

**COMMUNITY HIGH SCHOOL  
DISTRICT NO. 94**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008  
AND  
INDEPENDENT AUDITOR'S REPORT**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Community High School District No. 94  
326 Joliet Road  
West Chicago, Illinois 60185

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. 94, as of and for the year ended June 30, 2008, which collectively comprise Community High School District No. 94's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Community High School District No. 94's management. Our responsibility is to express opinions on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As described in Note 1, Community High School District No. 94 prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position - modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of Community High School District No. 94 as of June 30, 2008, and the respective changes in financial position - modified cash basis thereof for the year then ended in conformity with the basis of accounting described in Note 1.

The management's discussion and analysis, the historical pension information and the general and major special revenue funds budgetary comparison schedules, as listed in the table of contents, are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Board of Education  
Community High School District No. 94

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Community High School District No. 94's basic financial statements. The financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The 2008 supplementary information has been subjected to the auditing procedures applied to the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2008, taken as a whole.

Oak Brook, Illinois  
September 22, 2008

*Veitch & Krause & Company, LLP*

# COMMUNITY HIGH SCHOOL DISTRICT NO. 94

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**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**

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# **Community High School District No. 94**

## **Management's Discussion and Analysis**

### **For the Year Ended June 30, 2008**

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The discussion and analysis of Community High School District No. 94's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2008. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

#### **Financial Highlights**

- In total, net assets increased by \$1.6 million. This represents a 6% increase from 2007 and can be attributed primarily to an increase in revenue from property taxes, investment earnings, and general state aid.
- General revenues accounted for \$24.9 million in revenue or 82% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$5.3 million or 18% of total revenues of \$30.2 million.
- The District had \$28.6 million in expenses related to government activities. However, only \$5.3 million of these expenses were offset by program specific charges and grants.
- The District continued to pay down its long-term debt retiring \$1.5 million in fiscal 2008.
- Student fees were reevaluated and it was determined that rates should be capped for families with more than one child attending. In whole dollars, the Technology/Registration Fee was increased \$10.00 to \$200.00 with a family cap of \$350.00. The Athletic and Activity Fees were increased \$5.00 to \$80.00 with a family cap of \$160.00.
- Interest income was budgeted on the conservative side in 2007-08. The actual interest income earned across funds for the District was \$0.18 million over budget. Over the past year, the District worked with PMA Financial to obtain the best rates possible.
- The District extended the food service contract with Arbor Management, Inc. and the bus transportation contract with First Student (Laidlaw).
- The District fund balance increased by \$0.72 during the fiscal year and now totals \$24.83. The Capital Project (Site and Construction) fund balance of \$6.9 is a part of this total.
- The District retained its ISBE Financial Profile designation of "Recognition". The overall profile score of 3.90 places the District in the highest category possible. The District is not in any immediate danger of insolvency.
- The District has reversed the trend of deficit spending. This is the second consecutive year that resulted in a budget surplus. A finance committee was created in fiscal year 2006 to closely monitor the budget, recommend budget cuts, and attempt to further erode the District's fund balances. The work of the committee and all the District stakeholders is to be commended.

# Community High School District No. 94

## Management's Discussion and Analysis

### For the Year Ended June 30, 2008

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- In April of 2008, the Board of Education received a Certificate of Financial Recognition from the Illinois State Board of Education based on the District's 2007 school year financial data. This certificate speaks well for the efforts of the board, administration, teachers and staff to work to maintain a balanced budget. The cover letter states, "Given the economic difficulties school districts are facing, the State Board recognizes this is a significant accomplishment."

#### **Overview of the Financial Statements**

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The basic financial statements are comprised of three components:

- Government-wide financial statements,
- Fund financial statements, and
- Notes to basic financial statements.

This report also contains other supplementary information in addition to the basic financial statements.

#### *Government-wide financial statements*

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net assets - modified cash basis presents information on all District assets and liabilities arising from cash transactions, with the difference between the two reported as net assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statements of activities - modified cash basis presents information showing how the government's net assets changed during the fiscal year being reported. All changes in net assets are reported with cash is received and disbursed. Additionally, activity related to acquisition, depreciation and year end balances of capital assets, as well as year end balances and related changes in long-term debt in its government-wide financial statements are reported.

The government-wide financial statements present the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The District has no business-type activities; that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education and other), supporting services, operation and maintenance of facilities and transportation services.

#### *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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary funds).

# **Community High School District No. 94**

## **Management's Discussion and Analysis**

### **For the Year Ended June 30, 2008**

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

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

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General (Educational) Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Working Cash Fund, Bond and Interest Fund, and Site and Construction Fund, all of which are considered to be major funds.

The District adopts an annual budget for each of the funds listed above. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with this budget.

Fiduciary funds are used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that for the government-wide financial statements.

#### *Notes to basic financial statements*

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

#### *Other information*

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its non-certified employees.

**Community High School District No. 94  
Management's Discussion and Analysis  
For the Year Ended June 30, 2008**

**District-Wide Financial Analysis**

The District's combined net assets were higher on June 30, 2008, than they were the year before, increasing 6% to \$27.0.

	<u>2007</u>	<u>2008</u>
<b>Assets:</b>		
Current and other assets	\$ 24.1	\$ 24.8
Capital Assets	<u>25.7</u>	<u>25.1</u>
Total assets	<u>49.8</u>	<u>49.9</u>
<b>Liabilities:</b>		
Current liabilities	1.7	-
Long-term debt outstanding	<u>22.7</u>	<u>22.9</u>
Total liabilities	<u>24.4</u>	<u>22.9</u>
<b>Net assets:</b>		
Invested in capital assets, net of related debt	1.5	2.2
Restricted	10.4	10.9
Unrestricted	<u>13.5</u>	<u>13.9</u>
Total net assets	<u>\$ 25.4</u>	<u>\$ 27.0</u>

Revenues in the governmental activities of the District of \$30.2 exceeded expenditures by \$1.6. This was attributable primarily to general revenues of \$22.3 in taxes, \$1.2 in State aid, \$1.1 of investment earnings and \$0.3 in miscellaneous income. Program revenues accounted for an additional \$5.3. Charges for services amounted to \$1.3, and operating grants and contributions were \$4.0.

Total costs for all governmental activities were \$28.6. Expenditures disbursed are predominantly related to instruction and instructional support services such as transportation and maintenance of the physical plant.

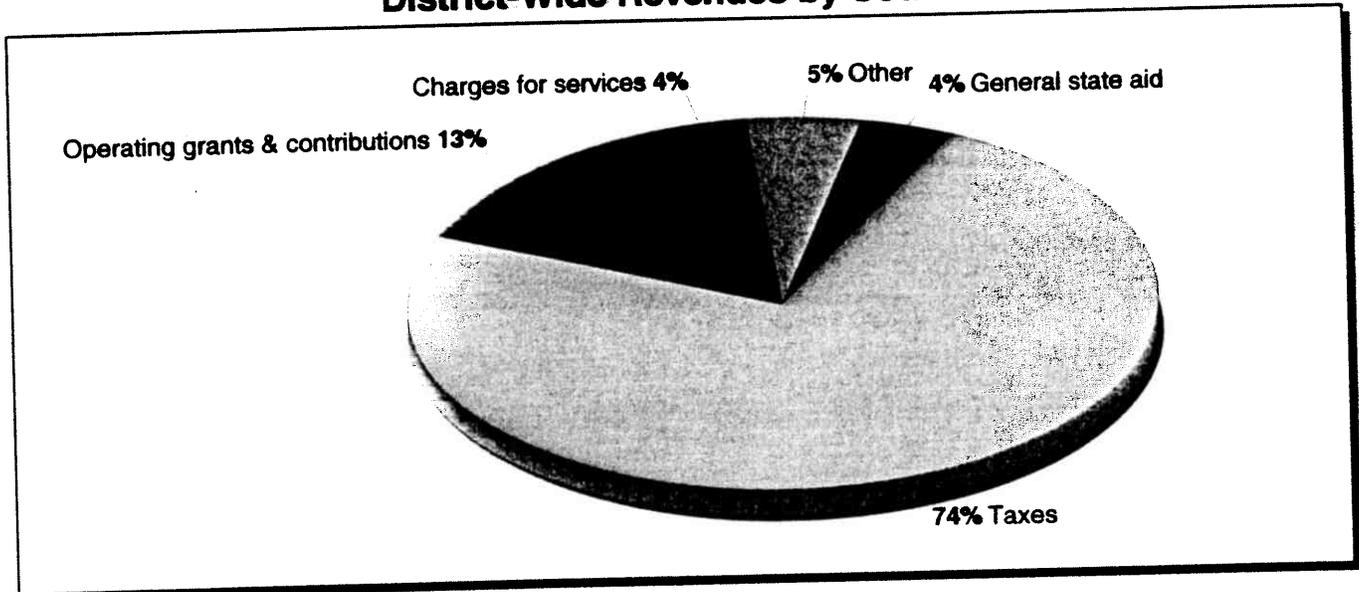
**Community High School District No. 94  
Management's Discussion and Analysis  
For the Year Ended June 30, 2008**

	<u>2007</u>	<u>2008</u>
<b>Revenues:</b>		
<i>Program revenues:</i>		
Charges for services	\$ 1.6	\$ 1.3
Operating grants & contributions	4.1	4.0
<i>General revenues:</i>		
Taxes	21.5	22.3
General state aid	1.1	1.2
Other	1.0	1.4
<b>Total revenues</b>	<u>29.3</u>	<u>30.2</u>
<b>Expenses:</b>		
Instruction	14.1	16.0
Pupil & instructional staff services	9.1	2.1
Administration & business	-	3.0
Transportation	1.4	1.0
Operations & maintenance	-	2.8
Other	2.3	3.7
<b>Total expenses</b>	<u>26.9</u>	<u>28.6</u>
<b>Excess (deficiency) of revenues over expenses before special items</b>	<u>2.4</u>	<u>1.6</u>
<b>Increase (decrease) in net assets</b>	<u>\$ 2.4</u>	<u>\$ 1.6</u>

