

**COMMUNITY HIGH SCHOOL  
DISTRICT NO. 155  
CRYSTAL LAKE, ILLINOIS**

**ANNUAL FINANCIAL STATEMENTS**  
Year Ended June 30, 2013

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
CRYSTAL LAKE, ILLINOIS  
ANNUAL FINANCIAL STATEMENTS  
June 30, 2013

CONTENTS

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT .....	1
REQUIRED SUPPLEMENTARY INFORMATION:	
Management's Discussion and Analysis .....	4
BASIC FINANCIAL STATEMENTS	
District-Wide Financial Statements:	
Statement of Net Position .....	16
Statement of Activities .....	17
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	18
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position .....	19
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	20
Reconciliation of Statements of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to Statement of Activities .....	21
Statement of Fiduciary Net Position – Agency Funds .....	22
Notes to Financial Statements .....	23
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Budget Basis) and Actual - General Fund.....	43
Notes to the Budgetary Comparison Schedule .....	44
Schedule of Funding Progress	
Illinois Municipal Retirement.....	45
Other Post Employment Benefits .....	46
OTHER SUPPLEMENTARY INFORMATION:	
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
MAJOR GOVERNMENTAL FUND	
General Fund:	
Balance Sheet by Account .....	47
Statement of Revenues, Expenditures, and Changes in Fund Balances by Account.....	48
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Budget Basis) and Actual - Educational Account .....	49
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Operations and Maintenance Account.....	55
Schedule of Revenues and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Working Cash Account .....	56

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
CRYSTAL LAKE, ILLINOIS  
ANNUAL FINANCIAL STATEMENTS  
June 30, 2013

CONTENTS

OTHER SUPPLEMENTARY INFORMATION (Continued):

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES (Continued)

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet .....	57
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	59
Special Revenue Funds:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Transportation Fund .....	61
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Municipal Retirement / Social Security Fund.....	62
Debt Service Fund:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Debt Service Fund.....	63
Capital Projects Funds:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual – Capital Projects .....	64
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Developers' Impact Fund - Crystal Lake .....	65
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Developers' Impact Fund - Cary Grove.....	66
Fiduciary Fund:	
Agency Funds:	
Combining Statement of Changes in Assets and Liabilities - Student Activity Funds .....	67
Cash Receipts, Disbursements, and Cash Balances - Activity Funds - Crystal Lake - Central .....	68

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
CRYSTAL LAKE, ILLINOIS  
ANNUAL FINANCIAL STATEMENTS  
June 30, 2013

CONTENTS

OTHER SUPPLEMENTARY INFORMATION (Continued):

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES (Continued)

Cash Receipts, Disbursements, and Cash Balances - Activity Funds - Cary Grove .....	70
Cash Receipts, Disbursements, and Cash Balances - Activity Funds - Prairie Ridge .....	72
Cash Receipts, Disbursements, and Cash Balances - Activity Funds - Crystal Lake - South.....	74

SUPPLEMENTAL INFORMATION (Unaudited)

Debt Service Schedule - School Building Bonds, Series 1995 .....	76
Assessed Valuations, Extended Tax Rates, Amounts, and Percentage Allocation by Fund .....	77
Statement of Legal Debt Margin .....	78
Average Student Enrollment.....	79

## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Community High School District No. 155  
Crystal Lake, 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 No. 155 (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***

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

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Emphasis of Matter**

As discussed in Note 14 to the financial statements, in June 2011, the GASB issued GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". Statement 63 is effective for the District's fiscal year ending June 30, 2013. The District has implemented this statement retroactively for their fiscal year ended June 30, 2013. This Statement provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position (which is the net residual amount of the other elements). This Statement requires that deferred outflows of resources and deferred inflows of resources be reported separately from assets and liabilities. This Statement also amends certain provisions of GASB Statement No. 34, Basic Financial Statements -- and Management's Discussion and Analysis -- for State and Local Governments, and related pronouncements to reflect the residual measure in the statement of financial position as net position, rather than net assets. Our opinion is not modified with respect to this matter.

As discussed in Note 14 to the financial statements, in March 2012, the GASB issued GASB Statement 65, "Items Previously Reported as Assets and Liabilities." The provisions of this Statement are effective for the District's fiscal year ended June 30, 2014, with earlier application being encouraged. The District has implemented this statement retroactively for their fiscal year ended June 30, 2013. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term *deferred* in financial statement presentations. As a result, net position was restated as of July 1, 2012, for the cumulative effect of the application of this pronouncement. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedule, and Schedules of Funding Progress as listed in the table of contents be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the 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 financial statements, and other knowledge we obtained during our audit of the 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.

### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements. The combining and individual fund financial statements and schedules and supplemental information as listed on the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the financial statements as a whole.

The supplemental information as listed on the table of contents has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

### **Report on Other Legal and Regulatory Requirements**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2013 on our consideration of 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 District's internal control over financial reporting and compliance.



Crowe Horwath LLP

Oak Brook, Illinois  
December 11, 2013

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

---

The management's discussion and analysis of Community High School District No. 155's (the District) financial performance provides an overall review of the financial activities for the fiscal year ended June 30, 2013. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, basic financial statements, and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

### **Financial Highlights**

- The assets of Community High School District No. 155 exceeded its liabilities at the close of the fiscal year by \$125,256,148 (net position). Of this amount \$59,843,400 (unrestricted net position) may be used to meet the District's ongoing obligations.
- The District's total net position decreased by \$1,868,488 during fiscal year 2013 as reported in the Statement of Activities. Contributing to this decrease was a \$5,552,360 decrease in fund balances as total expenditures exceeded total revenues. Of that amount, a decrease of \$4,300,803 occurred in the General Fund. The Nonmajor Funds decreased \$1,251,557. The remaining change in net position resulted from adjustments for revenue and expenses not reported in the governmental funds due to timing issues. See Statement #6 for further information.
- The District had \$104,620,003 of expenses related to government activities; only \$23,476,098 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes, general state aid and investment earnings) of \$79,275,417 were inadequate to provide for these programs, resulting in the net decrease in net position.
- As of the close of fiscal year 2013, the District's governmental funds reported combined ending fund balances of \$71,229,793, a decrease of \$5,552,360 in comparison to the prior year.
- At the end of fiscal year 2013, the unassigned fund balance was \$37,636,156 which is 34.9% of the total governmental funds expenditures.

### **Overview of the Annual Financial Report**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the District as a financial whole, an entire operating entity. This discussion and analysis is intended to serve as an introduction to the District's financial statements. Those statements are comprised of the following components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information as well as combining and individual fund financial statements.

---



**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

---

**DISTRICT-WIDE FINANCIAL STATEMENTS**

The district-wide financial statements are designed to provide readers with a broad overview of the District's finances using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of the related cash flows.

**Statement of Net Position:** The statement of net position presents information on assets, what is owned, liabilities, what is owed, and net position, the resources that would remain if all obligations were settled. The statement categorizes assets to show that some assets are very liquid, such as cash. Some assets are invested in capital assets such as buildings, equipment and other long-lived property.

**Statement of Activities:** The statement of activities presents information that shows how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave). Also included is activity related to the acquisition and depreciation of capital assets, as well as changes in long-term debt. Over time, increases or decreases in net position may serve as a useful indicator of improvements or deterioration of the financial position of the District.

The district-wide financial statements highlight the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include the following functions: instruction, support services, payments to other governmental units, on-behalf payments made by the State, and interest on debt.

The district-wide financial statements can be found on pages 16 and 17 of this report.

**Reporting of the School District's Most Significant Funds**

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

**Governmental Funds:** Governmental funds are used to account for essentially the same functions reported as governmental activities in the district-wide financial statements. The governmental funds are reported using the *modified accrual* method of accounting, which

---

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

---

focuses on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources at the end of the fiscal year. The governmental fund statements provide a detailed short-term view of the District's general governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental funds is reconciled in the financial statements. The governmental fund financial statements can be found on pages 18 – 21 of this report.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the District's major fund. The District has one major fund, the General Fund, (comprised of the Educational, Operations and Maintenance, and Working Cash Accounts). All other non-major Governmental Funds are combined and presented in one column. Individual fund data for each of the non-major governmental funds is provided in the form of combining and individual statements elsewhere in this report.

**Fiduciary Funds:** The District also maintains fiduciary funds in the form of agency funds, which are used to account for resources - exclusively cash - held by the District for the benefit of student groups. Fiduciary funds are not reflected in the district-wide financial statements because the resources of those funds are not available to support the District's own programs. The fiduciary funds also use the modified accrual basis of accounting. The fiduciary fund financial statement can be found on page 22 of this report.

**Notes to the Financial Statements:** The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found on pages 23 - 42 of this report.

**Required Supplementary Information:** The required supplemental information is presented concerning the District's General Fund budgetary schedule, the IMRF (Illinois Municipal Retirement Fund) pension schedule and other post-employment benefits schedule. The District adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget. The IMRF pension schedule has been provided to present IMRF's progress in funding its obligation to provide pension benefits to District employees. The other post-employment benefits schedule provides progress for funding the District's other post-employment benefits plan. Required supplementary information can be found on pages 43 – 46 of this report.

---

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

**Combining and individual fund statements and schedules** are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 47 – 79 of this report.

**District-Wide Financial Analysis**

The following tables present current year data in comparison to data from the previous year.

**Statement of Net Position:** The following table reflects the condensed statement of net position.

Condensed Statement of Net Position		
	6/30/2012 Governmental Activities	6/30/2013 Governmental Activities
Assets:		
Current Assets	\$ 156,835,014	\$ 154,976,072
Equity in Joint Venture	2,728,190	2,626,526
Capital Assets	59,533,169	58,328,308
Total Assets	<u>\$ 219,096,373</u>	<u>\$ 215,930,906</u>
Liabilities and Deferred Inflows:		
Short-term Liabilities	\$ 13,286,069	\$ 14,274,063
Unearned Revenues	68,248,637	70,780,624
Long-term Liabilities	10,437,031	5,620,071
Total Liabilities and Deferred Inflows	<u>91,971,737</u>	<u>90,674,758</u>
Net Position:		
Net Investment in Capital Assets	44,061,201	47,358,605
Restricted	16,376,493	18,054,143
Unrestricted	66,686,942	59,843,400
Total Net Position	<u>127,124,636</u>	<u>125,256,148</u>
Total Liabilities, Deferred Inflows, and Net Position	<u>\$ 219,096,373</u>	<u>\$ 215,930,906</u>

**Assets:** Current assets consist of cash and investments, property taxes receivable, grants-in-aid and other receivables. Capital assets include land, buildings and improvements, and equipment.

**Changes to Assets:** For the year ended June 30, 2013, total assets decreased \$3,165,467 to a total of \$215,930,906. Current assets decreased \$1,858,942 to \$154,976,072. Within current assets, cash and investments decreased \$2,406,562 primarily due to an excess of operating expenditures over revenue. Property taxes receivable increased \$1,123,571 due to an increase in the tax extension from the 2011 levy to 2012. Grants receivable decreased \$998,903 due to a decrease in state revenue as well as payment timing differences. Capital assets decreased \$1,204,861 to \$58,328,308 due to depreciation expense being in excess of the current year investment in capital assets.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

**Liabilities:** Short-term liabilities include accounts payable, claims payable, accrued salaries, and bond payments due within one year. Unearned revenue consists of property taxes levied and owed to the District but not earned as of year-end. Long-term liabilities consist of bonds payable due in more than one year.

**Changes to Liabilities:** For the year ended June 30, 2013, total liabilities and deferred inflows decreased \$1,296,979 to a total of \$90,674,758. Short-term liabilities increased \$987,994 to \$14,274,063. Within short-term liabilities, accrued salaries decreased \$515,290, accounts payable increased \$685,003, claims payable increased \$488,281, and the portion of the bond payment due within one year increased \$330,000. Unearned tax revenue increased \$2,524,338 to \$70,765,207. This change is a result of the increased property tax levy for the District. There was also a \$4,816,960 decrease in long-term liabilities which primarily consist of the long-term bond obligations remaining for Prairie Ridge High School.

The Statement of Net Position can be found on page 16 of this report.

**Statement of Activities:** The following table reflects the condensed statement of activities.

**CONDENSED STATEMENT OF ACTIVITIES**

	Governmental Activities 6/30/2012	Governmental Activities 6/30/2013
Revenues:		
Program Revenues:		
Charges for services	\$ 2,253,954	\$ 3,298,017
Operating grants and contributions	19,883,676	20,114,899
Capital grants and contributions	25,242	63,182
General revenues:		
Property taxes	66,856,214	68,819,438
Payments in Lieu of Taxes	1,225,995	1,252,652
General State Aid	8,399,038	6,749,561
Investment earnings	317,239	279,833
Other general revenues	1,876,336	2,173,933
Total revenues	100,837,694	102,751,515
Expenses:		
Instruction	58,297,093	57,778,459
Support Services	25,463,799	30,155,031
Community Services	-	858
Payments to Other Governmental Units	1,919,008	1,966,205
State On-behalf Contributions to TRS	12,018,538	13,876,295
Interest on long-term debt	1,109,492	843,155
Total expenses	98,807,930	104,620,003
Increase in net position	2,029,764	(1,868,488)
Net position beginning of year	125,094,872	127,124,636
Net position end of year	\$ 127,124,636	\$ 125,256,148

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

---

**Revenue:** The majority of the revenue for the District is generated through property taxes. For the year, approximately 67.0 percent of total revenue was generated through property taxes. The District also relies heavily on State and Federal Grants to fund the educational programs. For the year, approximately 19.6 percent of total revenue was obtained through operating grants and contributions.

**Expenses:** The largest expenditure for the District is the teaching of pupils (instructional costs). Direct instructional costs accounted for 55.2 percent of the total expenses for the year. The cost of providing administrative, technical (such as guidance and health), and logistical support to facilitate and enhance instruction (support services) accounted for 28.8 percent of total expenses.

**Net Position:** Net position decreased \$1,868,488 from the previous year. Contributing to this decrease was a \$5,552,360 decrease in fund balances. See the previous discussion for additional information on changes to net position. The Statement of Activities can be found on page 17 of this report.

## **GOVERNMENTAL FUNDS FINANCIAL STATEMENTS**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

### **Governmental Funds Financial Analysis**

**Fund Balances:** As of the end of the current fiscal year the District's governmental funds reported combined ending fund balances of \$71,229,793, a decrease of \$5,552,360 in comparison with the previous fiscal year. Of this change, a decrease of \$4,300,803 occurred in the General Fund while non-major Funds accounted for a decrease of \$1,251,557. \$33,593,637 or 47.2 percent of the total amount in fund balance is restricted or assigned for various purposes, including \$7,750,111 for future insurance obligations and \$15,884,271 for construction. All funds had positive fund balances as of June 30, 2013.

The General Fund is the primary operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$37,636,156. As a measure of the General Fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unassigned fund balance represents approximately 39.6 percent of total General Fund expenditures.

The General Fund Balance Sheet by Account can be found on page 47 of this report.

---

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

**Statement of Revenues:** The following is the analysis of revenues for the past two years for the governmental activities of the District.

**COMPARATIVE SUMMARY OF REVENUES**  
**GOVERNMENTAL FUNDS**  
**For the Fiscal Years ending June 30**

	2012	2013	INCREASE (DECREASE) 2012 to 2013	% CHANGE
Property Taxes	\$ 66,856,214	\$ 68,819,438	\$ 1,963,224	2.9%
Payments in Lieu of Taxes	1,225,995	1,252,652	26,657	2.2%
Earnings on Investments	317,239	279,833	(37,406)	-11.8%
Other Local Revenue	5,028,036	5,538,587	510,551	10.2%
General State Aid	8,399,038	6,749,561	(1,649,477)	-19.6%
Restricted State Grants	4,246,584	3,059,952	(1,186,632)	-27.9%
Restricted Federal Grants	3,505,373	2,671,760	(833,613)	-23.8%
On-behalf TRS payments	12,018,538	13,876,295	1,857,757	15.5%
Total	<u>\$101,597,017</u>	<u>\$102,248,078</u>	<u>\$ 651,061</u>	0.6%

The most significant revenue source for all funds during fiscal year 2013 continues to be property taxes. Property tax revenue increased due to consumer price index (CPI) related growth in the tax extended to existing property and because of new construction in the District.

Payments in lieu of taxes primarily come from Corporate Personal Property Replacement Taxes. This revenue source fluctuates with the general economic conditions prevalent in the State. This year these revenues remained relatively consistent with the prior year.

Earnings on investments decreased due to declines in the interest rates in the marketplace.

Other local revenue increased due a change in the accounting for course fees as well as an overall increase in these fees. In fiscal year 2012 these fees were reported in Student Activity Funds, a fiduciary fund which is not included in the totals above. In fiscal year 2013 all course fee revenue was reported in the General Fund.

Unrestricted General State Aid is distributed to school districts in Illinois on the basis of weighted average daily student attendance, state funding, and the amount of the local District's equalized assessed valuation for the previous year. The decrease in general state aid is attributed to a decrease in the allocation of funding to the program by the State of Illinois.

Restricted State grants decreased substantially from fiscal year 2012 due to a general decrease in the amount reimbursed by the state combined with payment timing differences between the fiscal years.

Federal grants decreased substantially due to ARRA Education Jobs Fund revenue being received in fiscal year 2012, but not continued in fiscal year 2013.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

On-behalf TRS payments credited from the State increased due to an increase in the state contribution percentage. This represents monies allocated to the Teachers' Retirement System (TRS) by the State, on behalf of the District, as the State's contribution to the retirement system. There is an offsetting expenditure totaling this exact amount to reflect payment to TRS by the State. Payment was made to TRS directly by the State, on the District's behalf.

**Statement of Expenditures:** The following is the analysis of expenditures for the past two years for the governmental activities of the District.

**COMPARATIVE SUMMARY OF EXPENDITURES**  
**GOVERNMENTAL FUNDS**  
**For the Fiscal Years ending June 30,**

	2012	2013	INCREASE (DECREASE) 2012 to 2013	% CHANGE
Instruction	\$ 57,115,290	\$ 56,839,655	\$ (275,635)	-0.5%
Support Services	25,420,468	29,772,005	4,351,537	14.6%
Community Services	-	858	858	100.0%
Payments to Other Governmental Units	1,919,008	1,966,205	47,197	2.4%
On-behalf Payments made by State to TRS	12,018,538	13,876,295	1,857,757	13.4%
Debt Service - Principal & Interest	5,035,420	5,345,420	310,000	5.8%
Total	<u>\$101,508,724</u>	<u>\$107,800,438</u>	<u>\$ 6,291,714</u>	5.8%

Instructional costs remained relatively stable when compared to fiscal year 2012, decreasing 0.5%. Salary and benefit increases in this function were offset by a reclassification of staff members between Instruction and Support Services. For example, social workers and attendance clerks were reported under Instruction in fiscal year 2012 and under Support Services in fiscal year 2013.

