



# SCHOOL DISTRICT U-46

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED  
JUNE 30, 2009



355 E. CHICAGO STREET  
ELGIN, IL 60120  
[WWW.U-46.ORG](http://WWW.U-46.ORG)

**SCHOOL DISTRICT U-46  
ELGIN, ILLINOIS**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2009**

Prepared By  
Finance Department

## SCHOOL DISTRICT U-46

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## **SCHOOL DISTRICT U-46**

### **PRINCIPAL OFFICIALS**

### **BOARD OF EDUCATION**

	<u>Position</u>	<u>Term Expires</u>
Ken Kaczynski	President	2011
Donna Smith	Vice President	2013
Amy Kerber	Secretary Pro-Tempore	2011
Maria Bidelman	Member	2011
Karen Carney	Member	2011
Joyce Fountain	Member	2013
Dale Spencer	Member	2013
Andrew Boston	Student Advisor	2010

### **SUPERINTENDENT AND EXECUTIVE STAFF**

Dr. José M. Torres	Superintendent of Schools
Dr. Ronald N. Ally	Chief Financial & Operations Officer
Dr. Barbara Bonner	Chief of Staff
Patrick Broncato	Chief Legal Officer
Karen Fox	Chief of Family & Community Engagement & Special Projects
Jim O'Connor	Executive Director Student Services
Dr. Carmen Rodriguez	Assistant Superintendent, Elementary Education
Tony Sanders	Chief Communications & Public Accountability
Greg Walker	Assistant Superintendent, Secondary Education

### **OFFICIALS ISSUING REPORT**

Dr. Ronald N. Ally	Chief Financial & Operations Officer
Carmen E. Browne	Director of Financial Services