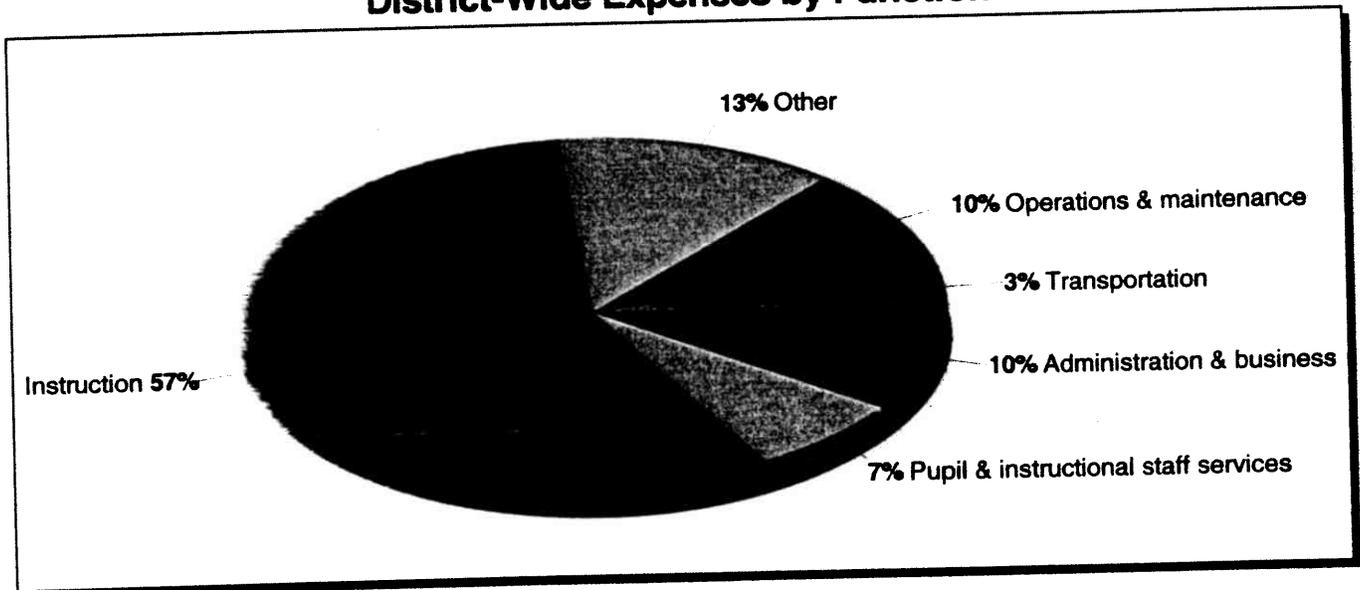
Property taxes accounted for the largest portion of the District's revenues, contributing 74%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$28.6, mainly related to instructing and caring for the students and student transportation 67%.

**Community High School District No. 94  
 Management's Discussion and Analysis  
 For the Year Ended June 30, 2008**

**District-Wide Revenues by Source**



**District-Wide Expenses by Function**



**Financial Analysis of the District's Funds**

The District's Governmental Funds balance increased from \$24.1 to \$24.8.

District 94 is a "tax-cap" district. The tax-cap law limited our 2006 levy for taxes payable in 2007 to 3.4%. The tax cap limitation for the 2007 levy was reduced to 2.5%. This limitation for the 2008 levy will actually increase to 4.1%

Property tax revenue increased by 3.4% from \$20.4 to \$21.1 in 2007-08. This represents a 3.37% increase.

**Community High School District No. 94**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2008**

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State revenue for fiscal year 2008 resulted in significantly more dollars to the District. This past year, the revenue received from state sources amounted to \$4.27. In fiscal year 2007, the revenue received was \$4.01.

Federal revenue decreased this past year. In fiscal year 2007, the revenue received from federal sources was \$0.97. This past year, the revenue from federal sources was \$0.93.

The costs of all lines of insurance continue to fluctuate, and consequently, is nearly impossible to predict. The cost of health insurance premiums increased by 4.5%. The cost of liability insurance decreased by 2.8%. This include worker's compensation, school property, casualty and liability, and foreign travel liability.

**General Fund Budgetary Highlights**

The General (Educational) Fund budget showed an anticipated surplus of \$0.026. The actual surplus at the end of the year was \$0.48.

Actual revenues received were \$0.09 under budget. Revenues from local sources and state sources exceeded the budget. However, revenues from federal sources were less than anticipated.

Actual expenditures disbursed were \$0.54 under budget. The following expense categories were significantly under budget:

Instruction - \$0.14, Support Services for Pupils - \$0.13, Instructional Staff - \$0.10, General Administration - \$0.10, and School Administration - \$0.08.

Salaries, benefits, supplies, and capital outlay objects were all under budget, while purchased services and tuition payments to other districts were over budget.

**Capital Assets and Debt Administration**

*Capital assets*

By the end of 2008, the District had compiled a total investment of \$40.9 (\$25.0 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$1.2. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

	<u>2007</u>	<u>2008</u>
Land	\$ 0.8	\$ 0.8
Land Improvements	1.7	1.6
Building and Improvements	22.6	21.9
Equipment	0.6	0.7
Total	<u>\$ 25.7</u>	<u>\$ 25.0</u>

**Community High School District No. 94**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2008**

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*Long-term debt*

The District retired \$1.6 in bonds in 2008. Capital leases were reduced by \$0.5. At the end of fiscal 2008, the District had a debt margin of \$64.5. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

	<u>2007</u>	<u>2008</u>
General Obligation Bonds	\$ 24.2	\$ 22.7
Capital leases and other	<u>0.1</u>	<u>0.2</u>
Total	<u>\$ 24.3</u>	<u>\$ 22.9</u>

**Factors Bearing on the District's Future**

At the time these financial statements were prepared and audited, the District was aware of the following that will affect financial operations in the future:

The District has hired a new architectural firm to complete a 20-year facility study. The interior components will be completed in the summer of 2008 and the exterior study will occur in the summer of 2009. The results of the study could impact the financial situation for the District as it moves forward.

**Requests for Information**

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office:

Dan McCarthy, Director of Business Services  
 Community High School District No. 94  
 326 Joliet Road  
 West Chicago, Illinois 60185





**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**STATEMENT OF NET ASSETS - MODIFIED CASH BASIS**  
**JUNE 30, 2008**

**GOVERNMENTAL  
ACTIVITIES**

**Assets**

Cash and investments		\$ 24,860,812
Other current assets		4,599
Capital assets:		
Land		791,273
Depreciable buildings, property and equipment, net		<u>24,293,799</u>
<b>Total assets</b>		<u><b>49,950,483</b></u>

**Liabilities**

Health claims payable		33,948
Long-term liabilities:		
Other long-term liabilities - due within one year		1,749,626
Other long-term liabilities - due after one year		<u>21,159,904</u>
<b>Total liabilities</b>		<u><b>22,943,478</b></u>

**Net assets**

Invested in capital assets, net of related debt		2,175,542
Restricted for:		
Tort immunity		161,327
Retirement benefits		366,258
Debt service		3,466,637
Capital projects		6,971,241
Unrestricted		<u>13,866,000</u>
<b>Total net assets</b>		<u><b>\$ 27,007,005</b></u>

See Notes to Basic Financial Statements

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**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES)
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	REVENUE AND CHANGES IN NET ASSETS
			GOVERNMENTAL ACTIVITIES	
<b>Governmental activities</b>				
Instruction:				
Regular programs	\$ 8,635,809	\$ 590,669	\$ 247,392	\$ (7,797,748)
Special programs	2,656,521	42,783	1,112,559	(1,501,179)
Other instructional programs	3,062,228	68,471	281,174	(2,712,583)
State retirement contributions	1,617,675	-	1,617,675	-
Support Services:				
Pupils	1,289,686	-	7,163	(1,282,523)
Instructional staff	889,148	-	427,624	(461,524)
General administration	715,204	-	-	(715,204)
School administration	1,125,229	-	-	(1,125,229)
Business	1,160,327	528,655	80,371	(551,301)
Transportation	1,031,825	1,259	225,068	(805,498)
Operations and maintenance	2,768,601	68,251	-	(2,700,350)
Central	291,433	-	-	(291,433)
Other supporting services	312,879	-	-	(312,879)
Community services	49,961	-	-	(49,961)
Nonprogrammed charges - excluding special education	1,628,870	-	-	(1,628,870)
Interest and fees	1,419,554	-	-	(1,419,554)
<b>Total governmental activities</b>	<b>\$ 28,654,950</b>	<b>\$ 1,300,088</b>	<b>\$ 3,999,026</b>	<b>(23,355,836)</b>

General revenues:

Taxes:

Real estate taxes, levied for general purposes	14,500,163
Real estate taxes, levied for specific purposes	3,661,320
Real estate taxes, levied for debt service	2,960,561
Personal property replacement taxes	1,190,795
State aid-formula grants	1,172,669
Investment income	1,083,362
Miscellaneous	317,769
<b>Total general revenues</b>	<b>24,886,639</b>
Change in net assets	1,530,803
Net assets, beginning of year	25,476,202
Net assets, end of year	<u>\$ 27,007,005</u>

See Notes to Basic Financial Statements

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**GOVERNMENTAL FUNDS**

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
<b>Assets</b>				
Cash and investments	\$ 10,474,943	\$ 1,295,903	\$ 253,973	\$ 366,258
Other current assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total assets</b>	<b><u>\$ 10,474,943</u></b>	<b><u>\$ 1,295,903</u></b>	<b><u>\$ 253,973</u></b>	<b><u>\$ 366,258</u></b>
<b>Liabilities and fund balance</b>				
Health claims payable	\$ 33,948	\$ -	\$ -	\$ -
<b>Total liabilities</b>	<u>33,948</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance</b>				
Reserved fund balance:				
Reserved for tort immunity	161,327	-	-	-
Unreserved fund balance:				
Undesignated	<u>10,279,668</u>	<u>1,295,903</u>	<u>253,973</u>	<u>366,258</u>
<b>Total fund balance</b>	<u>10,440,995</u>	<u>1,295,903</u>	<u>253,973</u>	<u>366,258</u>
<b>Total liabilities and fund balance</b>	<b><u>\$ 10,474,943</u></b>	<b><u>\$ 1,295,903</u></b>	<b><u>\$ 253,973</u></b>	<b><u>\$ 366,258</u></b>

See Notes to Basic Financial Statements

WORKING CASH FUND	BOND AND INTEREST FUND	SITE AND CONSTRUCTION FUND	TOTAL
\$ 2,036,456	\$ 3,466,637	\$ 6,966,642	\$ 24,860,812
-	-	4,599	4,599
<u>\$ 2,036,456</u>	<u>\$ 3,466,637</u>	<u>\$ 6,971,241</u>	<u>\$ 24,865,411</u>
\$ -	\$ -	\$ -	\$ 33,948
-	-	-	33,948
-	-	-	161,327
<u>2,036,456</u>	<u>3,466,637</u>	<u>6,971,241</u>	<u>24,670,136</u>
<u>2,036,456</u>	<u>3,466,637</u>	<u>6,971,241</u>	<u>24,831,463</u>
<u>\$ 2,036,456</u>	<u>\$ 3,466,637</u>	<u>\$ 6,971,241</u>	<u>\$ 24,865,411</u>

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**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS**

**BALANCE SHEET - MODIFIED CASH BASIS TO THE STATEMENT OF NET ASSETS - MODIFIED CASH BASIS  
JUNE 30, 2008**

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Total fund balances - governmental funds - Modified Cash Basis \$ 24,831,463

Amounts reported for governmental activities in the Statement of Net Assets -  
Modified Cash Basis are different because:

Net capital assets used in governmental activities and included in the Statement of  
Net Assets - Modified Cash Basis do not require the expenditure of financial  
resources and, therefore, are not reported in the governmental funds balance  
sheet - Modified Cash Basis. 25,085,072

Long-term liabilities applicable to the District's governmental activities are not due  
and payable in the current period and, accordingly, are not reported as fund  
liabilities. All liabilities - both current and long-term - are reported in the  
Statement of Net Assets - Modified Cash Basis. (22,909,530)

(22,909,530)

Net assets of governmental activities - Modified Cash Basis \$ 27,007,005

See Notes to Basic Financial Statements

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
GOVERNMENTAL FUNDS**

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
<b>Revenues</b>				
Property taxes	\$ 14,706,447	\$ 2,332,269	\$ 563,081	\$ 559,686
Corporate personal property replacement taxes	1,138,464	-	-	52,331
State aid	3,979,812	-	225,068	75,000
Federal aid	934,598	-	-	-
Investment income	512,689	78,792	26,592	21,036
Other	<u>1,432,003</u>	<u>141,302</u>	<u>1,330</u>	<u>65</u>
Total revenues	<u>22,704,013</u>	<u>2,552,363</u>	<u>816,071</u>	<u>708,118</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular programs	8,072,496	-	-	111,518
Special programs	2,392,457	-	-	85,219
Other instructional programs	2,910,724	-	-	56,945
State retirement contributions	1,617,675	-	-	-
Support Services:				
Pupils	1,210,238	-	-	20,472
Instructional staff	786,456	-	-	55,412
General administration	656,543	-	-	23,201
School administration	1,029,061	-	-	48,888
Business	886,166	-	-	25,942
Transportation	456	-	1,031,369	-
Operations and maintenance	257,318	2,370,300	-	140,983
Central	269,087	-	-	22,346
Other supporting services	312,879	-	-	-
Community services	14,501	-	-	-
Nonprogrammed charges	1,628,870	-	-	-
Debt Service:				
Principal	100,005	-	-	-
Interest and other	7,572	-	-	-
Capital outlay	<u>269,615</u>	<u>18,337</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>22,422,119</u>	<u>2,388,637</u>	<u>1,031,369</u>	<u>590,926</u>
Excess (deficiency) of revenues over expenditures	<u>281,894</u>	<u>163,726</u>	<u>(215,298)</u>	<u>117,192</u>
<b>Other financing uses</b>				
Other sources	199,534	-	-	-
Other uses	<u>-</u>	<u>(21,018)</u>	<u>-</u>	<u>-</u>
Total other financing uses	<u>199,534</u>	<u>(21,018)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	481,428	142,708	(215,298)	117,192
Fund balance, beginning of year	<u>9,959,567</u>	<u>1,153,195</u>	<u>469,271</u>	<u>249,066</u>
Fund balance, end of year	<u>\$ 10,440,995</u>	<u>\$ 1,295,903</u>	<u>\$ 253,973</u>	<u>\$ 366,258</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	BOND AND INTEREST FUND	SITE AND CONSTRUCTION FUND	TOTAL
\$ -	\$ 2,960,561	\$ -	\$ 21,122,044
-	-	-	1,190,795
-	-	-	4,279,880
-	-	-	934,598
79,345	117,973	246,935	1,083,362
-	374	-	1,575,074
<u>79,345</u>	<u>3,078,908</u>	<u>246,935</u>	<u>30,185,753</u>
-	-	-	8,184,014
-	-	-	2,477,676
-	-	-	2,967,669
-	-	-	1,617,675
-	-	-	1,230,710
-	-	-	841,868
-	-	-	679,744
-	-	-	1,077,949
-	-	-	912,108
-	-	-	1,031,825
-	-	-	2,768,601
-	-	-	291,433
-	-	-	312,879
-	-	-	14,501
-	-	-	1,628,870
-	1,560,000	-	1,660,005
-	1,411,982	-	1,419,554
-	-	259,572	547,524
-	<u>2,971,982</u>	<u>259,572</u>	<u>29,664,605</u>
<u>79,345</u>	<u>106,926</u>	<u>(12,637)</u>	<u>521,148</u>
-	-	21,018	220,552
-	-	-	(21,018)
-	-	21,018	199,534
79,345	106,926	8,381	720,682
<u>1,957,111</u>	<u>3,359,711</u>	<u>6,962,860</u>	<u>24,110,781</u>
<u>\$ 2,036,456</u>	<u>\$ 3,466,637</u>	<u>\$ 6,971,241</u>	<u>\$ 24,831,463</u>

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**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**- MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS**  
**YEAR ENDED JUNE 30, 2008**

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Net change in fund balances - total governmental funds - Modified Cash Basis	\$	720,682
Amounts reported for governmental activities in the Statement of Activities - Modified Cash Basis are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities - Modified Cash Basis, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeds capital outlay in the current period.		(650,350)
The principal repayments of long-term debt (bonds, capital leases, etc.) consume current financial resources to the governmental funds. However, they have no effect on net assets.		<u>1,460,471</u>
Change in net assets of governmental activities - Modified Cash Basis	\$	<u>1,530,803</u>

See Notes to Basic Financial Statements

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**AGENCY FUND**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS**  
**JUNE 30, 2008**

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	<u>AGENCY STUDENT ACTIVITY FUND</u>
<hr/>	
<b>Assets</b>	
Cash and investments	<u>\$ 194,610</u>
<b>Liabilities</b>	
Due to student groups	<u>\$ 194,610</u>

See Notes to Basic Financial Statements

# COMMUNITY HIGH SCHOOL DISTRICT NO. 94

## NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2008

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Community High School District No. 94 (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to modified cash basis of accounting as applicable to the local governmental units of this type. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The following is a summary of the more significant accounting policies of the District:

#### Reporting Entity

Accounting principles generally accepted in the United States of America require that the financial statements of the reporting entity include: (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in Government Accounting Standards Board Statement No. 14 have been considered and there are no agencies or entities which should be presented with the District. Using the same criteria, the District is not included as a component unit of any other governmental entity.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government. This report does not contain any component units.

#### Basis of Presentation

##### *Government-wide Financial Statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the District. The effect of interfund activity has been removed from these statements. The District's operating activities are all considered "governmental activities", that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered "business activities".

The statement of activities demonstrates the degree to which the direct cash disbursements of a given function are offset by program receipts. Direct cash disbursement are those that are clearly identifiable with a specific function. Program receipts include (1) amounts paid by the recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program receipts are reported instead as general receipts.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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

*Governmental Funds Financial Statements*

Governmental funds financial statements are organized and operated on the basis of funds and are used to account for the District's general governmental activities. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, reserves, fund balance, revenues and expenditures. The minimum number of funds is maintained consistent with legal and managerial requirements.

Separate financial statements are provided for all governmental funds.

**Measurement Focus and Basis of Accounting**

The government-wide financial statements and the fund financial statements are reported using the modified cash basis of accounting. Assets, liabilities, net assets, revenues, and expenditures are recognized when they result from cash transactions with a provision for depreciation in the government-wide statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In the government-wide financial statements, governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as described above. In the governmental fund financial statements, the current financial resources measurement focus is used. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues, (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

*Major Governmental Funds*

General Fund - (Educational Fund) the general operating fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. This fund is primarily used for most of the instructional and administrative aspects of the District's operations. Revenues consist largely of local property taxes and state government aid.

Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes, other than those accounted for in the Debt Service Fund or Capital Projects Funds.

*Operations and Maintenance Fund* - accounts for expenditures made for repair and maintenance of the District's buildings and land. Revenue consists primarily of local property taxes.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2008

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

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

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

*Working Cash Fund* - accounts for financial resources held by the District to be used as temporary interfund loans for working capital requirements to the General Fund and the Special Revenue Fund's Operation and Maintenance and Transportation Funds. Money loaned by the Working Cash Fund to other funds must be repaid within one year. As allowed by the School Code of Illinois, this fund may be permanently abolished and become a part of the General Fund or it may be partially abated to the General Fund, Special Revenue Funds, Debt Service Funds or the Fire Prevention and Life Safety Fund.

Debt Service Fund - (*Bond and Interest Fund*) accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs. The primary revenue source is local property taxes levied specifically for debt service.

Capital Project Fund - accounts for the financial resources to be used for the acquisition or construction of, and/or additions to, major capital facilities.

*Site and Construction Fund* - accounts for construction projects and renovations financed through the acquisition or construction of major capital facilities.

**Assets, Liabilities and Net Assets or Equity**

***Deposits and Investments***

State statutes authorize the District to invest in obligations of the U.S. Treasury, certain highly-rated commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool. Investments are stated at cost.

***Receivables and Payables***

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". These amounts are eliminated in the governmental activities column in the statement of net assets. Receivables are expected to be collected within one year.

***Property Tax Revenues***

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2007 levy resolution was approved during the December 18, 2007 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

The tax rate ceilings are applied at the fund level. These ceilings are established by state law subject to change only by the approval of the voters of the District.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lessor of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is "new growth" in the District's tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation. The CPI rates applicable to the 2007 and 2006 tax levies were 2.5% and 3.4%, respectively.

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

*Personal Property Replacement Taxes*

Personal property replacement taxes are first allocated to the Municipal Retirement / Social Security Fund, and the balance is allocated to the remaining funds at the discretion of the District.

*Capital Assets*

Capital assets, which include land, land improvements, buildings, building improvements, vehicles, equipment, and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of more than \$500 and an estimated useful life of 5 years or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. In 2007, the District engaged an appraisal company to estimate historical cost of its capital assets acquired prior to that date.

Depreciation of capital assets is provided using the straight-line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Buildings	50
Land Improvements	30
Vehicles	8
Equipment	5 - 20

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

*Long-Term Obligations*

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

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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

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

*Special Tax Levies and Restricted Net Assets*

Tort Immunity – Revenues and the related expenditures of the restricted tax levy are accounted for in the General (Educational) Fund. A portion (\$161,327) of this fund's equity represents the excess of cumulative revenues over cumulative expenditures which is restricted to future tort immunity disbursements in accordance with Chapter 745, paragraphs 10/9-101 to 10/9-107, of the Illinois Compiled Statutes. It is also reported as restricted net assets in the government-wide financial statements

*Equity Classifications*

Equity is classified as net assets and displayed in three components:

*Invested in capital assets, net of related debt* - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less than any unspent debt proceeds.

*Restricted net assets* - Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.

*Unrestricted net assets* - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

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

*Reserved Fund Balances*

In the governmental funds financial statements, the District reserves those portions of fund balances which are legally segregated for a specific purpose or do not represent amounts available for other appropriations.