Support Services costs increased by 14.6% due in part to the effect of the reclassification of staff noted above. In addition, student supplies funded by student registration fees were reported in the General Fund in fiscal year 2013. Both the course fee revenue and related student supply expenditures had been reported in the Student Activity Funds in fiscal year 2012. Student Activity Funds is a fiduciary fund which is not reflected in the totals above.

The increase in Payments to Other Governmental Units resulted from cost increases for special needs students requiring outside programs and services.

Debt service expenditures increased consistent with the schedule of the outstanding debt for Prairie Ridge High School.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

**Budgetary Highlights**

The District's budget is prepared in accordance with Illinois law and is based on accounting for transactions on the modified accrual basis of accounting. A budget to actual schedule is provided as required supplementary information for the General Fund. Significant actual differences compared the final budget are discussed below:

	<u>Final Budget</u>	<u>Actual Results</u>	<u>Reason for Difference</u>
<b>Revenues</b>			
Education Account:			
Corporate Personal Property Replacement Tax	\$ 904,671	\$ 1,162,652	Higher corporate earnings than anticipated.
Special Ed Private Facility	565,033	394,886	Timing differences of payments.
Special Ed Extraordinary	900,000	635,859	Timing differences of payments.
Special Ed Personnel	735,555	551,735	Timing differences of payments.
IDEA Room & Board	725,000	969,711	Higher federal room & board reimbursements than anticipated.
<b>Expenditures</b>			
Education Account:			
Instruction Regular Programs: Employee Benefits	9,441,482	8,287,137	Claims were lower than anticipated in the instruction function, but higher in several other functions.
Instruction Regular Programs: Termination Benefits	-	369,173	TRS Early Retirement Option Liability is unknown until employees elect
Support Service Attendance & Social Work Services: Salaries	361,910	1,053,612	Reclassification of social worker salaries from the instruction function.

**Capital Asset and Long-term Debt Activity**

**Capital Assets:** The capital assets of the District are those used in the performance of general governmental functions. They are recorded at original cost, which is considerably less than their present replacement value. Capital assets include land, buildings and improvements and equipment. The District's investment in capital assets for its governmental activities at year end totaled \$58,328,308 (net of accumulated depreciation). Additions to capital assets were \$604,796. Depreciation charges of \$1,538,914 were expensed on the total capital assets during fiscal year 2013.

Additional information on the District's capital assets can be found in Note 5 on page 32 of this report.



**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

---

**Debt Administration:** Total District long-term debt at year-end was \$11,295,071. Additions during the year, due to the annual accretion of interest, amounted to \$842,735. Also, \$22,409 was added to the net pension obligation and \$7,104 was subtracted from other post-employment benefits payable. Retirement of debt principal through debt service property taxes and working cash fund abatement amounted to \$5,345,000.

The year end debt is comprised of the following: general obligation bonds payable, \$10,969,703, \$149,532 for post employment benefits payable, and \$175,836 for net pension (IMRF) obligations outstanding.

The District has one general obligation Series 1995 bond issue outstanding. The entire amount of the general obligation issue is backed by the full faith and credit of the District through property taxes. Principal and interest on the District's Series 1995 bonds is scheduled to be fully retired in fiscal year 2015.

The State statutes limit the amount of outstanding debt to 6.9% of total District assessed valuation. The District's current debt limitation is \$186,470,473, which is significantly in excess of the District's general obligation debt.

Additional information on the District's long-term debt can be found in Note 7 on page 33 of this report.

**Conditions Expected to Have a Significant Effect on Financial Position**

**Enrollment:** Commercial and residential growth has been somewhat stable over the past few years. In the short term, due to the current real estate market, all types of construction have slowed significantly throughout the District. Enrollment is also expected to decline as a result. In recent years, to accommodate growth, the District had expanded its facilities with additions at Cary-Grove High School and most recently at Crystal Lake South High School. Presently, the District has sufficient capacity to house its projected enrollment. For the near term, decreases in the District's equalized assessed valuation (EAV) are expected. As local and state revenue stagnate, it will be necessary to employ cost saving measures to keep expenditures in line with revenue.

**Weakening State Economy:** The District's portion of State-based revenue is expected to be affected by weakening economic conditions in Illinois.

**Interest Rates:** Earnings on investments for fiscal year 2013 decreased significantly over the levels seen in previous years, as interest rates have declined dramatically. It is anticipated that interest rates will continue to be below average, leading to continued low levels of investment earnings.

---

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

---

**Property Tax:** The Property Tax Extension Limitation Law, also known as Tax Caps, has also had an impact on the District. The tax cap legislation passed by the Illinois General Assembly for taxing districts has limited the growth in the extended tax levy. The tax caps will affect the District's future levies for all non-debt related purposes.

On the 2012 levy, which will be recognized in fiscal year 2014, the District abated \$2,000,000 from the debt service extension in order to help ease the tax burden on residents. The District will fund a portion of its fiscal year 2014 debt payment with working cash fund reserves to make up for the reduction in property tax revenue.

**Cash Flow / Reserves:** Presently, Community High School District No. 155 has sufficient cash reserves to adequately fund District operations. For the past nineteen years, there has been no need for the District to borrow on a short-term basis to fund operations. However, as is evident by the significant deficit in fiscal year 2013, the District needs to make operational changes to return to a balanced budget.

**Facilities:** The District operates four comprehensive co-educational high schools and an alternative high school, with over one million square feet under roof. Annually, the District spends over a million dollars for capital improvements to maintain its facilities. The funds for these improvements come from capital projects fund reserves. The District's newest school, Prairie Ridge High School, opened in the fall of 1997. Construction for Prairie Ridge was financed by the issuance of \$29.6 million in general obligation bonds. These bonds represent the only long-term debt issued by the District and will be fully retired in December 2014.

**State Revenues and Federal Revenues:** State funding is an important, but declining, source of revenue, representing approximately 11.1% of the District's revenue in fiscal year 2013, down from 14.1% of District revenue in fiscal year 2012. The state continues to delay payments to most districts due to ongoing revenue shortfalls. The State owed the District in excess of one million dollars for several programs at the end of the fiscal year.

The Federal government discontinued temporary stimulus funding through the ARRA initiative, resulting in a decline in Federal funding of over \$800,000.

**Planning:** The District has implemented a 5-year needs assessment to enable the development of multi-year budget guidelines. With careful planning and monitoring of its finances, the District is confident that it can continue to provide a quality education for its students while maintaining a healthy financial position.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 155**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(UNAUDITED)**

---

**Requests for Information**

This financial report is designed to provide a general overview of Community High School District No. 155's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Assistant Superintendent of Finance, One South Virginia Rd., Crystal Lake, Illinois, 60014.

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
STATEMENT OF NET POSITION  
June 30, 2013

STATEMENT 1

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and Investments	\$ 105,541,768
Interest Receivable	65,590
Property Tax Receivable	35,525,264
State Replacement Taxes Receivable	241,731
Grants Receivable	4,826,776
Other Accounts Receivable	16,312
Cash and Investments - Restricted for Insurance	8,758,631
Equity in Joint Venture	2,626,526
Capital Assets Not Being Depreciated	2,867,936
Capital Assets Being Depreciated, net	<u>55,460,372</u>
<b>Total Assets</b>	<u><b>215,930,906</b></u>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	
<b>Liabilities</b>	
Accounts Payable	1,307,668
Accrued Salaries	6,349,307
Claims Payable	942,088
Long-term obligations, due within one year:	
Bonds Payable	5,675,000
Long-term obligations, due in more than one year:	
Other Post Employment Benefits Payable	149,532
Net Pension Obligation	175,836
Bonds Payable	<u>5,294,703</u>
<b>Total Liabilities</b>	<u><b>19,894,134</b></u>
 <b>Deferred Inflows of Resources</b>	
Unearned Property Tax Revenue	70,765,207
Unearned Revenue	<u>15,417</u>
<b>Total Deferred Inflows of Resources</b>	<u><b>70,780,624</b></u>
 <b>Net Position</b>	
Net investment in capital assets	47,358,605
Restricted for:	
Insurance	7,750,111
Operations and Maintenance	2,059,408
Transportation	2,363,525
IMRF	1,341,796
Social Security	438,003
Debt Service	438,251
Construction	3,663,049
Unrestricted Net Position	<u>59,843,400</u>
<b>Total Net Position</b>	<u><u><b>\$ 125,256,148</b></u></u>

See accompanying notes to the financial statements.

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
STATEMENT OF ACTIVITIES  
Year ended June 30, 2013

STATEMENT 2

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating grants, contributions, and related interest income	Capital Grants and Contributions	Governmental Activities
Governmental Activities:					
Instruction	\$ 57,778,459	\$ 1,963,237	\$ 2,358,486	\$ -	\$ (53,456,736)
Support Services	30,155,031	1,334,780	3,880,118	63,182	(24,876,951)
Community Services	858	-	-	-	(858)
Payments to Other Governmental Units	1,966,205	-	-	-	(1,966,205)
State On-behalf Contributions to TRS	13,876,295	-	13,876,295	-	-
Interest on Debt	<u>843,155</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(843,155)</u>
<b>Total Governmental Activities</b>	<b><u>\$ 104,620,003</u></b>	<b><u>\$ 3,298,017</u></b>	<b><u>\$ 20,114,899</u></b>	<b><u>\$ 63,182</u></b>	<b>(81,143,905)</b>
General revenues:					
Taxes:					
Property Taxes					
					68,819,438
Payments in Lieu of Taxes					
					1,252,652
General state aid					
					6,749,561
Investment earnings					
					279,833
Other general revenues					
					<u>2,173,933</u>
Total general revenues					<u>79,275,417</u>
Change in net position					(1,868,488)
Net position, beginning of year					<u>127,124,636</u>
Net position, end of year					<u>\$ 125,256,148</u>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
June 30, 2013

STATEMENT 3

	<u>Major Fund</u> General <u>Fund</u>	<u>Nonmajor</u> <u>Funds</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Investments	\$ 76,639,820	\$ 28,901,948	\$ 105,541,768
Interest Receivable	49,624	15,966	65,590
Property Tax Receivable	31,030,827	4,494,437	35,525,264
State Replacement Taxes Receivable	241,731	-	241,731
Grants Receivable	3,114,756	1,712,020	4,826,776
Other Account Receivables	16,312	-	16,312
Cash and Investments - Restricted for Insurance	<u>8,758,631</u>	<u>-</u>	<u>8,758,631</u>
<b>Total Assets</b>	<u>\$ 119,851,701</u>	<u>\$ 35,124,371</u>	<u>\$ 154,976,072</u>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 591,649	\$ 716,019	\$ 1,307,668
Accrued Salaries	6,349,307	-	6,349,307
Claims Payable	<u>942,088</u>	<u>-</u>	<u>942,088</u>
<b>Total Liabilities</b>	<u>7,883,044</u>	<u>716,019</u>	<u>8,599,063</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Property Tax Revenue	61,812,451	8,952,756	70,765,207
Unavailable Revenue	<u>2,710,531</u>	<u>1,671,478</u>	<u>4,382,009</u>
<b>Total Deferred Inflows of Resources</b>	<u>64,522,982</u>	<u>10,624,234</u>	<u>75,147,216</u>
 <b>FUND BALANCE</b>			
<b>Restricted</b>			
Insurance	7,750,111	-	7,750,111
Operations and Maintenance	2,059,408	-	2,059,408
Transportation	-	2,363,525	2,363,525
IMRF	-	1,341,796	1,341,796
Social Security	-	438,003	438,003
Debt Service	-	438,251	438,251
Construction	-	3,663,049	3,663,049
<b>Assigned</b>			
Transportation	-	3,318,272	3,318,272
Construction	-	12,221,222	12,221,222
Unassigned	<u>37,636,156</u>	<u>-</u>	<u>37,636,156</u>
<b>Total Fund Balance</b>	<u>47,445,675</u>	<u>23,784,118</u>	<u>71,229,793</u>
 <b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>			
	<u>\$ 119,851,701</u>	<u>\$ 35,124,371</u>	<u>\$ 154,976,072</u>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET  
 TO STATEMENT OF NET POSITION  
 June 30, 2013

---

Total fund balances - governmental funds		\$ 71,229,793
Amounts reported for governmental activities in the net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Capital Assets	89,802,707	
Accumulated Depreciation	<u>(31,474,399)</u>	
Net Capital Assets		58,328,308
Certain grants receivable are not available to pay for current period expenditures and therefore are unavailable in the governmental funds.		
		4,366,592
Equity in Joint Venture is reported in the statement of net position but is not a current financial resource and therefore is not reported in governmental funds.		
		2,626,526
Some liabilities reported in the statement of activities do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of :		
Bonds payable	(10,969,703)	
Net pension obligation	(175,836)	
Other post employment benefit obligation	<u>(149,532)</u>	
Total long-term liabilities		<u>(11,295,071)</u>
Net position of governmental activities		\$ <u>125,256,148</u>

---

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Year Ended June 30, 2013

	<u>Major Fund</u> General <u>Fund</u>	Nonmajor <u>Funds</u>	<u>Total</u>
Revenues			
Local Sources	\$ 67,381,264	\$ 8,509,246	\$ 75,890,510
State Sources	8,810,040	999,473	9,809,513
Federal Sources	2,671,760	-	2,671,760
On-Behalf Payments Received from State	13,876,295	-	13,876,295
Total Revenues	<u>92,739,359</u>	<u>9,508,719</u>	<u>102,248,078</u>
Expenditures			
Current:			
Instruction	55,903,372	902,581	56,805,953
Support Services	22,963,357	6,253,738	29,217,095
Community Services	858	-	858
Payments to Other Governmental Units	1,955,837	10,368	1,966,205
On-Behalf Payments Paid by State	13,876,295	-	13,876,295
Debt Service:			
Principal	-	1,764,224	1,764,224
Interest and Fees	-	3,581,196	3,581,196
Capital Outlay	340,443	248,169	588,612
Total Expenditures	<u>95,040,162</u>	<u>12,760,276</u>	<u>107,800,438</u>
Excess(Deficiency) of Revenues Over (Under) Expenditures	<u>(2,300,803)</u>	<u>(3,251,557)</u>	<u>(5,552,360)</u>
Other Financing Sources (Uses)			
Transfers In	-	2,000,000	2,000,000
Transfers Out	(2,000,000)	-	(2,000,000)
Total Other Financing Sources (Uses)	<u>(2,000,000)</u>	<u>2,000,000</u>	<u>-</u>
Net Change in Fund Balances	<u>(4,300,803)</u>	<u>(1,251,557)</u>	<u>(5,552,360)</u>
Fund Balances at Beginning of Year	<u>51,746,478</u>	<u>25,035,675</u>	<u>76,782,153</u>
Fund Balances at End of Year	<u>\$ 47,445,675</u>	<u>\$ 23,784,118</u>	<u>\$ 71,229,793</u>



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 RECONCILIATION OF STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
 BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES  
 Year Ended June 30, 2013

---

Net change in total fund balances	\$ (5,552,360)
-----------------------------------	----------------

Amounts reported for governmental activities in the Statement of Activities are different because:

Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds.

The change from fiscal year 2012 to 2013 consists of:

State Grants	503,437
--------------	---------

Governmental funds report outlays for capital assets as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.

Net capital outlay and adjustments resulting in assets	334,053
Depreciation	<u>(1,538,914)</u>
Capital Outlay in excess of depreciation	(1,204,861)

Repayment of principal on bonds payable is an expenditure in the governmental funds, but the repayment reduces bonds payable in the statement of net position.	5,345,000
--	-----------

The accretion of interest on long-term debt is not reported in the governmental funds, however, it results in an increase in debt principal payable in the statement of net position.	(842,735)
---	-----------

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.

Change in Other Post Employment Benefits Payable	7,104
Change in Net Pension Obligation	(22,409)
Change in Equity in Joint Venture	<u>(101,664)</u>

Change in net position of governmental activities	<u>\$ (1,868,488)</u>
---	-----------------------

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
STATEMENT OF FIDUCIARY NET POSITION  
AGENCY FUNDS  
June 30, 2013

---

	Agency Funds Student Activity Funds
<b>ASSETS</b>	
Cash and Investments	\$ <u>1,387,905</u>
Total assets	\$ <u>1,387,905</u>
<b>LIABILITIES</b>	
Due to activity fund organizations	\$ <u>1,387,905</u>
Total liabilities	\$ <u>1,387,905</u>

---

See accompanying notes to the financial statements.

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Nature of Operations: The Community High School District No. 155 (the District) operates as a public school system under the direction of its Board of Education. In meeting the educational needs of the students within its boundaries, the District also operates a school lunch program and provides student transportation services.

Reporting Entity: The District has adopted the provisions of Governmental Accounting Standards Board (GASB) Statements No. 14, 39 and 61, under which these financial statements include all organizations, activities, functions, funds, and component units for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the District's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District. The District does not have any component units that meet the above requirements.

Basis of Presentation: The District's basic financial statements consist of district-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

***District-Wide Financial Statements*** - The statement of net position and the statement of activities display information about the District as a whole. In the district-wide statement of net position, the governmental activities column is presented on a consolidated basis. These statements include the financial activities of the District, except for fiduciary activities. The effect of interfund activity has been removed from these statements. *Governmental activities* are normally supported by taxes and intergovernmental revenues. The district-wide statement of activities reflects both the direct expenses and net cost of each function of the District's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, that are not classified as program revenues, such as property taxes and general state aid, are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each District function is self-financing or draws from the general revenues of the District.

***Fund Financial Statements*** - The financial transactions of the District are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, net position/fund equity, revenues, and expenditures. Separate statements for each fund category – governmental and fiduciary – are presented in the fund financial statements. The emphasis of fund financial statements is on major governmental funds, the General Fund, which is displayed in a separate column. All remaining governmental funds are aggregated and presented as nonmajor funds.

Measurement Focus, Basis of Accounting: The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fund financial statements for fiduciary funds. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net position and the statement of activities presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows. The fiduciary fund has no measurement focus.

