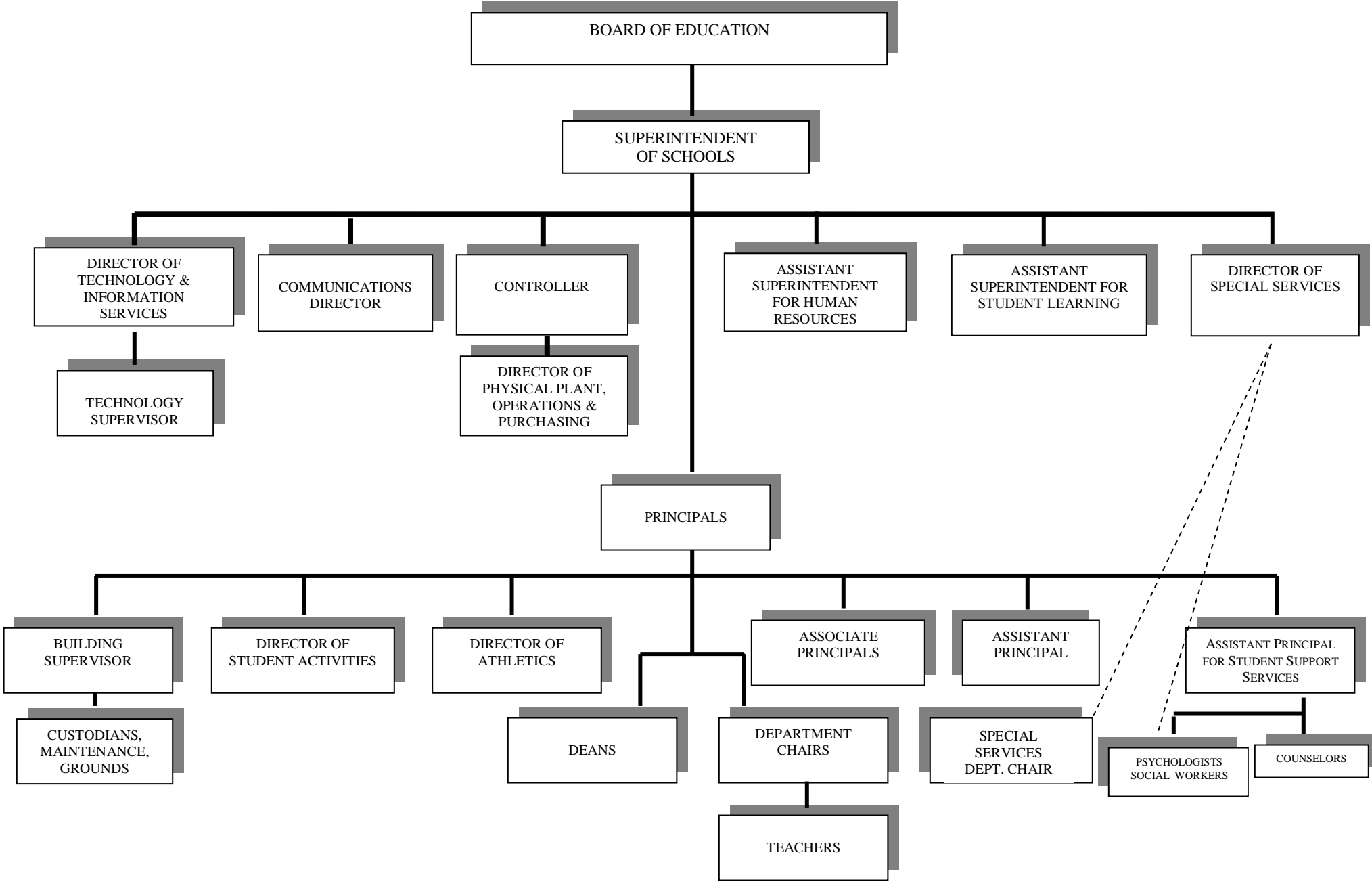
A handwritten signature in black ink, appearing to read 'Mark McDonald', with a large, sweeping flourish at the end.

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, 2013

Board of Education

		<u>Term Expires</u>
Nancy J. Kupka	President	2015
Rick A. Pavinato	Vice President	2017
Deborah L. Boyle	Member	2017
Julia K. Beckman	Member	2017
Michael J. Davenport	Member	2015
Keith R.W. Matune	Member	2015
Teresa K. Pavesich	Member	2017

Appointed Official

Joann Power	Secretary
Eric C. Wagner	District Treasurer

District Administration

Mark A. McDonald	Superintendent
Gina R. Ziccardi	Assistant Superintendent for Student Learning & Support Services
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
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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, 2012*

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



A handwritten signature in black ink, reading "Ron McCulley", written over a horizontal line.

Ron McCulley, CPPB, RSBO
President

A handwritten signature in black ink, reading "John D. Musso", written over a horizontal line.

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

Report on the Financial Statements

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, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 from material misstatement.

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

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

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, 2013, and the respective changes in financial position thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 16, the Illinois Municipal Retirement Fund historical data on page 58, the other postemployment benefits data on page 59, and the budgetary comparison schedules and notes to required supplementary information on pages 60 through 80 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.

Other Information

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 in the introductory section, the statistical section, and the other supplementary financial information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary financial information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary financial information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information (Continued)

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Community High School District 99, as of and for the year ended June 30, 2012 (not presented herein), and have issued our report thereon dated December 13, 2012, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund for the year ended June 30, 2012 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 2012 financial statements. The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund have been subjected to the auditing procedures applied in the audit of the 2012 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for the Capital Projects Fund and Debt Service Fund are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2012.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 15, 2013 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
December 20, 2013

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

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, 2013. 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 \$178.5 million.
- The District's total liabilities were \$146.8 million.
- Long-term liabilities decreased by \$6.7 million and other liabilities increased by \$1.6 million in FY 2013.
- The total net position increased by \$6.0 million to \$31.7 million during the year.
- General revenues were \$78.4 million and total expenses net of program revenues were \$72.3 million.
- Expenses for total governmental activities, net of program revenues, decreased by \$.7 million, or by about 1.0%, compared to FY 2012.
- Investment earnings from governmental activities were approximately \$140,000 for FY 2013 and approximately \$237,000 for FY2012.
- Program revenues increased by more than \$1.7 million, or 8.8%, compared to FY 2012.
- Total capital assets increased by \$7.7 million during the year and were \$124.5 million at June 30, 2013.
- Accumulated depreciation was \$35.0 million and \$31.7 million at June 30, 2013 and 2012, 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.

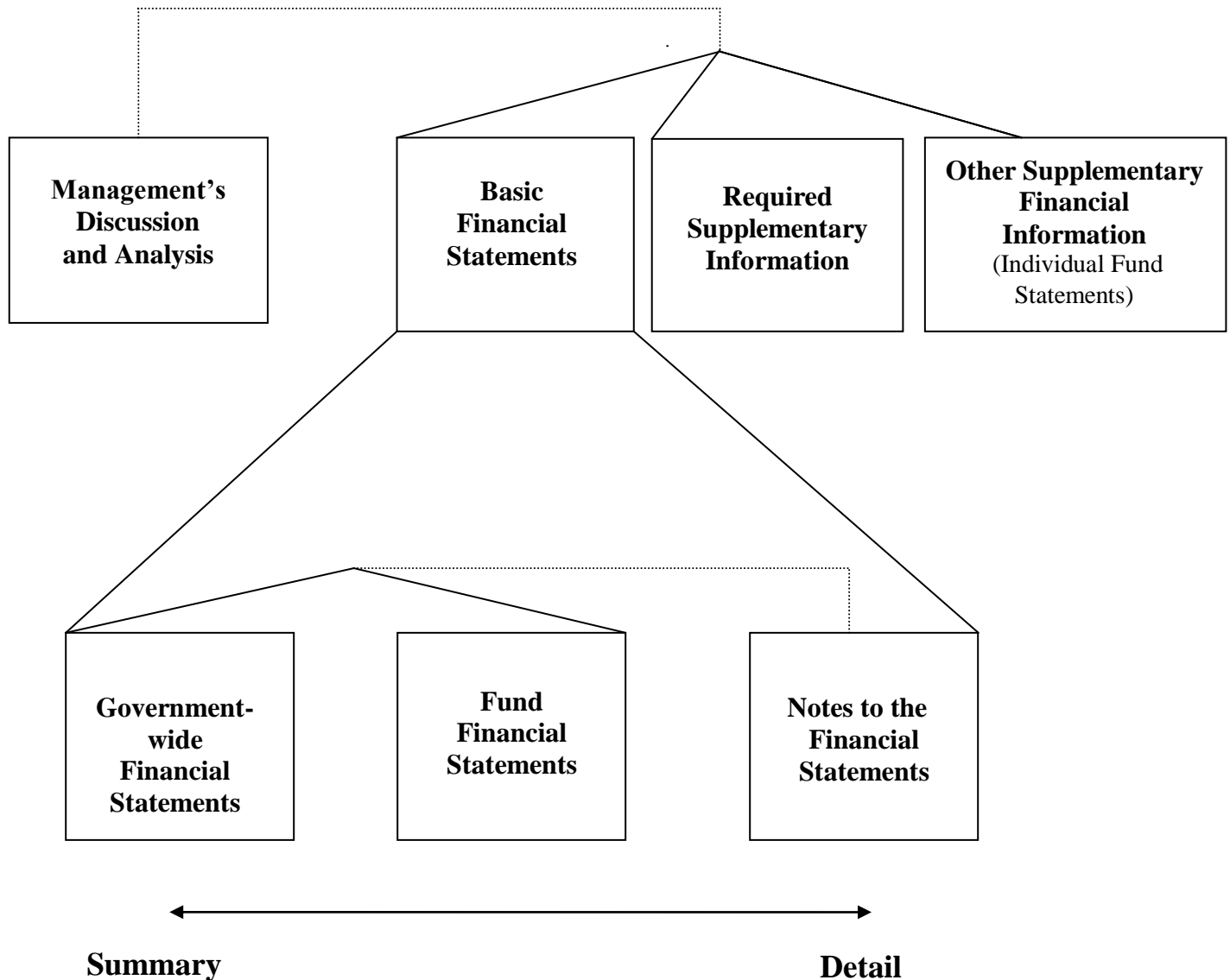
COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

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.

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, 2013

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 position • 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 position • Statement of changes in fiduciary net position
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 position 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, 2013

In the current year, the District implemented the Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* (GASB 63). In the government-wide financial statements, the District is now required to report five elements on the statement of net position (formerly known as the statement of net assets), assets, deferred outflow of resources, liabilities, deferred inflows of resources, and net position (formerly known as net assets). The types of deferred outflows and inflows of resources to be reported currently consist of service concession arrangements and derivative instruments. As of June 30, 2013, the District has no deferred outflows or deferred inflows of resources.

The two government-wide statements report the District's *net position* and how they have changed. Net position – 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 position 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.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

- *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.

Financial Analysis of the District as a Whole

Net position: The District's *combined* net position were \$31.7 million on June 30, 2013, an increase of \$6.0 million compared to \$25.7 million as of June 30, 2012. (See Figure A-3).

Figure A-3 Condensed Statement of Net Position

	Governmental Activities	
	<u>2013</u>	<u>2012</u>
Current and other assets	\$ 89,010,352	\$ 92,429,488
Capital assets, net of depreciation	<u>89,476,662</u>	<u>85,152,328</u>
Total assets	<u>178,487,014</u>	<u>177,581,816</u>
Long-term liabilities	63,252,620	69,963,438
Other liabilities	<u>83,499,157</u>	<u>81,914,105</u>
Total liabilities	<u>146,751,777</u>	<u>151,877,543</u>
Net position		
Invested in capital assets, net of related debt	38,594,562	28,730,656
Restricted	1,458,732	3,745,602
Unrestricted	<u>(8,318,057)</u>	<u>(6,771,985)</u>
Total net position	<u>\$ 31,735,237</u>	<u>\$ 25,704,273</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 19.6% 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 19.6%, each year, over the last decade. Finally, earnings on investments have dropped dramatically in the last few years to a level below \$140,000 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 position: The District's total revenues were \$99.2 million (See Figure A-4) representing a \$2.2 million increase from last year. The largest portion of the increase, or \$1.5 million, is attributable to increased State retirement "on behalf" contributions made directly to the Teachers' Retirement System of the State of Illinois. 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 17.5% came from grants and contributions. Charges for services raised 3.5% of the total revenues. State aid from formula grants provided 2.1% 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, 2013

The total costs of all programs and services were \$93.2 million, representing a \$1.0 million increase compared to the previous year. The District's expenses are predominantly related to instructing, caring for (pupil services) and transporting students (77.8 percent). (See Figure A-6.) The District's administrative and business activities accounted for 6.5 percent of total costs. Operations and maintenance expenses were 8.6 percent of the costs for the year. Other costs, including interest on long-term debt, were 7.1 percent.

Total revenues exceeded total expenses by \$6.0 million, and resulted in net position of \$31.7 million at the end of the year.

Figure A-4 Changes in Net Position from Operating Results

	<u>2013</u>	<u>% of Total</u>	<u>2012</u>	<u>% of Total</u>
Revenues				
Program revenues				
Charges for services	\$ 3,482,780	3.5%	\$ 3,784,234	3.9%
Grants and contributions	17,366,773	17.5%	15,375,632	15.8%
General revenues				
Taxes	75,586,232	76.2%	74,641,360	77.0%
State aid - formula grants	2,076,727	2.1%	2,119,799	2.2%
Investment earnings	139,755	0.1%	236,515	0.2%
Miscellaneous	<u>576,336</u>	<u>0.6%</u>	<u>838,456</u>	<u>0.9%</u>
Total revenues	99,228,603	100.0%	96,995,996	100.0%
Expenses				
Instruction	61,455,594	65.9%	59,541,551	64.5%
Pupil and instructional services	7,609,344	8.2%	7,125,278	7.7%
Administration and business	6,067,953	6.5%	7,565,839	8.2%
Transportation	3,435,359	3.7%	3,249,004	3.5%
Operations and maintenance	8,061,229	8.6%	8,104,263	8.8%
Central	2,623,925	2.8%	2,466,096	2.7%
Community services	37,958	0.0%	6,097	0.0%
Non-programmed charges (excluding Sp. Ed.)	793,049	0.9%	769,579	0.8%
Interest on long term liabilities	<u>3,113,228</u>	<u>3.3%</u>	<u>3,418,992</u>	<u>3.7%</u>
Total expenses	93,197,639	100.0%	92,246,699	100.0%
 Change in net position	 6,030,964		 4,749,297	
 Net position:				
 July 1 - beginning of year	 <u>25,704,273</u>		 <u>20,954,976</u>	
 June 30 - end of year	 <u>\$ 31,735,237</u>		 <u>\$ 25,704,273</u>	