*Eliminations and Reclassifications*

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Excess of Expenditures over Budget**

For the year ended June 30, 2008, expenditures exceeded budget in the Transportation Fund by \$150,369, and in the Site and Construction Fund by \$572. These excesses were funded by available fund balances.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

**NOTE 3 - DEPOSITS AND INVESTMENTS**

At year end, the District's cash and investments was comprised of the following:

	<b>Government- wide</b>	<b>Fiduciary</b>	<b>Total</b>
Cash and investments	\$ 24,860,812	\$ 194,610	\$ 25,055,422
Total	<u>\$ 24,860,812</u>	<u>\$ 194,610</u>	<u>\$ 25,055,422</u>

For disclosure purposes, this amount is segregated into the following components: 1) cash on hand 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts and non-negotiable certificates of deposit; and 3) other investments, which consist of all investments other than certificates of deposit, as follows:

	<b>Cash and investments</b>
Cash on hand	\$ 1,001,393
Deposits with financial institutions	22,712,635
Other investments	<u>1,341,394</u>
Total	<u>\$ 25,055,422</u>

At year end, the District had the following investments:

<b>Investment Type</b>	<b>Fair Value</b>	<b>Maturity</b>	<b>% of Portfolio</b>	<b>Interest Rate</b>
Federal Home Loan Bank Note - CUSIP No. 31339YGN6	\$ 268,124	07/15/2008	19.99 %	2.625%
Federal Home Loan Bank Note - CUSIP No. 3133X0LJ6	267,847	08/15/2008	19.97 %	3.75%
Federal Home Loan Mortgage Corporation - CUSIP No. 3134A4UD4	<u>805,423</u>	09/15/2008	<u>60.04 %</u>	3.625%
Total	<u>\$ 1,341,394</u>		<u>100.00 %</u>	

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the District's policy states the objectives of the District's investment activities to be meeting the school district's need for safety, liquidity, rate of return, and diversification, and its general performance. Maturity information on other investments is shown in the table above.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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**NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)**

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State Statutes limits the investments in commercial paper and corporate bonds to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The District has no investment policy that would further limit its investment choices. At June 30, 2008, the District's investments in Federal Home Loan Bank Note had ratings of Moody's Aaa/S&P AAA. At June 30, 2008, the District's investment in Federal Home Loan Mortgage Corporation had ratings of Fitch AAA/Moody's Aaa/S&P AAA.

The Illinois School District Liquid Asset Fund Plus (ISDLAF+) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from participating members. The trust is not registered with the SEC as an investment company. Investments are rated AAAM and are valued at share price, which is the price for which the investment could be sold.

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's investment policy requires diversification of the investment portfolio to minimize risk of loss arising from over-concentration in a particular type of security, risk factor, issuer or maturity. The policy requires diversification strategies to be determined and revised periodically by the District's Investment Officer to meet the District's ongoing need for safety, liquidity, and rate of return. At June 30, 2008, the District held more than 5% of its investments portfolio in the following: Federal Home Loan Bank Note (39.96%) and Federal Home Loan Mortgage Corporation (60.04%).

*Custodial Credit Risk - Deposits.* With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2008, the bank balance of the District's deposit with financial institutions totaled \$1,713,362 all of which was fully collateralized or insured.

*Custodial Credit Risk - Investments.* With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government 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 limits the exposure to investment custodial credit risk by requiring all investments be secured by private insurance or collateral.

Separate cash and investment accounts are not maintained for all District funds; instead, the individual funds maintain their invested and uninvested balances in the common checking and investment accounts, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund.

Occasionally certain funds participating in the common bank accounts will incur overdrafts (deficits) in the account. The overdrafts result from expenditures that have been approved by the Board of Education.

**NOTE 4 - INTERFUND TRANSFERS**

Also during the year, the Board of Education repaid a previous interfund loan by transferring \$150,000 in roof replacement reserve from the Operations and Maintenance Fund to the Site and Construction/Capital Improvement Fund.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

**NOTE 5 - CAPITAL ASSETS**

Capital asset activity for the District for the year ended June 30, 2008, was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<b><u>Capital assets not being depreciated:</u></b>				
Land	\$ 791,273	\$ -	\$ -	\$ 791,273
Total capital assets not being depreciated	<u>791,273</u>	<u>-</u>	<u>-</u>	<u>791,273</u>
<b><u>Capital assets being depreciated:</u></b>				
Land improvements	2,832,609	69,996	-	2,902,605
Buildings	33,522,348	10,396	-	33,532,744
Equipment	<u>3,210,828</u>	<u>451,251</u>	<u>-</u>	<u>3,662,079</u>
Total capital assets being depreciated	<u>39,565,785</u>	<u>531,643</u>	<u>-</u>	<u>40,097,428</u>
<b><u>Less Accumulated Depreciation for:</u></b>				
Land improvements	1,119,560	145,130	-	1,264,690
Buildings	10,970,933	670,655	-	11,641,588
Equipment	<u>2,531,143</u>	<u>366,208</u>	<u>-</u>	<u>2,897,351</u>
Total accumulated depreciation	<u>14,621,636</u>	<u>1,181,993</u>	<u>-</u>	<u>15,803,629</u>
Net capital assets being depreciated	<u>24,944,149</u>	<u>(650,350)</u>	<u>-</u>	<u>24,293,799</u>
Net governmental activities capital assets	<u>\$ 25,735,422</u>	<u>\$ (650,350)</u>	<u>\$ -</u>	<u>\$ 25,085,072</u>

Depreciation expense was recognized in the operating activities of the District as follows:

<i>Governmental Activities</i>	<i>Depreciation</i>
	\$ 437,336
Regular programs	177,299
Special programs	94,559
Other instructional programs	59,100
Pupils	47,280
Instructional staff	35,460
General administration	47,280
School administration	224,579
Business	23,640
Operations and maintenance	<u>35,460</u>
Community services	<u>\$ 1,181,993</u>
Total depreciation expense - governmental activities	

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

**NOTE 6 - OPERATING LEASES**

The District leases building and office facilities and other equipment under noncancelable operating leases. Total costs for such leases were \$80,632 for the year ended June 30, 2008. At June 30, 2008, future minimum lease payments for these leases are as follows:

	<u>Year Ending June 30,</u>	<u>Amount</u>
2009		\$ 54,181
2010		<u>15,629</u>
Total		<u>\$ 69,810</u>

**NOTE 7 - LONG TERM LIABILITIES**

*Changes in General Long-term Liabilities.* The following is the long-term liability activity for the District for the year ended June 30, 2008:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 24,225,000	\$ -	\$ 1,560,000	\$ 22,665,000	\$ 1,655,000
Total bonds payable	<u>24,225,000</u>	<u>-</u>	<u>1,560,000</u>	<u>22,665,000</u>	<u>1,655,000</u>
Capital leases	<u>145,001</u>	<u>199,534</u>	<u>100,005</u>	<u>244,530</u>	<u>94,626</u>
Total long-term liabilities - governmental activities	<u>\$ 24,370,001</u>	<u>\$ 199,534</u>	<u>\$ 1,660,005</u>	<u>\$ 22,909,530</u>	<u>\$ 1,749,626</u>

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Face Amount</u>	<u>Carrying Amount</u>
Series 1997 General Obligation Bonds dated November 15, 1997 are due in annual installments through November 1, 2017	4.35 - 7.25%	\$ 29,800,000	\$ 24,225,000	\$ 22,665,000
Total		<u>\$ 29,800,000</u>	<u>\$ 24,225,000</u>	<u>\$ 22,665,000</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

**NOTE 7 - LONG TERM LIABILITIES - (CONTINUED)**

Annual debt service requirements to maturity for general obligation bonds are as follows for governmental type activities:

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2009	\$ 1,655,000	\$ 1,314,674	\$ 2,969,674
2010	1,780,000	1,190,569	2,970,569
2011	1,915,000	1,057,822	2,972,822
2012	2,055,000	916,391	2,971,391
2013	2,205,000	764,628	2,969,628
2014 - 2018	<u>13,055,000</u>	<u>1,800,462</u>	<u>14,855,462</u>
Total	<u>\$ 22,665,000</u>	<u>\$ 7,044,546</u>	<u>\$ 29,709,546</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2008, the statutory debt limit for the District was \$87,409,627, providing a debt margin of \$64,500,097. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2008, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

*Capital Leases.* The District has entered into lease agreements as lessee for financing the acquisition of technology equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At June 30, 2008, \$399,698 of amounts included in capital assets were acquired via capital leases. The obligations for the capital leases will be repaid from the General (Educational) Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2008, are as follows:

	<i>Amount</i>
2009	\$ 107,328
2010	107,328
2011	<u>53,164</u>
Total minimum lease payments	267,820
Less: amount representing interest	<u>(23,290)</u>
Present value of minimum lease payments	<u>\$ 244,530</u>

**NOTE 8 - RISK MANAGEMENT**

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

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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**NOTE 8 - RISK MANAGEMENT - (CONTINUED)**

The District is also self-insured for unemployment compensation. A third party administrator administers the plan for a fixed fee. Payments are made to the third party administrator based on actual claims filed and approved.

**NOTE 9 - JOINT AGREEMENTS**

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

**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS**

**Insurance**

The Board shall pay forty-five (45%) percent of the premium for individual hospital/major-medical coverage for a Member of the Bargaining Unit with twenty (20) or more years of service to the District at the time of retirement who retires from District 94 from the date the Member of the Bargaining Unit retires until the date the Member of the Bargaining Unit is eligible for Medicare provided the Member of the Bargaining Unit elects to participate in the hospital/major-medical insurance plan available through the Illinois Teacher Retirement System. A Teacher who retired following the 1999-00 school year and who elected to continue insurance with the District 94 health insurance plan, must request reimbursement from the District in the amount not to exceed forty-five (45%) of the option that would have been selected in the Illinois Teachers' Retirement System. Benefit payments will begin effective in July of 2002. This District health insurance option will not be available to Teachers who retire after the 2001-02 school year. As of June 30, 2008, there were 14 employees who had retired and were receiving the above benefit. The District recognized \$24,216 in expenditures for these benefits.

**Teachers' Health Insurance Security**

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.

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. The director of HFS determines the rates and premiums for annuitants and dependent beneficiaries and establishes the cost-sharing parameters. 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.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)**

The percentage of employer required contributions in the future will be determined by the director of Healthcare and Family Services and will not exceed 105 percent of the percentage of salary actually required to be paid in the previous fiscal year.

*On Behalf Contributions to THIS Fund.* The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.84 percent of pay during the year ended June 30, 2008. State of Illinois contributions were \$97,408, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2007 and 2006, were 0.80 percent of pay. State contributions on behalf of District employees were \$89,560 and \$90,011, respectively.

*Employer Contributions to THIS Fund.* The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.63 percent during the year ended June 30, 2008 and 0.60 percent during the years ended June 30, 2007 and 2006. For the year ended June 30, 2008, the District paid \$73,056 to the THIS Fund. For the years ended June 30, 2007 and 2006, the District paid \$67,170 and \$67,508 to the THIS Fund, respectively, 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.