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

The District has reported three categories of program revenues in the statement of activities: (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the District's general revenues. For identifying the function to which a program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the manner in which these funds are budgeted. This presentation is deemed most appropriate to (a) demonstrate legal and covenant compliance and (b) demonstrate the source and use of liquid resources. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the district-wide statements' governmental columns, (due mainly to the inclusion of capital asset and long-term debt activity in the district-wide presentation) a reconciliation is presented on the page following each statement, which briefly explains the adjustments necessary to transform the fund-based financial statements into the governmental column of the district-wide presentation.

Governmental fund revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, replacement taxes, grants, entitlements and donations. The property tax revenue in the current fiscal-year financial statements represents the collections of the 2011 tax levy and amounts from prior year levies (see Note 2). Property taxes received during and after fiscal year end from the 2012 tax levy, including those received within 60 days of year end are considered to be revenues of the subsequent fiscal year. Revenue from corporate personal property replacement taxes are considered to be measurable when they have been collected by the state and are recognized as revenue at that time. The state remits the taxes to the District eight times during the fiscal year. The District recognizes revenue for the amounts that are due the District for the current fiscal year.

Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

Revenues considered to be susceptible to accrual include property taxes, intergovernmental revenue, and interest income. Amounts have been recognized as receivables for these revenue sources. All other revenue items are considered to be measurable and available only when cash is received by the District.

Governmental fund expenditures generally are recorded when a liability is incurred as under accrual accounting. However, expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Fund Details: The District reports the following major governmental fund:

General Fund - The General Fund is used to account for all financial resources of the District except those, which are required to be accounted for in another fund. The District maintains the following General Fund accounts:

Educational Account - This account is used for most of the instructional and administrative aspects of the District's operations. Revenue consists primarily of local property taxes and state aid.

Operations and Maintenance Account - This account is used for expenditures made for operation, repair, and maintenance of the District's property. Facilities renovation and construction expenditures funded from general operating revenue are reflected in this account. Revenue is derived primarily from local property taxes.

Working Cash Account - The Working Cash Account is used to account for financial resources held by the District for making temporary interfund loans to other accounts in the General Fund and Transportation Fund.

The District also reports the following funds:

Fiduciary Funds

The District's fiduciary funds are Agency Funds. These Agency Funds are used to account for assets - almost exclusively cash and investments - held by the District as an agent for private organizations, such as student groups.

Nonmajor Governmental Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Each special revenue fund has been established in accordance with the fund structure required by the State of Illinois for local educational agencies to account for local property taxes restricted for specific purposes. A brief description of the District's nonmajor special revenue funds follows:

Transportation Fund - This fund accounts for the revenue and expenditures related to student transportation, both to and from school. Revenue is derived primarily from local property taxes and state grants.

Municipal Retirement Fund - This fund accounts for the District's portion of the pension contributions to the Municipal Retirement Fund for classified employees and social security contributions for applicable certified and classified employees. Revenue to finance the contributions is derived primarily from local property taxes.

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The Debt Service Fund has revenue consisting primarily of local property taxes.

The Capital Projects Funds are used to account for the accumulation of resources for the acquisition of major capital facilities. A brief description of the District's nonmajor capital project funds follows:

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Capital Projects Fund - This fund accounts for the construction of school buildings through bond proceeds.

The Developers' Impact Funds - The Developers' Impact funds (Crystal Lake and Cary Grove Funds) are used to account for monies collected from area developers to be used for the acquisition and development of land for school sites or to improve existing school sites.

Eliminations: Eliminations have been made in the statement of net position to remove the "grossing-up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables and payables. Similarly, operating transfers between funds have been eliminated in the statement of activities.

Due From Other Agencies: The District periodically receives refunds from outside vendors for expenditures made in the current fiscal year. As of June 30 the District has recorded a receivable in the statement of net position to reflect payments received after June 30 (collected within 60 days) that pertain to expenditures made during the current fiscal year.

Restricted Resources Policy: When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the District's policy to apply restricted resources first, then unrestricted resources as needed.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Actual results could differ from those estimates.

Investments: Investments are stated at fair value through the application of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. All investment income, including changes in the fair value of investments, has been recognized as revenue in the operating statements. The District has adopted a formal written investment and cash management policy. The institutions in which investments are made must be approved by the Board of Education.

Inventory: Inventory is valued at the lower of cost or market, using the first-in, first-out method to determine cost. Inventory is recorded on the basis of a physical year-end count. Immaterial inventories at year end are not reported on the balance sheet or statement of net position.

Claims and Judgments: Liabilities resulting from claims and judgments, if any, have been reflected in the financial statements in accordance with GASB Statement No. 62 provisions.

Long-Term Obligations: Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portions of such obligations have been reported as liabilities in the statement of net position.

Vacation and Sick Leave: Noncertified employees earn vacation days after completing a full year of service. These vacation days are accrued at the end of the fiscal year and must be taken within the next year or are lost. Certified employees who work less than 12 calendar months per year do not earn vacation days.

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Employees receive ten sick days annually and the unused portion is accumulated and carried forward. Upon retirement from the District, certified employees receive TRS creditable service time for accumulated sick days. Thus, employee sick leave is recorded when paid. Employees also receive two personal days annually. Beginning in 1987 to 1988 any unused personal days are added to accumulated sick leave.

Capital Assets: Capital assets used in governmental fund types of the District are recorded in the statement of net position at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated fair value at the date of donation. All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The District maintains a capitalization threshold of \$5,000 for machinery and equipment and \$10,000 for buildings and improvements other than buildings. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	80 years
Improvements other than buildings	30 years
Transportation equipment	7-15 years
Food services equipment	7-15 years
Other equipment	5-20 years

Unearned/Unavailable Revenue: The District reports unearned revenues on its financial statements. Unearned revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. 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 or statement of net position and revenue is recognized.

In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has only one type of item which arises only under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and taxes. These amounts are recognized as an inflow of resources in the period that the amounts become available.

Interfund Transfers: During the fiscal year, the District transferred \$2,000,000 from the Working Cash account of the General Fund to the Debt Service Fund. The purpose of this transfer was to transfer resources for a scheduled debt service payment.

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 2 - PROPERTY TAXES**

The District must file its tax levy ordinance by the last Tuesday of each December. The District's property tax is levied each year on all taxable real property located in the District. The owner of real property on January 1 (lien date) in any year is liable for taxes of that year.

The Illinois Department of Revenue has the statutory responsibility of ensuring uniformity of real property assessments throughout the State. Each year the Illinois Department of Revenue furnishes the county clerks with an adjustment factor to equalize the level of assessment between counties at one-third of market value. This factor (the Equalization Factor) is then applied to the Assessed Valuation to compute the valuation of property to which a tax rate will be applied (the Equalized Assessed Valuation).

The county clerks add the Equalized Assessed Valuation of all real property in the counties to the valuation of property assessed directly by the state (to which the Equalization Factor is not applied) to arrive at the base amount (the Assessment Base) used in calculating the tax rates, as described above. The Equalized Assessed Valuation for the extension of the 2012 tax levy was \$2,702,470,619.

The county clerks compute the annual tax rate by dividing the levy into the Assessment Base of the Unit. The clerks then compute the rate for each parcel of real property by aggregating the tax rates of all units having jurisdiction over that particular parcel. They enter that tax in the books which they prepare for the County Collectors along with the Assessed Valuation and Equalized Valuation described in the preceding paragraphs. These books are the Collectors' authority for the collection of taxes and are used by the Collectors as the basis for issuing tax bills to all taxpayers in the counties.

Property taxes are collected by the McHenry County and Lake County Treasurers who remit to the District its share of collections. Taxes levied in one year become due and payable in two installments early in June and September during the following year. The installments are based on the current levy, assessment, and equalization.

The portion of the 2012 property tax levy not received by June 30 is recorded as a receivable, net of estimated uncollectibles approximating 1%. The 2012 levy, net of estimated uncollectibles, is budgeted for the 2013/2014 school year operations and accordingly is reflected as unearned revenue in accordance with GASB Statement No. 33.

**NOTE 3 - SPECIAL TAX LEVIES, RESTRICTED EQUITY AND FUND BALANCES**

Special Education Tax Levy: Revenue and the related expenditures of this restricted tax levy are accounted for in the Educational Account. A portion of this fund's equity should be restricted for the excess of cumulative revenue over cumulative expenditures to be used for future special education expenditures in accordance with state statutes. At June 30, 2013, cumulative expenditures have exceeded cumulative revenue so that no restricted equity remains.

Developers' Contribution Ordinances: Revenue and related expenditure of these ordinances are accounted for as Capital Projects Funds. There is \$2,394,304 available to be spent in accordance with the terms of the City of Crystal Lake's ordinance No. 2205 (passed March 18, 1980, amending ordinance No. 2036), which restricts spending to the "acquisition and development of land for a school site to serve the immediate or future needs of children from that subdivision or development or improvement to any existing school site which already serves such needs." There is \$1,268,745 available to be spent in accordance with the terms of the Village of Cary's ordinance No. 78-7-3 (adopted July 5, 1978 amending Section IV, Chapter 8 or the Municipal Code of the Village of Cary), which restricts spending to "such lawful purposes as may be authorized by statute or by law."

---

(Continued)



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 3 - SPECIAL TAX LEVIES, RESTRICTED EQUITY AND FUND BALANCES** (Continued)

Insurance Reserve Combination of Funds: A reserve of \$4,000,000 has been established for the purpose of providing for the payment of any cost, liability, or loss against which the District may protect itself in excess of the underlying insurance liability coverage. Accumulated interest earned on investments of the fund since its inception in the amount of \$2,060,642 has been added to the reserve fund. These funds are to be used to pay for any future claims that may arise. In addition to the liability reserve, the District maintains a health insurance reserve fund to be used for the payment of health insurance premiums. The cash and investments, accounts receivable, and accounts payable in the health and liability reserve funds at June 30, 2013 totaled \$8,758,631, \$15,573, and \$1,024,093, respectively, for a net amount of \$7,750,111 held in reserves. During fiscal year 2013, the District received \$1,725,852 from employee contributions. The results of these "Funds" operations are included as part of the Educational Account in order to comply with GASB Statement No. 10 reporting requirements for insurance/risk financing and Illinois State Board of Education reporting requirements.

GASB Statement 54: In order to comply with the Governmental Accounting Standard Board's (GASB) Statement No. 54, Fund Balance Reporting and Government Fund Type Definitions, the fund balance section of the balance sheet of the governmental funds includes the following line items:

- a) Nonspendable fund balance is inherently nonspendable, such as portions of net resources that cannot be spent because of their form and portions of net resources that cannot be spent because they must be maintained intact
- b) Restricted fund balance has externally enforceable limitations on use, such as limitations imposed by creditors, grantors, contributors, or laws and regulations of other government as well as limitations imposed by law through constitutional provision or enabling legislation
- c) Committed fund balance has self-imposed limitations set in place prior to the end of the period. The limitations are imposed at the highest level of decision making that requires formal action at the same level to remove. For the District, the Board of Education is the highest level of decision making. As of June 30, 2013, the District does not have any commitments of fund balance.
- d) Assigned fund balance has limitations resulting from intended use consisting of amounts where the intended use is established by the Board of Education designated for that purpose. The intended use is established by an official designated for that purpose. The Board of Education has not designated any members of management for this purpose.
- e) Unassigned fund balance is the total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance.

The implementation of these components is intended to decrease confusion and help serve the needs of the financial statement users.

If there is an expenditure incurred for purposes for which both restricted and unrestricted fund balance is available, the District will consider restricted fund balance to have been spent before unrestricted fund balance. Further, if there is an expenditure incurred for purposes for which committed, assigned, or unassigned fund balance classifications could be used, then the District will consider committed fund balance to be spent before assigned fund balance, and consider assigned fund balance to be spent before unassigned fund balance.

The District does not have a minimum fund balance policy.

---

(Continued)

#### **NOTE 4 - CASH AND INVESTMENTS**

##### Deposits and Investments

###### ***Cash***

The carrying amount of cash was \$67,566,543 at June 30, 2013, while the bank balances were \$71,303,858. As of June 30, 2013, the District held \$18,638,414 in cash and investments not collateralized. All other account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. government, or with letters of credit issued by the Federal Home Loan Bank held in the District's name by financial institutions acting as the District's agent. The District also had cash on hand of \$200 as of June 30, 2013.

###### ***Certificates of Deposit***

Certificates of deposit amounted to \$48,121,561 at June 30, 2013. In accordance with the District's policy, certificates of deposit were collateralized with securities of the U.S. government in an amount equal to the funds on deposit. All investment collateral is held in safekeeping in the District's name by financial institutions acting as the District's agent. Collateral is priced to market semi-monthly and monitored regularly with additional collateral requested as necessary.

###### ***Investments***

The investments which the District may purchase are limited by Illinois law to the following (1) securities which are fully guaranteed by the U.S. Government as to principal and interest; (2) certain U.S. Government Agency securities; (3) certificates of deposit or time deposits of banks and savings and loan associations which are insured by a Federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements and (7) the State Treasurer's Illinois and Prime Funds. All investment income, including changes in the fair value of investments, has been recognized as revenue in the operating statements.

*Interest Rate Risk.* The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk.* The District's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The District's investment policy limits investments in short term obligations of corporations organized in the United States with assets exceeding \$500,000,000 if (i) such obligations are rated at the time of purchase at one of the three highest classifications established by at least two standard rating services and mature not later than 180 days from the date of purchase; (ii) such purchases do not exceed 10% of the corporation's outstanding obligations and (iii) no more than one-third of the public agency's funds may be invested in short term obligations of corporations.

All of the District's investments were held in certificates of deposit as of June 30, 2013.

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investment policy requires that all amounts in excess of any insurance limits be collateralized by securities eligible for District investment or any other high-quality, interest bearing security rated at least AA/Aa by one or more standard rating service to include Standard & Poor's, Moody's or Fitch.

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 4 - CASH AND INVESTMENTS** (Continued)

*Concentration of Credit Risk.* The District places certain limits on the amount the District may invest in any one issuer. Those limits are as follows:

- The District may invest all of its funds in bonds, notes certificates of indebtedness, treasury bills or other securities guaranteed by the full faith and credit of the United States of America or its agencies, the Illinois Funds money market and the Illinois School District Liquid Asset Fund.
- The District may invest no more than 90% in interest-bearing savings accounts and certificates of deposit with federally insured institutions that are collateralized or insured at levels acceptable to the District in excess of the FDIC limits.
- The District may invest no more than 33% in commercial paper or collateralized repurchase agreements.

Reconciliation of Notes to the Financial Statements:

Notes

Carrying amount of Cash per above	\$ 67,566,543
Petty Cash per note above	200
Certificates of Deposit per note above	<u>48,121,561</u>
Total	<u>\$ 115,688,304</u>

Statement 1

Cash and Investments	\$ 105,541,768
Cash - Restricted for Insurance Claims	8,758,631

Statement 7

Cash and Investments	<u>1,387,905</u>
Total	<u>\$ 115,688,304</u>

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 NOTES TO THE FINANCIAL STATEMENTS  
 June 30, 2013

**NOTE 5 - CAPITAL ASSETS**

The sources of the capital assets listed below were governmental fund type revenues and debt proceeds.

A summary of changes in capital assets for the period from July 1, 2012 to June 30, 2013 by function follows:

	Balance 7/1/2012	Additions / Adjustments	Deletions / Adjustments	Balance 6/30/2013
Capital assets not being depreciated				
Land	\$ 2,330,356	\$ -	\$ -	\$ 2,330,356
Construction in Progress	549,278	537,580	549,278	537,580
Total Capital assets not being depreciated	<u>2,879,634</u>	<u>537,580</u>	<u>549,278</u>	<u>2,867,936</u>
Capital assets being depreciated				
Buildings	89,991,457	219,970	15,866,701	74,344,726
Improvements other than buildings	4,814,487	63,193	96,793	4,780,887
Food Service Equipment	544,676	68,463	-	613,139
Other Equipment	7,463,749	253,170	520,900	7,196,019
Capital assets being depreciated, gross	<u>102,814,369</u>	<u>604,796</u>	<u>16,484,394</u>	<u>86,934,771</u>
Accumulated depreciation				
Buildings	(35,832,019)	(942,694)	(15,802,469)	(20,972,244)
Improvements other than buildings	(3,981,867)	(108,200)	(328,603)	(3,761,464)
Food Service Equipment	(492,542)	(4,059)	83,849	(580,450)
Other Equipment	(5,854,406)	(483,961)	(178,126)	(6,160,241)
Total accumulated depreciation	<u>(46,160,834)</u>	<u>(1,538,914)</u>	<u>(16,225,349)</u>	<u>(31,474,399)</u>
Capital assets being depreciated, net of depreciation	<u>56,653,535</u>	<u>(934,118)</u>	<u>259,045</u>	<u>55,460,372</u>
Total Capital Assets, net of depreciation	<u>\$ 59,533,169</u>	<u>\$ (396,538)</u>	<u>\$ 808,323</u>	<u>\$ 58,328,308</u>

Depreciation expense for the year was charged to instruction and support services in the amounts of \$769,457 and \$769,457, respectively.

**NOTE 6 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is a member of the Collective Liability Insurance Cooperative (CLIC). CLIC insures all of the District's general liability claims up to \$1,000,000 per occurrence or \$3,000,000 of annual aggregate loss. The District also has excess liability coverage for any claims exceeding these amounts up to an annual aggregate of \$35,000,000. The District has purchased workers' compensation and employers' liability insurance through CLIC, which handles claims up to \$1,000,000 per occurrence. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in any of the past three fiscal years. Additionally, the District has reserves of \$6,060,642 (see Note 3) to provide for the payment of losses in excess of liability coverage.