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

Figure A-5 Sources of Revenue Comparison

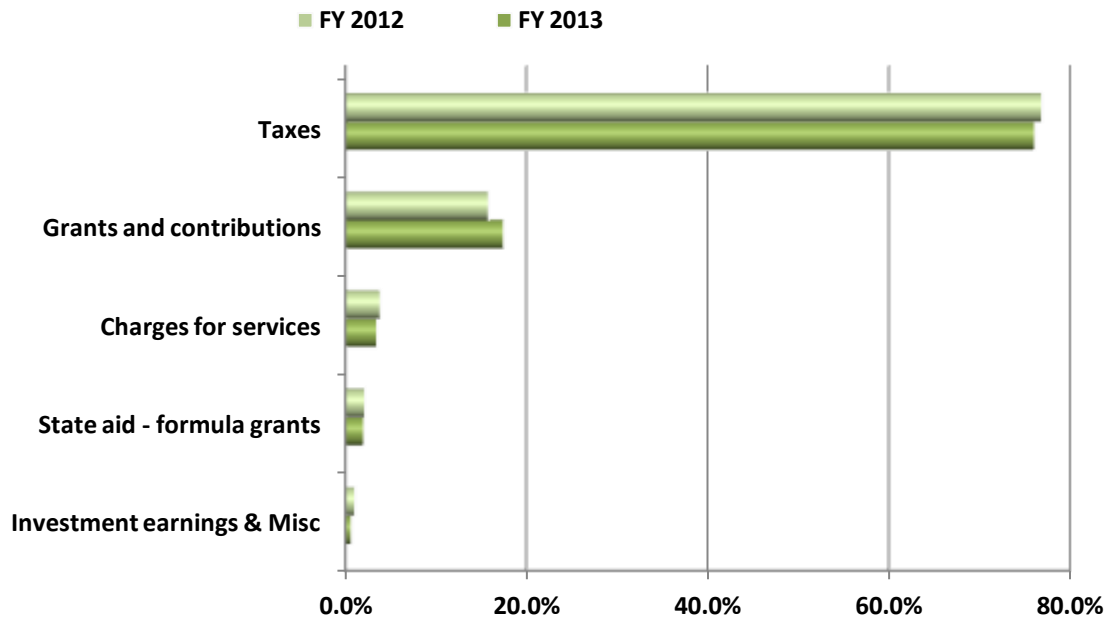
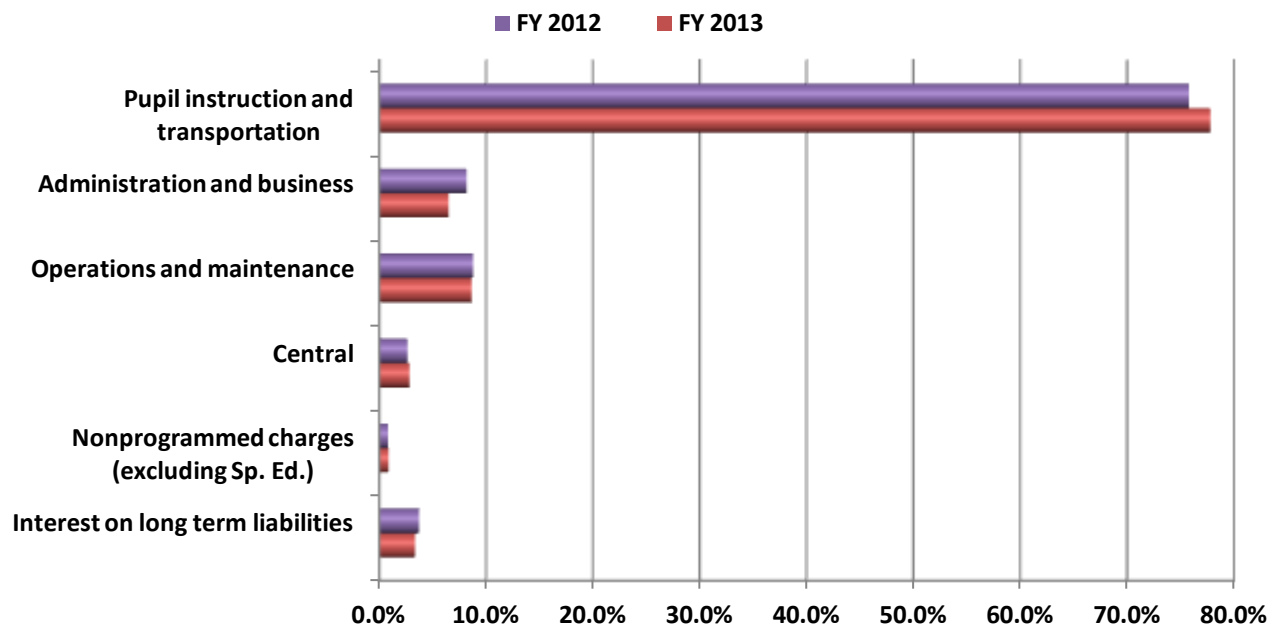


Figure A-6 Expenses of Governmental Activities Comparison



COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

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, 2013, real estate tax revenues increased by \$1.0 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 \$2.0 million during the fiscal year ended June 30, 2013. This was primarily due to State retirement contributions increasing by \$1.5 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, non-programmed charges, and interest on long term debt.

Figure A-7 Total Cost of Governmental Activities

	TOTAL COST OF SERVICES			
	<u>2013</u>	<u>2012</u>	<u>\$ change</u>	<u>% change</u>
Instruction	\$ 61,455,594	\$ 59,541,551	\$ 1,914,043	3.2%
Pupil and instructional services	7,609,344	7,125,278	484,066	6.8%
Administration and business	6,067,953	7,565,839	(1,497,886)	-19.8%
Transportation	3,435,359	3,249,004	186,355	5.7%
Operations and maintenance	8,061,229	8,104,263	(43,034)	-0.5%
Central and other supporting services	2,623,925	2,466,096	157,829	6.4%
Community services	37,958	6,097	31,861	522.6%
Non programmed charges	793,049	769,579	23,470	3.0%
Interest and fees	<u>3,113,228</u>	<u>3,418,992</u>	<u>(305,764)</u>	-8.9%
Total	<u>\$ 93,197,639</u>	<u>\$ 92,246,699</u>	<u>\$ 950,940</u>	1.0%

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 \$93.2 million.
- About 3.7% of the cost was financed by the users of the District's programs (\$3.5 million).

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

- The federal and State governments subsidized certain programs with grants and contributions (\$17.4 million).
- Most of the District's costs (\$72.3 million), however, were financed primarily by District taxpayers.

Figure A-8 Net Cost of Governmental Activities

	NET COST OF SERVICES			
	<u>2013</u>	<u>2012</u>	<u>\$ change</u>	<u>% change</u>
Instruction	\$ 43,760,804	\$ 43,461,630	\$ 299,174	0.7%
Pupil and instructional services	7,501,484	7,078,188	423,296	6.0%
Administration and business	4,360,535	5,775,579	(1,415,044)	-24.5%
Transportation	2,302,346	2,175,469	126,877	5.8%
Operations and maintenance	7,854,757	7,935,203	(80,446)	-1.0%
Central and other supporting services	2,623,925	2,466,096	157,829	6.4%
Community services	37,958	6,097	31,861	522.6%
Non programmed charges	793,049	769,579	23,470	3.0%
Interest and fees	<u>3,113,228</u>	<u>3,418,992</u>	<u>(305,764)</u>	-8.9%
Total	<u>\$ 72,348,086</u>	<u>\$ 73,086,833</u>	<u>\$ (738,747)</u>	-1.0%

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 \$5.1 million, resulting in a combined fund balance of about \$5.1 million.

The General (Educational and Working Cash) Fund reflects a decrease of \$.8 million for the year ended June 30, 2013. Total revenues decreased by only \$0.1 million, or .1%, during the 2012-13 fiscal year. If not for the \$1.5 million increase in On Behalf Payments to TRS from the State, all three revenue sources, (local, state and federal), would have reflected a \$1.6 million total decrease compared to the 2011-12 fiscal year. General Fund taxes were about \$0.9 million lower this year compared to last year, with all other local sources, taken in the aggregate, dropping by \$1.1 million compared to last year. Total state sources, other than the On Behalf Payments to TRS from the State, increased by \$0.3 million when taken in the aggregate. Total federal sources remained the same for the year. Total expenditures for the General Fund increased by \$2.6 million or 3.5% for the 2012-13 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 \$1.5 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 reflect a \$0.4 million decrease attributable to fewer students coming into the district requiring out of district placements. Other financing uses in this fund includes \$2.3 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, 2013

The Operations and Maintenance Fund reflects a decrease in fund balance of \$.7 million. The general levy this year was \$8.9 million for the year ended June 30, 2013 and is \$2.0 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 \$.4 million this year. Total costs for facilities acquisition and construction services increased by \$0.5 million and capital outlay in the Operation and Maintenance of Plant Services area increased by \$0.4 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 \$28.4 million.

The Transportation Fund shows an increase in fund balance of \$0.7 million. Revenues were \$4.1 million and expenditures were \$3.4 million. Expenditures for purchased services were higher by \$0.2 million this year due to increased transportation costs for special needs students served in the district. The fund balance for the Transportation Fund is \$0.3 million at year end.

The fund balance of the Municipal Retirement/Social Security Fund decreased by \$0.9 million during the year. The fund deficit at year end is \$1.8 million. A shift in the allocation of property tax levy from the General Fund to this fund is expected to help reduce the deficit in future years.

The increase of \$0.1 million in the fund balance of the Debt Service Fund occurred primarily because revenues of about \$7.9 million and transfers in of \$2.1 million exceeded expenditures of about \$9.9 million for the year. The Debt Service Fund has a fund balance of \$1.2 million at year end.

A decrease of \$3.4 million is reflected in the fund balance of the Capital Projects Fund. This net decrease resulted from expenditure activity pertaining to 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 deficit at year end is \$.8 million.

Capital Asset and Debt Administration

Capital Assets

By the end of 2013, the District had invested \$124.5 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 \$3.4 million, and net improvements and additions amounted to about \$4.3 million. Capital assets, net of depreciation, totaled \$89.5 million at June 30, 2013.

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

Figure A-9 Capital Assets (net of depreciation)

	<u>2013</u>	<u>2012</u>	<u>\$ change</u>	<u>% change</u>
Land	\$ 2,635,102	\$ 2,635,102	\$ -	0.0%
Buildings and Improvements	113,145,273	106,262,417	6,882,856	6.5%
Equipment	7,539,527	6,731,564	807,963	12.0%
Vehicles	693,511	693,511	-	0.0%
Construction in Progress	<u>476,075</u>	<u>481,502</u>	<u>(5,427)</u>	-1.1%
Total	124,489,488	116,804,096	7,685,392	6.6%
Less accumulated depreciation	<u>(35,012,826)</u>	<u>(31,651,768)</u>	<u>(3,361,058)</u>	10.6%
Net capital assets	<u>\$ 89,476,662</u>	<u>\$ 85,152,328</u>	<u>\$ 4,324,334</u>	5.1%

The District maintains a Five-Year Capital Project Program 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.

Long-Term Debt

At year-end, the District had \$63.3 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 \$6.7 million of outstanding bonds and debt certificates during the year.
- The legal debt margin is \$215 million, or 78% unused, of the total authority of \$278 million.
- The District leased 445 tablet/laptop computers in June 2012 (\$0.5 million).

Figure A-10 Outstanding Long-term Debt

	<u>2013</u>	<u>2012</u>	<u>\$ change</u>	<u>% change</u>
General obligation bonds	\$ 55,449,366	\$ 61,729,292	\$ (6,279,926)	-10.2%
Debt certificates	6,573,013	6,947,598	(374,585)	-5.4%
Capital Lease	291,293	438,200	(146,907)	100.0%
IMRF net pension obligation	564,966	507,287	57,679	11.4%
Compensated Absences	<u>373,982</u>	<u>341,061</u>	<u>32,921</u>	9.7%
Total	<u>63,252,620</u>	<u>69,963,438</u>	<u>(6,710,818)</u>	-9.6%

COMMUNITY HIGH SCHOOL DISTRICT 99

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2013

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 2012 and 2013 tax extensions have already been established and are 3.0% and 1.7%, respectively. These limits will impact the property tax revenue to be reflected in the 2012-13 and 2013-14 years respectively. Long-term projections for the CPI-U reflect an annual increase of 2.1% for the three years following 2013-14.

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 through 2012-13 State budgets and a dramatic reduction in funding to schools was postponed at least until 2013-14. This development allowed the District to improve the overall financial condition over the last three years and be better prepared to face any future reductions in funding when the State does eventually balance its own budget.

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 2012-13 was 5,154 students. Enrollment is expected to decrease slightly next year and then stabilize at a level of about 5,100 by the 2014-15 fiscal year. The District intends to keep pupil-to-teacher ratios constant going forward.

The District has adopted a balanced budget for the fiscal year ending June 30, 2014 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, 2013

During the 2013-14 fiscal year the District will purchase a 10,000 square foot building which will house the District 99 Transition program. This program serves special needs students age 19 to age 22 by teaching them life skills. The new building brings with it new facility operating costs, however those expenses are expected to be largely offset by reduced transportation and other operating costs also attributable to the Transition Program.

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 POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2013

ASSETS

Cash and investments	\$ 47,802,490
Receivables (net of allowance for uncollectibles):	
Interest	12,716
Property taxes	38,965,538
Replacement taxes	182,739
Intergovernmental	1,117,723
Other current assets	588,888
Deferred charges	340,258
Capital assets:	
Land	2,635,102
Construction in progress	476,075
Depreciable buildings, property, and equipment, net	<u>86,365,485</u>
Total assets	<u>178,487,014</u>

LIABILITIES

Accounts payable	2,115,394
Salaries and wages payable	3,319,651
Other current liabilities	1,160,100
Interest payable	369,479
Unearned revenue	76,534,533
Long-term liabilities:	
Due within one year	8,021,850
Due after one year	<u>55,230,770</u>
Total liabilities	<u>146,751,777</u>

NET POSITION

Invested in capital assets, net of related debt	38,594,562
Restricted For:	
Debt service	1,140,625
Student transportation	318,107
Unrestricted	<u>(8,318,057)</u>
Total net position	<u>\$ 31,735,237</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, 2013

Functions / Programs	Expenses	PROGRAM REVENUES		Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental activities				
Instruction:				
Regular programs	\$ 34,456,548	\$ 1,809,093	\$ 530,723	\$ (32,116,732)
Special programs	11,791,629	-	3,579,495	(8,212,134)
Other instructional programs	3,860,356	318,530	109,888	(3,431,938)
State retirement contributions	11,347,061	-	11,347,061	-
Support services:				
Pupils	4,747,280	-	-	(4,747,280)
Instructional staff	2,862,064	-	107,860	(2,754,204)
General administration	909,651	-	-	(909,651)
School administration	1,971,471	-	27,880	(1,943,591)
Business	3,186,831	1,148,685	530,853	(1,507,293)
Transportation	3,435,359	-	1,133,013	(2,302,346)
Operations and maintenance	8,061,229	206,472	-	(7,854,757)
Central	2,620,375	-	-	(2,620,375)
Other supporting services	3,550	-	-	(3,550)
Community services	37,958	-	-	(37,958)
Nonprogrammed charges -				
excluding special education	793,049	-	-	(793,049)
Interest and fees	3,113,228	-	-	(3,113,228)
 Total governmental activities	 <u>\$ 93,197,639</u>	 <u>\$ 3,482,780</u>	 <u>\$ 17,366,773</u>	 <u>(72,348,086)</u>
 General revenues:				
Taxes:				
Real estate taxes, levied for general purposes				53,178,208
Real estate taxes, levied for specific purposes				13,587,016
Real estate taxes, levied for debt service				7,874,052
Personal property replacement taxes				946,956
State aid-formula grants				2,076,727
Investment earnings				139,755
Miscellaneous				576,336
Total general revenues				<u>78,379,050</u>
 Change in net position				 6,030,964
 Net position, beginning of year				 <u>25,704,273</u>
 Net position, end of year				 \$ 31,735,237

The accompanying notes are an integral part of this statement.