**NOTE 11 - RETIREMENT SYSTEMS**

The retirement plans of the District include the Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Most funding for TRS is provided through payroll withholdings of certified employees and contributions made by the State of Illinois on-behalf of the District. IMRF is funded through property taxes and a perpetual lien of the District's corporate personal property replacement tax. Each retirement system is discussed below.

**Teachers' Retirement System**

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.

Members of TRS include all active nonannuitants that are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2008, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of the employees by the employer, are submitted to TRS by the District. The District's payroll for the year ended June 30, 2008, included \$11,596,238 reported as creditable earnings to TRS. The active member contribution rate was also 9.4 percent for the years ended June 30, 2007 and 2006.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

*On Behalf Contributions.* The State of Illinois also makes contributions directly to TRS on behalf of the District's TRS-covered employees. For the year ended June 30, 2008, State of Illinois contributions were based on 13.11 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$1,520,267 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2007 and 2006, the State of Illinois contributions rates as percentages of creditable earnings not paid from federal funds were 9.78 percent (\$1,094,871) and 7.06 percent (\$794,349), respectively. The state contributions to TRS for the years ended June 30, 2008 were based on an actuarial formula. The state contributions for the years ended June 30, 2007 and June 30 2006 were based on dollar amounts specified by the statute and were not actuarially determined.

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

*2.2 Formula Contributions.* For the years ended June 30, 2008, 2007 and 2006, the District contributed 0.58 percent of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for those years were \$67,258, \$64,931 and \$65,258, respectively. This contribution was 100 percent of the required contributions.

*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 additional TRS 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 and special trust funds will be the same as the state contribution rate to TRS. For the year ended June 30, 2008, the employer pension contribution was 13.11 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2007 and 2006, the employer pension contribution was 9.78 and 7.06 percent, respectively, of salaries paid from those funds. For the year ended June 30, 2008, salaries totaling \$259,796 were paid from federal and special trust funds that required employer contributions of \$34,059, which was equal to the District's actual contribution. For the years ended June 30, 2007 and 2006, required District contributions were \$31,554 and \$25,434, respectively. This contribution was equal to the District's actual contributions.

*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 retirees. 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 Pipeline ERO, the maximum District contribution was 100 percent of the member's highest salary used in the final average salary calculation. Under the Modified ERO, the maximum District contribution is 117.5 percent. Both the 100 percent and the 117.5 percent maximums apply when the member is age 55 at retirement. For the year ending June 30, 2008, the District paid \$74,297 to TRS for District contributions under the ERO programs, which was 100 percent of the required contributions. For the years ended June 30, 2007 and 2006, the District paid \$- and \$137,102, respectively, in ERO contributions. This contribution was 100 percent of the required contributions.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2008**

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**NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)**

TRS financial information, an explanation of TRS's 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, 2007. The report for the year ended June 30, 2008, is expected to be available in late 2008. 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, IL 62794-9253. The most current report is also available on the TRS Web site at [www.trs.illinois.gov](http://www.trs.illinois.gov).

**Illinois Municipal Retirement Fund**

The District's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent multiple employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at [www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2007 was 8.73 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2007 was 25 years.

For December 31, 2007, December 31, 2006 and December 31, 2005 the District's annual pension cost of \$252,406, \$249,470 and \$223,805, respectively, was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2005, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

As of December 31, 2007, the most recent actuarial valuation date, the Regular plan was 99.41 percent funded. The actuarial accrued liability for benefits was \$6,937,095 and the actuarial value of assets was \$6,896,259 resulting in an underfunded actuarial accrued liability (UAAL) of \$40,836. The covered payroll (annual payroll of active employees covered by the plan) was \$2,891,254 and the ratio of the UAAL to the covered payroll was 1.00 percent.

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

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2008**

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**NOTE 12 - CONSTRUCTION COMMITMENTS**

As of June 30, 2008, the District is committed to approximately \$150,000 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the transfer of \$150,000 from the Operations and Maintenance Fund to the Capital Improvement Fund, effective with the close of 2007-08 school budget.

**NOTE 13 - STATE AND FEDERAL AID CONTINGENCIES**

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowance, if any, would be immaterial.

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REQUIRED SUPPLEMENTARY  
INFORMATION



**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND ANALYSIS OF FUNDING PROGRESS**  
**JUNE 30, 2008**

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/07	\$ 252,406	100%	\$ -
12/31/06	249,470	100%	-
12/31/05	223,805	100%	-
12/31/04	174,417	100%	-
12/31/03	128,841	100%	-
12/31/02	91,067	100%	-

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)
12/31/07	\$ 6,896,259	\$ 6,937,095	\$ 40,836	99.41%	\$ 2,891,254	1.41%
12/31/06	6,064,685	6,008,130	(56,555)	100.94%	2,841,342	0.00%
12/31/05	5,292,476	5,412,839	120,363	97.78%	2,790,589	4.31%
12/31/04	5,120,878	5,153,918	33,040	99.36%	2,650,720	1.25%
12/31/03	4,772,699	4,475,701	(296,998)	106.64%	2,482,495	0.00%
12/31/02	4,527,580	4,052,989	(474,591)	111.71%	2,317,223	0.00%

On a market value basis, the actuarial value of assets as of December 31, 2007 is \$7,315,625. On a market basis, the funded ratio would be 105.46%

**Digest of Changes**

**Assumptions**

The actuarial assumptions used to determine the actuarial accrued liability for 2007 are based on the 2002-2004 Experience Study.

**The principal changes were:**

- The 1994 Group Annuity Mortality implemented.
- For Regular members, fewer normal and more early retirements are expected to occur.

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**GENERAL (EDUCATIONAL) FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -**  
**BUDGET TO ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues</b>			
<b>Local sources</b>			
General levy	\$ 14,335,457	\$ 14,314,736	\$ (20,721)
Tort immunity levy	221,905	206,284	(15,621)
Special education levy	184,045	185,427	1,382
Mobile home privilege tax	1,900	1,823	(77)
Corporate personal property replacement taxes	975,000	1,138,464	163,464
Summer school tuition from pupils or parents	76,000	48,085	(27,915)
Summer school tuition from other sources	7,500	7,636	136
Vocational tuition from other LEA's	-	12,000	12,000
Investment income	424,000	512,689	88,689
Sales to pupils - a la carte	560,000	513,284	(46,716)
Sales to pupils - other	9,000	9,171	171
Sales to adults	-	6,200	6,200
Other food service	5,000	-	(5,000)
Admissions - athletic	33,000	31,328	(1,672)
Admissions - other	7,000	8,515	1,515
Fees	154,000	130,259	(23,741)
Book store sales	17,476	21,234	3,758
Other pupil activity revenue	71,000	62,787	(8,213)
Rentals - regular textbook	360,000	336,546	(23,454)
Other - textbooks	-	(1,646)	(1,646)
Contributions and donations from private sources	-	9,905	9,905
Refund of prior years' expenditures	-	5	5
Sale of vocational projects	-	750	750
Other	<u>248,425</u>	<u>234,121</u>	<u>(14,304)</u>
Total local sources	<u>17,690,708</u>	<u>17,789,603</u>	<u>98,895</u>
<b>Flow-through revenue from one LEA to another LEA</b>			
Flow-through revenue from federal sources	<u>300,000</u>	<u>-</u>	<u>(300,000)</u>
Total flow-through	<u>300,000</u>	<u>-</u>	<u>(300,000)</u>
<b>State sources</b>			
General State Aid	1,075,000	1,097,669	22,669
Special Education - Private Facility Tuition	45,000	41,690	(3,310)
Special Education - Extraordinary	380,000	200,490	(179,510)
Special Education - Personnel	270,000	235,812	(34,188)
Special Education - Summer School	850	1,309	459
Vocational Education - Secondary Program Improvement	40,019	41,885	1,866
Bilingual Education - Downstate - TPI	-	89,789	89,789
Bilingual Education - Downstate - TBE	180,835	-	(180,835)
State Free Lunch & Breakfast	1,000	1,622	622
Driver Education	65,000	66,969	1,969
Adult Education from Community College Board	128,595	-	(128,595)
Adult Education - Other	-	136,045	136,045
School Safety & Educational Improvement Block Grant	79,237	72,692	(6,545)
State Library Grant	-	1,553	1,553
Other Restricted Revenue from State Sources	<u>1,625,000</u>	<u>374,612</u>	<u>(1,250,388)</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**