The District is exposed to various risks of loss related to injuries of employees and illnesses of employees. The District is self-insured for health and dental claim risks. The District maintains a health insurance reserve fund to be used for the payment of health insurance premiums. The District has reserves of \$1,689,468 and is accounted for in the General Fund (see Note 3). Under this program the General Fund provides coverage of \$100,000 per health claim. Settled claims have not exceeded coverage in any of the past three fiscal years. For the two years ended June 30, 2013 and June 30, 2012, changes in the liability for unpaid claims are summarized as follows:

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 NOTES TO THE FINANCIAL STATEMENTS  
 June 30, 2013

**NOTE 6 - RISK MANAGEMENT (Continued)**

	Claims Payable Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Claims Payable End of Year
Fiscal Year 2012	\$ 461,672	\$ 9,465,380	\$ 9,473,245	\$ 453,807
Fiscal Year 2013	453,807	9,019,299	8,531,018	942,088

**NOTE 7 - LONG-TERM DEBT**

A summary of long-term debt transactions for the year ended June 30, 2013, are as follows:

	Balance 7/1/2012	Additions*	Retirements	Balance 6/30/2013	Within One Year
Bonds Payable School					
Building Bonds, Series 1995*	\$ 15,471,968	\$ 842,735	\$ 5,345,000	\$ 10,969,703	\$ 5,675,000
Net Pension Obligation	153,427	22,409	-	175,836	-
Other Post Employment Benefits Payable	156,636	-	7,104	149,532	-
Total Long-Term Debt	<u>\$ 15,782,031</u>	<u>\$ 865,144</u>	<u>\$ 5,352,104</u>	<u>\$ 11,295,071</u>	<u>\$ 5,675,000</u>

\* The addition of principal represents the annual accretion of interest; the District received no bond proceeds during the fiscal year.

Outstanding Bond Issues: School Building Bonds, Series 1995, with original principal amount of \$19,899,912 dated May 24, 1995, becomes due (without right of optional redemption) on December 1 of each year commencing on December 1, 2004 to provide the original yields to maturity beginning on December 1, 2004 and annually thereafter. Interest is not paid but rather accretes to principal each December 1 at rates ranging from 5.8848% to 6.4712%. The Bonds are retired using proceeds from the debt service property tax levy in the Debt Service Fund.

Ending June 30,	Annual Accretion	Principal Repayment
2014	\$ 537,048	\$ 5,675,000
2015	188,249	6,020,000
Totals	<u>\$ 725,297</u>	<u>11,695,000</u>
Accreted value at June 30, 2013		<u>\$ 10,969,703</u>

**NOTE 8 - DEFINED BENEFIT PENSION PLAN**

Illinois Municipal Retirement Fund:

Plan Description: The District's defined benefit pension plan for Regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The 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](http://www.imrf.org).

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 NOTES TO THE FINANCIAL STATEMENTS  
 June 30, 2013

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (Continued)**

Funding Policy: As set by statute, the District's Regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District contribution rate for calendar year 2012 was 10.41% of annual covered payroll. The District annual required contribution rate for calendar year 2012 was 10.96%. The District also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost: For calendar year ending December 31, 2012, the District's actual contributions for pension cost for the Regular plan were \$761,152. Its required contribution for calendar year 2012 was \$801,367. See below for a reconciliation of the required contributions versus the actual contributions for the fiscal year:

Annual Required Contribution	\$	817,792
Interest on NPO		11,507
ARC Adjustment		8,225
Annual Pension Cost		821,074
Contribution		798,665
Increase (Decrease) in net pension obligation		22,409
Net pension obligation at June 30, 2012		153,427
Net pension obligation at June 30, 2013	\$	175,836

**Trend Information for the Regular Plan**

Actuarial Valuation Date	Annual Required Contribution (ARC)	Percentage of ARC Contributed	Net Pension Obligation
06/30/13	\$ 817,792	98 %	\$ 175,836
12/31/12	801,367	95	153,427
12/31/11	698,145	95	114,076
12/31/10	686,261	86	48,505

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% investment rate of return (net of administrative and direct investment expenses); (b) projected salary increases of 4.00% a year, attributable to inflation; (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit; and (d) post-retirement benefit increases of 3% annually. The actuarial value of the District's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The District's Regular plan's unfunded actuarial accrued liability at December 31, 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 74.88% funded. The actuarial accrued liability for benefits was \$15,980,131 and the actuarial value of assets was \$11,966,400, resulting in an underfunded actuarial accrued liability (UAAL) of \$4,013,731. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$7,311,744 and the ratio of the UAAL to the covered payroll was 55 percent.

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (Continued)**

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

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 primary responsibility for the funding of 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 fiscal year ended June 30, 2013 was 9.4% 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 District. The active member contribution rate was also 9.4% for the years ended June 30, 2012 and June 30, 2011. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer.

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% of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$13,435,625 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 were 24.91% (\$11,608,444) and 23.10% (\$10,832,461), respectively.

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

2.2 Formula Contributions - Employers contribute 0.58% of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2013 were \$277,808. Contributions for the years ended June 30, 2012 and June 30, 2011 were \$270,400 and \$273,038, respectively.

Federal and 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 in the fiscal year ended June 30, 2006, employer contributions for employees paid from federal 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% of salaries paid from federal and trust funds. For the two years ended June 30, 2012 and June 30, 2011, the employer pension contribution was 24.91% and 23.10%, respectively, of salaries paid from those funds. For the year ended June 30, 2013, no salaries were paid from federal and trust funds that did not require contributions from the District. For the years ended June 30, 2012 and June 30, 2011, required District contributions were \$0 and \$15,830, respectively.

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (Continued)**

Early Retirement Option - 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 and under which ERO program the member retires. Under Public Act 94-0004, a "Pipeline ERO" program is provided for members to retire under the same terms as the ERO program that expired June 30, 2005, provided they meet certain conditions and retire on or before July 1, 2007. If members do not meet these conditions, they can retire under the "Modified ERO" program, which requires higher member and employer contributions to TRS. Also, under Modified ERO, Public Act 94-0004 eliminates the waiver of member and employer ERO contributions that had been in effect for members with 34 years of service (unless the member qualifies for the Pipeline ERO).

Under the ERO program that expired on June 30, 2005 and the Pipeline ERO, the maximum employer contribution is 100% of the member's highest salary used in the final average salary calculation. Under the Modified ERO, the maximum employer contribution is 117.5%. Both the 100% and the 117.5% maximums apply when the member is age 55 at retirement.

For the year ended June 30, 2013, the District paid \$73,233 to TRS for employer contributions under the Pipeline ERO and Modified ERO programs. Contributions for employer ERO for the years ended June 30, 2012 and June 30, 2011 were \$302,020 and \$0, respectively.

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 \$16,933 to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2012 and June 30, 2011, the District paid \$2,155 and \$0 to TRS for employer contributions due on salary increases in excess of 6 percent, respectively.

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 the 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 year ended June 30, 2012 and June 30, 2011, the District paid \$1,939 and \$0 in employer contributions granted for sick leave days, respectively.

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, P.O. Box 19253, 2815 West Washington Street, Springfield, Illinois 62794-9253. The most current report is also available on the TRS Web site at [www.trs.state.il.us](http://www.trs.state.il.us).

Teacher Health Insurance Security Fund:

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 Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but 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.

---

(Continued)



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (Continued)**

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

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: The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.92 percent of pay during the year ended June 30, 2013. State of Illinois contributions were \$440,670, 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 and 0.88 percent of pay, respectively. State contributions on behalf of District employees were \$410,094 and \$412,665, respectively.

Employer contributions to THIS Fund: The District also makes contributions to THIS Fund. The District THIS Fund contribution was 0.69 and 0.66 percent during the years ended June 30, 2013, and June 30, 2012, respectively. For the year ended June 30, 2013, the District paid \$330,502 to the THIS Fund. For the year ended June 30, 2012 and June 30, 2011, the District paid \$307,570 and \$309,499, respectively, to the THIS Fund, which was 100 percent of the required contribution.

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

Social Security: Employees not qualifying for coverage under the Teachers' Retirement System of the State of Illinois or the Illinois Municipal Retirement Fund are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under the Federal Social Security Program. The District's expenditures to this program for the year ended June 30, 2013, totaled \$453,240.

**NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS**

*Plan Description.* The District provides limited health care, dental, vision, and life insurance for its eligible certified teachers and IMRF retired employees.

*Funding Policy.* Funding is provided by the District on a pay-as-you-go basis with contributions from qualified certified teacher retirees and IMRF retirees. The employee's contribution to the insurance provider was \$43,045 for 2013. The District has not established a trust to accumulate assets for the payment of healthcare benefits.

---

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 NOTES TO THE FINANCIAL STATEMENTS  
 June 30, 2013

**NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS (Continued)**

*Annual OPEB Cost and Net OPEB Obligation.* The District's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the *Projected Unit Credit actuarial method*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The following table shows the components of the District's annual OPEB cost for 2013, the amount actually contributed to the plan, and changes in the District's net OPEB obligation or asset:

Annual OPEB Cost and Net OPEB Obligation	6/30/2013	6/30/2012
Annual required contribution	\$ 37,769	\$ 28,519
Interest of Net OPEB Obligation	7,644	6,228
Adjustment to annual required contribution	<u>(9,472)</u>	<u>(4,152)</u>
Annual OPEB cost	35,941	30,595
Contributions made	<u>(43,045)</u>	<u>(14,554)</u>
Increase (decrease) in Net OPEB Obligation	(7,104)	16,041
Net OPEB Obligation, beginning of year	<u>156,636</u>	<u>140,595</u>
Net OPEB Obligation, end of year	<u>\$ 149,532</u>	<u>\$ 156,636</u>
Percentage of Annual OPEB cost contributed	120%	48%

*Funded Status and Funding Progress.* As of June 30, 2013, the most recent actuarial valuation date, the plan was unfunded. The actuarial accrued liability for benefits was \$398,810. The covered payroll information was not available.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Liability (AAL) -Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)
6/30/13	\$ -	\$ 398,810	\$ 398,810	0.00%
6/30/12	N/A	N/A	N/A	N/A
6/30/11	-	243,944	243,944	0.00%

Actuarial valuations of an ongoing plan involve 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.

*Actuarial Methods and Assumptions.* Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the 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 actuarial 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.

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2013

---

**NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS (Continued)**

In the June 30, 2013 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 5.0 percent investment rate of return (net of administrative expenses) on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual cost trend rate of 7% initially, reduced by decrements to an ultimate rate of 4.5%. Both rates included a 3.0 percent inflation assumption. There was no actuarial value of assets as of June 30, 2012. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2013, was thirty years.

**NOTE 10 - CONTINGENCIES**

The District has received funding from state and federal grants in the current and prior years, which are subject to audits by the granting agencies. The school board believes any adjustments that may arise from the audits will be insignificant to district operations.

There are pending lawsuits in which the District is involved. Management believes that the potential claims against the District resulting from such litigation would not materially affect the financial statements of the District.

**NOTE 11 - COMMITMENTS**

Contracts currently outstanding for renovation projects to be finalized in fiscal year 2013 total approximately \$3,427,261.

**NOTE 12 - JOINT VENTURE**

The District is a member of the Transportation Joint Agreement (the Agreement) that was organized in August 1974 by joint resolution of the District and Crystal Lake Community Consolidated School District No. 47. The primary purpose for the Agreement is to provide transportation services to the schools districts. The cost of such services to each District is determined in accordance with the Agreement bylaws, with the qualification that assessments to the two districts shall not exceed costs. During the fiscal year, the District paid \$3,297,804 to the Agreement for transportation services.

The District's equity interest in the Agreement is represented in the statement of net position as equity in joint venture in the amount of \$2,626,526.

Financial statements of the Agreement are available at the Agreement's office located at 1400 S. McHenry Avenue, Crystal Lake, Illinois 60014.

---

(Continued)

**NOTE 13 - NEW GOVERNMENT ACCOUNTING STANDARDS**

In March 2012, the GASB issued GASB Statement 66, *Technical Corrections – 2012, an amendment of GASB Statements No. 10 and No. 62*. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of an entity's risk financing activities to the general fund and the internal service fund type. As a result, governments should base their decisions about fund type classification on the nature of the activity to be reported, as required in Statement 54 and Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*. This Statement also amends Statement 62 by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straightline basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate. These changes clarify how to apply Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases*, and result in guidance that is consistent with the requirements in Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, respectively. The provisions of this Statement are effective for the District's fiscal year ended June 30, 2014, with earlier application being encouraged. Management has not determined what impact, if any, this Statement may have on its financial statements.

In June 2012, the GASB issued Statement 67, *Financial Reporting for Pension Plans*. This Statement replaces the requirements of Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans* and Statement 50 as they relate to pension plans that are administered through trusts or similar arrangements meeting certain criteria. The Statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. Statement 67 enhances note disclosures and RSI for both defined benefit and defined contribution pension plans. Statement 67 also requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules. The provisions of this Statement are effective for the District's fiscal year ending June 30, 2014. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

In June 2012, the GASB issued Statement 68, *Accounting and Financial Reporting for Pensions*. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* and Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI). The provisions of this Statement are effective for the District's financial year ending June 30, 2015. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

---

(Continued)

**NOTE 13 - NEW GOVERNMENT ACCOUNTING STANDARDS (Continued)**

In January 2013, the GASB issued Statement 69, *Government Combinations and Disposals of Government Operations*. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. This Statement requires the use of carrying values to measure the assets and liabilities in a government merger. This Statement also requires measurements of assets acquired and liabilities assumed generally to be based upon their acquisition values. This Statement also provides guidance for transfers of operations that do not constitute entire legally separate entities and in which no significant consideration is exchanged. This Statement defines the term operations for purposes of determining the applicability of this Statement and requires the use of carrying values to measure the assets and liabilities in a transfer of operations. This Statement provides accounting and financial reporting guidance for disposals of government operations that have been transferred or sold. This Statement requires disclosures to be made about government combinations and disposals of government operations to enable financial statement users to evaluate the nature and financial effects of those transactions. The provisions of this Statement are effective for the District's fiscal year ended June 30, 2015, with earlier application being encouraged. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

In April 2013, the GASB issued Statement 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. The objective of this Statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees. This Statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. This liability should be reported until legally released as an obligor. This Statement also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. When released as an obligor, the government should recognize revenue as a result of being relieved of the obligation. This Statement also provides additional guidance for intra-entity nonexchange financial guarantees involving blended component units by specifying the information required to be disclosed by governments that extend nonexchange financial guarantee as well as new information to be disclosed by governments that receive nonexchange financial guarantees. The provisions of this Statement are effective for the District's fiscal year ended June 30, 2015, with earlier application being encouraged. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

---

(Continued)

**NOTE 14 - CHANGE IN ACCOUNTING PRINCIPLE**

During the fiscal year ended June 30, 2013, the District implemented the requirements of GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position" and GASB Statement 65, "Items Previously Reported as Assets and Liabilities." Statement 63 is effective for the District's fiscal year ending June 30, 2013 and provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position (which is the net residual amount of the other elements). This Statement requires that deferred outflows of resources and deferred inflows of resources be reported separately from assets and liabilities. This Statement also amends certain provisions of GASB Statement No. 34, Basic Financial Statements -- and Management's Discussion and Analysis -- for State and Local Governments, and related pronouncements to reflect the residual measure in the statement of financial position as net position, rather than net position. As such, the District modified its government-wide financial statement presentation to incorporate these requirements. Statement 65 is effective for the District's fiscal year ended June 30, 2014, with earlier application being encouraged. The District has implemented this statement retroactively as of their fiscal year ended June 30, 2013. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term *deferred* in financial statement presentations.

REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 BUDGET (BUDGET BASIS) AND ACTUAL  
 GENERAL FUND  
 Year Ended June 30, 2013

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance from Budget Positive <u>(Negative)</u>
<b>Revenues</b>			
Local Sources	\$ 66,772,428	\$ 67,381,264	\$ 608,836
State Sources	9,348,509	8,810,040	(538,469)
Federal Sources	<u>2,572,283</u>	<u>2,671,760</u>	<u>99,477</u>
Total Revenues	<u>78,693,220</u>	<u>78,863,064</u>	<u>169,844</u>
<b>Expenditures</b>			
Current:			
Instruction	56,001,199	55,903,372	97,827
Support Services	22,433,667	22,963,357	(529,690)
Community Services	2,360	858	
Payments to Other Governmental Units	2,243,461	1,955,837	287,624
Contingencies	80,000	-	80,000
Capital Outlay	<u>220,000</u>	<u>340,443</u>	<u>(120,443)</u>
Total Expenditures	<u>80,980,687</u>	<u>81,163,867</u>	<u>(183,180)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers Out	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (4,287,467)</u>	<u>(4,300,803)</u>	<u>\$ (13,336)</u>
Fund Balance at Beginning of Year		<u>51,746,478</u>	
Fund Balance at End of Year		<u>\$ 47,445,675</u>	

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NOTES TO THE REQUIRED SUPPLEMENTAL  
BUDGETARY COMPARISON SCHEDULE  
June 30, 2013

---

**NOTE 1 - BUDGETS AND BUDGETARY ACCOUNTING**

An annual operating budget is adopted each fiscal year and amended as required for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds on the same basis of accounting used to reflect actual revenues and expenditures recognized in acceptance with accounting principles generally accepted in the United States (GAAP), except as described in the following paragraph. The budget is prepared in accordance with Illinois Compiled Statutes which requires a public hearing and making the tentative budget available for public inspection prior to adoption by the Board of Education.

The District is required to report in its financial statements, payments made by the State of Illinois to the Teachers' Retirement System and Teacher Health Insurance Security Fund. These "on-behalf" payments of \$13,876,295, which were not required to be budgeted, are recorded in the Educational Account of the General Fund. These payments were recorded as both revenues and expenditures in accordance with GASB Statement No. 24.

Legal spending control for District monies is at the fund level, but management control is exercised at budgetary line item levels within each fund. The Board of Education may amend the budget after it is approved using the same procedures necessary to approve the original budget. There were no significant amendments for the year ended June 30, 2013. Unexpended budgetary balances and appropriations lapse at June 30. The budgetary data presented in the financial statements reflects all approved budget amendments and transfers.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- (a) Prior to September 1, the Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means for financing them.
- (b) A public hearing is conducted to obtain taxpayer comments.
- (c) Prior to October 1, the budget is legally adopted through passage of a resolution.
- (d) Formal budgetary integration is employed as a management control device during the year.
- (e) The Board of Education may make transfers between the various items in any fund not exceeding in the aggregate 10% of the total of such funds as set forth in the budget.
- (f) The Board of Education may amend the budget (in other ways) by the same procedures required of its original adoption.