Community High School District 99

Governmental Funds

BALANCE SHEET

June 30, 2013

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
ASSETS				
Cash and investments	\$ 64,198,632	\$ -	\$ 1,859,241	\$ -
Receivables (net of allowance for uncollectibles):				
Interest	12,716	-	-	-
Property taxes	26,269,132	5,907,004	1,527,463	1,225,216
Replacement taxes	182,739	-	-	-
Intergovernmental	833,015	-	284,708	-
Other current assets	-	-	-	-
Total assets	<u>\$ 91,496,234</u>	<u>\$ 5,907,004</u>	<u>\$ 3,671,412</u>	<u>\$ 1,225,216</u>
LIABILITIES AND FUND BALANCES				
Cash deficit	\$ -	\$ 21,831,886	\$ -	\$ 649,471
Accounts payable	890,246	778,132	353,123	-
Salaries and wages payable	3,319,651	-	-	-
Other current liabilities	956,442	127,546	-	-
Deferred revenue	<u>51,606,905</u>	<u>11,602,299</u>	<u>3,000,182</u>	<u>2,406,520</u>
Total liabilities	<u>56,773,244</u>	<u>34,339,863</u>	<u>3,353,305</u>	<u>3,055,991</u>
Fund balances:				
Nonspendable	23,318,374	-	-	-
Restricted	-	-	318,107	-
Assigned	2,194,884	-	-	-
Unassigned	<u>9,209,732</u>	<u>(28,432,859)</u>	<u>-</u>	<u>(1,830,775)</u>
Total fund balance	<u>34,722,990</u>	<u>(28,432,859)</u>	<u>318,107</u>	<u>(1,830,775)</u>
Total liabilities and fund balance	<u>\$ 91,496,234</u>	<u>\$ 5,907,004</u>	<u>\$ 3,671,412</u>	<u>\$ 1,225,216</u>

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 5,062,991	\$ -	\$ 71,120,864
-	-	12,716
4,036,723	-	38,965,538
-	-	182,739
-	-	1,117,723
-	201,529	201,529
<u>\$ 9,099,714</u>	<u>\$ 201,529</u>	<u>\$ 111,601,109</u>
\$ -	\$ 837,017	\$ 23,318,374
1,100	92,793	2,115,394
-	-	3,319,651
-	76,112	1,160,100
<u>7,928,768</u>	<u>-</u>	<u>76,544,674</u>
<u>7,929,868</u>	<u>1,005,922</u>	<u>106,458,193</u>
-	-	23,318,374
1,169,846	-	1,487,953
-	-	2,194,884
-	(804,393)	(21,858,295)
<u>1,169,846</u>	<u>(804,393)</u>	<u>5,142,916</u>
<u>\$ 9,099,714</u>	<u>\$ 201,529</u>	<u>\$ 111,601,109</u>

Community High School District 99
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
For the Year Ended June 30, 2013

Total fund balances - governmental funds	\$ 5,142,916
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Amounts reported for governmental activities in the statement of net position are different because:

Net capital assets used in governmental activities and included in the statement of net position do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.	89,476,662
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The net other post employment asset resulting from contributions in excess of the annual required contribution is not a financial resource and, therefore, is not reported in the funds.	387,359
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Certain revenues receivable by the District and recognized in the statement of net position do not provide current financial resources and are deferred in the governmental funds balance sheet.	10,141
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Certain long-term assets included in the statement of net position 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 position are not due and payable in the current period. Accordingly, these are not included in the governmental funds balance sheet.	(62,912,362)
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Interest on long-term liabilities (interest payable) accrued in the statement of net position will not be paid with current financial resources and, therefore, is not recognized in the governmental funds balance sheet.	<u>(369,479)</u>
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Net position - governmental activities	<u><u>\$ 31,735,237</u></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, 2013

	General	Operations and Maintenance	Transportation	Municipal Retirement / Soc. Sec.
Revenues				
Property taxes	\$ 53,178,208	\$ 8,854,810	\$ 2,917,087	\$ 1,815,119
Replacement taxes	916,956	-	-	30,000
State aid	16,078,270	27,880	1,133,013	-
Federal aid	2,204,337	-	-	-
Interest	157,763	69	23	16
Other	3,825,463	220,902	-	-
Total revenues	76,360,997	9,103,661	4,050,123	1,845,135
Expenditures				
Current:				
Instruction:				
Regular programs	33,117,891	-	-	913,268
Special programs	10,435,936	-	-	264,309
Other instructional programs	4,012,365	-	-	107,273
State retirement contributions	11,347,061	-	-	-
Support services:				
Pupils	4,501,911	-	-	202,031
Instructional staff	1,862,185	-	-	31,734
General administration	1,117,220	-	-	34,693
School administration	1,799,435	-	-	81,950
Business	1,920,539	303,781	-	101,288
Transportation	39,706	-	3,395,627	-
Operations and maintenance	419	7,198,540	-	784,206
Central	2,388,296	-	-	227,308
Other supporting services	3,550	-	-	-
Community services	37,958	-	-	-
Nonprogrammed charges	1,835,835	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	399,772	1,748,099	26	-
Total expenditures	74,820,079	9,250,420	3,395,653	2,748,060
Excess (deficiency) of revenues over expenditures	1,540,918	(146,759)	654,470	(902,925)
Other financing sources (uses)				
Transfers in	50,000	-	-	-
Transfers (out)	(2,349,261)	(571,548)	-	-
Total other financing sources (uses)	(2,299,261)	(571,548)	-	-
Net change in fund balance	(758,343)	(718,307)	654,470	(902,925)
Fund balance (deficit), beginning of year	35,481,333	(27,714,552)	(336,363)	(927,850)
Fund balance (deficit), end of year	\$ 34,722,990	\$ (28,432,859)	\$ 318,107	\$ (1,830,775)

The accompanying notes are an integral part of this statement.

Debt Service	Capital Projects	Total
\$ 7,874,052	\$ -	\$ 74,639,276
-	-	946,956
-	-	17,239,163
-	-	2,204,337
59	-	157,930
-	12,751	4,059,116
<u>7,874,111</u>	<u>12,751</u>	<u>99,246,778</u>
-	-	34,031,159
-	-	10,700,245
-	-	4,119,638
-	-	11,347,061
-	-	4,703,942
-	-	1,893,919
-	-	1,151,913
-	-	1,881,385
-	411,922	2,737,530
-	-	3,435,333
-	-	7,983,165
-	-	2,615,604
-	-	3,550
-	-	37,958
-	-	1,835,835
7,226,907	-	7,226,907
2,676,910	-	2,676,910
-	3,840,473	5,988,370
<u>9,903,817</u>	<u>4,252,395</u>	<u>104,370,424</u>
<u>(2,029,706)</u>	<u>(4,239,644)</u>	<u>(5,123,646)</u>
2,079,909	790,900	2,920,809
-	-	(2,920,809)
<u>2,079,909</u>	<u>790,900</u>	<u>-</u>
50,203	(3,448,744)	(5,123,646)
<u>1,119,643</u>	<u>2,644,351</u>	<u>10,266,562</u>
<u>\$ 1,169,846</u>	<u>\$ (804,393)</u>	<u>\$ 5,142,916</u>

Community High School District 99

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended June 30, 2013

Net change in fund balance - total governmental funds	\$	(5,123,646)
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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.	4,324,334
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The net other post employment asset resulting from contributions in excess of the annual required contribution is not a financial resource and, therefore, is not reported in the funds.	148,462
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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.	(18,175)
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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.	50,111
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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.	6,706,916
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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>(57,038)</u>
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Change in net position - governmental activities	\$	<u><u>6,030,964</u></u>
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The accompanying notes are an integral part of this statement.

Community High School District 99
Fiduciary Funds
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2013

	Agency Fund	Private Purpose Trust Fund
<hr/>		
ASSETS		
Cash and investments	<u>\$ 630,010</u>	<u>\$ 1,516,270</u>
LIABILITIES		
Due to student groups	<u> 630,010</u>	<u> -</u>
NET POSITION HELD IN TRUST FOR EXTERNAL PARTIES	<u><u>\$ -</u></u>	<u><u>\$ 1,516,270</u></u>

The accompanying notes are an integral part of this statement.

Community High School District 99
Fiduciary Funds - Private Purpose Trust Fund
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Fiscal year Ended June 30, 2013

	<u>Private Purpose Trust Fund</u>
ADDITIONS	
Contributions by external parties	\$ 792,868
Interest and investment income	<u>3,674</u>
Total additions	796,542
DEDUCTIONS	
Scholarships paid	<u>40,195</u>
Changes in net position	756,347
Net position, beginning of year	<u>759,923</u>
Net position, end of year	<u><u>\$ 1,516,270</u></u>

The accompanying notes are an integral part of this statement.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

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. New Accounting Pronouncement

The Governmental Accounting Standards Board (GASB) has issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* (GASB 63), which was adopted by the District, as of the fiscal year ended June 30, 2013. In the government-wide financial statements, the District is now required to report five elements on the statement of net position (formerly known as the statement of net assets), assets, deferred outflow of resources, liabilities, deferred inflows of resources, and net position (formerly known as net assets). The types of deferred outflows and inflows of resources to be reported currently consist of service concession arrangements and derivative instruments. As of June 30, 2013, the District has no deferred outflows or deferred inflows of resources.

3. 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting (Continued)

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.

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

4. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

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 - accounts for all revenues and 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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

e. Fiduciary Funds

The Fiduciary Funds account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

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, and student clubs and council. They are reported using the modified accrual basis of accounting.

The *Private Purpose Trust Fund* - is accounted for on the flow of economic resources measurement focus and uses the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The Private Purpose Trust Fund accounts for scholarship and memorial trust funds, the principal of which may not be spent.

5. 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 and the modified accrual basis of accounting, as are the fiduciary agency fund financial statements. 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, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Deposits and Investments

Investments are stated at fair value. Due to the nature of the District's investments, fair value equals cost. No amortization is made to interest income for discounted federal securities. Gains and losses on the sale of investments are recorded as interest income at the date of sale or maturity.

7. 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.

Construction in progress is stated at cost and includes engineering, design, material, and labor incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.

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

8. 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). He/she is reimbursed for one-half of any remaining unused sick days at the substitute rate of pay.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. 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, 2013; therefore, no liability for accumulated sick leave is reported.

9. 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	\$ -	\$ 76,534,533	\$ 76,534,533
Interest income receivable	<u>10,141</u>	<u>-</u>	<u>10,141</u>
Total	<u>\$ 10,141</u>	<u>\$ 76,534,533</u>	<u>\$ 76,544,674</u>

10. 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 position. Bond premiums and discounts, losses on refunding of bonds and 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 or loss on refunding. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental funds recognize bond premiums and discounts, losses on refunding, and 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. Losses on refunding and 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, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. 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.

12. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles, with the exception of "on-behalf" payments received and made for the amounts contributed by the state of Illinois for the employer's share of the Teachers Retirement System pension which are not budgeted for by the District. 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.

13. Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position 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 position was 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.

14. 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.

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 report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Fund Balance (Continued)

- 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. As of June 30, 2013, the District has no committed fund balances.
- 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. The Board of Education has designated the Controller with the ability to assign fund balances.
- 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.

Governmental fund balances reported on the fund financial statements at June 30, 2013 are as follows:

The nonspendable fund balance in the General Fund consists of \$23,318,374 for interfund advances. The assigned fund balance in the General (Educational) Fund is comprised of \$2,194,884 for health claims. All restricted fund balances are for the purpose of the restricted funds as described in Note A-4.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

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 Position

The governmental funds balance sheet includes a reconciliation between total fund balances – governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “Long-term assets included in the statement of net position. 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 position 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	\$ (47,270,000)
Capital appreciation bonds	(8,346,419)
Debt certificates	(6,545,000)
Capital lease	(291,293)
Unamortized bond premiums/deferred charges	479,298
Compensated absences	(373,982)
Illinois Municipal Retirement Fund net pension obligation	<u>(564,966)</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position – governmental activities	\$ <u><u>(62,912,362)</u></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 position - 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	\$ 7,685,392
Depreciation expense	<u>(3,361,058)</u>
Net adjustment to increase net change in fund balance - total governmental funds to arrive at change in net position - governmental activities	\$ <u><u>4,324,334</u></u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

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

(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:

Principal repayments	
General obligation bonds	\$ 6,710,000
Debt certificates	370,000
Capital lease	146,907
Accreted interest	(429,391)
Net IMRF pension obligation	(57,679)
Compensated absences (net)	<u>(32,921)</u>
Net adjustment to decrease net change in fund balances – total governmental funds to arrive at change in net position of governmental activities	 <u><u>\$ 6,706,916</u></u>

NOTE C - DEPOSITS AND INVESTMENTS

The District's investment policy is in line with State Statutes. The investments that the District may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

At June 30, 2013, the District's cash and investments consisted of the following:

	<u>Governmental</u>	<u>Fiduciary</u>	<u>Total</u>
Cash and investments	<u>\$ 47,802,490</u>	<u>\$ 2,146,280</u>	<u>\$ 49,948,770</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

For disclosure purposes, this amount is segregated into three components: 1) cash on hand; 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts, and nonnegotiable certificates of deposit; and 3) investment in tax anticipation warrants, as follows:

	<u>Total</u>
Cash on hand	\$ 500
Deposits with financial institutions	47,948,270
Tax anticipation warrants	<u>2,000,000</u>
	<u>\$ 49,948,770</u>

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, 2013, the District has no investments in commercial paper and corporate bonds.

The District's investments in Tax Anticipation Warrants represents a short term investment obtained from a financial institution that is backed by property taxes that are collected on behalf of another Illinois school district. This investment matures at various dates through September 2013. The investment is not collateralized or insured based upon the nature of the investments.

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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

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, 2013, the bank balances of the District's deposits with financial institutions were fully insured or collateralized.

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 2012 tax levy resolution was approved by the Board on November 19, 2012. 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 2012 property tax levy is recognized as a receivable in fiscal 2013, net of estimated uncollectible amounts of approximately 1%. The District considers that the 2012 levy is to be used to finance operations in fiscal 2014. Therefore, the entire 2012 levy, including amounts collected in fiscal 2013, has been recognized as unearned revenue in the accompanying financial statements.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2013 was as follows:

	<u>Balance</u> <u>July 1, 2012</u>	<u>Increases /</u> <u>Transfers</u>	<u>Decreases /</u> <u>Transfers</u>	<u>Balance</u> <u>June 30, 2013</u>
Capital assets, not being depreciated				
Land	\$ 2,635,102	\$ -	\$ -	\$ 2,635,102
Construction in progress	<u>481,502</u>	<u>476,075</u>	<u>481,502</u>	<u>476,075</u>
Total capital assets not being depreciated	<u>3,116,604</u>	<u>476,075</u>	<u>481,502</u>	<u>3,111,177</u>
Capital assets, being depreciated				
Buildings and improvements	106,262,417	6,882,856	-	113,145,273
Equipment	6,731,564	807,963	-	7,539,527
Vehicles	<u>693,511</u>	<u>-</u>	<u>-</u>	<u>693,511</u>
Total capital assets being depreciated	<u>113,687,492</u>	<u>7,690,819</u>	<u>-</u>	<u>121,378,311</u>
Less accumulated depreciation for:				
Buildings and improvements	27,717,315	2,630,467	-	30,347,782
Equipment	3,646,682	683,387	-	4,330,069
Vehicles	<u>287,771</u>	<u>47,204</u>	<u>-</u>	<u>334,975</u>
Total accumulated depreciation	<u>31,651,768</u>	<u>3,361,058</u>	<u>-</u>	<u>35,012,826</u>
Total capital assets being depreciated, net	<u>82,035,724</u>	<u>4,329,761</u>	<u>-</u>	<u>86,365,485</u>
Governmental activities capital assets, net	<u>\$ 85,152,328</u>	<u>\$ 4,805,836</u>	<u>\$ 481,502</u>	<u>\$ 89,476,662</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE E - CAPITAL ASSETS (Continued)

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

Regular programs	\$ 771,761
Special programs	93,050
Other instructional programs	88,466
Pupils	39,098
Instructional staff	1,067,481
General administration	57,010
School administration	88,366
Business	86,790
Transportation	33,840
Operations and maintenance	<u>1,035,196</u>
Total depreciation expense - governmental activities	<u>\$ 3,361,058</u>

NOTE F - LONG-TERM LIABILITIES

1. Changes in General Long-term Liabilities

During the year ended June 30, 2013, the following is the long-term liability activity for the District:

	<u>Balance</u> <u>July 1, 2012</u>	<u>Accretion /</u> <u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2013</u>
Bonds payable:				
General obligation bonds	\$ 53,980,000	\$ -	\$ 6,710,000	\$ 47,270,000
Capital appreciation bonds	7,917,028	429,391	-	8,346,419
Less deferred charge on refunding	(1,399,574)	-	199,938	(1,199,636)
Add unamortized premium	1,231,838	-	199,255	1,032,583
Debt certificates	6,915,000	-	370,000	6,545,000
Add unamortized premium	32,598	-	4,585	28,013
Capital lease	438,200	-	146,907	291,293
IMRF net pension obligation	507,287	1,411,593	1,353,914	564,966
Compensated absences	<u>341,061</u>	<u>568,312</u>	<u>535,391</u>	<u>373,982</u>
Total long-term liabilities - governmental activities	<u>\$ 69,963,438</u>	<u>\$ 2,409,296</u>	<u>\$ 9,519,990</u>	<u>\$ 63,252,620</u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE F - LONG-TERM LIABILITIES (Continued)

1. **Changes in General Long-term Liabilities** (Continued)

	<u>Due Within One Year</u>
General obligation bonds	\$ 7,115,000
Debt certificates	390,000
Capital lease	142,868
Compensated absences	<u>373,982</u>
Total long-term liabilities - governmental activities	<u><u>\$ 8,021,850</u></u>

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%-7.25%	\$ 10,999,420	\$ 6,210,000	\$ 6,210,000
General Obligation Bonds - 2004				
Refunding bonds	3.30%-5.00%	38,120,000	32,040,000	32,040,000
General Obligation Bond Alternate Revenue Source- 2011				
Capital improvements	3.00%- 3.75%	10,000,000	9,020,000	9,020,000
Capital Appreciation Bonds - 2002A				
Refunding bonds	5.24%-5.43%	<u>4,589,207</u>	<u>11,555,000</u>	<u>8,346,419</u>
		<u><u>\$ 63,708,627</u></u>	<u><u>\$ 58,825,000</u></u>	<u><u>\$ 55,616,419</u></u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Obligation Bonds (Continued)

At June 30, 2013, the District's future cash flow requirements for retirement of bond principal and interest were as follows:

Year Ending				
June 30	Principal	Interest	Total	
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	9,130,000	573,400	9,703,400	
2019-2022	18,285,000	344,482	18,629,482	
Total	\$ <u>58,825,000</u>	\$ <u>7,136,436</u>	\$ <u>65,961,436</u>	

These payments will be made from amounts budgeted from the debt service tax levies in future periods. There is \$1,169,846 in the Debt Service Fund to service the outstanding bonds payable.