**GENERAL (EDUCATIONAL) FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
On Behalf Payment to TRS from the State	\$ -	\$ 1,617,675	\$ 1,617,675
Total state sources	<u>3,890,536</u>	<u>3,979,812</u>	<u>89,276</u>
<b>Federal sources</b>			
Title V - Innovation and Flexibility Formula	3,365	3,645	280
Special Milk Program	4,000	6,057	2,057
Title I - Low Income	178,568	175,225	(3,343)
Title IV - Safe & Drug Free Schools - Formula	6,807	7,163	356
Federal - Special Education - IDEA - Flow-Through/Low Incident	310,000	326,563	16,563
Federal - Special Education - IDEA - Room & Board	-	53,213	53,213
VE - Perkins - Title IIC Secondary	33,553	34,928	1,375
Federal - Adult Education	99,848	109,233	9,385
Title III - English Language Acquisition	42,771	-	(42,771)
Title II - Teacher Quality	52,870	53,012	142
School Renovation	-	3,241	3,241
School Renovation - Technology	1,873	2,098	225
Medicaid Matching Funds - Administrative Outreach	140,000	117,437	(22,563)
Medicaid Matching Funds - Fee-for-Service Program	<u>40,000</u>	<u>42,783</u>	<u>2,783</u>
Total federal sources	<u>913,655</u>	<u>934,598</u>	<u>20,943</u>
Total revenues	<u>22,794,899</u>	<u>22,704,013</u>	<u>(90,886)</u>
<b>Expenditures</b>			
<b>Instruction</b>			
<b>Regular Programs</b>			
Salaries	6,133,462	5,981,359	152,103
Employee benefits	2,559,541	1,496,972	1,062,569
On-behalf payments to TRS from the state	-	1,617,675	(1,617,675)
Purchased services	333,350	324,751	8,599
Supplies and materials	268,997	254,544	14,453
Capital outlay	4,030	16,114	(12,084)
Other objects	<u>17,878</u>	<u>14,870</u>	<u>3,008</u>
Total	<u>9,317,258</u>	<u>9,706,285</u>	<u>(389,027)</u>
<b>Special Education Programs</b>			
Salaries	1,513,377	1,517,155	(3,778)
Employee benefits	743,291	420,237	323,054
Purchased services	380,750	448,318	(67,568)
Supplies and materials	17,550	6,557	10,993
Capital outlay	7,500	1,546	5,954
Other objects	<u>915</u>	<u>190</u>	<u>725</u>
Total	<u>2,663,383</u>	<u>2,394,003</u>	<u>269,380</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**GENERAL (EDUCATIONAL) FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -**  
**BUDGET TO ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Adult/continuing education programs</b>			
Salaries	\$ 101,706	\$ 77,959	\$ 23,747
Employee benefits	10,039	6,319	3,720
Supplies and materials	29,876	27,941	1,935
Capital outlay	-	18,969	(18,969)
<b>Total</b>	<u>141,621</u>	<u>131,188</u>	<u>10,433</u>
<b>Vocational programs</b>			
Salaries	752,455	748,756	3,699
Employee benefits	292,792	144,730	148,062
Purchased services	6,565	6,757	(192)
Supplies and materials	33,523	43,742	(10,219)
Capital outlay	40,800	29,262	11,538
Other objects	300	100	200
<b>Total</b>	<u>1,126,435</u>	<u>973,347</u>	<u>153,088</u>
<b>Interscholastic programs</b>			
Salaries	792,642	781,826	10,816
Employee benefits	61,065	43,009	18,056
Purchased services	145,950	145,640	310
Supplies and materials	56,170	55,608	562
Capital outlay	12,000	11,531	469
Other objects	22,200	21,250	950
<b>Total</b>	<u>1,090,027</u>	<u>1,058,864</u>	<u>31,163</u>
<b>Summer school programs</b>			
Salaries	40,672	81,071	(40,399)
Purchased services	5,000	1,200	3,800
Supplies and materials	3,800	4,954	(1,154)
<b>Total</b>	<u>49,472</u>	<u>87,225</u>	<u>(37,753)</u>
<b>Bilingual programs</b>			
Salaries	567,779	532,931	34,848
Employee benefits	235,882	171,917	63,965
Purchased services	11,400	7,994	3,406
Supplies and materials	13,286	7,020	6,266
<b>Total</b>	<u>828,347</u>	<u>719,862</u>	<u>108,485</u>
<b>Truant's alternative and optional programs</b>			
Total instruction	<u>15,216,543</u>	<u>15,070,774</u>	<u>145,769</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
GENERAL (EDUCATIONAL) FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Support Services</b>			
<b>Pupils</b>			
<b>Attendance and social work services</b>			
Salaries	\$ 207,771	\$ 230,367	\$ (22,596)
Employee benefits	97,759	60,790	36,969
Purchased services	65,000	70,625	(5,625)
Supplies and materials	<u>3,084</u>	<u>84</u>	<u>3,000</u>
Total	<u>373,614</u>	<u>361,866</u>	<u>11,748</u>
<b>Guidance services</b>			
Salaries	551,822	552,582	(760)
Employee benefits	229,662	131,011	98,651
Purchased services	1,100	4,220	(3,120)
Supplies and materials	16,456	14,688	1,768
Capital outlay	-	(124)	124
Other objects	<u>-</u>	<u>96</u>	<u>(96)</u>
Total	<u>799,040</u>	<u>702,473</u>	<u>96,567</u>
<b>Health services</b>			
Salaries	91,609	92,977	(1,368)
Employee benefits	59,934	47,213	12,721
Purchased services	5,800	5,986	(186)
Supplies and materials	22,000	3,160	18,840
Capital outlay	<u>5,600</u>	<u>-</u>	<u>5,600</u>
Total	<u>184,943</u>	<u>149,336</u>	<u>35,607</u>
<b>Psychological services</b>			
Salaries	79,000	-	79,000
Employee benefits	37,784	(12,951)	50,735
Purchased services	7,000	8,935	(1,935)
Supplies and materials	<u>3,700</u>	<u>455</u>	<u>3,245</u>
Total	<u>127,484</u>	<u>(3,561)</u>	<u>131,045</u>
<b>Speech pathology and audiology services</b>			
<b>Other support services - pupils</b>			
Total pupils	<u>1,485,081</u>	<u>1,210,114</u>	<u>274,967</u>
<b>Instructional staff</b>			
<b>Improvement of instructional services</b>			
Salaries	44,506	57,963	(13,457)
Employee benefits	1,676	7,065	(5,389)
Purchased services	35,859	39,732	(3,873)
Supplies and materials	19,709	18,088	1,621
Other objects	<u>-</u>	<u>138</u>	<u>(138)</u>
Total	<u>101,750</u>	<u>122,986</u>	<u>(21,236)</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
GENERAL (EDUCATIONAL) FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Educational media services</b>			
Salaries	\$ 451,081	\$ 440,472	\$ 10,609
Employee benefits	112,798	88,114	24,684
Purchased services	50,257	52,587	(2,330)
Supplies and materials	92,585	60,809	31,776
Capital outlay	88,885	180,097	(91,212)
Other objects	90	889	(799)
Total	<u>795,696</u>	<u>822,968</u>	<u>(27,272)</u>
<b>Assessment and testing</b>			
Salaries	24,000	17,838	6,162
Employee benefits	500	17	483
Supplies and materials	6,500	2,744	3,756
Total	<u>31,000</u>	<u>20,599</u>	<u>10,401</u>
Total instructional staff	<u>928,446</u>	<u>966,553</u>	<u>(38,107)</u>
<b>General administration</b>			
<b>Board of education services</b>			
Salaries	38,693	31,153	7,540
Employee benefits	1,600	-	1,600
Purchased services	85,150	81,116	4,034
Supplies and materials	4,800	4,525	275
Other objects	33,237	14,237	19,000
Total	<u>163,480</u>	<u>131,031</u>	<u>32,449</u>
<b>Executive administration services</b>			
Salaries	241,733	235,132	6,601
Employee benefits	59,804	35,233	24,571
Purchased services	33,000	22,650	10,350
Supplies and materials	7,800	4,632	3,168
Capital outlay	500	-	500
Other objects	3,200	3,120	80
Total	<u>346,037</u>	<u>300,767</u>	<u>45,270</u>
<b>Special area administration services</b>			
Salaries	177,985	175,092	2,893
Employee benefits	57,538	40,638	16,900
Purchased services	9,900	7,316	2,584
Supplies and materials	1,980	1,320	660
Capital outlay	7,750	-	7,750
Other objects	400	379	21
Total	<u>255,553</u>	<u>224,745</u>	<u>30,808</u>
Total general administration	<u>765,070</u>	<u>656,543</u>	<u>108,527</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
GENERAL (EDUCATIONAL) FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>School administration</b>			
<b>Office of the principal services</b>			
Salaries	\$ 764,766	\$ 788,161	\$ (23,395)
Employee benefits	271,701	175,746	95,955
Purchased services	41,500	39,818	1,682
Supplies and materials	25,972	25,087	885
Other objects	<u>500</u>	<u>249</u>	<u>251</u>
Total	<u>1,104,439</u>	<u>1,029,061</u>	<u>75,378</u>
<b>Other support services - school administration</b>			
Salaries	4,606	-	4,606
Employee benefits	<u>400</u>	<u>-</u>	<u>400</u>
Total	<u>5,006</u>	<u>-</u>	<u>5,006</u>
Total school administration	<u>1,109,445</u>	<u>1,029,061</u>	<u>80,384</u>
<b>Business</b>			
<b>Direction of business support services</b>			
Salaries	108,336	109,618	(1,282)
Employee benefits	36,624	16,248	20,376
Purchased services	2,400	2,155	245
Supplies and materials	1,012	507	505
Other objects	<u>1,350</u>	<u>2,659</u>	<u>(1,309)</u>
Total	<u>149,722</u>	<u>131,187</u>	<u>18,535</u>
<b>Fiscal services</b>			
Salaries	158,653	158,542	111
Employee benefits	38,663	38,663	-
Purchased services	800	737	63
Supplies and materials	750	632	118
Other objects	<u>200</u>	<u>145</u>	<u>55</u>
Total	<u>199,066</u>	<u>198,719</u>	<u>347</u>
<b>Operation and maintenance of plant services</b>			
Salaries	11,324	13,194	(1,870)
Employee benefits	1,751	2,141	(390)
Purchased services	212,182	232,325	(20,143)
Other objects	<u>8,465</u>	<u>9,658</u>	<u>(1,193)</u>
Total	<u>233,722</u>	<u>257,318</u>	<u>(23,596)</u>
<b>Pupil transportation services</b>			
Purchased services	<u>500</u>	<u>456</u>	<u>44</u>
Total	<u>500</u>	<u>456</u>	<u>44</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**

**GENERAL (EDUCATIONAL) FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Food services</b>			
Purchased services	\$ 543,000	\$ 555,737	\$ (12,737)
Supplies and materials	2,000	523	1,477
Capital outlay	<u>-</u>	<u>2,039</u>	<u>(2,039)</u>
Total	<u>545,000</u>	<u>558,299</u>	<u>(13,299)</u>
Total business	<u>1,128,010</u>	<u>1,145,979</u>	<u>(17,969)</u>
<b>Central</b>			
<b>Planning, research, development and evaluation services</b>			
<b>Information services</b>			
Salaries	3,000	4,259	(1,259)
Employee benefits	300	48	252
Purchased services	<u>10,000</u>	<u>7,488</u>	<u>2,512</u>
Total	<u>13,300</u>	<u>11,795</u>	<u>1,505</u>
<b>Data processing services</b>			
Salaries	178,867	144,473	34,394
Employee benefits	36,566	33,227	3,339
Purchased services	21,150	32,088	(10,938)
Supplies and materials	22,450	45,972	(23,522)
Capital outlay	12,100	10,181	1,919
Other objects	<u>1,340</u>	<u>1,532</u>	<u>(192)</u>
Total	<u>272,473</u>	<u>267,473</u>	<u>5,000</u>
Total central	<u>285,773</u>	<u>279,268</u>	<u>6,505</u>
<b>Other supporting services</b>			
Salaries	262,000	197,652	64,348
Employee benefits	<u>48,000</u>	<u>115,227</u>	<u>(67,227)</u>
Total	<u>310,000</u>	<u>312,879</u>	<u>(2,879)</u>
Total support services	<u>6,011,825</u>	<u>5,600,397</u>	<u>411,428</u>
<b>Community services</b>			
Salaries	2,283	1,289	994
Employee benefits	126	-	126
Purchased services	2,314	9,712	(7,398)
Supplies and materials	<u>2,000</u>	<u>3,500</u>	<u>(1,500)</u>
Total community services	<u>6,723</u>	<u>14,501</u>	<u>(7,778)</u>
<b>Nonprogrammed charges</b>			
<b>Payments for regular programs</b>			
Purchased services	6,998	2,664	4,334
Transfers	300,000	374,612	(74,612)
Tuition	<u>1,226,420</u>	<u>1,205,113</u>	<u>21,307</u>
Total	<u>1,533,418</u>	<u>1,582,389</u>	<u>(48,971)</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
GENERAL (EDUCATIONAL) FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Payments to other governmental units (out-of-state)</b>			
Tuition	\$ -	\$ 46,481	\$ (46,481)
Total	-	46,481	(46,481)
Total nonprogrammed charges	<u>1,533,418</u>	<u>1,628,870</u>	<u>(95,452)</u>
<b>Debt services</b>			
<b>Other interest</b>			
Other interest	-	7,572	(7,572)
<b>Capital lease</b>			
Capital lease principal retired	-	100,005	(100,005)
Total	-	100,005	(100,005)
Total debt services	-	107,577	(107,577)
Total expenditures	<u>22,768,509</u>	<u>22,422,119</u>	<u>346,390</u>
Excess (deficiency) of revenues over expenditures	<u>26,390</u>	<u>281,894</u>	<u>255,504</u>
<b>Other financing sources (uses)</b>			
Other sources	-	199,534	199,534
Total other financing sources (uses)	-	199,534	199,534
Net change in fund balance	<u>\$ 26,390</u>	481,428	<u>\$ 455,038</u>
Fund balance, beginning of year		<u>9,959,567</u>	
Fund balance, end of year		<u>\$ 10,440,995</u>	