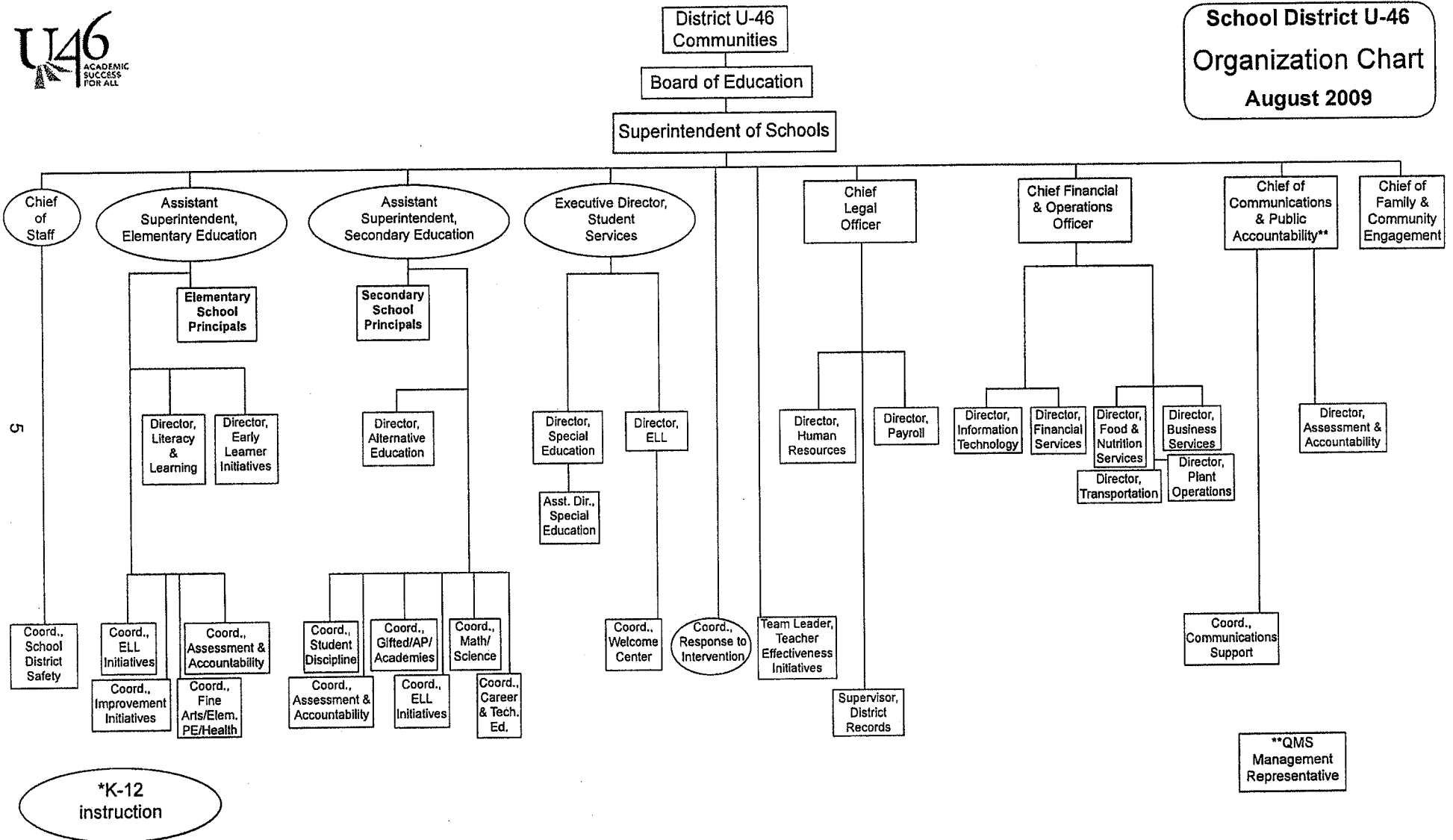
### **DIVISION ISSUING REPORT**

#### **Finance Department**

Dale Burnidge	Fiscal Analyst
Juanita Cruz	Senior Accountant
Kathy Fitzpatrick	Grants Manager
Susan Krautstrunk	Grants Manager
Ray Shifrin	Pension Specialist
Jerry Ward	Accounts Payable Manager



**School District U-46**  
**Organization Chart**  
**August 2009**





**José M. Torres, Ph.D., Superintendent**

**School District U-46**  
Educational Services Center  
355 E. Chicago Street, Elgin IL 60120-6543  
Tel: 847.888.5000  
Fax: 847.608.4173

**U-46.org**

September 21, 2009

To the Board of Education and Citizens of School District U-46:

The Comprehensive Annual Financial Report (CAFR) for School District U-46, Cook, DuPage, and Kane Counties, State of Illinois, for the fiscal year ended June 30, 2009, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with School District U-46. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities in relation to its mission have been included. This letter of transmittal should be read in conjunction with the Management's Discussion and Analysis, which focuses on current activities, accounting changes, and currently known facts.

The CAFR includes all funds of the District, and is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes this transmittal letter, as well as a list of principal officials and an organization chart. The Financial Section includes the Independent Auditor's Report, Management's Discussion and Analysis (MD&A), basic financial statements, required supplementary information, and other supplementary information. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

The District maintains its accounts and prepares its financial statements in accordance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB), and the Illinois State Board of Education (ISBE). The financial statements of the District as presented in this report have been audited by Wermer, Rogers, Doran & Ruzon, LLC. Their report is included as part of the financial section.

## **BACKGROUND INFORMATION**

### **History and Background**

School District U-46 had been educating students in Cook, DuPage and Kane Counties since 1875. A combination of urban and suburban, the District has experienced dramatic enrollment growth in recent years and has responded with new and renovated facilities to meet student needs. School District U-46 is recognized for its commitment to high quality education, supported by a strong teaching staff, excellent facilities, and partnerships with the community.

Covering 90 square miles, School District U-46 serves all or portions of 11 communities in the northwest suburbs of Chicago in Cook, DuPage, and Kane Counties. The District is approximately 45 minutes west of downtown Chicago, and the majority of our communities are easily accessible from major interstates and commuter rail lines.



The reporting entity of School District U-46 includes the communities of Bartlett, Elgin, Hanover Park, South Elgin, Streamwood, Wayne, and portions of Carol Stream, Hoffman Estates, St. Charles, Schaumburg, and West Chicago. School District U-46 serves over 40,000 children in grades preK-12. The District ranks as the second largest in Illinois with three Centers for Early Learning, 40 elementary schools, eight middle schools, five high schools, and an alternative high school. Only the Chicago Public School system enrolls more students in the State of Illinois. Our students come to the classroom with backgrounds representing over 60 cultures making our schools rich with ethnic, cultural and socioeconomic diversity, mirroring the global society to which our students will contribute their skills.

## **DISTRICT MISSION, VISION & FOCUS**

### **Mission**

The mission of School District U-46 is to help all of our children realize and maximize their individual potential to become responsible, productive, and contributing members of our community and society.

### **Vision**

The vision of School District U-46 is to provide an education that successfully meets the needs of a large and diverse student population and effectively prepare each for the future. Success will result from a sense of ownership by all partners in the education process – students, parents, staff and all other community members. All will be committed to operating a highly respected school district that has a shared sense of purpose, effective communication, trust, goodwill, fiscal responsibility and pride. Continual improvement will be achieved through clear direction with an eye toward the future and committed efforts of all.