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, 2013, the statutory debt limit for the District was \$277,694,056, of which \$215,241,344 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, 2013, \$32,300,000 of bonds outstanding are considered defeased.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE F - LONG-TERM LIABILITIES (Continued)

3. Debt Certificates

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%.

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

Year Ending June 30,	Principal	Interest	Total
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	385,000	186,517	571,517
2019-2023	2,170,000	692,416	2,862,416
2024-2028	<u>2,345,000</u>	<u>220,813</u>	<u>2,565,813</u>
	<u>\$ 6,545,000</u>	<u>\$ 2,015,298</u>	<u>\$ 8,560,298</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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE F - LONG-TERM LIABILITIES (Continued)

4. Capital Lease

The District leases various computer equipment, with a gross asset cost of \$488,200, under a capital lease which expires on July 15, 2014. The lease requires annual payments of \$154,199, including interest at 3.89%. The following is a schedule by years of the future minimum lease payments, together with the present value of the minimum lease payments as of June 30, 2013:

<u>Year Ending</u> <u>June 30,</u>	<u>Minimum</u> <u>Payments</u>
2014	\$ 154,199
2015	<u>154,199</u>
Total minimum lease payments	308,398
Less amount representing interest	<u>(17,105)</u>
Present value of minimum lease payments	<u><u>\$ 291,293</u></u>

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	\$ 21,831,886	Funding cash deficit in Operations and Maintenance
Municipal Retirement / Social Security Fund	General Fund	649,471	Funding cash deficit in Municipal Retirement / Social Security Fund.
Capital Projects Fund	General Fund	<u>837,017</u>	Funding cash deficit in Capital Projects Fund.
		<u><u>\$ 23,318,374</u></u>	

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

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	\$ 1,508,361	Principal and interest payments on long-term debt
Debt Service Fund	Operations and Maintenance Fund	571,548	Principal and interest payments on long-term debt
Capital Projects Fund	General Fund	790,900	Transfer to finance capital projects
Working Cash	General Fund	50,000	Transfer of interest income

NOTE I - DEFICIT FUND BALANCES

At June 30, 2013 the following funds have deficit fund balances:

<u>Fund</u>	<u>Deficit</u>
Operations and Maintenance	\$ 28,432,859
Municipal Retirement/Social Security	1,830,775
Capital Projects	804,393

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

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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE J - RISK MANAGEMENT (Continued)

At June 30, 2013, total unpaid claims, including an estimate of claims that have been incurred but not reported (IBNR) to the administrative agent, totaled \$1,038,207. 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, 2013	June 30, 2012
	<u>2013</u>	<u>2012</u>
Unpaid claims, beginning of fiscal year	\$ 1,018,954	\$ 1,102,699
Incurred claims (including IBNRs)	6,268,024	6,067,376
Claim payments	<u>(6,248,771)</u>	<u>(6,151,121)</u>
Unpaid claims, end of fiscal year	<u>\$ 1,038,207</u>	<u>\$ 1,018,954</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 2012 (most recent information available), a total of 294 former employees or spouses accessed a postemployment(s) benefit through the District. The plan does not issue a separate financial report.

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 2013, the District contributed \$1,098,645 toward the cost of the postemployment benefits for retirees.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

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, 2013</u>
Annual required contribution	\$ 951,776
Interest on net OPEB obligation	(9,556)
Interest on net OPEB obligation	<u>7,963</u>
Annual OPEB cost	950,183
Contributions made	<u>1,098,645</u>
Increase in net OPEB asset	(148,462)
Net OPEB asset beginning of year	<u>(238,897)</u>
Net OPEB asset end of year	<u><u>\$ (387,359)</u></u>

The current net OPEB asset is not recorded in these statements.

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2013 and the two preceding fiscal years were as follows:

Actuarial Valuation Date	Annual OPEB Cost	Percentage Annual OPEB Cost Contributed	Net OPEB Asset
6/30/13	\$ 950,183	115.6%	\$ (387,359)
6/30/12 *	941,206	102.9%	(238,897)
6/30/11	897,039	108.0%	(211,390)

* Estimated using prior year information

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Funding Status and Funding Progress

As of June 30, 2013, the actuarial accrued liability for benefits was \$15,705,029, 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.

The following simplifying assumptions were made:

Contribution rates:	
District	Not Applicable
Plan members	0.00%
Actuarial valuation date	June 30, 2013
Actuarial cost method	Entry age
Amortization period	Level percentage of pay, open
Remaining amortization period	30 years
Asset valuation method	Market

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE K - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Methods and Assumptions (Continued)

Actuarial assumptions:

Investment rate of return*	4.00%
Projected salary increases	4.00%
Healthcare inflation rate	8.00% initial; 6.00% ultimate (0.5% reduction per year)

Mortality, Turnover, Disability, Retirement ages	Similar rates utilized for IMRF
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Percentage of active employees assumed to elect benefit	100%
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Employer provided benefit	Explicit: Current eligible retired admin: 100% of premium for life; other admin: 100% of premium to age 65; current eligible retired faculty: \$250/mo for life; other faculty: \$250/mo to age 65; non-admin: \$250/mo to age 65
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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, 2013

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, 2013 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, 2012 and 2011.

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

On-behalf Contributions

The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2013, State of Illinois contributions were based on 28.05 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$10,985,069 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2012 and June 30, 2011, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 24.91 percent, or \$9,466,506, and 23.10 percent, or \$8,398,104, 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, 2013 were \$228,212. Contributions for the years ending June 30, 2012 and June 30, 2011 were \$221,341 and \$210,861, respectively.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

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, 2013, the employer pension contribution was 28.05 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2012 and 2011, the employer contribution was 24.91 and 23.10 percent, respectively, of salaries paid from federal and special trust funds. For the year ended June 30, 2013, salaries totaling \$184,495 were paid from federal and special trust funds that required employer contributions of \$51,751. For the years ended June 30, 2012 and June 30, 2011, required District contributions were \$39,709 and \$20,111, 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 under the current program is 117.5 percent and applies when the member is age 55 at retirement.

For the year ended June 30, 2013, the District paid \$120,010 to TRS for employer contributions under the ERO program. For the years ended June 30, 2012 and June 30, 2011, the District paid \$0 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, 2013, the District paid \$0 to TRS for employer contributions due on salary increases in excess of 6 percent. For the years ended June 30, 2012 and June 30, 2011, the District paid \$3,341 and \$50,565, 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, 2013

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 (17.63 percent of salary during the year ended June 30, 2013).

For the year ended June 30, 2013, the District paid \$0 to TRS for sick leave days granted in excess of the normal annual allotment. For the years ended June 30, 2012 and June 30, 2011, the District paid \$32,951 and \$32,819, 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, 2012. The report for the year ended June 30, 2013 is expected to be available in late 2013.

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. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (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.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

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

THIS Fund Employer Contributions (Continued)

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.

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 0.92 percent of pay during the year ended June 30, 2013. State of Illinois contributions were \$361,992, 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, 2012 and June 30, 2011 were 0.88 percent of pay, both years. State contributions on behalf of District employees were \$335,828 and \$319,928, respectively.

Employer Contributions to the THIS Fund

The District also makes contributions to the THIS Fund. The employer THIS Fund contribution was 0.69 percent during the year ended June 30, 2013 and 0.66 percent during the years ended June 30, 2012 and June 30, 2011. For the year ended June 30, 2013, the District paid \$271,494 to the THIS Fund. For the years ended June 30, 2012 and June 30, 2011, the District paid \$251,871 and \$239,946, 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 found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The 2013 report is listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE L - RETIREMENT FUND COMMITMENTS (Continued)

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.

Funding Policy

As set by state statute, the District's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires the District to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The contribution rate for calendar year 2012 used by the District was 11.66 percent of annual covered payroll. The District's annual required contribution (ARC) rate for calendar year 2012 was 12.56 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 state 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, 2013.

	<u>Amount</u>
Annual Required Contribution (ARC)	\$ 1,373,546
Interest on net IMRF pension obligation	38,047
Adjustment to annual required contribution	<u>(27,196)</u>
Annual IMRF cost	1,384,397
Contributions made	<u>(1,326,718)</u>
Increase in IMRF pension obligation	57,679
Net IMRF pension obligation at July 1, 2012	<u>507,287</u>
Net IMRF pension obligation at June 30, 2013	\$ <u><u>564,966</u></u>

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

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 2013 was \$1,373,546.

Trend Information				
Actuarial Valuation Date		Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/13	\$	1,384,397	96%	\$ 564,966
6/30/12		1,394,196	88%	507,287
6/30/11		1,283,880	82%	337,218

The required contribution for 2012 was determined as part of the December 31, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010 included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10 percent per year depending on age and service, attributable to seniority/merit, and (d) postretirement benefit increases of 3 percent 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 percent corridor between the actuarial value and market value of assets. The District's regular plan's unfunded actuarial accrued liability at December 31, 2010 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, 2012, the most recent actuarial valuation date, the regular plan was 71.17 percent funded. The actuarial accrued liability for benefits was \$30,859,392 and the actuarial value of assets was \$21,963,129, resulting in an underfunded actuarial accrued liability (UAAL) of \$8,896,263. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$10,957,230 and the ratio of the UAAL to the covered payroll was 81 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, 2013

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, 2013, the District is committed to approximately \$547,000 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. 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.

2. Litigation

In the normal course of operations, the District is subject to various litigation and claims. Although the outcome of these matters is not presently determinable, the resolution of these matters, should the outcome be unfavorable, is not expected by management to be significant.

Community High School District 99
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2013

NOTE P - SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 20, 2013, the date that these financial statements were available to be issued. Management has determined that no events or transactions have occurred subsequent to the statement of net position/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, 2013

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)
12/31/12	\$ 21,963,129	\$ 30,859,392	71.17 %	\$ 8,896,263	\$ 10,957,230	81.19 %
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

On a market value basis, the actuarial value of assets as of December 31, 2012 is \$22,874,325. On a market basis, the funded ratio would be 74.12%.

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

Community High School District 99

SCHEDULE OF FUNDING PROGRESS OTHER POSTEMPLOYMENT BENEFITS

June 30, 2013

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)
6/30/13	\$ 0	\$ 15,705,029	0.00 %	\$ 15,705,029	\$ NA	NA %
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

NA - not available

Note: June 30, 2012 amounts were estimated based on the previous year's valuation.

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 52,396,000	\$52,305,217	\$ (90,783)	\$53,044,274
Special education levy	876,000	872,991	(3,009)	1,004,798
Corporate personal property replacement taxes	855,000	916,956	61,956	897,804
Other payments in lieu of taxes	160,000	-	(160,000)	158,893
Regular tuition from pupils or parents	2,000	3,542	1,542	10,649
Summer school tuition from pupils or parents	331,700	318,530	(13,170)	95,854
Summer sch tuition from other sources in state	-	-	-	259,227
Interest on investments	243,200	157,763	(85,437)	566,897
Sales to pupils - lunch	500,000	377,210	(122,790)	460,120
Sales to pupils - breakfast	22,000	9,785	(12,215)	21,132
Sales to pupils - a la carte	757,000	702,351	(54,649)	738,657
Sales to adults	61,000	59,339	(1,661)	60,592
Admissions - athletic	136,000	122,489	(13,511)	135,830
Fees	366,000	338,653	(27,347)	363,304
Other District/school activity revenue	20,000	24,610	4,610	20,656
Rentals - regular textbook	1,415,000	1,294,415	(120,585)	1,416,398
Sales - regular textbook	35,000	25,384	(9,616)	32,755
Contributions and donations from private sources	2,500	-	(2,500)	3,500
Refund of prior years' expenditures	200,000	15,971	(184,029)	183,369
Other	600,000	533,184	(66,816)	544,587
Total local sources	58,978,400	58,078,390	(900,010)	60,019,296

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
State sources				
General State Aid	\$ 1,900,000	\$ 2,076,727	\$ 176,727	\$ 2,119,799
Special Education - Private Facility Tuition	370,000	556,282	186,282	356,885
Special Education - Extraordinary	745,000	677,348	(67,652)	724,826
Special Education - Personnel	1,250,000	1,009,121	(240,879)	994,423
Special Education - Orphanage - Individual	-	204,350	204,350	-
Special Education - Summer School CTE	9,000	5,349	(3,651)	4,233
Secondary Program Improvement (CTEI)	84,000	76,795	(7,205)	74,663
Bilingual Ed. - Downstate - T.P.I. and T.P.E.	50,000	23,599	(26,401)	36,308
State Free Lunch and Breakfast	22,000	10,489	(11,511)	17,247
School Breakfast Initiative	500	-	(500)	-
Driver Education	105,000	83,197	(21,803)	105,042
Scientific Literacy	4,000	7,952	3,952	3,821
Other state sources	3,500	-	(3,500)	2,218
Total state sources	4,543,000	4,731,209	188,209	4,439,465
Federal sources				
National School Lunch Program	370,000	450,944	80,944	413,871
Special Breakfast Program	70,000	69,420	(580)	78,641
Title I - Low Income	250,000	361,801	111,801	184,544
Fed. - Sp. Ed. - I.D.E.A. - Flow Through	1,153,600	889,125	(264,475)	956,702
Fed. - Sp. Ed. - I.D.E.A. - Room and Board	6,000	106,092	100,092	60,998
CTE. - Perkins - Title IIIIE Technical Prep.	-	-	-	57,013
CTE - Other	61,000	46,293	(14,707)	-
ARRA IDEA - Part B - Flow-Through	-	-	-	31,045
Other ARRA Funds - XI	-	-	-	2,992
Title III - English Language Acquisition	4,000	9,494	5,494	5,727
Title II - Teacher Quality	120,000	107,860	(12,140)	44,872

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013				
	Original and Final Budget	Actual	Variance From Final Budget	2012 Actual	
Federal sources (Continued)					
Medicaid Matching Funds - Administrative Outreach	\$ 77,000	\$ 73,253	\$ (3,747)	\$ 38,450	
Medicaid Matching Funds - Fee-For-Service-Program	200,000	58,575	(141,425)	290,536	
Other federal sources	<u>94,000</u>	<u>31,480</u>	<u>(62,520)</u>	<u>14,706</u>	
Total federal sources	<u>2,405,600</u>	<u>2,204,337</u>	<u>(201,263)</u>	<u>2,180,097</u>	
Total revenues	<u>65,927,000</u>	<u>65,013,936</u>	<u>(913,064)</u>	<u>66,638,858</u>	
Expenditures					
Instruction					
Regular programs					
Salaries	28,677,315	28,106,850	570,465	27,580,191	
Employee benefits	3,451,810	3,500,675	(48,865)	3,363,406	
Purchased services	513,406	424,363	89,043	407,839	
Supplies and materials	587,929	575,292	12,637	615,026	
Capital outlay	178,100	23,807	154,293	537,177	
Other objects	33,765	28,361	5,404	29,142	
Non-capitalized equipment	<u>302,920</u>	<u>482,350</u>	<u>(179,430)</u>	<u>586,416</u>	
Total	<u>33,745,245</u>	<u>33,141,698</u>	<u>603,547</u>	<u>33,119,197</u>	
Special education programs					
Salaries	7,202,642	7,526,738	(324,096)	7,177,477	
Employee benefits	735,022	773,748	(38,726)	687,628	
Purchased services	25,200	20,800	4,400	119,057	
Supplies and materials	12,000	19,573	(7,573)	15,116	
Other objects	<u>1,491,000</u>	<u>1,449,301</u>	<u>41,699</u>	<u>1,843,748</u>	
Total	<u>9,465,864</u>	<u>9,790,160</u>	<u>(324,296)</u>	<u>9,843,026</u>	