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
OPERATIONS AND MAINTENANCE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues</b>			
<b>Local sources</b>			
General levy	\$ 2,372,935	\$ 2,332,269	\$ (40,666)
Mobile home privilege tax	250	294	44
Investment income	55,000	78,792	23,792
Rentals	59,000	68,251	9,251
Contributions and donations from private sources	70,000	72,688	2,688
Other	<u>-</u>	<u>69</u>	<u>69</u>
Total local sources	<u>2,557,185</u>	<u>2,552,363</u>	<u>(4,822)</u>
Total revenues	<u>2,557,185</u>	<u>2,552,363</u>	<u>(4,822)</u>
<b>Expenditures</b>			
<b>Support Services</b>			
<b>Business</b>			
<b>Operation and maintenance of plant services</b>			
Salaries	918,135	911,508	6,627
Employee benefits	240,404	240,404	-
Purchased services	200,250	201,090	(840)
Supplies and materials	984,700	1,017,273	(32,573)
Capital outlay	160,000	18,337	141,663
Other objects	<u>-</u>	<u>25</u>	<u>(25)</u>
Total	<u>2,503,489</u>	<u>2,388,637</u>	<u>114,852</u>
Total business	<u>2,503,489</u>	<u>2,388,637</u>	<u>114,852</u>
Total support services	<u>2,503,489</u>	<u>2,388,637</u>	<u>114,852</u>
<b>Nonprogrammed charges</b>			
<b>Other payments to in-state governmental units</b>			
Transfers	<u>19,400</u>	<u>-</u>	<u>19,400</u>
Total	<u>19,400</u>	<u>-</u>	<u>19,400</u>
Total nonprogrammed charges	<u>19,400</u>	<u>-</u>	<u>19,400</u>
Total expenditures	<u>2,522,889</u>	<u>2,388,637</u>	<u>134,252</u>
Excess (deficiency) of revenues over expenditures	<u>34,296</u>	<u>163,726</u>	<u>129,430</u>
<b>Other financing sources (uses)</b>			
Other uses	<u>-</u>	<u>(21,018)</u>	<u>(21,018)</u>
Total other financing sources (uses)	<u>-</u>	<u>(21,018)</u>	<u>(21,018)</u>
Net change in fund balance	<u>\$ 34,296</u>	<u>142,708</u>	<u>\$ 108,412</u>
Fund balance, beginning of year		<u>1,153,195</u>	
Fund balance, end of year		<u>\$ 1,295,903</u>	

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
TRANSPORTATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues</b>			
<b>Local sources</b>			
General levy	\$ 573,787	\$ 563,081	\$ (10,706)
Mobile home privilege tax	50	71	21
Regular transportation fees from pupils or parents	1,000	1,259	259
Investment income	<u>12,000</u>	<u>26,592</u>	<u>14,592</u>
Total local sources	<u>586,837</u>	<u>591,003</u>	<u>4,166</u>
<b>State sources</b>			
Transportation - Regular/Vocational	73,000	55,131	(17,869)
Transportation - Special Education	<u>227,000</u>	<u>169,937</u>	<u>(57,063)</u>
Total state sources	<u>300,000</u>	<u>225,068</u>	<u>(74,932)</u>
Total revenues	<u>886,837</u>	<u>816,071</u>	<u>(70,766)</u>
<b>Expenditures</b>			
<b>Support Services</b>			
<b>Business</b>			
<b>Pupil transportation services</b>			
Purchased services	<u>871,000</u>	<u>1,031,369</u>	<u>(160,369)</u>
Total	<u>871,000</u>	<u>1,031,369</u>	<u>(160,369)</u>
Total business	<u>871,000</u>	<u>1,031,369</u>	<u>(160,369)</u>
Total support services	<u>871,000</u>	<u>1,031,369</u>	<u>(160,369)</u>
<b>Provision for contingencies</b>			
	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total expenditures	<u>881,000</u>	<u>1,031,369</u>	<u>(150,369)</u>
Excess (deficiency) of revenues over expenditures	<u>5,837</u>	<u>(215,298)</u>	<u>(221,135)</u>
Net change in fund balance	<u>\$ 5,837</u>	<u>(215,298)</u>	<u>\$ (221,135)</u>
Fund balance, beginning of year		<u>469,271</u>	
Fund balance, end of year		<u>\$ 253,973</u>	

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
 BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2008

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues</b>			
<b>Local sources</b>			
General levy	\$ 213,741	\$ 224,002	\$ 10,261
Social security/medicare only levy	332,003	335,684	3,681
Mobile home privilege tax	-	65	65
Corporate personal property replacement taxes	51,000	52,331	1,331
Investment income	<u>7,000</u>	<u>21,036</u>	<u>14,036</u>
Total local sources	<u>603,744</u>	<u>633,118</u>	<u>29,374</u>
<b>State sources</b>			
General State Aid	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Total state sources	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Total revenues	<u>678,744</u>	<u>708,118</u>	<u>29,374</u>
<b>Expenditures</b>			
<b>Instruction</b>			
Regular programs	124,716	111,518	13,198
Special education programs	100,669	85,219	15,450
Vocational programs	11,750	9,694	2,056
Interscholastic programs	26,777	21,892	4,885
Summer school programs	3,111	5,788	(2,677)
Bilingual programs	<u>28,169</u>	<u>19,571</u>	<u>8,598</u>
Total instruction	<u>295,192</u>	<u>253,682</u>	<u>41,510</u>
<b>Support Services</b>			
<b>Pupils</b>			
Attendance and social work services	2,851	2,623	228
Guidance services	11,558	10,646	912
Health services	10,374	7,203	3,171
Psychological services	<u>6,043</u>	<u>-</u>	<u>6,043</u>
Total pupils	<u>30,826</u>	<u>20,472</u>	<u>10,354</u>
<b>Instructional staff</b>			
Improvement of instructional staff	44	9	35
Educational media services	59,628	55,191	4,437
Assessment and testing	<u>247</u>	<u>212</u>	<u>35</u>
Total instructional staff	<u>59,919</u>	<u>55,412</u>	<u>4,507</u>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>General administration</b>			
Board of education services	\$ 283	\$ 278	\$ 5
Executive administration services	12,335	11,583	752
Special area administration services	<u>13,150</u>	<u>11,340</u>	<u>1,810</u>
Total general administration	<u>25,768</u>	<u>23,201</u>	<u>2,567</u>
<b>School administration</b>			
Office of the principal services	<u>58,290</u>	<u>48,888</u>	<u>9,402</u>
Total school administration	<u>58,290</u>	<u>48,888</u>	<u>9,402</u>
<b>Business</b>			
Direction of business support services	1,594	1,420	174
Fiscal services	26,066	24,522	1,544
Operations and maintenance of plant services	<u>151,342</u>	<u>140,983</u>	<u>10,359</u>
Total business	<u>179,002</u>	<u>166,925</u>	<u>12,077</u>
<b>Central</b>			
Data processing services	<u>29,224</u>	<u>22,346</u>	<u>6,878</u>
Total central	<u>29,224</u>	<u>22,346</u>	<u>6,878</u>
Total support services	<u>383,029</u>	<u>337,244</u>	<u>45,785</u>
Total expenditures	<u>678,221</u>	<u>590,926</u>	<u>87,295</u>
Excess (deficiency) of revenues over expenditures	<u>523</u>	<u>117,192</u>	<u>116,669</u>
Net change in fund balance	<u>\$ 523</u>	<u>117,192</u>	<u>\$ 116,669</u>
Fund balance, beginning of year		<u>249,066</u>	
Fund balance, end of year		<u>\$ 366,258</u>	

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
WORKING CASH FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues</b>			
<b>Local sources</b>			
Investment income	\$ 70,000	\$ 79,345	\$ 9,345
Total local sources	<u>70,000</u>	<u>79,345</u>	<u>9,345</u>
Total revenues	<u>70,000</u>	<u>79,345</u>	<u>9,345</u>
<b>Expenditures</b>			
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>70,000</u>	<u>79,345</u>	<u>9,345</u>
Net change in fund balance	<u>\$ 70,000</u>	79,345	<u>\$ 9,345</u>
Fund balance, beginning of year		<u>1,957,111</u>	
Fund balance, end of year		<u>\$ 2,036,456</u>	

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2008

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**STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgetary Data**

The budgeted amounts for the Governmental Funds are adopted on the cash basis, which is consistent with cash basis of accounting prescribed by the program accounting manual for Illinois school districts.

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

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

The budget amounts shown in the financial statements are as originally adopted because there were no amendments during the past fiscal year.

**Excess of Expenditures over Budget**

For the year ended June 30, 2008, expenditures exceeded budget in the Transportation Fund by \$150,369 and in the Site and Construction Fund by \$572. These excesses were funded by available fund balances.