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS  
 ILLINOIS MUNICIPAL RETIREMENT FUND  
 June 30, 2013

---

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/12	\$ 11,966,400	\$ 15,980,131	\$ 4,013,731	74.88%	\$ 7,311,744	54.89%
12/31/11	12,266,499	15,905,384	3,638,885	77.12%	7,023,594	51.81%
12/31/10	12,881,076	15,879,218	2,998,142	81.12%	6,862,607	43.69%
12/31/09	12,113,108	13,821,019	1,707,911	87.64%	6,597,304	25.89%
12/31/08	11,171,377	12,745,964	1,574,587	87.65%	6,246,589	25.21%
12/31/07	12,698,192	11,730,487	(967,705)	108.25%	5,681,083	-17.03%
12/31/06	11,671,819	10,976,846	(694,973)	106.33%	5,364,361	-12.96%

On a market value basis, the actuarial value of assets as of December 31, 2012 was \$12,427,977. On a market basis, the funded ratio would be 77.77%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Community High School District No. 155. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 REQUIRED SUPPLEMENTARY INFORMATION  
 OTHER POST EMPLOYMENT BENEFITS  
 SCHEDULE OF FUNDING PROGRESS  
 June 30, 2013

---

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/13	\$ -	\$ 398,810	\$ 398,810	0.00%	\$ -	0.00%
6/30/12	NA	NA	NA	NA	NA	NA
6/30/11	-	243,944	243,944	0.00%	-	0.00%
6/30/10	NA	NA	NA	NA	NA	NA
6/30/09	-	627,751	627,751	0.00%	-	0.00%

---

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
GENERAL FUND  
BALANCE SHEET BY ACCOUNT  
June 30, 2013

EXHIBIT 1

	Educational Account	Operations & Maintenance Account	Working Cash Account	Total
<b>ASSETS</b>				
Cash and Investments	\$ 61,231,373	\$ 11,390,416	\$ 4,018,031	\$ 76,639,820
Interest Receivable	49,624	-	-	49,624
Property Tax Receivable	27,359,844	3,670,983	-	31,030,827
State Replacement Taxes Receivable	241,731	-	-	241,731
Grants Receivable	3,114,756	-	-	3,114,756
Other Accounts Receivable	8,230	8,082	-	16,312
Cash and Investments - Restricted for Insurance	8,758,631	-	-	8,758,631
<b>Total Assets</b>	<b><u>\$ 100,764,189</u></b>	<b><u>\$ 15,069,481</u></b>	<b><u>\$ 4,018,031</u></b>	<b><u>\$ 119,851,701</u></b>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 559,714	\$ 31,935	\$ -	\$ 591,649
Accrued Salaries	6,338,661	10,646	-	6,349,307
Claims Payable	942,088	-	-	942,088
<b>Total Liabilities</b>	<b><u>7,840,463</u></b>	<b><u>42,581</u></b>	<b><u>-</u></b>	<b><u>7,883,044</u></b>
 <b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Property Tax Revenue	54,499,959	7,312,492	-	61,812,451
Unavailable Revenue	2,710,531	-	-	2,710,531
<b>Total Deferred Inflows of Resources</b>	<b><u>57,210,490</u></b>	<b><u>7,312,492</u></b>	<b><u>-</u></b>	<b><u>64,522,982</u></b>
 <b>FUND BALANCE</b>				
Restricted				
Insurance	7,750,111	-	-	7,750,111
Operations and Maintenance	-	2,059,408	-	2,059,408
Unassigned	27,963,125	5,655,000	4,018,031	37,636,156
<b>Total Fund Balance</b>	<b><u>35,713,236</u></b>	<b><u>7,714,408</u></b>	<b><u>4,018,031</u></b>	<b><u>47,445,675</u></b>
 <b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	 <b><u>\$ 100,764,189</u></b>	 <b><u>\$ 15,069,481</u></b>	 <b><u>\$ 4,018,031</u></b>	 <b><u>\$ 119,851,701</u></b>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BY ACCOUNT  
Year Ended June 30, 2013

	Educational Account	Operations & Maintenance Account	Working Cash Account	Total
<b>Revenues</b>				
Local Sources	\$ 59,747,677	\$ 7,629,970	\$ 3,617	\$ 67,381,264
State Sources	8,746,089	63,951	-	8,810,040
Federal Sources	2,671,760	-	-	2,671,760
On-Behalf Payments Received from State	13,876,295	-	-	13,876,295
<b>Total Revenues</b>	<u>85,041,821</u>	<u>7,693,921</u>	<u>3,617</u>	<u>92,739,359</u>
<b>Expenditures</b>				
Current:				
Instruction	55,903,372	-	-	55,903,372
Support Services	17,182,866	5,780,491	-	22,963,357
Community Services	858	-	-	858
Payments to Other Governmental Units	1,955,837	-	-	1,955,837
On-Behalf Payments Paid by State	13,876,295	-	-	13,876,295
Capital Outlay	46,433	294,010	-	340,443
<b>Total Expenditures</b>	<u>88,965,661</u>	<u>6,074,501</u>	<u>-</u>	<u>95,040,162</u>
<b>Excess(Deficiency) of Revenues</b>				
Over Expenditures	<u>(3,923,840)</u>	<u>1,619,420</u>	<u>3,617</u>	<u>(2,300,803)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers Out	-	-	(2,000,000)	(2,000,000)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>(2,000,000)</u>	<u>(2,000,000)</u>
<b>Net Change in Fund Balances</b>	<u>(3,923,840)</u>	<u>1,619,420</u>	<u>(1,996,383)</u>	<u>(4,300,803)</u>
<b>Fund Balances at Beginning of Year</b>	<u>39,637,076</u>	<u>6,094,988</u>	<u>6,014,414</u>	<u>51,746,478</u>
<b>Fund Balances at End of Year</b>	<u>\$ 35,713,236</u>	<u>\$ 7,714,408</u>	<u>\$ 4,018,031</u>	<u>\$ 47,445,675</u>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
EDUCATIONAL ACCOUNT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (BUDGET BASIS) AND ACTUAL  
Year Ended June 30, 2013

EXHIBIT 3

	Original & Final Budget	Actual	Variance from Budget Positive (Negative)
<b>Revenues</b>			
<b>Local Sources</b>			
Property Taxes			
General Levy	\$ 52,038,769	\$ 52,029,093	\$ (9,676)
Special Education Levy	1,374,679	1,374,422	(257)
Total Property Taxes	<u>53,413,448</u>	<u>53,403,515</u>	<u>(9,933)</u>
Payments in Lieu of Taxes			
Corporate Personal Property Replacement Tax	904,671	1,162,652	257,981
Tuition	116,000	85,282	(30,718)
Earnings on Investments	91,300	163,749	72,449
Food Services			
Lunch	452,000	414,800	(37,200)
Ala Carte	720,000	764,238	44,238
Adult	17,500	16,432	(1,068)
Other Food Service	90,000	139,310	49,310
Total Food Services	<u>1,279,500</u>	<u>1,334,780</u>	<u>55,280</u>
Pupil Activities			
Admissions	283,500	307,603	24,103
Fees	1,108,288	1,144,799	36,511
Other Pupil Activities	20,000	32,622	12,622
Total Pupil Activities	<u>1,411,788</u>	<u>1,485,024</u>	<u>73,236</u>
Textbooks			
Regular Textbooks - Rentals	260,000	253,367	(6,633)
Regular Textbooks - Sales	1,000	-	(1,000)
Other Textbooks	5,000	4,853	(147)
Total Textbooks	<u>266,000</u>	<u>258,220</u>	<u>(7,780)</u>
Other Revenue from Local Sources			
Refund of Prior Years' Expenditures	10,000	13,614	3,614
Driver's Education Fees	90,000	92,005	2,005
Proceeds from Vendors' Contracts	-	9,454	9,454
McHenry County Grant	-	3,455	3,455
Other	1,659,712	1,735,927	76,215
Total Other Revenue from Local Sources	<u>1,759,712</u>	<u>1,854,455</u>	<u>94,743</u>
Total Local Sources	<u>59,242,419</u>	<u>59,747,677</u>	<u>505,258</u>
<b>State Sources</b>			
Unrestricted Aid			
General State Aid	6,748,689	6,749,561	872
Total Unrestricted Grants in Aid	<u>6,748,689</u>	<u>6,749,561</u>	<u>872</u>
Restricted Aid			
Special Ed Private Facility	565,033	394,886	(170,147)
Special Ed Extraordinary	900,000	635,859	(264,141)
Special Education Personnel	735,555	551,735	(183,820)
Special Ed - Summer School	23,386	18,834	(4,552)
CTE - Secondary Program Improvement	129,690	183,955	54,265
State Free Lunch	8,200	4,874	(3,326)
State Drivers Ed	173,000	195,721	22,721
Other State Revenue	5,456	10,664	5,208
Total Restricted Aid	<u>2,540,320</u>	<u>1,996,528</u>	<u>(543,792)</u>
Total State Sources	<u>9,289,009</u>	<u>8,746,089</u>	<u>(542,920)</u>
<b>Federal Sources</b>			
Restricted Aid			
National School Lunch	280,000	309,193	29,193
Commodities	77,659	63,429	(14,230)
IDEA-Flow-Through	1,081,282	997,620	(83,662)
IDEA-Room & Board Reimbursement	725,000	969,711	244,711
Perkins	116,714	116,714	-
Title II - Teacher Quality	70,874	74,624	3,750

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
EDUCATIONAL ACCOUNT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (BUDGET BASIS) AND ACTUAL  
Year Ended June 30, 2013

EXHIBIT 3

	Original & Final Budget	Actual	Variance from Budget Positive (Negative)
Medicaid Administrative Outreach	\$ 133,000	\$ 70,333	\$ (62,667)
Medicaid Fees for Services	71,000	57,166	(13,834)
Other	<u>16,754</u>	<u>12,970</u>	<u>(3,784)</u>
Total Federal Sources	<u>2,572,283</u>	<u>2,671,760</u>	<u>99,477</u>
Total Revenues	<u>71,103,711</u>	<u>71,165,526</u>	<u>61,815</u>
<b>Expenditures</b>			
<b>Instruction</b>			
<b>Regular Programs</b>			
Salaries	27,579,000	27,514,846	64,154
Employee Benefits	9,441,482	8,287,137	1,154,345
Purchased Services	276,456	264,628	11,828
Supplies & Materials	1,231,146	1,553,229	(322,083)
Other Objects	6,510	13,873	(7,363)
Non-Capitalized Equipment	167,073	185,530	(18,457)
Termination Benefits	-	369,173	(369,173)
Total Regular Programs	<u>38,701,667</u>	<u>38,188,416</u>	<u>513,251</u>
<b>Special Education Programs</b>			
Salaries	5,191,499	5,067,272	124,227
Employee Benefits	1,301,301	1,627,795	(326,494)
Purchased Services	919,724	961,854	(42,130)
Supplies & Materials	101,610	67,742	33,868
Other Objects	4,000	89	3,911
Non-Capitalized Equipment	41,400	91,289	(49,889)
Termination Benefits	-	21,821	(21,821)
Total Special Education Programs	<u>7,559,534</u>	<u>7,837,862</u>	<u>(278,328)</u>
<b>Remedial Programs</b>			
Employee Benefits	1,100	4,311	(3,211)
Total Remedial Programs	<u>1,100</u>	<u>4,311</u>	<u>(3,211)</u>
<b>CTE Programs</b>			
Salaries	3,392,234	3,166,405	225,829
Employee Benefits	791,185	900,051	(108,866)
Purchased Services	12,013	5,833	6,180
Supplies & Materials	24,723	35,367	(10,644)
Non-Capitalized Equipment	68,059	54,074	13,985
Total Vocational Programs	<u>4,288,214</u>	<u>4,161,730</u>	<u>126,484</u>
<b>Interscholastic Programs</b>			
Salaries	2,305,313	2,304,087	1,226
Employee Benefits	242,596	364,467	(121,871)
Purchased Services	408,763	411,025	(2,262)
Supplies & Materials	599,617	527,484	72,133
Capital Outlay	10,000	33,702	(23,702)
Other Objects	69,664	89,203	(19,539)
Non-Capitalized Equipment	40,000	91,249	(51,249)
Total Interscholastic Programs	<u>3,675,953</u>	<u>3,821,217</u>	<u>(145,264)</u>
<b>Summer School Programs</b>			
Salaries	110,518	207,013	(96,495)
Employee Benefits	34,113	23,331	10,782
Supplies & Materials	15,000	942	14,058
Total Summer School Programs	<u>159,631</u>	<u>231,286</u>	<u>(71,655)</u>
<b>Driver's Education Programs</b>			
Salaries	267,000	266,973	27
Employee Benefits	1,200	79,616	(78,416)

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
EDUCATIONAL ACCOUNT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (BUDGET BASIS) AND ACTUAL  
Year Ended June 30, 2013

	Original & Final Budget	Actual	Variance from Budget Positive (Negative)
Purchased Services	\$ 45,050	\$ 27,731	\$ 17,319
Supplies & Materials	30,750	30,342	408
Total Driver's Education Programs	<u>344,000</u>	<u>404,662</u>	<u>(60,662)</u>
Regular K-12 Programs - Private Tuition			
Other Objects	10,000	51,622	(41,622)
Total Regular K-12 Programs - Private Tuition	<u>10,000</u>	<u>51,622</u>	<u>(41,622)</u>
Special Education K-12 Programs - Private Tuition			
Other Objects	1,271,100	1,235,968	35,132
Total Special Education K-12 Programs - Private Tuition	<u>1,271,100</u>	<u>1,235,968</u>	<u>35,132</u>
Total Instruction	<u>56,011,199</u>	<u>55,937,074</u>	<u>74,125</u>
Support Services			
Attendance & Social Work Services			
Salaries	361,910	1,053,612	(691,702)
Employee Benefits	95,250	284,198	(188,948)
Supplies & Materials	500	-	500
Total Attendance & Social Work Services	<u>457,660</u>	<u>1,337,810</u>	<u>(880,150)</u>
Guidance Services			
Salaries	2,860,200	2,307,660	552,540
Employee Benefits	762,823	660,888	101,935
Purchased Services	17,277	16,473	804
Supplies & Materials	16,596	24,433	(7,837)
Other Objects	6,660	4,306	2,354
Non-Capitalized Equipment	755	484	271
Total Guidance Services	<u>3,664,311</u>	<u>3,014,244</u>	<u>650,067</u>
Health Services			
Salaries	352,554	352,389	165
Employee Benefits	84,811	99,729	(14,918)
Purchased Services	60,000	54,788	5,212
Supplies & Materials	4,650	4,551	99
Total Health Services	<u>502,015</u>	<u>511,457</u>	<u>(9,442)</u>
Psychological Services			
Salaries	233,760	242,385	(8,625)
Employee Benefits	1,000	62,063	(61,063)
Supplies & Materials	2,500	2,379	121
Total Psychological Services	<u>237,260</u>	<u>306,827</u>	<u>(69,567)</u>
Speech Pathology Services			
Salaries	221,000	207,532	13,468
Employee Benefits	230	57,277	(57,047)
Supplies & Materials	500	89	411
Total Speech Pathology Services	<u>221,730</u>	<u>264,898</u>	<u>(43,168)</u>
Improvement of Instruction Services			
Salaries	341,801	368,062	(26,261)
Employee Benefits	86,502	97,674	(11,172)
Purchased Services	107,592	88,013	19,579
Supplies & Materials	41,070	18,512	22,558
Other Objects	1,500	2,355	(855)
Non-Capitalized Equipment	6,885	1,200	5,685
Total Improvement of Instruction Services	<u>585,350</u>	<u>575,816</u>	<u>9,534</u>

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
EDUCATIONAL ACCOUNT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (BUDGET BASIS) AND ACTUAL  
Year Ended June 30, 2013

	Original & Final Budget	Actual	Variance from Budget Positive (Negative)
<b>Educational Media Services</b>			
Salaries	\$ 569,130	\$ 593,315	\$ (24,185)
Employee Benefits	179,230	191,739	(12,509)
Supplies & Materials	117,003	116,476	527
Capital Outlay	-	6,073	(6,073)
<b>Total Educational Media Services</b>	<u>865,363</u>	<u>907,603</u>	<u>(42,240)</u>
<b>Assessment &amp; Testing</b>			
Salaries	11,760	14,225	(2,465)
Employee Benefits	752	611	141
Purchased Services	50,000	33,873	16,127
Supplies & Materials	229,000	226,884	2,116
<b>Total Assessment &amp; Testing</b>	<u>291,512</u>	<u>275,593</u>	<u>15,919</u>
<b>Board of Education Services</b>			
Salaries	58,270	61,799	(3,529)
Employee Benefits	8,279	9,890	(1,611)
Purchased Services	401,000	404,450	(3,450)
Supplies & Materials	3,300	16,311	(13,011)
Other Objects	39,760	37,562	2,198
<b>Total Board of Education Services</b>	<u>510,609</u>	<u>530,012</u>	<u>(19,403)</u>
<b>Executive Administration Services</b>			
Salaries	205,529	195,375	10,154
Employee Benefits	47,766	49,692	(1,926)
Purchased Services	9,000	13,900	(4,900)
Supplies & Materials	10,000	7,142	2,858
Other Objects	6,000	4,722	1,278
Termination Benefits	-	24,349	(24,349)
<b>Total Executive Administration Services</b>	<u>278,295</u>	<u>295,180</u>	<u>(16,885)</u>
<b>Tort Immunity Services</b>			
Purchased Services	329,150	309,591	19,559
<b>Total Tort Immunity Services</b>	<u>329,150</u>	<u>309,591</u>	<u>19,559</u>
<b>Office of the Principal Services</b>			
Salaries	1,440,889	1,470,284	(29,395)
Employee Benefits	353,639	393,590	(39,951)
Purchased Services	20,900	21,239	(339)
Supplies & Materials	162,478	135,122	27,356
Other Objects	10,100	13,286	(3,186)
Non-Capitalized Equipment	12,700	50,491	(37,791)
<b>Total Office of the Principal Services</b>	<u>2,000,706</u>	<u>2,084,012</u>	<u>(83,306)</u>
<b>Other Support Services - School Administration</b>			
Salaries	1,529,030	1,542,133	(13,103)
Employee Benefits	271,250	379,469	(108,219)
<b>Total Other Support Services - School Administration</b>	<u>1,800,280</u>	<u>1,921,602</u>	<u>(121,322)</u>
<b>Fiscal Services</b>			
Salaries	519,682	568,344	(48,662)
Employee Benefits	113,094	153,122	(40,028)
Purchased Services	64,500	75,163	(10,663)
Supplies & Materials	104,000	97,809	6,191
Other Objects	2,500	1,529	971
Non-Capitalized Equipment	-	732	(732)
<b>Total Fiscal Services</b>	<u>803,776</u>	<u>896,699</u>	<u>(92,923)</u>