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Remedial and Supplemental programs K-12				
Salaries	\$ 80,000	\$ 63,146	\$ 16,854	\$ 12,825
Employee benefits	21,175	22,055	(880)	3,354
Purchased services	38,000	76,370	(38,370)	109,386
Supplies and materials	<u>3,350</u>	<u>9,822</u>	<u>(6,472)</u>	<u>8,752</u>
Total	<u>142,525</u>	<u>171,393</u>	<u>(28,868)</u>	<u>134,317</u>
CTE programs				
Salaries	20,000	20,578	(578)	17,225
Employee benefits	-	-	-	3
Purchased services	5,230	9,334	(4,104)	4,156
Supplies and materials	75,656	89,521	(13,865)	101,600
Non-capitalized equipment	<u>36,706</u>	<u>19,375</u>	<u>17,331</u>	<u>21,291</u>
Total	<u>137,592</u>	<u>138,808</u>	<u>(1,216)</u>	<u>144,275</u>
Interscholastic programs				
Salaries	1,906,648	2,081,353	(174,705)	1,896,096
Employee benefits	73,970	76,294	(2,324)	73,939
Purchased services	447,320	426,072	21,248	413,128
Supplies and materials	104,000	120,076	(16,076)	119,720
Non-capitalized equipment	<u>15,150</u>	<u>31,334</u>	<u>(16,184)</u>	<u>30,389</u>
Total	<u>2,547,088</u>	<u>2,735,129</u>	<u>(188,041)</u>	<u>2,533,272</u>
Summer school programs				
Salaries	275,800	238,332	37,468	278,799
Employee benefits	1,005	964	41	1,048
Purchased services	5,350	2,244	3,106	5,337
Supplies and materials	45,450	62,342	(16,892)	45,571
Other objects	<u>2,500</u>	<u>2,255</u>	<u>245</u>	<u>2,515</u>
Total	<u>330,105</u>	<u>306,137</u>	<u>23,968</u>	<u>333,270</u>

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Drivers education programs				
Salaries	\$ 686,475	\$ 700,638	\$ (14,163)	\$ 650,494
Employee benefits	65,930	72,717	(6,787)	75,181
Purchased services	3,450	1,344	2,106	2,785
Supplies and materials	18,200	19,253	(1,053)	18,942
Other objects	<u>14,500</u>	<u>9,638</u>	<u>4,862</u>	<u>13,717</u>
Total	<u>788,555</u>	<u>803,590</u>	<u>(15,035)</u>	<u>761,119</u>
Truant's alternative and				
Purchased services	-	600	(600)	-
Other objects	<u>-</u>	<u>28,101</u>	<u>(28,101)</u>	<u>-</u>
Total	<u>-</u>	<u>28,701</u>	<u>(28,701)</u>	<u>-</u>
Spec. Ed. Programs K-12 - private tuition	<u>421,000</u>	<u>474,383</u>	<u>(53,383)</u>	<u>-</u>
Total instruction	<u>47,577,974</u>	<u>47,589,999</u>	<u>(12,025)</u>	<u>46,868,476</u>
Support services				
Pupils				
Attendance and social work services				
Salaries	1,000	1,518	(518)	2,331
Employee benefits	1,000	445	555	610
Purchased services	<u>-</u>	<u>550</u>	<u>(550)</u>	<u>-</u>
Total	<u>2,000</u>	<u>2,513</u>	<u>(513)</u>	<u>2,941</u>

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Guidance services				
Salaries	\$ 2,078,154	\$ 2,183,811	\$ (105,657)	\$ 2,069,577
Employee benefits	230,808	233,458	(2,650)	226,008
Purchased services	16,670	17,847	(1,177)	11,646
Supplies and materials	17,400	19,266	(1,866)	19,321
Other objects	700	562	138	163
Non-capitalized equipment	-	-	-	290
Total	2,343,732	2,454,944	(111,212)	2,327,005
Health services				
Salaries	232,778	238,047	(5,269)	228,664
Employee benefits	29,886	29,915	(29)	29,808
Purchased services	1,750	591	1,159	476
Supplies and materials	5,660	5,217	443	5,393
Other objects	500	421	79	311
Total	270,574	274,191	(3,617)	264,652
Psychological services				
Salaries	473,452	475,103	(1,651)	464,132
Employee benefits	49,545	44,355	5,190	47,526
Purchased services	1,000	2,961	(1,961)	1,973
Supplies and materials	1,000	-	1,000	3,012
Total	524,997	522,419	2,578	516,643
Speech pathology and audiology services				
Purchased services	1,000	1,800	(800)	2,925
Supplies and materials	500	338	162	370
Total	1,500	2,138	(638)	3,295

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Other support services - pupils				
Salaries	\$ 688,672	\$ 777,342	\$ (88,670)	\$ 618,694
Employee benefits	25,288	25,288	-	26,093
Purchased services	27,600	31,626	(4,026)	24,173
Supplies and materials	391,022	370,590	20,432	342,862
Other objects	40,800	39,677	1,123	41,198
Non-capitalized equipment	<u>3,000</u>	<u>1,183</u>	<u>1,817</u>	<u>2,213</u>
Total	<u>1,176,382</u>	<u>1,245,706</u>	<u>(69,324)</u>	<u>1,055,233</u>
Total pupils	<u>4,319,185</u>	<u>4,501,911</u>	<u>(182,726)</u>	<u>4,169,769</u>
Instructional staff				
Improvement of instruction services				
Salaries	807,803	802,808	4,995	780,301
Employee benefits	72,288	90,731	(18,443)	81,540
Purchased services	143,245	138,562	4,683	150,024
Supplies and materials	62,753	37,801	24,952	54,199
Non-capitalized equipment	<u>15,000</u>	<u>-</u>	<u>15,000</u>	<u>3,815</u>
Total	<u>1,101,089</u>	<u>1,069,902</u>	<u>31,187</u>	<u>1,069,879</u>
Educational media services				
Salaries	586,027	569,466	16,561	572,876
Employee benefits	43,801	43,203	598	36,705
Purchased services	13,950	5,212	8,738	10,493
Supplies and materials	123,080	141,852	(18,772)	144,781
Other objects	1,500	1,541	(41)	1,389
Non-capitalized equipment	<u>23,700</u>	<u>29,402</u>	<u>(5,702)</u>	<u>5,366</u>
Total	<u>792,058</u>	<u>790,676</u>	<u>1,382</u>	<u>771,610</u>

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Assessment and testing				
Salaries	\$ 1,000	\$ 1,359	\$ (359)	\$ 1,788
Employee benefits	281	248	33	468
Purchased services	-	-	-	59,890
Supplies and materials	<u>1,300</u>	<u>-</u>	<u>1,300</u>	<u>1,709</u>
Total	<u>2,581</u>	<u>1,607</u>	<u>974</u>	<u>63,855</u>
Total instructional staff	<u>1,895,728</u>	<u>1,862,185</u>	<u>33,543</u>	<u>1,905,344</u>
General administration				
Board of education services				
Salaries	5,143	5,347	(204)	5,341
Employee benefits	-	706	(706)	-
Purchased services	430,500	478,557	(48,057)	456,739
Supplies and materials	21,500	21,055	445	14,749
Other objects	<u>25,000</u>	<u>22,649</u>	<u>2,351</u>	<u>21,575</u>
Total	<u>482,143</u>	<u>528,314</u>	<u>(46,171)</u>	<u>498,404</u>
Executive administration services				
Salaries	295,404	298,529	(3,125)	308,185
Employee benefits	21,705	21,526	179	24,911
Purchased services	46,300	37,479	8,821	45,822
Supplies and materials	20,000	12,771	7,229	20,472
Other objects	5,060	7,338	(2,278)	5,102
Non-capitalized equipment	<u>9,424</u>	<u>5,832</u>	<u>3,592</u>	<u>16,101</u>
Total	<u>397,893</u>	<u>383,475</u>	<u>14,418</u>	<u>420,593</u>

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Special area administrative services				
Salaries	\$ 174,795	\$ 182,991	\$ (8,196)	\$ 189,831
Employee benefits	18,526	18,488	38	20,523
Purchased services	<u>5,000</u>	<u>3,952</u>	<u>1,048</u>	<u>4,184</u>
Total	<u>198,321</u>	<u>205,431</u>	<u>(7,110)</u>	<u>214,538</u>
Total general administration	<u>1,078,357</u>	<u>1,117,220</u>	<u>(38,863)</u>	<u>1,133,535</u>
School Administration				
Office of the principal services				
Salaries	1,485,562	1,446,232	39,330	1,422,382
Employee benefits	231,162	232,910	(1,748)	230,024
Purchased services	135,376	76,509	58,867	99,487
Supplies and materials	20,500	19,720	780	13,926
Capital outlay	114,000	119,525	(5,525)	99,209
Non-capitalized equipment	<u>32,000</u>	<u>24,064</u>	<u>7,936</u>	<u>32,097</u>
Total	<u>2,018,600</u>	<u>1,918,960</u>	<u>99,640</u>	<u>1,897,125</u>
Total school administration	<u>2,018,600</u>	<u>1,918,960</u>	<u>99,640</u>	<u>1,897,125</u>
Business				
Direction of business support services				
Salaries	421,481	456,820	(35,339)	424,782
Employee benefits	25,349	25,385	(36)	24,859
Purchased services	<u>1,190</u>	<u>731</u>	<u>459</u>	<u>1,069</u>
Total	<u>448,020</u>	<u>482,936</u>	<u>(34,916)</u>	<u>450,710</u>
Operation and maintenance of plant services				
Purchased services	<u>520</u>	<u>419</u>	<u>101</u>	<u>166</u>
Total	<u>520</u>	<u>419</u>	<u>101</u>	<u>166</u>

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Pupil transportation services				
Purchased services	\$ 79,000	\$ 39,706	\$ 39,294	\$ 42,287
Total	79,000	39,706	39,294	42,287
Food services				
Purchased services	1,519,843	1,371,156	148,687	1,526,489
Supplies and materials	7,000	6,455	545	5,776
Other objects	24,000	22,000	2,000	23,978
Non-capitalized equipment	72,000	37,992	34,008	7,887
Total	1,622,843	1,437,603	185,240	1,564,130
Total business	2,150,383	1,960,664	189,719	2,057,293
Central				
Information services				
Salaries	77,172	77,168	4	66,116
Purchased services	71,635	35,684	35,951	58,247
Supplies and materials	200	406	(206)	179
Non-capitalized equipment	-	-	-	200
Total	149,007	113,258	35,749	124,742
Staff services				
Salaries	314,065	319,886	(5,821)	321,383
Employee benefits	409,338	368,327	41,011	385,437
Purchased services	43,490	38,229	5,261	29,866
Supplies and materials	2,000	318	1,682	353
Other objects	1,375	-	1,375	175
Total	770,268	726,760	43,508	737,214

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013		Variance From Final Budget	2012 Actual
	Original and Final Budget	Actual		
Data processing services				
Salaries	\$ 919,112	\$ 934,425	\$ (15,313)	\$ 938,569
Employee benefits	104,111	114,110	(9,999)	101,070
Purchased services	162,300	141,025	21,275	59,918
Supplies and materials	316,000	353,926	(37,926)	261,495
Capital outlay	251,000	256,440	(5,440)	448,244
Other objects	300	720	(420)	435
Non-capitalized equipment	-	4,072	(4,072)	12,704
Total	<u>1,752,823</u>	<u>1,804,718</u>	<u>(51,895)</u>	<u>1,822,435</u>
Total central	<u>2,672,098</u>	<u>2,644,736</u>	<u>27,362</u>	<u>2,684,391</u>
Other supporting services				
Purchased services	-	3,550	(3,550)	1,456
Total	-	3,550	(3,550)	1,456
Total support services	<u>14,134,351</u>	<u>14,009,226</u>	<u>125,125</u>	<u>13,848,913</u>
Community services				
Salaries	500	-	500	105
Employee benefits	-	-	-	27
Purchased services	72,675	34,765	37,910	4,875
Supplies and materials	5,500	3,193	2,307	1,089
Total	<u>78,675</u>	<u>37,958</u>	<u>40,717</u>	<u>6,096</u>
Payments to Other Districts and Gov't Units				
Purchased services	1,000	4,379	(3,379)	-
Total	<u>1,000</u>	<u>4,379</u>	<u>(3,379)</u>	<u>-</u>
Purchased services	50,000	167,339	(117,339)	110,372
Other objects	833,000	875,447	(42,447)	849,345
Total	<u>883,000</u>	<u>1,042,786</u>	<u>(159,786)</u>	<u>959,717</u>

(Continued)

Community High School District 99

General Fund - Budgetary Basis

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012
	Original and Final Budget	Actual	Variance From Final Budget	Actual
Payments for CTE				
Other objects	\$ 775,000	\$ 787,857	\$ (12,857)	\$ 769,579
Total	<u>775,000</u>	<u>787,857</u>	<u>(12,857)</u>	<u>769,579</u>
Other payments to in-state				
Other objects	-	813	(813)	-
Total	<u>-</u>	<u>813</u>	<u>(813)</u>	<u>-</u>
Total payments to other districts other Gov'ts	<u>1,659,000</u>	<u>1,835,835</u>	<u>(176,835)</u>	<u>1,729,296</u>
Provision for contingencies	<u>600,000</u>	<u>-</u>	<u>600,000</u>	<u>-</u>
Total expenditures	<u>64,050,000</u>	<u>63,473,018</u>	<u>576,982</u>	<u>62,452,781</u>
Excess of revenues over expenditures	<u>1,877,000</u>	<u>1,540,918</u>	<u>(336,082)</u>	<u>4,186,077</u>
Other financing sources (uses)				
Sale or compensation for fixed assets	-	-	-	551
Other sources	-	-	-	488,200
Trans to Debt Svc Fund for Prin on Cap Leases	-	-	-	(50,000)
Trans to Debt Svc Fund for Prin on Debt Cert	(1,181,907)	(1,181,907)	-	(770,000)
Trans to Debt Svc Fund for Int on Debt Cert	(326,455)	(326,454)	1	(35,515)
Transfer to Capital Projects Fund	<u>(779,091)</u>	<u>(790,900)</u>	<u>(11,809)</u>	<u>(1,500,000)</u>
Total other financing sources (uses)	<u>(2,287,453)</u>	<u>(2,299,261)</u>	<u>(11,808)</u>	<u>(1,866,764)</u>
Net change to fund balance	<u>\$ (410,453)</u>	<u>(758,343)</u>	<u>\$ (347,890)</u>	<u>2,319,313</u>
Fund balance, beginning of year		<u>35,481,333</u>		<u>33,162,020</u>
Fund balance, end of year		<u>\$34,722,990</u>		<u>\$35,481,333</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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 8,871,000	\$ 8,854,810	\$ (16,190)	\$ 6,846,241
Interest on investments	-	69	69	30
Rentals	182,000	206,472	24,472	169,060
Refund of prior years' expenditures	25,000	14,430	(10,570)	23,757
Other	<u>200,000</u>	<u>-</u>	<u>(200,000)</u>	<u>-</u>
Total local sources	<u>9,278,000</u>	<u>9,075,781</u>	<u>(202,219)</u>	<u>7,039,088</u>
State sources				
School Infrastructure - Maintenance	<u>-</u>	<u>27,880</u>	<u>27,880</u>	<u>-</u>
Total state sources	<u>-</u>	<u>27,880</u>	<u>27,880</u>	<u>-</u>
Total revenues	<u>9,278,000</u>	<u>9,103,661</u>	<u>(174,339)</u>	<u>7,039,088</u>
Expenditures				
Support services				
Business				
Facilities acquisition and construction services				
Purchased services	-	274,062	(274,062)	198,699
Capital outlay	1,280,000	1,670,035	(390,035)	1,236,289
Non-capitalized equipment	<u>35,000</u>	<u>29,719</u>	<u>5,281</u>	<u>43,298</u>
Total	<u>1,315,000</u>	<u>1,973,816</u>	<u>(658,816)</u>	<u>1,478,286</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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012
	Original and Final Budget	Actual	Variance From Final Budget	Actual
Operation and maintenance of plant services				
Salaries	\$ 4,151,000	\$ 4,078,934	\$ 72,066	\$ 4,031,022
Employee benefits	660,000	633,540	26,460	640,241
Purchased services	1,002,000	1,020,724	(18,724)	984,113
Supplies and materials	1,368,500	1,464,143	(95,643)	1,432,665
Capital outlay	44,000	78,064	(34,064)	254,003
Other objects	-	149	(149)	-
Non-capitalized equipment	49,500	1,050	48,450	18,329
Total	7,275,000	7,276,604	(1,604)	7,360,373
Total business	8,590,000	9,250,420	(660,420)	8,838,659
Total support services	8,590,000	9,250,420	(660,420)	8,838,659
Provision for contingencies	200,000	-	200,000	-
Total expenditures	8,790,000	9,250,420	(460,420)	8,838,659
Excess (deficiency) of revenues over expenditures	488,000	(146,759)	(634,759)	(1,799,571)
Other financing uses				
Trans to debt svc fund for prin on debt cert	\$ (315,000)	\$ (315,000)	\$ -	\$ (300,000)
Trans to debt svc fund for int on debt cert	(256,547)	(256,548)	(1)	(268,929)
Total other financing uses	(571,547)	(571,548)	(1)	(568,929)
Net change in fund deficit	<u>\$ (83,547)</u>	(718,307)	<u>\$ (634,760)</u>	(2,368,500)
Fund deficit, beginning of year		(27,714,552)		(25,346,052)
Fund deficit, end of year		<u>\$(28,432,859)</u>		<u>\$(27,714,552)</u>