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**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
BOND AND INTEREST FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues</b>			
<b>Local sources</b>			
General levy	\$ 2,971,064	\$ 2,960,561	\$ (10,503)
Mobile home privilege tax	-	374	374
Investment income	<u>100,000</u>	<u>117,973</u>	<u>17,973</u>
Total local sources	<u>3,071,064</u>	<u>3,078,908</u>	<u>7,844</u>
Total revenues	<u>3,071,064</u>	<u>3,078,908</u>	<u>7,844</u>
<b>Expenditures</b>			
<b>Debt services</b>			
<b>Bonds</b>			
Bonds - interest	<u>1,411,024</u>	<u>1,411,982</u>	<u>(958)</u>
Total	<u>1,411,024</u>	<u>1,411,982</u>	<u>(958)</u>
Bond principal retired	<u>1,560,000</u>	<u>1,560,000</u>	<u>-</u>
<b>Other debt service</b>			
Total debt services	<u>2,971,024</u>	<u>2,971,982</u>	<u>(958)</u>
Provision for contingencies	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total expenditures	<u>2,972,024</u>	<u>2,971,982</u>	<u>42</u>
Excess (deficiency) of revenues over expenditures	<u>99,040</u>	<u>106,926</u>	<u>7,886</u>
Net change in fund balance	<u>\$ 99,040</u>	<u>106,926</u>	<u>\$ 7,886</u>
Fund balance, beginning of year		<u>3,359,711</u>	
Fund balance, end of year		<u>\$ 3,466,637</u>	

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**COMMUNITY HIGH SCHOOL DISTRICT NO. 94  
SITE AND CONSTRUCTION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues</b>			
<b>Local sources</b>			
Investment income	\$ 240,000	\$ 246,935	\$ 6,935
Other	<u>19,400</u>	<u>-</u>	<u>(19,400)</u>
Total local sources	<u>259,400</u>	<u>246,935</u>	<u>(12,465)</u>
Total revenues	<u>259,400</u>	<u>246,935</u>	<u>(12,465)</u>
<b>Expenditures</b>			
<b>Support Services</b>			
<b>Business</b>			
<b>Facilities acquisition and construction service</b>			
Capital outlay	<u>259,000</u>	<u>259,572</u>	<u>(572)</u>
Total	<u>259,000</u>	<u>259,572</u>	<u>(572)</u>
Total business	<u>259,000</u>	<u>259,572</u>	<u>(572)</u>
Total support services	<u>259,000</u>	<u>259,572</u>	<u>(572)</u>
Total expenditures	<u>259,000</u>	<u>259,572</u>	<u>(572)</u>
Excess (deficiency) of revenues over expenditures	<u>400</u>	<u>(12,637)</u>	<u>(13,037)</u>
<b>Other financing sources (uses)</b>			
Other sources	<u>-</u>	<u>21,018</u>	<u>21,018</u>
Total other financing sources (uses)	<u>-</u>	<u>21,018</u>	<u>21,018</u>
Net change in fund balance	<u>\$ 400</u>	8,381	<u>\$ 7,981</u>
Fund balance, beginning of year		<u>6,962,860</u>	
Fund balance, end of year		<u>\$ 6,971,241</u>	

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**

**AGENCY FUNDS**

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**

**FOR THE YEAR ENDED JUNE 30, 2008**

	BALANCE JULY 1, 2007	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2008
<b>Assets</b>				
Cash	\$ 241,152	\$ 484,787	\$ 531,329	\$ 194,610
Total assets	\$ 241,152	\$ 484,787	\$ 531,329	\$ 194,610
<b>Liabilities</b>				
<b>Due to activity fund organizations:</b>				
<b>Community High School District 94</b>				
Class of 2009	\$ 975	\$ -	\$ -	\$ 975
Class of 2010	30	-	-	30
Class of 2008	3,636	-	-	3,636
Chess Team	1,791	2,224	2,566	1,449
Recycling	316	87	-	403
Buddies	2,158	2,093	1,633	2,618
Creative Ent	834	2,941	2,380	1,395
Eur History	3,272	-	3,272	-
JSA	255	3,209	2,847	617
Art Collection	274	783	588	469
Athletic	1,607	3	1,607	3
International Club	572	1,077	1,399	250
Chronicle	6,502	5,184	3,890	7,796
Cheerleaders	8,548	34,094	25,291	17,351
Dance - Gymnastics	1,616	2,742	3,905	453
Forensics	2,745	163	2,335	573
FBLA	9,012	10,914	9,950	9,976
German Club	160	298	-	458
Skills USA	3,685	7,357	6,559	4,483
Manillow Fund	579	19	250	348
Math Club	229	26	-	255
Horticulture	1,087	121	383	825
Minds End	601	58	-	659
Pep Club	1,342	2,295	3,102	535
Pom Pon	2,167	15,417	15,037	2,547
Snowball	4,936	7,744	12,471	209
SAAD	3,792	29	104	3,717
Student Exchange	4,126	1,849	1,247	4,728
Spanish Club	777	144	-	921
Peer Helper	817	-	-	817
Student Council	39,723	56,854	49,025	47,552
Sundry	31,806	50	31,806	50
Thespians	4,855	1,231	3,070	3,016
Vocational Sign	910	691	662	939
Yearbook	953	4,821	5,239	535
Music - Band	5,783	6,764	12,067	480
Music - Choral	3,366	71,930	74,514	782
Music - Orchestra	283	121,259	120,291	1,251
Scholarships	64,614	-	64,614	-

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**

**AGENCY FUNDS**

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2008**

	BALANCE JULY 1, 2007	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2008
Key Club	\$ 4,135	\$ 36	\$ 3,653	\$ 518
All Night Long	14,169	36,732	30,262	20,639
We-Go Cares	915	472	455	932
Scholastic	128	6	-	134
Photo Club	414	29	179	264
Tab - Gus	657	243	293	607
NHS	-	1,978	389	1,589
WeGo Africa	-	22,919	7,233	15,686
SLC9 2 AFR	-	5,153	3,713	1,440
Preschool	-	3,028	2,228	800
Adams Express	-	1,604	1,400	204
CWT/Banquet	-	4,550	-	4,550
SportsFest	-	3,788	2,658	1,130
Target	-	2,853	714	2,139
All-Mart	-	721	350	371
A. Villa Fund	-	24	-	24
Out/Bound Risk	-	1,317	-	1,317
PE Enterprises	-	1,103	1,103	-
Lee Nolan	-	300	-	300
Const Rights	-	2,046	1,466	580
Ransom Art	-	650	650	-
PR/YR AE SS	-	8,364	7,186	1,178
Step Project	-	95	-	95
Steppers	-	1,581	1,580	1
Green Club	-	108	-	108
French ExChange	-	2,110	2,071	39
Read Across	-	105	102	3
LifeSmart	-	2,306	1,540	766
Summer Sport	-	16,095	-	16,095
<b>Total liabilities</b>	<b>\$ 241,152</b>	<b>\$ 484,787</b>	<b>\$ 531,329</b>	<b>\$ 194,610</b>
<b>Total Agency Funds</b>	<b>\$ 241,152</b>	<b>\$ 484,787</b>	<b>\$ 531,329</b>	<b>\$ 194,610</b>

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94****FIVE YEAR SUMMARY OF ASSESSED VALUATIONS,  
TAX RATES, EXTENSIONS AND COLLECTIONS**

JUNE 30, 2008

	2007	2006	2005	2004	2003
<b>Assessed valuation</b>	<b><u>\$ 1,266,806,186</u></b>	<b><u>\$ 1,193,108,334</u></b>	<b><u>\$ 1,089,828,370</u></b>	<b><u>\$ 1,016,036,957</u></b>	<b><u>\$ 952,525,330</u></b>
<b>Tax rates</b>					
Educational	1.1534	1.1913	1.2644	1.2808	1.3180
Tort immunity	0.0172	0.0184	0.0184	0.0255	0.0213
Special education	0.0153	0.0153	0.0186	0.0179	0.0176
Operations and maintenance	0.2029	0.1973	0.1761	0.1732	0.1914
Bond and interest	0.2368	0.2515	0.2754	0.2956	0.3150
Transportation	0.0464	0.0477	0.0392	0.0398	0.0405
Municipal Retirement	0.0188	0.0178	0.0173	0.0194	0.0197
Social Security	<u>0.0278</u>	<u>0.0276</u>	<u>0.0283</u>	<u>0.0307</u>	<u>0.0293</u>
Total	<u>1.7186</u>	<u>1.7669</u>	<u>1.8377</u>	<u>1.8829</u>	<u>1.9528</u>
<b>Tax extensions</b>					
Educational	\$ 14,836,834	\$ 14,213,500	\$ 13,779,790	\$ 13,013,402	\$ 12,554,284
Tort immunity	197,622	219,532	200,528	259,089	202,888
Special education	193,821	182,546	202,708	181,871	167,644
Operations and maintenance	2,375,262	2,354,003	1,919,188	1,759,776	1,823,134
Bond and interest	2,999,797	3,000,667	3,001,387	3,003,405	3,000,455
Transportation	572,596	569,113	427,213	404,383	385,773
Municipal Retirement	243,227	212,373	188,540	197,111	187,647
Social Security	<u>352,172</u>	<u>329,298</u>	<u>308,422</u>	<u>311,923</u>	<u>279,090</u>
Total	<u>\$ 21,771,331</u>	<u>\$ 21,081,032</u>	<u>\$ 20,027,776</u>	<u>\$ 19,130,960</u>	<u>\$ 18,600,915</u>
Total Collections	<u>\$ 10,225,066</u>	<u>\$ 21,044,501</u>	<u>\$ 19,986,882</u>	<u>\$ 19,044,666</u>	<u>\$ 18,567,579</u>
Percentage collected	46.97 %	99.83 %	99.80 %	99.55 %	99.82 %

**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**OPERATING COST AND TUITION CHARGE**  
 JUNE 20, 2008

2008

**Operating cost per pupil**

Average Daily Attendance (ADA): 1,859

**Operating Costs:**

Educational	\$ 20,804,444
Operations and Maintenance	2,388,637
Bond and Interest	2,971,982
Transportation	1,031,369
Municipal Retirement/Social Security	<u>590,926</u>

Subtotal 27,787,358

**Less Revenues/Expenditures of Nonregular Programs:**

Tuition	1,251,594
Adult education	112,219
Summer school	93,013
Capital outlay	287,952
Debt principal retired	1,660,005
Community services	14,501
Nonprogrammed charges	2,664
Transfers	<u>374,612</u>

Subtotal 3,796,560

Operating costs \$ 23,990,798

Operating Cost Per Pupil -  
Based on ADA \$ 12,905

**Tuition charge**

Operating Costs \$ 23,990,798

Less - revenues from specific programs, such  
as special education or lunch programs 3,366,044

Net operating costs 20,624,754

Depreciation allowance 1,172,797

Allowable Tuition Costs \$ 21,797,551

Tuition Charge Per Pupil - based on ADA \$ 11,725

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**COMMUNITY HIGH SCHOOL DISTRICT NO. 94**  
**GENERAL OBLIGATION BONDS, SERIES 1997**  
**JUNE 30, 2008**

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YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2009	\$ 1,655,000	\$ 1,314,674	\$ 2,969,674
2010	1,780,000	1,190,569	2,970,569
2011	1,915,000	1,057,822	2,972,822
2012	2,055,000	916,391	2,971,391
2013	2,205,000	764,628	2,969,628
2014	2,345,000	625,691	2,970,691
2015	2,470,000	501,087	2,971,087
2016	2,600,000	368,618	2,968,618
2017	2,745,000	227,625	2,972,625
2018	<u>2,895,000</u>	<u>77,441</u>	<u>2,972,441</u>
Total	<u>\$ 22,665,000</u>	<u>\$ 7,044,546</u>	<u>\$ 29,709,546</u>

Paying Agent: LaSalle Bank National Association, Chicago, IL

Principal payment date: November 1

Interest payment dates: May 1 and November 1

Interest rates: 4.350 - 7.250%

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