(Continued)



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
EDUCATIONAL ACCOUNT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (BUDGET BASIS) AND ACTUAL  
Year Ended June 30, 2013

	Original & Final Budget	Actual	Variance from Budget Positive (Negative)
<b>Food Services</b>			
Salaries	\$ 410,130	\$ 418,113	\$ (7,983)
Employee Benefits	183,578	137,153	46,425
Purchased Services	716,942	595,614	121,328
Supplies & Materials	437,900	403,863	34,037
Capital Outlay	-	6,658	(6,658)
Other Objects	1,870	3,908	(2,038)
Non-Capitalized Equipment	-	3,505	(3,505)
<b>Total Food Services</b>	<u>1,750,420</u>	<u>1,568,814</u>	<u>181,606</u>
<b>Internal Services</b>			
Salaries	29,400	29,839	(439)
Employee Benefits	150	151	(1)
Purchased Services	1,000	153	847
Supplies & Materials	19,000	21,458	(2,458)
<b>Total Internal Services</b>	<u>49,550</u>	<u>51,601</u>	<u>(2,051)</u>
<b>Information Services</b>			
Salaries	116,755	123,138	(6,383)
Employee Benefits	20,790	24,845	(4,055)
Purchased Services	4,000	1,834	2,166
Supplies & Materials	800	1,263	(463)
Other Objects	90	90	-
Non-Capitalized Equipment	5,100	4,975	125
<b>Total Information Services</b>	<u>147,535</u>	<u>156,145</u>	<u>(8,610)</u>
<b>Staff Services</b>			
Salaries	186,111	210,894	(24,783)
Employee Benefits	48,326	55,044	(6,718)
Purchased Services	12,000	24,643	(12,643)
Supplies & Materials	13,500	18,905	(5,405)
Other Objects	1,200	1,421	(221)
<b>Total Staff Services</b>	<u>261,137</u>	<u>310,907</u>	<u>(49,770)</u>
<b>Data Processing Service</b>			
Salaries	824,384	842,970	(18,586)
Employee Benefits	109,374	171,879	(62,505)
Purchased Services	213,000	195,663	17,337
Supplies & Materials	149,000	159,742	(10,742)
Capital Outlay	60,000	-	60,000
Other Objects	4,300	4,001	299
Non-Capitalized Equipment	470,900	502,531	(31,631)
<b>Total Data Processing Service</b>	<u>1,830,958</u>	<u>1,876,786</u>	<u>(45,828)</u>
<b>Total Support Services</b>	<u>16,587,617</u>	<u>17,195,597</u>	<u>(607,980)</u>
<b>Community Services</b>			
Purchased Services	2,360	858	1,502
<b>Total Community Services</b>	<u>2,360</u>	<u>858</u>	<u>1,502</u>
<b>Payments to Other Governmental Units</b>			
Payment for Special Ed Programs - In-State Government Units			
Purchased Services	650,000	842,923	(192,923)
Other Objects	229,000	202,859	26,141
<b>Total Payment for Special Ed Programs - In-State Government Units</b>	<u>879,000</u>	<u>1,045,782</u>	<u>(166,782)</u>

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 EDUCATIONAL ACCOUNT  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (BUDGET BASIS) AND ACTUAL  
 Year Ended June 30, 2013

	Original & Final Budget	Actual	Variance from Budget Positive (Negative)
Other Payments to In-State Government Units			
Purchased Services	\$ 139,461	\$ 106,614	\$ 32,847
Total Other Payments to In-State Government Units	<u>139,461</u>	<u>106,614</u>	<u>32,847</u>
Payment for Regular Programs - Tuition			
Other Objects	-	500	(500)
Total Payment for Regular Programs - Tuition	<u>-</u>	<u>500</u>	<u>(500)</u>
Payment for Special Ed Programs - Tuition			
Tuition	1,225,000	775,892	449,108
Total Payment for Special Ed Programs - Tuition	<u>1,225,000</u>	<u>775,892</u>	<u>449,108</u>
Payment for Community College Programs - Tuition			
Other Objects	-	27,049	(27,049)
Total Payment for Community Programs - Tuition	<u>-</u>	<u>27,049</u>	<u>(27,049)</u>
Total Payments to Other Governmental Units	<u>2,243,461</u>	<u>1,955,837</u>	<u>314,673</u>
Total Expenditures	<u>74,844,637</u>	<u>75,089,366</u>	<u>(244,729)</u>
Net Change in Fund Balance	<u>\$ (3,740,926)</u>	(3,923,840)	<u>\$ (182,914)</u>
Fund Balance at Beginning of Year		<u>39,637,076</u>	
Fund Balance at End of Year		<u>\$ 35,713,236</u>	

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
OPERATIONS AND MAINTENANCE ACCOUNT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended June 30, 2013

EXHIBIT 4

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
<b>Revenues</b>			
Local Sources			
Property Taxes	\$ 7,168,012	\$ 7,166,664	\$ (1,348)
Earnings on Investments	10,025	18,554	8,529
Other Revenue from Local Sources			
Fees	193,972	175,542	(18,430)
Rentals	126,000	186,257	60,257
Refunds	-	20,357	20,357
Other	20,000	62,596	42,596
Total Local Sources	<u>7,518,009</u>	<u>7,629,970</u>	<u>111,961</u>
State Sources			
Restricted Aid			
School Infrastructure - Maintenance Projects	59,500	63,951	4,451
Total State Sources	<u>59,500</u>	<u>63,951</u>	<u>4,451</u>
Total Revenues	<u>7,577,509</u>	<u>7,693,921</u>	<u>116,412</u>
<b>Expenditures</b>			
Support Services			
Facility Acquisition & Construction Service			
Non-Capitalized Equipment	-	2,280	(2,280)
Total Facility Acquisition & Construction Service	<u>-</u>	<u>2,280</u>	<u>(2,280)</u>
Operation & Maintenance of Plant Services			
Salaries	2,422,363	2,403,155	19,208
Employee Benefits	591,945	579,425	12,520
Purchased Services	1,071,642	1,176,945	(105,303)
Supplies and Materials	1,740,100	1,540,995	199,105
Capital Outlay	150,000	294,010	(144,010)
Non-Capitalized Equipment	80,000	77,691	2,309
Total Operation & Maintenance of Plant Services	<u>6,056,050</u>	<u>6,072,221</u>	<u>(16,171)</u>
Total Support Services	<u>6,056,050</u>	<u>6,074,501</u>	<u>(18,451)</u>
Contingencies	80,000	-	80,000
Total Expenditures	<u>6,136,050</u>	<u>6,074,501</u>	<u>61,549</u>
Net Change in Fund Balance	<u>\$ 1,441,459</u>	<u>1,619,420</u>	<u>\$ 177,961</u>
Fund Balance at Beginning of Year		<u>6,094,988</u>	
Fund Balance at End of Year		<u>\$ 7,714,408</u>	

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 WORKING CASH ACCOUNT  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended June 30, 2013

---

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Local Sources			
Earnings on Investments	\$ 12,000	\$ 3,617	\$ (8,383)
Total Revenues	<u>12,000</u>	<u>3,617</u>	<u>(8,383)</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess(Deficiency) of Revenues Over Expenditures	<u>12,000</u>	<u>3,617</u>	<u>(8,383)</u>
Other Financing Sources (Uses)			
Transfers Out	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balance	<u>\$ (1,988,000)</u>	<u>(1,996,383)</u>	<u>\$ (8,383)</u>
Fund Balance at Beginning of Year		<u>6,014,414</u>	
Fund Balance at End of Year		<u>\$ 4,018,031</u>	

---

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
June 30, 2013

	Special Revenue Funds			Debt Service Fund
	Transportation Fund	Municipal Retirement/ Social Security Fund	Total Special Revenue Funds	Debt Service Fund
<b>ASSETS</b>				
Cash and Investments	\$ 7,219,335	\$ 3,255,853	\$ 10,475,188	\$ 2,250,459
Interest Receivable	-	-	-	-
Property Tax Receivable	1,345,936	1,321,639	2,667,575	1,826,862
Grants Receivable	1,671,478	-	1,671,478	-
<b>TOTAL ASSETS</b>	<u>\$ 10,236,749</u>	<u>\$ 4,577,492</u>	<u>\$ 14,814,241</u>	<u>\$ 4,077,321</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 202,425	\$ 165,056	\$ 367,481	\$ -
<b>Total Liabilities</b>	<u>202,425</u>	<u>165,056</u>	<u>367,481</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Property Tax Revenue	2,681,049	2,632,637	5,313,686	3,639,070
Unavailable Revenue	1,671,478	-	1,671,478	-
<b>Total Deferred Inflows of Resources</b>	<u>4,352,527</u>	<u>2,632,637</u>	<u>6,985,164</u>	<u>3,639,070</u>
<b>FUND BALANCE</b>				
<b>Restricted</b>				
Transportation	2,363,525	-	2,363,525	-
IMRF	-	1,341,796	1,341,796	-
Social Security	-	438,003	438,003	-
Debt Service	-	-	-	438,251
Construction	-	-	-	-
<b>Assigned</b>				
Transportation	3,318,272	-	3,318,272	-
Construction	-	-	-	-
<b>Total Fund Balance</b>	<u>5,681,797</u>	<u>1,779,799</u>	<u>7,461,596</u>	<u>438,251</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<u>\$ 10,236,749</u>	<u>\$ 4,577,492</u>	<u>\$ 14,814,241</u>	<u>\$ 4,077,321</u>

Capital Projects Funds				
Capital Projects Fund	Developers' Impact Fund - Crystal Lake Fund	Developers' Impact Fund - Cary Grove Fund	Total Capital Projects Funds	Total Current Year
\$ 12,560,396	\$ 2,352,361	\$ 1,263,544	\$ 16,176,301	\$ 28,901,948
9,364	4,308	2,294	15,966	15,966
-	-	-	-	4,494,437
-	37,635	2,907	40,542	1,712,020
<u>\$ 12,569,760</u>	<u>\$ 2,394,304</u>	<u>\$ 1,268,745</u>	<u>\$ 16,232,809</u>	<u>\$ 35,124,371</u>
\$ 348,538	\$ -	\$ -	\$ 348,538	\$ 716,019
<u>348,538</u>	<u>-</u>	<u>-</u>	<u>348,538</u>	<u>716,019</u>
-	-	-	-	8,952,756
-	-	-	-	1,671,478
-	-	-	-	10,624,234
-	-	-	-	2,363,525
-	-	-	-	1,341,796
-	-	-	-	438,003
-	-	-	-	438,251
-	2,394,304	1,268,745	3,663,049	3,663,049
-	-	-	-	3,318,272
12,221,222	-	-	12,221,222	12,221,222
<u>12,221,222</u>	<u>2,394,304</u>	<u>1,268,745</u>	<u>15,884,271</u>	<u>23,784,118</u>
\$ 12,569,760	\$ 2,394,304	\$ 1,268,745	\$ 16,232,809	\$ 35,124,371

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
Year Ended June 30, 2013

	Special Revenue Funds			Debt Service Fund
	Transportation Fund	Municipal Retirement/ Social Security Fund	Total Special Revenue Funds	Debt Service Fund
Revenues				
Local Sources	\$ 2,473,855	\$ 2,550,359	\$ 5,024,214	\$ 3,341,864
State Sources	999,473	-	999,473	-
Total Revenues	<u>3,473,328</u>	<u>2,550,359</u>	<u>6,023,687</u>	<u>3,341,864</u>
Expenditures				
Current:				
Instruction	-	902,581	902,581	-
Support Services	2,925,643	1,400,921	4,326,564	-
Payments to Other Governmental Units	10,368	-	10,368	-
Debt Service:				
Principal	-	-	-	1,764,224
Interest and Fees	-	-	-	3,581,196
Capital Outlay	248,169	-	248,169	-
Total Expenditures	<u>3,184,180</u>	<u>2,303,502</u>	<u>5,487,682</u>	<u>5,345,420</u>
Excess(Deficiency) of Revenues Over Expenditures	<u>289,148</u>	<u>246,857</u>	<u>536,005</u>	<u>(2,003,556)</u>
Other Financing Sources				
Transfers In	-	-	-	2,000,000
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000,000</u>
Net Change in Fund Balances	289,148	246,857	536,005	(3,556)
Fund Balances at Beginning of Year	<u>5,392,649</u>	<u>1,532,942</u>	<u>6,925,591</u>	<u>441,807</u>
Fund Balances at End of Year	<u>\$ 5,681,797</u>	<u>\$ 1,779,799</u>	<u>\$ 7,461,596</u>	<u>\$ 438,251</u>

---

Capital Projects Funds				
Capital Projects Fund	Developers' Impact Fund - Crystal Lake Fund	Developers' Impact Fund - Cary Grove Fund	Total Capital Projects Funds	Total Current Year
\$ 61,229	\$ 52,589	\$ 29,350	\$ 143,168	\$ 8,509,246
-	-	-	-	999,473
<u>61,229</u>	<u>52,589</u>	<u>29,350</u>	<u>143,168</u>	<u>9,508,719</u>
-	-	-	-	902,581
1,927,174	-	-	1,927,174	6,253,738
-	-	-	-	10,368
-	-	-	-	1,764,224
-	-	-	-	3,581,196
-	-	-	-	248,169
<u>1,927,174</u>	<u>-</u>	<u>-</u>	<u>1,927,174</u>	<u>12,760,276</u>
<u>(1,865,945)</u>	<u>52,589</u>	<u>29,350</u>	<u>(1,784,006)</u>	<u>(3,251,557)</u>
-	-	-	-	2,000,000
-	-	-	-	2,000,000
(1,865,945)	52,589	29,350	(1,784,006)	(1,251,557)
<u>14,087,167</u>	<u>2,341,715</u>	<u>1,239,395</u>	<u>17,668,277</u>	<u>25,035,675</u>
<u>\$ 12,221,222</u>	<u>\$ 2,394,304</u>	<u>\$ 1,268,745</u>	<u>\$ 15,884,271</u>	<u>\$ 23,784,118</u>

---



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 TRANSPORTATION FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended June 30, 2013

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
<b>Revenues</b>			
Local Sources			
Property Taxes	\$ 2,455,162	\$ 2,454,675	\$ (487)
Transportation Fees			
Trans Fees from Pupils - Parents	5,000	-	(5,000)
Trans Fees from Co-Curricular Activities	40,000	12,892	(27,108)
Earnings on Investments	4,510	6,288	1,778
Total Local Sources	<u>2,504,672</u>	<u>2,473,855</u>	<u>(30,817)</u>
State Sources			
Unrestricted Aid	50,000	43,627	(6,373)
Restricted Aid	1,200,000	955,846	(244,154)
Total State Sources	<u>1,250,000</u>	<u>999,473</u>	<u>(250,527)</u>
Federal Sources			
Restricted Aid	500	-	(500)
Total Federal Sources	<u>500</u>	<u>-</u>	<u>(500)</u>
Total Revenues	<u>3,755,172</u>	<u>3,473,328</u>	<u>(281,844)</u>
<b>Expenditures</b>			
Support Services			
Pupil Transportation Service			
Salaries	34,509	35,016	(507)
Employee Benefits	9,713	9,544	169
Purchased Services	2,700,000	2,876,734	(176,734)
Capital Outlay	420,000	248,169	171,831
Non-Capitalized Equipment	-	4,349	(4,349)
Total Support Services	<u>3,164,222</u>	<u>3,173,812</u>	<u>(9,590)</u>
Payments to Other Governmental Units			
Payment for Special Education Programs			
Purchased Services	10,000	10,368	(368)
Total Expenditures	<u>3,174,222</u>	<u>3,184,180</u>	<u>(9,958)</u>
Net Change in Fund Balance	<u>\$ 580,950</u>	<u>289,148</u>	<u>\$ (291,802)</u>
Fund Balance at Beginning of Year		<u>5,392,649</u>	
Fund Balance at End of Year		<u>\$ 5,681,797</u>	

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended June 30, 2013

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
<b>Revenues</b>			
Local Sources			
Property Taxes			
I.M.R.F. Levy	\$ 1,080,064	\$ 1,079,874	\$ (190)
Social Security Levy	<u>1,374,679</u>	<u>1,374,422</u>	<u>(257)</u>
Total Property Taxes	<u>2,454,743</u>	<u>2,454,296</u>	<u>(447)</u>
Payments in Lieu of Taxes			
Personal Property Replacement Taxes	90,000	90,000	-
Earnings on Investments	<u>3,510</u>	<u>6,063</u>	<u>2,553</u>
Total Revenues	<u>2,548,253</u>	<u>2,550,359</u>	<u>2,106</u>
<b>Expenditures</b>			
Instruction			
Employee Benefits			
Regular Programs	487,839	490,720	(2,881)
Special Education Programs	217,800	269,738	(51,938)
Remedial and Supplemental Programs	8,024	-	8,024
Vocational Programs	49,430	46,642	2,788
Interscholastic Programs	76,837	86,884	(10,047)
Summer School Programs	6,460	4,829	1,631
Driver's Education Programs	<u>-</u>	<u>3,768</u>	<u>(3,768)</u>
Total Instruction	<u>846,390</u>	<u>902,581</u>	<u>(56,191)</u>
Support Services			
Employee Benefits			
Attendance & Social Work Services	48,335	67,928	(19,593)
Guidance Services	84,500	76,488	8,012
Health Services	13,000	12,374	626
Psychological Services	-	4,078	(4,078)
Speech Pathology Services	-	2,791	(2,791)
Improvement of Instruction Services	17,918	15,536	2,382
Educational Media Services	54,324	47,601	6,723
Assessment & Testing	720	998	(278)
Board of Education Services	10,905	11,430	(525)
Executive Administration Services	20,077	3,173	16,904
Office of the Principal Services	88,085	68,217	19,868
Other Support Services - School Administration	28,200	37,879	(9,679)
Fiscal Services	71,526	68,059	3,467
Operation & Maintenance of Plant Services	399,100	415,820	(16,720)
Pupil Transportation Services	320,501	321,089	(588)
Food Services	88,902	74,791	14,111
Internal Services	5,393	5,543	(150)
Information Services	21,412	22,033	(621)
Staff Services	9,489	11,905	(2,416)
Data Processing Service	<u>121,650</u>	<u>133,188</u>	<u>(11,538)</u>
Total Support Services	<u>1,404,037</u>	<u>1,400,921</u>	<u>3,116</u>
Total Expenditures	<u>2,250,427</u>	<u>2,303,502</u>	<u>(53,075)</u>
Net Change in Fund Balance	<u>\$ 297,826</u>	<u>246,857</u>	<u>\$ (50,969)</u>
Fund Balance at Beginning of Year		<u>1,532,942</u>	
Fund Balance at End of Year		<u>\$ 1,779,799</u>	