(Concluded)

Community High School District 99

Transportation Fund

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012
	Original and Final Budget	Actual	Variance From Final Budget	Actual
Revenues				
Local sources				
General levy	\$ 2,924,000	\$ 2,917,087	\$ (6,913)	\$ 2,557,561
Interest on investments	-	23	23	107
Refund of prior years' expenditures	-	-	-	11
Other	100,000	-	(100,000)	-
Total local sources	3,024,000	2,917,110	(106,890)	2,557,679
State sources				
Transportation - Regular/Vocational	150,000	79,919	(70,081)	228,755
Transportation - Special Education	900,000	1,053,094	153,094	844,780
Total state sources	1,050,000	1,133,013	83,013	1,073,535
Total revenues	4,074,000	4,050,123	(23,877)	3,631,214
Expenditures				
Support services				
Business				
Pupil transportation services				
Salaries	202,000	203,794	(1,794)	199,377
Employee benefits	44,000	43,738	262	43,676
Purchased services	2,819,000	3,112,259	(293,259)	2,809,215
Supplies and materials	25,500	28,127	(2,627)	25,039
Capital outlay	-	26	(26)	127,868
Non-capitalized equipment	500	7,709	(7,209)	1,542
Total	3,091,000	3,395,653	(304,653)	3,206,717
Total support services	3,091,000	3,395,653	(304,653)	3,206,717

(Continued)

Community High School District 99

Transportation Fund

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

For the Year Ended June 30, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Provision for contingencies	\$ 100,000	\$ -	\$ 100,000	\$ -
Total expenditures	3,191,000	3,395,653	(204,653)	3,206,717
Excess of revenues over expenditures	883,000	654,470	(228,530)	424,497
Other financing sources				
Sale or compensation for fixed assets	10,000	-	(10,000)	11,100
Total other financing sources	10,000	-	(10,000)	11,100
Net change in fund balance (deficit)	<u>\$ 893,000</u>	654,470	<u>\$ (238,530)</u>	435,597
Fund deficit, beginning of year		(336,363)		(771,960)
Fund balance (deficit), end of year		<u>\$ 318,107</u>		<u>\$ (336,363)</u>

(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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 1,821,000	\$ 656,928	\$ (1,164,072)	\$ 1,004,799
Social security/medicare only levy	-	1,158,191	1,158,191	1,004,798
Corporate personal property replacement taxes	30,000	30,000	-	29,000
Interest on investments	-	16	16	9
Other	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>
Total local sources	<u>1,901,000</u>	<u>1,845,135</u>	<u>(55,865)</u>	<u>2,038,606</u>
Total revenues	<u>1,901,000</u>	<u>1,845,135</u>	<u>(55,865)</u>	<u>2,038,606</u>
Expenditures				
Instruction				
Regular programs	874,682	913,268	(38,586)	823,713
Special education programs	247,215	264,309	(17,094)	261,804
Vocational educational programs	711	-	711	3
Interscholastic programs	82,955	83,031	(76)	79,971
Summer school programs	15,592	14,385	1,207	16,411
Drivers education programs	<u>9,887</u>	<u>9,857</u>	<u>30</u>	<u>9,227</u>
Total instruction	<u>1,231,042</u>	<u>1,284,850</u>	<u>(53,808)</u>	<u>1,191,129</u>

Support services

(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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			
	Original and Final Budget	Actual	Variance From Final Budget	2012 Actual
Pupils				
Attendance and social work services	\$ -	\$ 21	\$ (21)	\$ 34
Guidance services	28,442	29,027	(585)	27,475
Health services	16,006	15,497	509	14,139
Psychological services	5,159	5,027	132	4,869
Other support services -pupils	<u>132,082</u>	<u>152,459</u>	<u>(20,377)</u>	<u>114,397</u>
Total pupils	<u>181,689</u>	<u>202,031</u>	<u>(20,342)</u>	<u>160,914</u>
Instructional staff				
Improvement of instruction services	22,563	23,607	(1,044)	22,720
Educational media services	8,166	8,028	138	8,080
Assessment and testing	<u>-</u>	<u>99</u>	<u>(99)</u>	<u>26</u>
Total instructional staff	<u>30,729</u>	<u>31,734</u>	<u>(1,005)</u>	<u>30,826</u>
General administration				
Board of education services	1,023	1,029	(6)	990
Executive administration services	19,985	21,074	(1,089)	21,683
Special area administrative services	<u>11,722</u>	<u>12,590</u>	<u>(868)</u>	<u>13,808</u>
Total general administration	<u>32,730</u>	<u>34,693</u>	<u>(1,963)</u>	<u>36,481</u>
School administration				
Office of the principal services	<u>83,141</u>	<u>81,950</u>	<u>1,191</u>	<u>79,584</u>
Total school administration	83,141	81,950	1,191	79,584

(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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Business				
Direction of business support services	\$ 79,359	\$ 79,755	\$ (396)	\$ 75,836
Fiscal services	21,687	21,533	154	20,442
Facilities acquisition and construction services	2,650	-	2,650	2,617
Operation and maintenance of plant services	<u>764,964</u>	<u>784,206</u>	<u>(19,242)</u>	<u>743,724</u>
Total business	<u>868,660</u>	<u>885,494</u>	<u>(16,834)</u>	<u>842,619</u>
Central				
Information services	14,570	15,347	(777)	12,460
Staff services	33,396	33,240	156	32,182
Data processing services	<u>174,043</u>	<u>178,721</u>	<u>(4,678)</u>	<u>169,596</u>
Total central	<u>222,009</u>	<u>227,308</u>	<u>(5,299)</u>	<u>214,238</u>
Total support services	<u>1,418,958</u>	<u>1,463,210</u>	<u>(44,252)</u>	<u>1,364,662</u>
Community services	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
Provision for contingencies	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Total expenditures	<u>2,700,000</u>	<u>2,748,060</u>	<u>(48,060)</u>	<u>2,555,792</u>
Deficiency of revenues over expenditures	<u>\$ (799,000)</u>	(902,925)	<u>\$ (103,925)</u>	(517,186)
Fund deficit, beginning of year		<u>(927,850)</u>		<u>(410,664)</u>
Fund deficit, end of year		<u>\$ (1,830,775)</u>		<u>\$ (927,850)</u>

(Concluded)

Community High School District 99

Notes to the Required Supplementary Information

June 30, 2013

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 August 20, 2012.
- g) All budget appropriations lapse at the end of the fiscal year.

2. BUDGET RECONCILIATIONS

The statement of revenues, expenditures, and changes in fund balance - governmental funds (GAAP basis) includes "on-behalf" payments received and made for the amounts contributed by the state of Illinois for the employer's share of the Teachers Retirement System pension. The District does not budget for these amounts. The differences between the budget and GAAP basis are as follows:

	<u>Revenues</u>	<u>Expenditures</u>
General fund budgetary basis	\$ 65,013,936	\$ 63,473,018
To adjust for on-behalf payments received	11,347,061	-
To adjust for on-behalf payments made	<u>-</u>	<u>11,347,061</u>
General fund GAAP basis	<u>\$ 76,360,997</u>	<u>\$ 74,820,079</u>

Community High School District 99
Notes to the Required Supplementary Information
June 30, 2013

3. EXPENDITURES IN EXCESS OF BUDGETS

For the year ended June 30, 2013, expenditures exceeded budget in the following funds:

<u>Fund</u>		<u>Amount</u>
Operations & Maintenance	\$	460,420
Transportation		204,653
Municipal Retirement/Social Security		48,060

OTHER SUPPLEMENTARY FINANCIAL INFORMATION
(Unaudited)

Community High School District 99

General Fund

COMBINING BALANCE SHEET

June 30, 2013

	Educational	Working Cash	Total
<hr/>			
ASSETS			
Cash and investments	\$ 51,108,844	\$ 13,089,788	\$ 64,198,632
Receivables (net of allowance for uncollectibles):			
Interest	1,145	11,571	12,716
Property taxes	26,269,132	-	26,269,132
Replacement taxes	182,739	-	182,739
Intergovernmental	<u>833,015</u>	<u>-</u>	<u>833,015</u>
Total assets	<u>\$ 78,394,875</u>	<u>\$ 13,101,359</u>	<u>\$ 91,496,234</u>
LIABILITIES AND FUND BALANCES			
Accounts payable	\$ 890,246	\$ -	\$ 890,246
Salaries and wages payable	3,319,651	-	3,319,651
Other current liabilities	956,442	-	956,442
Deferred revenue	<u>51,597,909</u>	<u>8,996</u>	<u>51,606,905</u>
Total liabilities	<u>56,764,248</u>	<u>8,996</u>	<u>56,773,244</u>
Fund balances:			
Nonspendable	23,318,374	-	23,318,374
Assigned	2,194,884	-	2,194,884
Unassigned	<u>(3,882,631)</u>	<u>13,092,363</u>	<u>9,209,732</u>
Total fund balance	<u>21,630,627</u>	<u>13,092,363</u>	<u>34,722,990</u>
Total liabilities and fund balance	<u>\$ 78,394,875</u>	<u>\$ 13,101,359</u>	<u>\$ 91,496,234</u>

Community High School District 99

General Fund

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

For the Year Ended June 30, 2013

	Educational	Working Cash	Total
Revenues			
Property taxes	\$ 53,178,208	\$ -	\$ 53,178,208
Replacement taxes	916,956	-	916,956
State aid	16,078,270	-	16,078,270
Federal aid	2,204,337	-	2,204,337
Interest	105,392	52,371	157,763
Other	<u>3,825,463</u>	<u>-</u>	<u>3,825,463</u>
Total revenues	<u>76,308,626</u>	<u>52,371</u>	<u>76,360,997</u>
Expenditures			
Current:			
Instruction:			
Regular programs	33,117,891	-	33,117,891
Special programs	10,435,936	-	10,435,936
Other instructional programs	4,012,365	-	4,012,365
State retirement contributions	11,347,061	-	11,347,061
Support services:			
Pupils	4,501,911	-	4,501,911
Instructional staff	1,862,185	-	1,862,185
General administration	1,117,220	-	1,117,220
School administration	1,799,435	-	1,799,435
Business	1,920,539	-	1,920,539
Transportation	39,706	-	39,706
Operations and maintenance	419	-	419
Central	2,388,296	-	2,388,296
Other supporting services	3,550	-	3,550
Community services	37,958	-	37,958
Nonprogrammed charges	1,835,835	-	1,835,835
Debt service:			
Capital outlay	<u>399,772</u>	<u>-</u>	<u>399,772</u>
Total expenditures	<u>74,820,079</u>	<u>-</u>	<u>74,820,079</u>
Excess of revenues over expenditures	<u>1,488,547</u>	<u>52,371</u>	<u>1,540,918</u>
Other financing sources (uses)			
Transfers in	50,000	-	50,000
Transfers (out)	<u>(2,299,261)</u>	<u>(50,000)</u>	<u>(2,349,261)</u>
Total other financing sources (uses)	<u>(2,249,261)</u>	<u>(50,000)</u>	<u>(2,299,261)</u>
Net change in fund balance	(760,714)	2,371	(758,343)
Fund balance, beginning of year	<u>22,391,341</u>	<u>13,089,992</u>	<u>35,481,333</u>
Fund balance, end of year	<u>\$ 21,630,627</u>	<u>\$ 13,092,363</u>	<u>\$ 34,722,990</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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
General levy	\$ 7,888,000	\$ 7,874,052	\$ (13,948)	\$ 8,093,192
Interest on investments	4,000	59	(3,941)	34
Refund of prior years' expenditures	-	-	-	1,505
Total local sources	<u>7,892,000</u>	<u>7,874,111</u>	<u>(17,889)</u>	<u>8,094,731</u>
Total revenues	<u>7,892,000</u>	<u>7,874,111</u>	<u>(17,889)</u>	<u>8,094,731</u>
Expenditures				
Debt service				
Debt services - interest				
Bonds - interest	<u>2,676,000</u>	<u>2,675,160</u>	<u>840</u>	<u>2,910,260</u>
Total debt service - interest	<u>2,676,000</u>	<u>2,675,160</u>	<u>840</u>	<u>2,910,260</u>
Principal payments on long-term debt	<u>7,227,000</u>	<u>7,226,907</u>	<u>93</u>	<u>6,865,000</u>
Other debt service				
Purchased services	<u>3,000</u>	<u>1,750</u>	<u>1,250</u>	<u>2,850</u>
Total	<u>3,000</u>	<u>1,750</u>	<u>1,250</u>	<u>2,850</u>
Total debt service	<u>9,906,000</u>	<u>9,903,817</u>	<u>2,183</u>	<u>9,778,110</u>
Total expenditures	<u>9,906,000</u>	<u>9,903,817</u>	<u>2,183</u>	<u>9,778,110</u>

(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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013		Variance From Final Budget	2012
	Original and Final Budget	Actual		Actual
Excess of revenues over expenditures	\$ (2,014,000)	\$ (2,029,706)	\$ (15,706)	\$ (1,683,379)
Other financing sources (uses)				
Transfer to pay for principal on capital leases	-	-	-	50,000
Transfer to pay for principal on debt cert	1,496,907	1,496,907	-	1,070,000
Transfer to pay for interest on rdebt cert	583,002	583,002	-	304,444
Total other financing sources (uses)	2,079,909	2,079,909	-	1,424,444
Net change in fund balance	\$ 65,909	50,203	\$ (15,706)	(258,935)
Fund balance, beginning of year		1,119,643		1,378,578
Fund balance, end of year		\$ 1,169,846		\$ 1,119,643

(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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013			2012 Actual
	Original and Final Budget	Actual	Variance From Final Budget	
Revenues				
Local sources				
Interest on investments	\$ 1,500	\$ -	\$ (1,500)	\$ 6,000
Contributions and donations from private sources	50,000	12,751	(37,249)	3,918
Refund of prior years' expenditures	-	-	-	46,170
Other	<u>500,000</u>	<u>-</u>	<u>(500,000)</u>	<u>19,988</u>
Total local sources	<u>551,500</u>	<u>12,751</u>	<u>(538,749)</u>	<u>76,076</u>
Total revenues	<u>551,500</u>	<u>12,751</u>	<u>(538,749)</u>	<u>76,076</u>
Expenditures				
Support services				
Facilities acquisition and construction services				
Purchased services	544,000	411,922	132,078	1,486,268
Capital outlay	<u>5,589,000</u>	<u>3,840,473</u>	<u>1,748,527</u>	<u>13,540,250</u>
Total	<u>6,133,000</u>	<u>4,252,395</u>	<u>1,880,605</u>	<u>15,026,518</u>
Total support services	<u>6,133,000</u>	<u>4,252,395</u>	<u>1,880,605</u>	<u>15,026,518</u>
Provision for contingencies	<u>500,000</u>	<u>-</u>	<u>500,000</u>	<u>-</u>
Total expenditures	<u>6,633,000</u>	<u>4,252,395</u>	<u>2,380,605</u>	<u>15,026,518</u>
Deficiency of revenues over expenditures	<u>(6,081,500)</u>	<u>(4,239,644)</u>	<u>1,841,856</u>	<u>(14,950,442)</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, 2013

With Comparative Actual Amounts for the Year Ended June 30, 2012

	2013		Variance From Final Budget	2012
	Original and Final Budget	Actual		Actual
Other financing sources				
Transfer in	\$ 779,091	\$ 790,900	\$ 11,809	\$ 1,500,000
Total other financing sources	<u>779,091</u>	<u>790,900</u>	<u>11,809</u>	<u>1,500,000</u>
Net change in fund balance (deficit)	<u>\$ (5,302,409)</u>	(3,448,744)	<u>\$ 1,853,665</u>	(13,450,442)
Fund balance, beginning of year		<u>2,644,351</u>		<u>16,094,793</u>
Fund balance (deficit), end of year		<u>\$ (804,393)</u>		<u>\$ 2,644,351</u>

(Concluded)

Community High School District 99
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - STUDENT ACTIVITY FUNDS
Year Ended June 30, 2013

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Assets				
Cash and cash equivalents	\$ 645,215	\$ 1,348,978	\$ 1,364,183	\$ 630,010
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Liabilities				
Due to student groups				
North High School	\$ 336,299	\$ 288,467	\$ 269,140	\$ 355,626
South High School	308,916	1,060,511	1,095,043	274,384
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	\$ 645,215	\$ 1,348,978	\$ 1,364,183	\$ 630,010
	<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.