### **Focus**

The focus of the District is Academic Success for All. To achieve this bold goal, U-46 staff operates under the guidance of a District Improvement Plan (Plan), which was first adopted by the Board of Education in 2003-2004. The Plan is designed to transform U-46 into a standards-driven, assessment based culture that focuses staff time, talents and resources on improving student learning and provides teachers with better data to determine instructional practices. The Board directed that an updated and expanded Plan be adopted and implemented annually.

## **FINANCIAL INFORMATION**

### **Internal Control**

Management of the District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute,

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

Each year, including the fiscal year that ended June 30, 2009, the District receives various reports from an independent certified public accountant stating, among other things, whether instances of material weakness in the internal controls or material violation of applicable laws or regulations were noted during the audit.

### **Budgeting Controls**

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School District U-46 Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control is established by fund and major category of expense. Major categories are personnel services, benefits, supplies, other charges and contracted services, and capital outlay. School District U-46 also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

### **PROSPECTS FOR THE FUTURE – ECONOMIC CONDITION AND OUTLOOK**

Among the major initiatives of the District is dealing with the financial deficit. In order to have full and complete financial information with which to make decisions, the District undertook the major task of converting its books and records from the modified cash basis of accounting to the modified accrual basis of accounting in FY 2009. The modified accrual basis of accounting is in accordance with generally accepted accounting principles (GAAP) and will provide better information with which to make decisions.

The financial outlook for the District remains a serious concern. There are a number of challenges facing the District which may result in lower than anticipated revenues in the coming years. These include the following:

- Consumer Price Index (CPI) dropped to 0.1% in 2008
- Funding lag from the State of Illinois
- State of Illinois estimated \$12 billion deficit
- Significant reduction in earnings on investments
- Bankruptcies in the Illinois Eastern Division are up 46% from 2007
- Foreclosures in Cook, DuPage, and Kane Counties are increasing steadily

Due to the above, in December 2008, the District began to reduce expenditures in the central office and large programs. The District realized an approximate \$2.7 million in savings from the reductions, which included:

- Eliminating non-essential overtime in all departments and schools
- No authorization for capital expenditures
- Reducing discretionary budgets/supplies by 15-20%
- Limiting conference attendance/travel
- Limiting food at meetings/workshops

In February 2009, the District outlined a second phase of cutbacks aimed at reducing energy consumption and improving the efficiency of the District's facility use. The District also began:

- Reducing third party contracts where possible
- Reducing discretionary budgets for schools
- Energy conservation and restricting the use of some buildings for before- and after-school activities and rentals
- Reviewing closely the use of substitute teachers when regular classroom teachers are attending professional development

## **DEBT ADMINISTRATION**

By law, the District is permitted to incur regular debt up to 13.8% of the District's assessed valuation. At the present time that limit calculates to \$815,383,251. The legal debt margin, which is the above limit less outstanding debt applicable to that limit, currently \$343,278,108, and amounts held in the debt service fund for the payment of debt, currently \$18,241,011, is \$453,864,132.

## **CASH MANAGEMENT**

For the purposes of the overall investment of excess funds, the District is governed by Illinois Statutes and Board Policy governing investment of public funds. The fiduciary responsibility of said investments is entrusted to the District Board of Education who has delegated that function to the District Treasurer. In keeping with Board Policy, all investments in excess funds are made in a prudent, conservative and secure manner and in accordance with Board Policy. Investment income totaled \$1,114,337 in fiscal year 2009 as compared to \$4,157,558 in fiscal year 2008, a decrease of \$3,043,221. The decrease in investment income is a reflection of a reduction in interest rates as compared to the prior year.

## **RISK MANAGMENT**

The District's is self-insured for risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical claims; with the following exceptions:

- The District maintains insurance coverage to cover claims in excess of \$100,000 per occurrence to a maximum of \$250 million for property related risks.
- The District maintains insurance coverage to cover claims in excess of \$400,000 per occurrence to a maximum of \$1 million for workers compensation.
- The District is maintains insurance coverage to cover claims in excess of \$500,000 per person per year and \$2 million lifetime for medical claims.

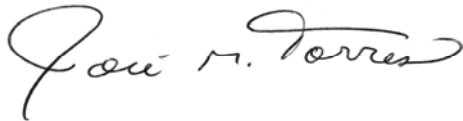
## OTHER INFORMATION

**Independent Audit.** State statutes require an annual audit by independent certified public accountants. The accounting firm of Wermer, Rogers, Doran & Ruzon, LLC was selected by the District's Board of Education to conduct the fiscal year 2009 audit. The auditor's report on the financial statements and supplemental financial information is included in the financial section of this report. The auditor's opinion is unqualified for this year.