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended June 30, 2013

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
<b>Revenues</b>			
Local Sources			
Property Taxes	\$ 3,340,924	\$ 3,340,288	\$ (636)
Earnings on Investments	<u>765</u>	<u>1,576</u>	<u>811</u>
Total Revenues	<u>3,341,689</u>	<u>3,341,864</u>	<u>175</u>
<b>Expenditures</b>			
Debt Service - Bond Principal Retired	1,764,224	1,764,224	-
Debt Service - Interest on Bonds	3,580,775	3,580,776	(1)
Debt Service - Paying Agent Fees	<u>420</u>	<u>420</u>	<u>-</u>
Total Expenditures	<u>5,345,419</u>	<u>5,345,420</u>	<u>(1)</u>
Excess(Deficiency) of Revenues Over Expenditures	<u>(2,003,730)</u>	<u>(2,003,556)</u>	<u>176</u>
<b>Other Financing Sources (Uses)</b>			
Transfers In	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (3,730)</u>	<u>(3,556)</u>	<u>\$ 176</u>
Fund Balance at Beginning of Year		<u>441,807</u>	
Fund Balance at End of Year		<u>\$ 438,251</u>	

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended June 30, 2013

---

	<u>Original &amp; Final Budget</u>	<u>Actual</u>	<u>Variance from Budget Positive (Negative)</u>
Revenues			
Local Sources			
Earnings on Investments	\$ 50,000	\$ 61,229	\$ 11,229
Total Revenues	<u>50,000</u>	<u>61,229</u>	<u>11,229</u>
Expenditures			
Support Services			
Facility Acquisition & Construction Service			
Purchased Services	112,960	315,497	(202,537)
Supplies and Materials	<u>1,939,000</u>	<u>1,611,677</u>	<u>327,323</u>
Total Expenditures	<u>2,051,960</u>	<u>1,927,174</u>	<u>124,786</u>
Net Change in Fund Balance	<u>\$ (2,001,960)</u>	<u>(1,865,945)</u>	<u>\$ 136,015</u>
Fund Balance at Beginning of Year		<u>14,087,167</u>	
Fund Balance at End of Year		<u>\$ 12,221,222</u>	

---

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 DEVELOPERS' IMPACT FUND - CRYSTAL LAKE  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended June 30, 2013

---

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Local Sources			
Earnings on Investments	\$ 4,500	\$ 12,244	\$ 7,744
Other Revenue from Local Sources	<u>10,000</u>	<u>40,345</u>	<u>30,345</u>
Total Revenues	<u>14,500</u>	<u>52,589</u>	<u>38,089</u>
 Net Change in Fund Balance	 <u>\$ 14,500</u>	 <u>52,589</u>	 <u>\$ 38,089</u>
 Fund Balance at Beginning of Year		 <u>2,341,715</u>	
 Fund Balance at End of Year		 <u>\$ 2,394,304</u>	

---

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 DEVELOPERS' IMPACT FUND - CARY GROVE  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended June 30, 2013

---

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance from Budget Positive (Negative)
Revenues			
Local Sources			
Earnings on Investments	\$ 300	\$ 6,513	\$ 6,213
Other Revenue from Local Sources	<u>5,000</u>	<u>22,837</u>	<u>17,837</u>
Total Revenues	<u>5,300</u>	<u>29,350</u>	<u>24,050</u>
Net Change in Fund Balance	<u>\$ 5,300</u>	<u>29,350</u>	<u>\$ 24,050</u>
Fund Balance at Beginning of Year		<u>1,239,395</u>	
Fund Balance at End of Year		<u>\$ 1,268,745</u>	

---

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 Year Ended June 30, 2013

ASSETS	TOTAL ALL SCHOOLS	CRYSTAL LAKE HIGH SCHOOL CENTRAL	CARY GROVE HIGH SCHOOL	PRAIRIE RIDGE	CRYSTAL LAKE HIGH SCHOOL SOUTH
Cash in Bank					
Balance, July 1, 2012	\$ 1,632,259	\$ 363,364	\$ 395,126	\$ 498,618	\$ 375,151
Additions	3,561,606	889,563	802,154	1,089,374	780,515
Deletions	<u>(3,831,720)</u>	<u>(916,036)</u>	<u>(877,297)</u>	<u>(1,153,842)</u>	<u>(884,545)</u>
Cash in Bank, June 30, 2013	<u>1,362,145</u>	<u>336,891</u>	<u>319,983</u>	<u>434,150</u>	<u>271,121</u>
Investments					
Balance, July 1, 2012	52,721	26,961	-	-	25,760
Deletions	<u>(26,961)</u>	<u>(26,961)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Investments, June 30, 2013	<u>25,760</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,760</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 1,387,905</u></b>	<b><u>\$ 336,891</u></b>	<b><u>\$ 319,983</u></b>	<b><u>\$ 434,150</u></b>	<b><u>\$ 296,881</u></b>
<b>LIABILITIES</b>					
Due to Student Groups					
Balance, July 1, 2012	\$ 1,684,980	\$ 390,325	\$ 395,126	\$ 498,618	\$ 400,911
Additions	3,561,606	889,563	802,154	1,089,374	780,515
Deletions	<u>(3,858,681)</u>	<u>(942,997)</u>	<u>(877,297)</u>	<u>(1,153,842)</u>	<u>(884,545)</u>
Due to Student Groups, June 30, 2013	<u>1,387,905</u>	<u>336,891</u>	<u>319,983</u>	<u>434,150</u>	<u>296,881</u>
<b>TOTAL LIABILITIES</b>	<b><u>\$ 1,387,905</u></b>	<b><u>\$ 336,891</u></b>	<b><u>\$ 319,983</u></b>	<b><u>\$ 434,150</u></b>	<b><u>\$ 296,881</u></b>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
 Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) July 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) June 30, 2013
Crystal Lake - Central				
Student Activity Funds:				
Art	\$ -	\$ 1,895	\$ 1,895	\$ -
Art - FVC Show	-	84	84	-
Athletic and Department Awards	4,646	-	571	4,075
Band	21,161	42,799	50,395	13,565
Band Trip	4,113	178,399	180,294	2,218
Blundy Memorial	1,190	-	26	1,164
Boys Baseball	5,404	13,723	14,079	5,048
Boys Basketball	8,881	52,075	39,463	21,493
Boys Cross Country	196	3,781	422	3,555
Boys Golf	2,977	1,570	1,306	3,241
Boys Soccer	6,323	7,216	7,003	6,536
Boys Tennis	-	1,415	1,321	94
Boys Track	8,085	4,825	9,220	3,690
Boys Wrestling	3,807	4,011	5,128	2,690
CD Interest	3,183	-	-	3,183
Central CD	15,427	-	-	15,427
Charity Fundraisers	-	842	842	-
Chatham Scholarship	6,096	-	-	6,096
Cheerleaders	1,695	48,088	42,769	7,014
Chess Club	392	39	-	431
Choir Trip	9,804	79,782	83,014	6,572
Class of 2013	5,961	5,105	7,560	3,506
Class of 2014	2,889	4,740	4,204	3,425
Class of 2015	1,470	1,844	200	3,114
Class of 2016	-	1,200	-	1,200
CLC 101	1,436	-	1,436	-
CLC Deans	-	2,089	1,777	312
CLC Ind Tech	2,867	716	1,295	2,288
Color Guard	798	550	952	396
Environmental Club	768	1,736	2,090	414
European Trip	-	850	-	850
Fall Play	1,013	2,020	850	2,183
Field Trip - AP Psych	-	236	101	135
Field Trip - AP US History	-	83	-	83
Field Trip - Environmental Science	-	719	571	148
Field Trip - VEI	-	335	330	5
Football	28,733	55,954	56,761	27,926
French Club	1,117	1,181	917	1,381
German Club	290	875	992	173
Girls Basketball	6,592	19,152	16,863	8,881
Girls Cross County	945	983	360	1,568
Girls Golf	2,809	2,526	1,968	3,367
Girls Soccer	6,947	8,748	5,128	10,567
Girls Softball	2,278	6,293	6,805	1,766
Girls Swim Team	6,109	4,403	4,550	5,962
Girls Tennis	1,926	3,814	3,490	2,250
Girls Track	2,257	2,945	1,490	3,712
Girls Volleyball	17,828	15,994	13,992	19,830
Greibel Scholarship - CD	2,726	-	-	2,726
Grief Groups	541	-	58	483
Guidance Activities	3,101	-	3,101	-
Heartland Blood Scholarship	500	-	500	-
Hinckley Spring-Water	1,968	2,287	3,752	503
Humanities RB Field Trip	579	4,041	3,845	775
IHSA	12,320	14,034	14,269	12,085
IHSA All State	500	500	500	500

(Continued)

68.



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
AGENCY FUNDS  
STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) July 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) June 30, 2013
Crystal Lake - Central				
Improv	\$ 1,194	\$ 1,118	\$ 900	\$ 1,412
Interest	10,675	112	1,184	9,603
Intramurals	2,008	-	502	1,506
Keith Seda Memorial	8,080	-	2,500	5,580
Latino Club	23	169	126	66
Le Bon Vivant	1	1,270	1,270	1
Leeper Mem - CD	2,712	-	-	2,712
Library	22	126	-	148
Life Skills	1,217	1,705	2,567	355
Lowell Scholarship	-	500	500	-
Madrigal	2,662	11,642	10,731	3,573
Math Team	230	236	296	170
Mentors	1,259	1,316	2,575	-
Music - Chorus	10,987	25,054	24,120	11,921
Musical	10,206	24,287	23,436	11,057
National Honor Society	2,806	575	579	2,802
Newspaper	13,172	-	6,644	6,528
Off Campus PE Trips	-	11,708	11,392	316
Operation Click	342	1,158	1,498	2
Operation Teens Safe Driving	9	-	-	9
Orchesis	-	1,470	1,461	9
Physics Field Trip	2,204	5,213	3,847	3,570
Pom Pons	4,855	16,433	20,882	406
Prom	806	43,827	38,175	6,458
Rental of Building	38,791	29,187	66,290	1,688
Revtrak Jetpay Online	2,114	394	2,508	-
Scholastic Bowl	1,105	-	83	1,022
School Store	1,117	-	1,149	(32)
Science Olympiad	1,972	6,094	4,798	3,268
Senior Leaders	52	-	-	52
Spanish Club	3,367	4,608	3,209	4,766
Speech	200	812	510	502
Spring Play	2,106	1,329	2,845	590
Student Assistance	3,938	2,270	4,766	1,442
Student Council	8,596	27,009	32,340	3,265
Summer Coaches	-	33,385	33,385	-
Theater Camp	13,889	18,872	16,752	16,009
Tiger Buddies	38	785	9	814
Tiger Economics Club	57	1,928	1,347	638
Tiger Leaders	1,658	5,063	6,335	386
V.E.I.	-	504	504	-
World Language Department	-	610	386	224
Yearbook	15,207	2,297	12,057	5,447
	<u>\$ 390,325</u>	<u>\$ 889,563</u>	<u>\$ 942,997</u>	<u>\$ 336,891</u>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
 Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) JULY 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) JUNE 30, 2013
Cary Grove				
Student Activity Funds:				
Art	\$ 313	\$ 1,839	\$ 2,222	\$ (70)
Athletic Plaques	4,281	9,946	7,563	6,664
Autos	(1,385)	7,566	6,061	120
Band	6,585	44,459	40,112	10,932
Baseball	12,829	20,753	26,884	6,698
BK - Donations	13,607	-	-	13,607
Bookstore	16,494	5,245	21,739	-
Boys Basketball	12,088	16,084	24,005	4,167
Boys Golf	1,909	5,775	4,373	3,311
Boys Swim Team	2,992	4,446	3,677	3,761
Boys Track Fund	2,614	7,195	7,486	2,323
Building Rental	1,220	159	-	1,379
Business Education	2,154	6,827	7,006	1,975
CGHS Checking - Other/Balance	(805)	1,689	757	127
Cheerleaders	17,607	38,175	37,789	17,993
Chinese	47	1,172	1,002	217
Chorus	16,506	75,971	80,275	12,202
Class of 2011	7,569	154	5,573	2,150
Class of 2012	155	-	155	-
Class of 2013	6,390	6,875	10,615	2,650
Class of 2014	2,294	65,060	59,077	8,277
Class of 2015	643	1,406	40	2,009
Class of 2016	-	475	64	411
Cross Country - Boys	6,265	2,385	5,935	2,715
Damages	2,775	248	3,023	-
Donation - Grant Money	2,315	4,500	4,065	2,750
Drivers Ed	1,789	-	1,789	-
English	5,718	724	6,442	-
FACS	2,957	8,689	7,001	4,645
Field Trips	-	59,712	59,712	-
Flags	2,502	2,933	2,677	2,758
Football Fundraiser	59,882	74,794	83,451	51,225
French Club	589	6,741	6,215	1,115
Friends of Rachael	203	170	101	272
German Club	(84)	3,370	2,903	383
Girls Basketball	13,071	16,072	18,333	10,810
Girls Swim Team	1,357	1,585	2,258	684
Girls Track	9,492	11,145	18,072	2,565
Guidance A/P Testing	3,555	151	1,836	1,870
IHSA Tournaments	20,840	17,204	21,971	16,073
InterAct	3,322	25,527	25,770	3,079
Interest Account	129	50	-	179
Irey Scholarship	4,137	-	-	4,137
Life Skills	344	5,978	5,687	635
Math Department	3,127	-	3,127	-
Math Team	180	1,329	1,546	(37)
Media Center / Library	1,401	494	406	1,489
National Honors Society	1,628	3,884	2,721	2,791
Other Asset - Inventory	-	235	-	235
Operation Click	305	1,676	1,981	-
P.E. Fundraiser	2,431	4,666	7,023	74
Pepsi Commission	34,101	62,565	47,709	48,957
Pommies	4,356	9,302	10,896	2,762
Registration 11-12	899	470	1,369	-
Scholarship - Louis Armstrong	115	-	-	115
Scholarships	236	500	600	136

(Continued)

70.

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
 Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) JULY 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) JUNE 30, 2013
Cary Grove				
Scholastic Bowl	\$ 145	\$ -	\$ -	\$ 145
Science	3,275	1,965	4,562	678
Science Olympiad	307	475	548	234
Soccer Tournament	5,544	15,497	13,456	7,585
Social Science	103	-	103	-
Softball Fundraiser	2,272	10,675	11,805	1,142
Spanish Class	1,195	1,075	1,749	521
Speech Team	3,108	6,898	5,268	4,738
Stagecrafters	2,451	4,994	4,879	2,566
Student Council	4,542	28,172	27,038	5,676
Summer School	1,393	-	1,393	-
Technology Fund	2,802	-	2,802	-
Tennis - Boys	10,299	19,519	21,570	8,248
Tennis - Girls	-	706	-	706
Training Room	9,175	4,040	3,441	9,774
Trojan Times - School Newspaper	4,023	274	3,710	587
TWNM	2,241	-	2,241	-
Volleyball	6,543	32,289	29,399	9,433
Wrestling	8,931	26,885	31,186	4,630
Yearbook	10,733	320	11,053	-
Total - Cary Grove	<u>\$ 395,126</u>	<u>\$ 802,154</u>	<u>\$ 877,297</u>	<u>\$ 319,983</u>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
 Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) JULY 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) JUNE 30, 2013
Prairie Ridge				
Student Activity Funds:				
Art	\$ 103	\$ 110	-	\$ 213
Auto Show Field Trip	49	-	49	-
Band	19,764	136,839	146,040	10,563
Bookstore	6,388	3,041	556	8,873
Boys Baseball	8,059	41,508	38,977	10,590
Boys Baseball Camp and Project	10,859	16,591	14,734	12,716
Boys Basketball	1,196	7,374	8,659	(89)
Boys Basketball Camp	13,474	12,300	13,564	12,210
Boys Cross Country	2,546	6,668	6,773	2,441
Boys Cross Country Camp	-	440	440	-
Boys Football	20,757	54,499	58,124	17,132
Boys Football Camp	31,034	36,526	32,244	35,316
Boys Golf	1,182	6,823	3,518	4,487
Boys Soccer	6,642	556	2,820	4,378
Boys Soccer Camp	-	5,340	5,340	-
Boys Tennis	7,193	5,331	9,369	3,155
Boys Track	2,964	2,106	3,363	1,707
Boys Wrestling	793	4,310	4,080	1,023
Building Rental	1,014	-	871	143
Captains Council	-	1,075	75	1,000
Cheerleaders	10,789	15,932	23,772	2,949
Cheerleaders Camp	4,576	4,920	5,299	4,197
Choral	25,004	209,285	216,601	17,688
Class of 2012	1,683	-	1,683	-
Class of 2013	463	1,804	1,131	1,136
Class of 2014	1,275	797	913	1,159
Class of 2015	1,142	3,604	1,825	2,921
Class of 2016	-	2,630	1,454	1,176
Colorguard	2,269	1,205	311	3,163
Culinary Club	380	-	-	380
Dramatic Lit	662	-	-	662
Engineering	1,024	702	1,159	567
English Department	59	480	507	32
Environment	547	19	264	302
Fall Play	4,564	2,967	3,215	4,316
FBLA	361	3,600	2,235	1,726
FCS Former Home Ec	947	2,326	1,895	1,378
Field Trip Law	114	-	114	-
Field Trips 2012/2013	-	31,928	23,065	8,863
Fox Valley Conference	3,019	59,795	48,038	14,776
French Club	1,015	532	484	1,063
Freshmen Seminar	3,513	-	472	3,041
FVC Deans & VP	2,201	555	50	2,706
German Club	3,106	4,127	4,308	2,925
Girls Basketball	5,859	7,148	7,331	5,676
Girls Basketball Camp	3,865	15,880	13,635	6,110
Girls Cross Country	4,134	1,857	1,624	4,367
Girls Cross Country Camp	830	870	950	750
Girls Golf	4,204	3,225	2,296	5,133
Girls Gymnastics	1,949	125	233	1,841
Girls Soccer	2,607	6,133	2,225	6,515
Girls Soccer Camp	-	10,332	4,197	6,135
Girls Softball	1,365	9,570	7,996	2,939
Girls Softball Camp	-	3,125	3,125	-
Girls Swim Team	500	125	-	625
Girls Tennis	7,441	1,794	4,443	4,792
Girls Track	2,819	1,077	1,915	1,981
Girls Volleyball	3,804	8,619	9,523	2,900
Girls Volleyball Camp	7,389	14,805	13,468	8,726