89 - 100

Revenue Capacity

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

101 - 104

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.

105 - 110

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.

111 - 113

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.

114 - 118

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 POSITION

LAST TEN FISCAL YEARS

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Governmental Activities				
Invested in capital assets, net of related debt	\$ 38,594,562	\$ 28,730,656	\$ 18,683,604	\$ 17,395,025
Restricted	1,458,732	3,745,602	10,135,822	987,644
Unrestricted	<u>(8,318,057)</u>	<u>(6,771,985)</u>	<u>(7,864,450)</u>	<u>(20,625,827)</u>
Total governmental activities net position	<u>\$ 31,735,237</u>	<u>\$ 25,704,273</u>	<u>\$ 20,954,976</u>	<u>\$ (2,243,158)</u>

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 16,666,405	\$ 13,456,868	\$ 12,618,320	\$ 14,107,387	\$ 13,756,341	\$ 10,523,998
975,139	2,831,053	1,178,493	783,918	271,546	618,563
<u>(21,619,270)</u>	<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>\$ (3,977,726)</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>

Community High School District 99

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	2013	2012	2011	2010	2009	2008
Expenses						
Instruction:						
Regular programs	\$ 34,456,548	\$ 34,499,640	\$ 31,940,740	\$ 34,059,408	\$ 33,016,493	\$ 32,593,132
Special programs	11,791,629	11,287,395	10,623,145	10,694,407	10,040,231	9,818,713
Other instructional programs	3,860,356	3,952,182	3,760,983	3,728,484	3,658,188	2,784,527
State retirement contributions	11,347,061	9,802,334	8,718,032	9,212,174	6,748,987	5,030,420
Support services:						
Pupils	4,747,280	4,371,269	4,329,629	4,430,663	4,450,597	4,259,417
Instructional staff	2,862,064	2,754,009	2,459,072	2,421,042	2,559,082	2,025,473
General administration	909,651	1,216,012	1,229,740	1,111,468	1,194,765	1,535,636
School administration	1,971,471	1,950,327	1,922,119	1,878,261	1,814,981	1,907,281
Business	3,186,831	4,399,500	2,822,510	3,945,934	3,785,966	2,867,645
Transportation	3,435,359	3,249,004	3,326,913	3,636,362	3,471,317	3,294,733
Operations and maintenance	8,061,229	8,104,263	8,484,343	7,895,118	8,053,798	8,255,298
Central	2,620,375	2,464,640	2,269,360	2,395,254	2,245,964	2,499,573
Other supporting services	3,550	1,456	2,960	-	-	4,472
Community services	37,958	6,097	5,167	6,127	3,216	7,393
Nonprogrammed charges	793,049	769,579	777,813	955,065	983,236	936,456
Interest and fees	3,113,228	3,418,992	3,452,123	3,665,265	3,691,785	3,841,448
Total expenses	93,197,639	92,246,699	86,124,649	90,035,032	85,718,606	81,661,617
Program Revenues						
Charges for services						
Instruction:						
Regular programs	1,809,093	2,238,819	2,285,614	2,169,843	2,219,841	2,159,456
Other instructional programs	318,530	95,854	70,810	80,492	88,343	249,695
Support services:						
Business	1,148,685	1,280,501	1,363,558	1,366,284	1,447,260	1,396,374
Operations and maintenance	206,472	169,060	112,600	68,328	70,415	94,565
Capital and operating grants and contributions	17,366,773	15,375,632	14,683,713	15,155,076	11,634,974	10,108,070
Total program revenues	20,849,553	19,159,866	18,516,295	18,840,023	15,460,833	14,008,160
Net (expense)/revenue	(72,348,086)	(73,086,833)	(67,608,354)	(71,195,009)	(70,257,773)	(67,653,457)
General revenues						
Taxes						
Real estate taxes, levied for general purposes	53,178,208	54,207,965	54,546,585	54,068,270	51,752,707	50,812,808
Real estate taxes, levied for specific purposes	13,587,016	11,413,399	9,111,823	9,063,199	8,388,328	7,057,690
Real estate taxes, levied for debt service	7,874,052	8,093,192	7,943,513	6,276,046	5,872,324	5,678,602
Personal property replacement taxes	946,956	926,804	1,007,473	776,881	960,307	1,097,780
State aid-formula grants	2,076,727	2,119,799	2,185,936	2,140,404	2,194,364	2,121,840
Grants and contributions not restricted to specific programs	-	-	-	-	-	-
Investment earnings	139,755	236,515	330,711	432,032	1,052,933	2,127,100
Miscellaneous	576,336	838,456	942,153	172,745	522,163	832,909
Total general revenues	78,379,050	77,836,130	76,068,194	72,929,577	70,743,126	69,728,729
Special items - gain on sale of unimproved land	-	-	14,738,294	-	-	-
Change in net position	\$ 6,030,964	\$ 4,749,297	\$ 23,198,134	\$ 1,734,568	\$ 485,353	\$ 2,075,272

	2007	2006	2005	2004
\$	30,991,469	\$ 29,684,423	\$ 29,489,836	\$ 28,622,875
	9,421,144	9,761,943	10,075,736	8,772,927
	2,581,318	2,457,130	2,313,812	2,146,951
	3,441,529	2,411,873	3,980,940	4,540,510
	4,381,173	4,157,429	4,189,405	3,903,009
	1,933,209	2,127,549	2,153,151	2,277,525
	1,732,274	1,603,677	1,573,681	1,471,314
	1,868,663	1,758,551	1,723,002	1,949,138
	2,054,133	1,967,734	3,149,185	3,102,859
	2,911,755	3,116,292	3,158,776	2,901,443
	9,139,612	8,623,572	7,958,624	7,462,844
	1,824,564	1,822,578	1,662,586	1,750,367
	7,130	17,624	5,040	-
	7,691	-	-	-
	793,738	784,992	686,371	741,611
	3,739,419	3,740,081	3,283,849	4,036,559
	<u>76,828,821</u>	<u>74,035,448</u>	<u>75,403,994</u>	<u>73,679,932</u>
	2,015,576	2,011,517	1,620,040	1,458,402
	448,888	443,375	269,247	312,622
	1,485,089	1,511,619	1,508,288	1,511,944
	67,656	87,129	50,086	31,070
	<u>8,676,314</u>	<u>7,466,696</u>	<u>8,794,743</u>	<u>8,871,015</u>
	<u>12,693,523</u>	<u>11,520,336</u>	<u>12,242,404</u>	<u>12,185,053</u>
	<u>(64,135,298)</u>	<u>(62,515,112)</u>	<u>(63,161,590)</u>	<u>(61,494,879)</u>
	51,738,947	43,711,772	40,520,262	51,853,631
	3,570,675	9,143,267	10,773,925	2,392,837
	5,379,683	5,114,305	5,085,487	-
	1,026,567	940,929	742,374	613,503
	1,928,822	1,817,007	1,721,289	1,710,670
	-	-	-	349,933
	1,911,002	1,262,109	819,231	291,486
	674,633	1,094,053	960,939	549,752
	<u>66,230,329</u>	<u>63,083,442</u>	<u>60,623,507</u>	<u>57,761,812</u>
	-	-	-	-
\$	2,095,031	\$ 568,330	\$ (2,538,083)	\$ (3,733,067)

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

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General Fund				
Nonspendable	\$ 23,318,374	\$ 22,659,025	\$ 21,576,715	\$ -
Assigned	2,194,884	1,756,350	1,198,066	-
Unassigned	9,209,732	11,065,958	10,387,239	-
Reserved	-	-	-	598,272
Unreserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,499,339</u>
Total General Fund	<u>\$ 34,722,990</u>	<u>\$ 35,481,333</u>	<u>\$ 33,162,020</u>	<u>\$ 12,097,611</u>
All Other Governmental Funds				
Unassigned				
Operations and Maintenance	\$ (28,432,859)	\$ (27,714,552)	\$ (25,346,052)	\$ -
Transportation	-	(336,363)	(771,960)	-
Municipal Retirement / Soc. Sec.	(1,830,775)	(927,850)	(410,664)	-
Capital Projects	(804,393)	-	-	-
Restricted				
Transportation	318,107	-	-	-
Debt Service	1,169,846	1,119,643	1,378,578	-
Capital Projects	-	2,644,351	15,721,009	-
Assigned				
Site Acquisition	-	-	373,784	-
Reserved	-	-	-	410,617
Unreserved, reported in:				
Special Revenue Funds	-	-	-	(9,892,756)
Debt Service Fund	-	-	-	979,629
Capital Projects Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,878,351)</u>
Total All Other Governmental Funds	<u>\$ (29,580,074)</u>	<u>\$ (25,214,771)</u>	<u>\$ (9,055,305)</u>	<u>\$ (11,380,861)</u>
Total Governmental Funds	<u>\$ 5,142,916</u>	<u>\$ 10,266,562</u>	<u>\$ 24,106,715</u>	<u>\$ 716,750</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>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
1,280,583	1,416,448	1,696,681	1,182,696	418,540	527,124
<u>6,446,728</u>	<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>\$ 7,727,311</u>	<u>\$ 4,115,374</u>	<u>\$ (2,148,949)</u>	<u>\$ (7,081,764)</u>	<u>\$ (9,465,147)</u>	<u>\$ (6,749,545)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
445,810	805,431	1,090,827	1,103,481	1,102,766	1,408,717
(5,183,036)	(45,716)	5,710,130	9,460,123	12,027,802	12,846,360
913,053	804,937	613,284	443,317	321,538	57,769
<u>(2,738,064)</u>	<u>(525,486)</u>	<u>(243,217)</u>	<u>(4,074,716)</u>	<u>(3,871,809)</u>	<u>(3,063,588)</u>
<u>\$ (6,562,237)</u>	<u>\$ 1,039,166</u>	<u>\$ 7,171,024</u>	<u>\$ 6,932,205</u>	<u>\$ 9,580,297</u>	<u>\$ 11,249,258</u>
<u>\$ 1,165,074</u>	<u>\$ 5,154,540</u>	<u>\$ 5,022,075</u>	<u>\$ (149,559)</u>	<u>\$ 115,150</u>	<u>\$ 4,499,713</u>

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

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Local Sources				
Property taxes	\$ 74,639,276	\$ 73,555,663	\$ 71,448,825	\$ 69,260,971
Replacement taxes	946,956	926,804	1,007,473	776,881
Charges for services	3,482,780	3,784,234	3,832,582	3,684,947
Earnings on investments	157,930	573,077	413,580	299,337
Other local sources	<u>576,336</u>	<u>985,698</u>	<u>1,200,924</u>	<u>325,917</u>
Total local sources	<u>79,803,278</u>	<u>79,825,476</u>	<u>77,903,384</u>	<u>74,348,053</u>
State sources	<u>17,239,163</u>	<u>15,315,334</u>	<u>14,497,892</u>	<u>14,416,748</u>
Federal sources	<u>2,204,337</u>	<u>2,180,097</u>	<u>2,371,757</u>	<u>2,878,732</u>
Total	<u>\$ 99,246,778</u>	<u>\$ 97,320,907</u>	<u>\$ 94,773,033</u>	<u>\$ 91,643,533</u>

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	65,874,367	\$ 63,549,100	\$ 60,689,305	\$ 57,969,344	\$ 56,379,674	\$ 54,246,468
	960,307	1,097,780	1,026,567	940,929	742,374	613,503
	3,825,859	3,900,090	4,017,209	4,053,640	3,391,025	3,275,368
	916,092	2,264,361	1,886,985	970,654	819,231	291,486
	<u>698,724</u>	<u>832,909</u>	<u>674,633</u>	<u>1,094,053</u>	<u>839,889</u>	<u>582,831</u>
	<u>72,275,349</u>	<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>11,825,931</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>2,003,407</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><u>86,104,687</u></u>	<u><u>83,874,150</u></u>	<u><u>78,899,835</u></u>	<u><u>74,312,323</u></u>	<u><u>72,688,225</u></u>	<u><u>69,941,274</u></u>

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

	2013	2012	2011	2010
Current				
Instruction				
Regular programs	\$ 34,031,159	\$ 33,405,733	\$ 31,528,932	\$ 33,506,998
Special programs	10,700,245	10,239,147	9,265,302	9,431,351
Other instructional programs	4,119,638	3,877,548	3,684,326	3,669,696
State retirement contributions	11,347,061	9,802,334	8,718,032	9,212,174
Total instruction	60,198,103	57,324,762	53,196,592	55,820,219
Supporting Services				
Pupils	4,703,942	4,330,683	4,281,970	4,404,681
Instructional staff	1,893,919	1,936,170	1,711,443	1,711,673
General administration	1,151,913	1,170,016	1,184,406	1,073,583
School administration	1,881,385	1,877,500	1,850,207	1,819,539
Business	2,737,530	3,842,000	2,097,380	2,200,993
Transportation	3,435,333	3,121,136	3,273,703	3,532,443
Operations and maintenance	7,983,165	7,850,260	7,955,421	7,711,852
Central	2,615,604	2,450,385	2,243,771	2,395,254
Other supporting services	3,550	1,456	2,960	-
Total supporting services	26,406,341	26,579,606	24,601,261	24,850,018
Community Services	37,958	6,097	5,167	6,127
Nonprogrammed charges	1,835,835	1,729,296	2,035,612	2,156,287
Total current	88,478,237	85,639,761	79,838,632	82,832,651
Other:				
Debt service:				
Principal	7,226,907	6,865,000	6,045,000	4,305,000
Interest	2,676,910	2,913,110	2,660,844	2,759,805
Capital outlay	5,988,370	16,243,040	7,777,563	2,194,401
Total other	15,892,187	26,021,150	16,483,407	9,259,206
Total	\$ 104,370,424	\$ 111,660,911	\$ 96,322,039	\$ 92,091,857
Debt Service as a Percentage of Noncapital Direct Expenditures	10.067%	10.248%	9.832%	7.859%

2009	2008	2007	2006	2005	2004
\$ 32,425,842	\$ 31,716,111	\$ 30,321,917	\$ 29,024,084	\$ 29,092,357	\$ 27,708,047
8,750,555	8,511,745	8,318,508	8,474,334	8,597,018	7,340,849
3,634,534	2,666,234	2,464,417	2,392,174	2,126,338	2,038,263
6,748,987	5,030,420	3,441,529	2,411,873	3,980,940	4,540,510
51,559,918	47,924,510	44,546,371	42,302,465	43,796,653	41,627,669
4,420,371	4,237,451	4,357,377	4,134,399	4,164,615	3,880,279
1,733,857	1,404,851	1,266,033	1,521,242	1,536,435	1,663,590
1,150,693	1,502,244	1,692,862	1,566,106	1,542,358	1,434,774
1,746,668	1,735,207	1,683,889	1,664,252	1,637,990	1,621,102
3,106,531	2,044,638	1,960,629	1,918,779	2,718,483	2,978,957
3,392,415	3,275,921	2,890,660	3,095,388	3,140,184	2,879,123
7,918,613	7,711,290	8,629,750	7,927,813	7,389,865	6,918,090
2,245,964	2,499,573	1,773,948	1,819,571	1,642,261	1,689,135
-	4,472	7,130	17,624	5,040	-
25,715,112	24,415,647	24,262,278	23,665,174	23,777,231	23,065,050
3,216	7,393	7,691	-	-	-
2,156,243	2,173,656	1,842,123	2,013,230	2,113,966	2,108,865
79,434,489	74,521,206	70,658,463	67,980,869	69,687,850	66,801,584
3,820,000	3,550,000	2,985,000	2,595,000	3,000,000	2,070,638
2,849,773	2,803,955	2,697,386	2,831,368	2,930,419	3,321,524
3,989,991	6,521,454	2,208,754	1,169,895	2,167,879	1,949,204
10,659,764	12,875,409	7,891,140	6,596,263	8,098,298	7,341,366
\$ 90,094,253	\$ 87,396,615	\$ 78,549,603	\$ 74,577,132	\$ 77,786,148	\$ 74,142,950
7.746%	7.856%	7.443%	7.392%	7.843%	7.469%

Community High School District 99
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE
LAST TEN FISCAL YEARS