**Acknowledgements.** The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the Finance Department staff. Each member of the Finance Department has our sincere appreciation for the contributions made in the preparation of this report.

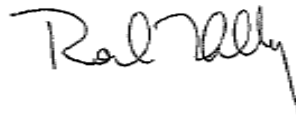
In closing, without the leadership and support of the School District U-46 Board of Education, preparation of this report would not have been possible.

Respectfully submitted,



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Dr. José M. Torres  
Superintendent of Schools



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Dr. Ronald N. Ally  
Chief Financial & Operations Officer

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WERMER, ROGERS, DORAN & RUZON LLC CERTIFIED PUBLIC ACCOUNTANTS

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To the Board of Education  
School District U-46  
355 E. Chicago St.  
Elgin, IL 60120

### **Independent Auditor's Report**

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of School District U-46 as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of School District U-46 as of June 30, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated September 21, 2009 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The required supplementary information: management's discussion and analysis, schedules of funding progress, and budgetary comparison information, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We have applied certain limited procedures to the other required supplementary information, management's discussion and analysis and schedules of funding progress, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the other required supplementary information. However, we did not audit the other required supplementary information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, other supplementary information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Werner, Rogers, Doran + Rogers, LLC*

September 21, 2009

**REQUIRED SUPPLEMENTARY INFORMATION –  
MANAGEMENT’S DISCUSSION AND ANALYSIS**



## **SCHOOL DISTRICT U-46**

### **Management's Discussion and Analysis For the Year Ended June 30, 2009**

The discussion and analysis of School District U-46 (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2009. The management of the District encourages readers to consider the information presented herein in conjunction with the financial statements to enhance their understanding of the District's financial performance.

As described in Note 13 to the financial statements, the District changed its basis of accounting from the modified cash basis to the modified accrual basis beginning July 1, 2008, to conform with generally accepted accounting principles (GAAP). Amounts presented in this management's discussion and analysis as of and for the year ended June 30, 2008 have been restated to the modified accrual basis of accounting.

#### **Financial Review**

- The assets of the District exceeded its liabilities at the close of the fiscal year by \$46,651,952 (net assets). Of this amount, a deficit of (\$52,913,595) represents unrestricted net assets.
- In total, net assets decreased by \$18,188,961, which represents a 28.1% overall decrease from the prior year. This decrease was the result of lower than expected revenues due to the weakened economy and increased insurance costs.
- General revenues were \$315,043,050 or 70.1% of all revenues. Program specific revenues, in the form of charges for services and grants, were \$134,290,082 or 29.9% of total revenues of \$449,333,132.
- Overall, the combined expenditures of the District's governmental funds were \$40,416,942 greater than revenues. However, after adding other financing sources, fund balances decreased by \$36,221,016. This operating deficit decreased the District's governmental funds' combined fund balance by 43.7% to \$46,582,735 from \$82,803,751 in the prior year. Of the year-end balance, \$21,914,182 represents an unreserved fund balance.
- The District issued \$34,000,000 of Working Cash Bonds in fiscal year 2004. This money continues to be used to fund the District's operations while waiting for tax and grant payments.

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

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

- Government-wide financial statements.
- Fund financial statements.
- Notes to the 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 using the economic resources measurement focus and the accrual basis of accounting.

## SCHOOL DISTRICT U-46

### Management's Discussion and Analysis For the Year Ended June 30, 2009

The statement of net assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of improvements or deterioration of the financial position of the District.

The statement of activities presents information that shows how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal years.

Both of the government-wide financial statements highlight the functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction (regular education, special education and other), support services, community services, payments to other governments, on-behalf payments made by the State and interest on debt.

The government-wide financial statements can be found on pages 25 and 26 of this report.

#### ***Fund Financial Statements***

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the District funds are divided into two categories: governmental funds and fiduciary funds.

*Governmental funds.* 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 statement 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 the District's near-term financing requirements. Governmental funds use the modified accrual basis of accounting.

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 District'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.

School District U-46 maintains seven individual governmental funds. Information is presented separately in the governmental fund financial statements of the General Fund (the General Fund consists of three accounts: the Educational Account, the Tort Immunity Account, and the Operations and Maintenance Account), Transportation Fund, Working Cash Fund, and the Debt Service Fund, all of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 27-32 of this report.