(Continued)

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
 Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) JULY 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) JUNE 30, 2013
Prairie Ridge				
Guidance Tests	\$ 7,980	\$ 500	\$ 1,758	\$ 6,722
HSB Interest	555	167	696	26
HSB Intramurals	135	-	-	135
HSB Lupine	(444)	-	-	(444)
HSB Tournament	34,926	6,115	29,579	11,462
ID Deans	1,373	2,960	2,984	1,349
Industrial Technology	925	-	-	925
Lefevre Donation	-	1,105	1,105	-
Library	1,813	1,013	959	1,867
Literary Magazine	652	59	-	711
Mac Lab	27	-	27	-
Madrigals	4,914	8,217	9,024	4,107
Math	750	1,157	529	1,378
Mentor	(288)	-	-	(288)
Musical	33,481	56,434	57,508	32,407
Newspaper	10,131	-	3,695	6,436
NHS	477	9,921	8,767	1,631
Operation Click	1,700	-	973	727
Other	184	-	-	184
P.E. Gym Suits	2,526	7,751	7,147	3,130
Pack Attack	523	232	730	25
Photo Rebate	7,477	-	7,477	-
Physics Day	5,495	1,098	6,593	-
Pommies	6,656	24,662	28,067	3,251
PR Athletic	17,663	66,128	67,128	16,663
PR Registration	38,599	1,241	11,695	28,145
Principal	2,353	19,243	16,042	5,554
Prom	5,315	34,003	33,725	5,593
Quad Lingual Scholar	880	-	-	880
Scholarship - Shannon McCarty	4,550	7,000	6,800	4,750
Science and Science Field Trip	1,098	-	1,098	-
Senior Project	392	4,340	4,684	48
Senior Project Legacy Maint	1,504	-	-	1,504
Shakespeare	1,318	5,598	4,397	2,519
Social Science Workshop	-	2,450	2,166	284
Spanish Club	1,366	4,137	4,185	1,318
Special Ed	(2)	-	-	(2)
Speech	793	865	705	953
Spring Play	2,901	3,331	2,583	3,649
STU Restitution	1,782	-	1,782	-
Student Council	6,402	26,170	29,744	2,828
Tennis Camp	1,691	-	-	1,691
Trilingual Scholar	242	750	850	142
VEI	-	8,114	6,031	2,083
Vending	13,462	5,168	11,526	7,104
World Language	1,221	2,505	2,209	1,517
Wrestling Camp	1,540	1,770	1,540	1,770
Yearbook	22,084	1,840	15,982	7,942
Total - Prairie Ridge	<u>\$ 498,618</u>	<u>\$ 1,089,374</u>	<u>\$ 1,153,842</u>	<u>\$ 434,150</u>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
 Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) JULY 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) JUNE 30, 2013
Crystal Lake - South				
Student Activity Funds:				
Advanced Placement	\$ 7,269	\$ 250	\$ 2,468	\$ 5,051
5th 3rd Bank - Other	(4,855)	105	-	(4,750)
Alumni Contribution	6,934	-	6,934	-
Apple A Day	208	-	208	-
Art	1,404	495	2,355	(456)
Athletics	32,282	73,563	71,437	34,408
Athletics Juice Machine	3,233	-	3,233	-
Audio Visual	109	-	109	-
Autos	-	2,384	1,215	1,169
Band	3,689	23,969	21,765	5,893
Best Buddies	185	3,014	2,860	339
Best Chance	(351)	-	-	(351)
Boys Baseball	15,685	29,967	28,159	17,493
Boys Basketball	13,367	36,894	31,944	18,317
Boys Soccer	3,616	15,120	11,443	7,293
Boys Tennis	1,562	1,964	2,020	1,506
Boys Track	(2,389)	4,351	3,193	(1,231)
Building Rental	45,469	11,148	38,345	18,272
Bus Transportation	795	-	795	-
Business	445	433	240	638
C.W.T	59	-	59	-
Cheerleaders	4,196	17,355	16,460	5,091
Chinese Club	260	1,235	972	523
Chorus	(1,880)	11,565	6,557	3,128
Class of 2011	1,058	-	1,058	-
Class of 2012	404	-	-	404
Class of 2013	(1,550)	2,630	918	162
Class of 2014	1,172	38,138	34,516	4,794
Class of 2015	1,369	1,512	3,950	(1,069)
Class of 2016	-	1,587	919	668
Coca-Cola Scholarship	387	164	-	551
Color Guard	2,068	7,972	6,300	3,740
Debate	174	-	174	-
Dist 155 Shootout	2,759	601	2,620	740
English	9,397	2,819	4,684	7,532
Environmental Club	(252)	252	-	-
Family & Consumer Science	2,831	4,012	2,939	3,904
Field Trips	-	4,170	2,208	1,962
Football Fund	1,894	73,496	52,605	22,785
French Club	421	814	801	434
Gator Group	22	-	22	-
Gator Link Crew	(161)	1,622	1,943	(482)
Gator Pride	1,170	6,503	5,731	1,942
Gator Running Club	445	5,029	5,327	147
German Club	6,035	2,256	4,728	3,563
German Exchange	400	53,492	44,009	9,883
Girls Basketball	5,794	11,420	16,505	709
Girls Cross Country	597	2,803	2,735	665
Girls Soccer	3,841	4,399	7,352	888
Girls Tennis	-	3,129	2,542	587
Girls Track	(1,670)	11,840	9,469	701
Golf	1,085	4,440	2,414	3,111
Guidance Activity	380	101	481	-
High Mileage Vehicle	37	-	37	-
Honor Society	2,324	16,383	17,212	1,495
Interest	14,529	-	-	14,529
Intramurals	72	-	-	72
Key Club	1,411	3,114	2,949	1,576
Library and Media	60	224	131	153

(Continued)

74.

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 AGENCY FUNDS  
 STUDENT ACTIVITY FUNDS CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
 Year Ended June 30, 2013

FUND	BALANCE (DEFICIT) JULY 1, 2012	RECEIPTS COLLECTED	DISBURSEMENTS PAID	BALANCE (DEFICIT) JUNE 30, 2013
Crystal Lake - South				
Maintenance	\$ 256	\$ 82	\$ 155	\$ 183
Math	279	2,274	2,318	235
Miscellaneous	18,825	4,517	11,226	12,116
Musical Spring Trip	31,550	129,429	160,873	106
Musicals	7,943	27,238	25,583	9,598
Off Campus PE	-	4,943	3,958	985
Operation Click	5	1,360	1,347	18
Physical Education	462	400	862	-
Pommies	2,672	19,312	20,126	1,858
Registration	4,081	500	10,071	(5,490)
Retirement Fund	165	-	165	-
Scholastic Bowl	41	-	-	41
School Store	40,186	329	41,097	(582)
Science	2,717	11,142	10,281	3,578
Science Olympiad	831	1,461	2,046	246
Senior Legacy	(12)	1,058	-	1,046
Service Learning	28	-	28	-
Social Studies	867	-	-	867
South Side Story	8,006	-	840	7,166
Spanish Club	85	1,464	1,364	185
Speech	1,410	-	254	1,156
Stage Fund	6,469	17,161	19,756	3,874
Student Assistance	3,155	1,476	-	4,631
Student Council	1,343	20,986	16,100	6,229
Summer School	3,335	-	708	2,627
Teachers Pop Fund	1,503	1,051	2,484	70
Technology & Sound	(259)	259	-	-
Technology Grant Fund	546	-	546	-
Vocational Auto	964	546	1,510	-
Volleyball	10,066	18,547	23,012	5,601
Weaver Scholarship	15,734	75	-	15,809
Women's Softball	3,867	3,126	4,478	2,515
World Language	462	14	-	476
Wrestling	1,376	10,070	12,262	(816)
WYSE	694	141	540	295
Yearbook	41,464	2,820	20,505	23,779
Total Crystal Lake - South	\$ 400,911	\$ 780,515	\$ 884,545	\$ 296,881

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 DEBT SERVICE SCHEDULE (UNAUDITED)  
 SCHOOL BUILDING BONDS, SERIES 1995

Interest Rate	Tax Year		Original Issue Principal	Interest	Maturity	Retired in Prior		Original Outstanding as of June 30, 2013		Accreted Values	
	Year	Amount				Principal	Interest	Principal	Interest	Annual Accretion	Retirement
5.8848%	2003	\$ 3,305,000.00	\$ 1,902,787.65	\$ 1,402,212.35	12/1/04	\$ 1,902,787.65	\$ 1,402,212.35				
6.0128%	2004	3,515,000.00	1,884,848.45	1,630,151.55	12/1/05	1,884,848.45	1,630,151.55				
6.1445%	2005	3,730,000.00	1,857,540.00	1,872,460.00	12/1/06	1,857,540.00	1,872,460.00				
6.2290%	2006	3,965,000.00	1,839,641.05	2,125,358.95	12/1/07	1,839,641.05	2,125,358.95				
6.3158%	2007	4,205,000.00	1,814,163.15	2,390,836.85	12/1/08	1,814,163.15	2,390,836.85				
6.3544%	2008	4,465,000.00	1,800,377.30	2,664,622.70	12/1/09	1,800,377.30	2,664,622.70				
6.3945%	2009	4,740,000.00	1,784,562.60	2,955,437.40	12/1/10	1,784,562.60	2,955,437.40				
6.4357%	2010	5,035,000.00	1,768,292.00	3,266,708.00	12/1/11	1,768,292.00	3,266,708.00				
6.4281%	2011	5,345,000.00	1,764,224.15	3,580,775.85	12/1/12	1,764,224.15	3,580,775.85				
6.4712%	2012	5,675,000.00	1,744,778.75	3,930,221.25	12/1/13	-	-	\$ 1,744,778.75	\$ 3,930,221.25	\$ 537,048.00	\$ 5,675,000.00
6.4649%	2013	6,020,000.00	1,738,696.40	4,281,303.60	12/1/14	-	-	1,738,696.40	4,281,303.60	188,249.00	6,020,000.00
		<u>\$ 50,000,000.00</u>	<u>\$ 19,899,911.50</u>	<u>\$ 30,100,088.50</u>		<u>\$ 16,416,436.35</u>	<u>\$ 21,888,563.65</u>	<u>\$ 3,483,475.15</u>	<u>\$ 8,211,524.85</u>	<u>\$ 725,297.00</u>	<u>11,695,000.00</u>
										Accreted value June 30, 2013	<u>\$ 10,969,703.00</u>



COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
 ASSESSED VALUATIONS, EXTENDED TAX RATES AND  
 PERCENTAGE ALLOCATION BY FUNDS (UNAUDITED)  
 June 30, 2013

Tax Levy Year	2012	2011	2010	2009	2008
Assessed Valuations					
McHenry County	\$ 2,662,268,282	\$ 2,954,880,663	\$ 3,241,267,743	\$ 3,475,794,178	\$ 3,512,759,281
Lake County	40,202,337	44,804,431	49,123,691	51,759,284	51,347,750
	<u>\$ 2,702,470,619</u>	<u>\$ 2,999,685,094</u>	<u>\$ 3,290,391,434</u>	<u>\$ 3,527,553,462</u>	<u>\$ 3,564,107,031</u>

TAX EXTENSIONS

	Rate	Percent to Total	Extension	Rate	Percent to Total	Extension	Rate	Percent to Total	Extension	Rate	Percent to Total	Extension	Rate	Percent to Total	Extension
<u>McHenry County</u>															
Educational	1.9824	74.95%	\$ 52,776,673	1.7373	75.60%	\$ 51,334,964	1.5637	76.85%	\$ 50,684,384	1.4293	75.01%	\$ 49,680,951	1.3954	74.83%	\$ 49,016,044
Special Educaiton	0.0547	2.07%	1,455,249	0.0459	2.00%	1,356,024	0.0391	1.92%	1,267,109	0.0181	0.95%	630,579	0.0178	0.96%	625,895
Operations and Maintenance	0.2733	10.33%	7,276,192	0.2393	10.41%	7,070,675	0.2135	10.49%	6,920,366	0.2075	10.89%	7,212,099	0.2038	10.93%	7,158,782
Transportation	0.1002	3.79%	2,667,939	0.0819	3.57%	2,421,466	0.0722	3.55%	2,339,288	0.0639	3.36%	2,222,249	0.0713	3.82%	2,503,645
Illinois Municipal Retirement	0.0437	1.65%	1,164,210	0.0361	1.57%	1,065,471	0.0301	1.48%	974,714	0.0204	1.07%	709,375	0.0256	1.37%	899,703
Social Security	0.0547	2.07%	1,455,249	0.0459	2.00%	1,356,024	0.0391	1.92%	1,267,109	0.0317	1.67%	1,103,495	0.0256	1.37%	899,703
Debt Service	0.1360	5.14%	3,620,339	0.1115	4.85%	3,295,047	0.0770	3.79%	2,497,170	0.1344	7.05%	4,670,459	0.1253	6.72%	4,400,653
Total McHenry County	2.6450	100.00%	70,415,851	2.2979	100.00%	67,899,671	2.0347	100.00%	65,950,140	1.9054	100.00%	66,229,207	1.8648	100.00%	65,504,425
<u>Lake County</u>															
Educational	1.9810	74.84%	796,408	1.7360	75.49%	777,805	1.5620	76.72%	767,312	1.4190	74.40%	734,464	1.3910	74.66%	714,247
Special Educaiton	0.0550	2.08%	22,111	0.0460	2.00%	20,610	0.0400	1.96%	19,649	0.0180	0.94%	9,317	0.0180	0.97%	9,243
Operations and Maintenance	0.2740	10.35%	110,154	0.2400	10.43%	107,531	0.2130	10.46%	104,633	0.2080	10.91%	107,659	0.2030	10.90%	104,236
Transportation	0.1000	3.78%	40,202	0.0830	3.61%	37,188	0.0720	3.54%	35,369	0.0730	3.83%	37,784	0.0710	3.81%	36,457
Illinois Municipal Retirement	0.0440	1.66%	17,689	0.0360	1.57%	16,130	0.0310	1.52%	15,228	0.0210	1.10%	10,869	0.0260	1.40%	13,350
Social Security	0.0550	2.08%	22,111	0.0460	2.00%	20,610	0.0400	1.96%	19,649	0.0320	1.68%	16,563	0.0260	1.40%	13,350
Debt Service	0.1380	5.21%	55,479	0.1130	4.91%	50,629	0.0780	3.83%	38,316	0.1360	7.13%	70,393	0.1280	6.87%	65,725
Total Lake County	2.6470	100.00%	1,064,156	2.3000	100.01%	1,030,502	2.0360	99.99%	1,000,158	1.9070	99.99%	987,050	1.8630	100.01%	956,609
Total Tax Extensions			<u>\$ 71,480,007</u>			<u>\$ 68,930,173</u>			<u>\$ 66,950,298</u>			<u>\$ 67,216,257</u>			<u>\$ 66,461,033</u>

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
STATEMENT OF LEGAL DEBT MARGIN (UNAUDITED)

---

ASSESSED VALUATION (2012 tax year)	
McHenry County	\$ 2,662,268,282
Lake County	<u>40,202,337</u>
TOTAL	<u>\$ 2,702,470,619</u>
DEBT LIMITATION (6.9% of \$2,702,470,619)	<u>\$ 186,470,473</u>
GENERAL BONDED DEBT	
School Building Bonds, Series 1995 dated May 24, 1995 (original principal)	<u>3,483,475</u>
TOTAL GENERAL BONDED DEBT	<u>3,483,475</u>
LEGAL DEBT MARGIN	<u><u>\$ 182,986,998</u></u>

---

COMMUNITY HIGH SCHOOL DISTRICT NO. 155  
AVERAGE STUDENT ENROLLMENT (UNAUDITED)  
June 30, 2013

---

<u>School Year</u>	<u>Average Daily Attendance All Months</u>	<u>Average Daily Enrollment All Months</u>
2012 - 2013	6,381.05	6,724.48
2011 - 2012	6,406.88	6,739.77
2010 - 2011	6,518.90	6,832.28
2009 - 2010	6,667.69	7,003.16
2008 - 2009	6,624.56	6,988.26
2007 - 2008	6,511.60	6,895.94
2006 - 2007	6,479.88	6,925.73
2005 - 2006	6,381.28	6,809.68
2004 - 2005	6,203.91	6,659.29
2003 - 2004	5,942.16	6,357.40
2002 - 2003	5,673.81	6,075.28
2001 - 2002	5,378.42	5,777.53
2000 - 2001	5,065.08	5,466.79
1999 - 2000	4,963.04	5,368.49
1998 - 1999	4,715.11	5,124.76
1997 - 1998	4,630.71	4,984.35
1996 - 1997	4,421.05	4,774.80
1995 - 1996	4,116.14	4,494.80
1994 - 1995	3,920.53	4,304.78
1993 - 1994	3,851.59	4,133.30
1992 - 1993	3,608.57	3,869.39
1991 - 1992	3,368.20	3,612.45
1990 - 1991	3,194.48	3,423.98
1989 - 1990	3,079.87	3,316.71
1988 - 1989	3,154.75	3,412.55
1987 - 1988	3,328.66	3,599.91
1986 - 1987	3,361.61	3,643.77
1985 - 1986	3,460.10	3,740.20
1984 - 1985	3,403.89	3,666.36
1983 - 1984	3,310.00	3,546.56
1982 - 1983	3,328.00	3,546.40
1981 - 1982	3,366.99	3,604.78
1980 - 1981	3,409.64	3,652.86
1979 - 1980	3,466.26	3,732.47
1978 - 1979	3,392.47	3,655.38
1977 - 1978	3,449.33	3,678.61
1976 - 1977	3,406.95	3,607.52
1975 - 1976	3,336.09	3,529.27
1974 - 1975	3,180.86	3,368.43
1973 - 1974	3,001.12	3,250.79
1972 - 1973	2,982.72	3,207.76
1971 - 1972	2,905.12	3,112.08
1970 - 1971	2,771.83	2,947.71
1969 - 1970	2,613.18	2,778.22
1968 - 1969	2,431.95	2,574.71