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Excess of revenues over (under) expenditures	\$ (5,123,646)	\$ (14,340,004)	\$ (1,549,006)	\$ (448,324)
Other financing sources (uses)				
Principal on bonds sold	-	-	10,000,000	-
Premiums on bonds sold	-	-	199,677	-
Payments to escrow agent	-	-	-	-
Transfers in	2,920,809	3,124,444	1,107,720	946,137
Transfers out	(2,920,809)	(3,124,444)	(1,107,720)	(946,137)
Other	<u>-</u>	<u>499,851</u>	<u>14,739,294</u>	<u>-</u>
Total	<u>-</u>	<u>499,851</u>	<u>24,938,971</u>	<u>-</u>
Net change in fund balance	<u>\$ (5,123,646)</u>	<u>\$ (13,840,153)</u>	<u>\$ 23,389,965</u>	<u>\$ (448,324)</u>

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ (3,989,566)	\$ (3,522,465)	\$ 350,232	\$ (264,809)	\$ (5,097,923)	\$ (4,201,676)
-	3,654,930	4,821,402	-	40,480,223	-
-	-	-	-	-	-
-	-	-	-	(39,766,763)	5,591
1,048,595	626,430	616,714	310,128	339,195	251,297
(1,048,595)	(626,430)	(616,714)	(310,128)	(339,195)	(251,297)
<u>100</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>100</u>	<u>3,654,930</u>	<u>4,821,402</u>	<u>-</u>	<u>713,460</u>	<u>5,591</u>
<u>\$ (3,989,466)</u>	<u>\$ 132,465</u>	<u>\$ 5,171,634</u>	<u>\$ (264,809)</u>	<u>\$ (4,384,463)</u>	<u>\$ (4,196,085)</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
2012	\$ 3,215,520,728	\$ 59,082	\$ 745,361,475	\$ 62,407,920	\$ 1,202,326	\$ 4,024,551,531	1.9209	\$ 12,073,654,593
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

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

	2012	2011	2010	2009
District Direct Rates				
Educational	1.2623	1.2103	1.1614	1.0970
Tort Immunity	0.0000	0.0000	0.0000	0.0000
Operations and Maintenance	0.2912	0.2049	0.1499	0.0950
Special Education	0.0327	0.0202	0.0220	0.0205
Bond and Interest	0.1990	0.1822	0.1772	0.1632
Transportation	0.0753	0.0675	0.0560	0.0512
Illinois Municipal Retirement	0.0051	0.0152	0.0220	0.0205
Social Security	0.0553	0.0268	0.0220	0.0205
Total Direct	1.9209	1.7271	1.6105	1.4679
Overlapping Rates				
DuPage County	0.1929	0.1773	0.1659	0.1554
DuPage County Forest Preserve Dist.	0.1542	0.1414	0.1321	0.1217
DuPage Airport Authority	0.0168	0.0169	0.0158	0.0148
Downers Grove Township	0.0343	0.0307	0.0281	0.0256
Downers Grove Township Road Dist.	0.0512	0.0459	0.0420	0.0382
Village of Downers Grove & Library	0.7526	0.7923	0.7591	0.6784
Downers Grove Park District	0.3434	0.3077	0.2900	0.2699
Downers Grove Sanitary District	0.0405	0.0363	0.0336	0.0305
Downers Grove School District #58	2.0981	1.8851	1.6991	1.6304
College of DuPage #502	0.2681	0.2495	0.2349	0.2127
Total Direct & Overlapping Rate	5.8730	5.4102	5.0111	4.6455

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.

2008	2007	2006	2005	2004	2003
1.0856	1.0986	1.1901	1.1800	1.1800	1.1800
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0938	0.0975	0.0765	0.1100	0.1462	0.2148
0.0210	0.0194	0.0000	0.0199	0.0200	0.0200
0.1288	0.1272	0.1330	0.1362	0.1404	0.1506
0.0512	0.0454	0.0468	0.0450	0.0548	0.0592
0.0205	0.0194	0.0210	0.0227	0.0250	0.0225
0.0205	0.0194	0.0210	0.0227	0.0250	0.0225
1.4214	1.4269	1.4884	1.5365	1.5914	1.6696
0.1557	0.1651	0.1713	0.1797	0.1850	0.1999
0.1206	0.1187	0.1303	0.1271	0.1358	0.1419
0.0160	0.0170	0.0183	0.0198	0.0213	0.0230
0.0254	0.0256	0.0268	0.0278	0.0290	0.0306
0.0379	0.0383	0.0401	0.0416	0.0434	0.0459
0.6196	0.6425	0.5669	0.6079	0.6426	0.6476
0.2781	0.2932	0.3062	0.3188	0.3322	0.3489
0.0301	0.0303	0.0316	0.0326	0.0339	0.0355
1.5713	1.5816	1.6523	1.7049	1.7721	1.8523
0.1858	0.1888	0.1929	0.1874	0.1972	0.2097
4.4619	4.5280	4.6251	4.7841	4.9839	5.2049

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

		Tax Levy Year 2012 Equalized Assessed Valuation	Percentage of Total 2012 Equalized Assessed Valuation
Taxpayer			
# 1	Hamilton Partners	\$ 34,887,680	0.87%
# 2	Wells Reit II & III	27,864,690	0.69%
# 3	BRE COH IL LLC	19,521,630	0.49%
# 4	PTA-K 225	18,887,400	0.47%
# 5	Amli at 7 Bridges LP	18,270,730	0.45%
# 6	Bchwestwood LLC and Bchemerald	17,814,690	0.44%
# 7	Oak Brook Promenade LLC	13,543,220	0.34%
# 8	PBH Prentiss Creek LLC	11,541,000	0.29%
# 9	GLL BVK Properties 2007	11,308,980	0.28%
# 10	EL AD Windsor Lakes LLC	<u>11,225,990</u>	<u>0.28%</u>
Total		\$ <u>184,866,010</u>	<u>4.60%</u>
		Tax Levy Year 2003 Equalized Assessed Valuation	Percentage of Total 2003 Equalized Assessed Valuation
Taxpayer			
# 1	Hamilton Partners	\$ 72,429,360	2.14%
# 2	Duke Realty, Ltd.	26,842,570	0.79%
# 3	CB Richards	15,462,170	0.46%
# 4	EQR - RE Tax Dept.	14,632,470	0.43%
# 5	BF Real Estate US ILP	14,569,540	0.43%
# 6	Carramerica	14,173,950	0.42%
# 7	Highland Landmark Inv.	13,025,950	0.39%
# 8	Alter Asset Mgmt.	12,812,160	0.38%
# 9	MS Land LLC and MS Building LLC	12,235,110	0.36%
# 10	MJH Downers Grove	<u>12,108,010</u>	<u>0.36%</u>
Total		\$ <u>208,291,290</u>	<u>6.16%</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	
2012	\$	77,307,610	\$	37,568,995	48.60 %	\$	-
2011		74,946,529		36,920,677	49.26	37,718,599	74,639,276
2010		73,766,690		36,313,946	49.23	37,241,827	73,555,773
2009		71,532,257		34,393,999	48.08	37,054,826	71,448,825
2008		67,228,346		32,736,603	48.69	36,524,368	69,260,971
2007		66,046,861		31,382,624	47.52	34,491,743	65,874,367
2006		63,666,987		30,886,231	48.51	32,662,869	63,549,100
2005		60,763,677		29,927,672	49.25	30,758,787	60,686,459
2004		58,023,640		28,639,393	49.36	29,322,692	57,962,085
2003		56,424,833		27,558,066	48.84	28,772,088	56,330,154

Community High School District 99
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Year	General Obligation Bonds	Debt Certificates	Capital Lease	Total	Percentage of Personal Income	Outstanding Debt Per Capita
2013	\$ 55,616,419	\$ 6,545,000	\$ 291,293	\$ 62,452,712	1.51%	\$ 559
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

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
RATIO 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
2013	\$ 55,616,419	\$ 1,169,846	\$ 54,446,573	0.45 %	\$ 488
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

Community High School District 99

DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT

June 30, 2013

Taxing Authority	Outstanding Bonds	Applicable to District	
		Percent	Amount
Direct bonded debt:			
Community High School District 99	\$ 55,616,419	100.000%	\$ 55,616,419
Overlapping bonded debt:			
County			
DuPage County	46,510,000	11.616%	5,402,602
DuPage County Forest Preserve	187,300,103	11.616%	21,756,780
School District			
School District 58	14,995,000	100.000%	14,995,000
School District 60	19,185,000	24.079%	4,619,556
School District 61	2,675,000	45.856%	1,226,648
School District 63	2,042,575	0.139%	2,839
School District 66	1,900,000	100.000%	1,900,000
School District 68	3,235,000	100.000%	3,235,000
School District 502	238,105,000	10.390%	24,739,110
Park Districts			
Butterfield Park District	245,500	13.460%	33,044
Darien Park District	1,925,060	37.983%	731,196
Downers Grove Park District	5,705,000	96.632%	5,512,856
Lisle Park District	12,325,000	8.904%	1,097,418
Oak Brook Park District	2,534,733	15.030%	380,970
Oakbrook Terrace Park District	365,000	5.001%	18,254
Westmont Park District	808,000	30.364%	245,341
Woodridge Park District	4,475,000	72.703%	3,253,459
York Center Park District	710,000	12.169%	86,400
Municipalities			
Village of Bolingbrook	183,371,273	2.115%	3,878,302
Village of Darien	7,100,000	38.444%	2,729,524
Village of Downers Grove	87,035,000	95.861%	83,432,621
Village of Woodridge	22,670,000	69.439%	15,741,821
Miscellaneous			
DuPage Co. SSA #26	1,250,000	100.000%	1,250,000
Fountaindale Library	37,000,000	2.143%	792,910
Indian Prairie Library District and IP Library Bond District	455,000	15.582%	70,898
Total Direct and Overlapping General Obligation Bonded Debt			\$ 252,748,968

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>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Debt Limit	\$ 277,694,056	\$ 299,421,602	\$ 316,044,806	\$ 336,244,002
Total Net Debt Applicable to Limit	<u>62,452,712</u>	<u>69,250,228</u>	<u>75,122,220</u>	<u>70,454,697</u>
Legal Debt Margin	<u>\$ 215,241,344</u>	<u>\$ 230,171,374</u>	<u>\$ 240,922,586</u>	<u>\$ 265,789,305</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	22%	23%	24%	21%
2012 Equalized Assessed Valuation	<u>\$ 4,024,551,531</u>			
Voted and Unvoted Debt Limit - 6.9% of Equalized Assessed Valuation		\$ 277,694,056		
Total Debt Outstanding	62,452,712			
Less: Exempted Debt	<u>-</u>			
Net Subject to 6.9% Limit		<u>62,452,712</u>		
Total Legal Voted and Unvoted Debt Margin		<u>\$ 215,241,344</u>		

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 336,853,627	\$ 319,380,015	\$ 298,902,767	\$ 276,044,382	\$ 254,255,743	\$ 233,188,399
<u>73,891,539</u>	<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>\$ 262,962,088</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>
22%	24%	25%	26%	29%	32%

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

YEAR	POPULATION	PERSONAL INCOME	PER CAPITA INCOME	UNEMPLOYMENT RATE
2013	111,674	\$ 4,148,130,730	\$ 37,145	6.9%
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%

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>2013</u>		
Employer	Employees	Percentage of Total Employment
Navistar Inc.	3,500	7.40%
Advocate Good Samaritan Hospital	2,500	5.28%
Allstate	1,400	2.96%
Molex Incorporated	1,700	3.59%
SIRVA, Inc.	1,100	2.32%
Devry, Inc	850	1.80%
Conventry Health Care	800	1.69%
Acxion Corporation	800	1.69%
Home Run Inn Frozen Pizza	750	1.59%
Downers Grove SD #58	643	1.36%
Wilton Brands	430	0.91%
Woodridge S.D. #68	416	0.88%
	<u>14,889</u>	<u>31.47%</u>

Sources of Information:

Phone canvass of employers, 2013 Illinois Manufacturers' News Directory, 2013 Illinois Services Directory, 2013 Harris Illinois Industrial Directory, Reference USA, and Illinois Department of Employment Security.

Note: The estimated number of persons employed in the District in 2012-13 is 47,314.

(Continued)

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

<u>2004</u>		
Employer	Employees	Percentage of Total Employment
Good Samaritan Hospital	2,600	5.30%
Acxiom Corp.	1,000	2.04%
First Health Group Corp.	800	1.63%
Pepperidge Farm, Inc.	760	1.55%
Servicemaster	700	1.43%
Woodridge School District 68	540	1.10%
Wackenhut, Inc.	525	1.07%
FTD, Inc.	500	1.02%
R.R. Donnelley & Sons Co.	470	0.96%
CNA Insurance	450	0.92%
Wilton Industries	450	0.92%
	8,795	17.94%

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 2003-04 is 49,063.

(Concluded)

Community High School District 99

NUMBER OF EMPLOYEES BY TYPE LAST TEN FISCAL YEARS

	2012- 2013	2011- 2012	2010- 2011	2009- 2010
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	327	322	327	326
Department Chairs	20	20	20	20
Librarians	6	6	5	5
Counselors	19	18	18	20
Student Assistance Coordinators	2	2	2	2
Social workers	7	7	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>395</u>	<u>389</u>	<u>391</u>	<u>392</u>
Support staff:				
Teacher aides	88	86	83	85
Student supervisors	24	22	22	22
Clerical and other support	88	86	84	83
Technical Support	12	12	11	11
Maintenance, custodians and grounds	<u>59</u>	<u>59</u>	<u>59</u>	<u>59</u>
Total support staff	<u>271</u>	<u>265</u>	<u>259</u>	<u>260</u>
Total employees	<u>689</u>	<u>677</u>	<u>673</u>	<u>675</u>

Source of Information: District Personnel Records

2008 - 2009	2007 - 2008	2006 - 2007	2005 - 2006	2004 - 2005	2003 - 2004
1	1	1	1	1	1
2	2	2	2	2	2
5	6	6	6	6	7
<u>15</u>	<u>15</u>	<u>15</u>	<u>15</u>	<u>15</u>	<u>14</u>
<u>23</u>	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>
325	324	329	327	328	319
20	20	20	20	20	20
5	6	6	6	7	7
20	20	20	20	20	20
2	2	2	2	2	2
5	7	5	5	5	5
7	7	7	7	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>391</u>	<u>393</u>	<u>396</u>	<u>394</u>	<u>398</u>	<u>389</u>
82	78	74	76	85	81
22	21	26	24	31	33
83	87	87	88	89	88
11	11	11	11	11	11
<u>59</u>	<u>59</u>	<u>59</u>	<u>58</u>	<u>69</u>	<u>69</u>
<u>257</u>	<u>256</u>	<u>257</u>	<u>257</u>	<u>285</u>	<u>282</u>
<u>671</u>	<u>673</u>	<u>677</u>	<u>675</u>	<u>707</u>	<u>695</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
2013	5,154	\$ 90,214,212	\$ 17,504	4.7%	\$ 93,197,639	\$ 18,083	1.8%	327	15.8	26.6%
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%

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.

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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
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	2,130	2,131	2,179	2,144	2,169	2,265	2,363	2,335	2,327	2,241
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	3,024	3,065	3,149	3,125	3,206	3,189	3,314	3,307	3,278	3,334
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, 2013 and June 30, 2012

	<u>2013</u>	<u>2012</u>
Expenditures:		
Educational Fund	\$ 63,473,018	\$ 62,452,781
Operations and Maintenance Fund	9,250,420	8,838,659
Transportation Fund	3,395,653	3,206,717
Municipal Retirement/Social Security Fund	2,748,060	2,555,792
Debt Service Fund	9,903,817	9,778,110
	<u>88,770,968</u>	<u>86,832,059</u>
Less Revenues/Expenditures not Applicable to Operating Expense of Regular Programs		
<u>General</u>		
Educational:		
Tuition paid	1,835,835	1,729,296
Summer school	306,137	333,270
Special education private tuition	474,383	-
Capital outlay	1,035,376	1,803,399
Community service	37,958	6,096
Operations and Maintenance:		
Capital outlay	1,778,868	1,551,919
<u>Special Revenue</u>		
Transportation:		
Capital outlay	7,735	129,410
Municipal Retirement/Social Security		
Summer School	14,385	16,411
<u>Debt Service</u>		
Debt retirement	7,226,907	6,865,000
	<u>12,717,584</u>	<u>12,434,801</u>
Net operating expenditures	\$ <u>76,053,384</u>	\$ <u>74,397,258</u>
Average daily attendance	<u>4,702.85</u>	<u>4,863.96</u>
Operating expenditure per student	\$ <u>16,172</u>	\$ <u>15,296</u>

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