## **SCHOOL DISTRICT U-46**

### **Management's Discussion and Analysis For the Year Ended June 30, 2009**

*Fiduciary Funds.* The District also maintains fiduciary funds in the form of agency funds, which are used to account for resources - almost exclusively cash - held by the District for the benefit of student groups. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is the same as that used for the government-wide financial statements. The fiduciary fund financial statement can be found on page 33 of this report.

#### ***Notes to Basic Financial Statements***

Notes to Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to Basic Financial Statements can be found on pages 34-59 of this report.

#### ***Required Supplementary Information***

Required Supplementary Information is presented concerning the District's IMRF (Illinois Municipal Retirement Fund) pension schedule, other postemployment benefits and the General Fund and major Special Revenue Funds budgetary schedules. The IMRF pension schedule has been provided to present IMRF's progress in funding its obligation to provide pension benefits to District employees. The other postemployment benefits schedule has been provided to present the District's progress in funding its obligation to provide postemployment benefits to District employees. The District adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison schedule has been provided for the General Fund and major Special Revenue Funds to demonstrate compliance with this budget. Required supplementary information can be found on pages 60-65 of this report.

#### **Government-wide Financial Analysis**

The District's net assets decreased by \$18,188,961 or 28.1% compared to the prior year. At year-end, total net assets were \$46,651,952 (see Table 1).

The District's financial position is the product of many factors. However, several events of the last year stand out:

- The weakened economy in the state of Illinois led to the District's revenues falling well below budgeted expectations – property taxes, interest earnings and state replacement taxes were under budget by \$10,132,059, \$2,885,584, and \$1,036,028, respectively.
- The District experienced a \$6,960,267 increase in self-insured health care costs.
- The District's long-term debt decreased by a net \$12,708,821, due to scheduled debt payments exceeding new issuances.
- The District continued to use bond proceeds to construct, improve and expand its facilities, spending \$14,501,148 on capital asset additions.

## SCHOOL DISTRICT U-46

### Management's Discussion and Analysis For the Year Ended June 30, 2009

- The District's expenditures to maintain and operate the facilities within Board policy and guidelines continue to exceed its primary revenues, forcing the District to fund the increase with new debt and available net assets. In an effort to continually monitor and contain total operating costs of the District, the District performed efficiency audits that highlighted various areas of cost containment reduction.

However, since the State does not provide an ongoing capital improvements budget plan, in the future, the District will be forced to issue additional debt to address the improvements needed for its aging facilities.

As can be seen in Table 1, at the end of the current fiscal year, the largest portion of the District's net assets reflects its investment in capital assets (e.g., land, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The following table reflects the condensed statement of net assets at June 30, 2009 and 2008:

**Table 1**  
**Condensed Statement of Net Assets**

	2009	2008
<b>Assets</b>		
Current and Other Assets	\$ 255,167,956	\$ 278,757,770
Capital Assets	397,108,353	398,166,880
Total Assets	<u>652,276,309</u>	<u>676,924,650</u>
<b>Liabilities</b>		
Long-Term Debt Outstanding	426,245,085	438,953,906
Other Liabilities	179,379,272	173,129,831
Total Liabilities	<u>605,624,357</u>	<u>612,083,737</u>
<b>Net Assets</b>		
Invested in Capital Assets, Net of Related Debt	83,381,493	77,140,552
Restricted	16,184,054	15,581,463
Unrestricted	( 52,913,595)	( 27,881,102)
Total Net Assets	<u>\$ 46,651,952</u>	<u>\$ 64,840,913</u>

Current and other assets consist of mainly of cash and investments, taxes receivable, and grants receivable. Capital assets include land, buildings and improvements and equipment; the 2009 balances were lower than the 2008 amounts due to depreciation exceeding capital spending during the fiscal year.

Long-term liabilities consist of general obligation bonds payable, long-term accreted interest on bonds, general obligation debt certificates, purchase contracts, installment notes, compensated absences and other postemployment benefits. Balances were lower in 2009 due to scheduled debt payments exceeding new debt issues. Other liabilities include payables, deferred property tax revenue, and unearned revenues.

## SCHOOL DISTRICT U-46

### Management's Discussion and Analysis For the Year Ended June 30, 2009

#### Changes in Net Assets

The District's total revenues were \$449,333,132. General revenues, including taxes and general state aid were 70.1% of the total or \$315,043,050. Property taxes (other than for debt service) increased \$7,091,228 over the prior year or 3.3%. This was due to an increase in the consumer price index and new construction within the District. Operating grants and contributions for specific programs and general state aid brought in \$175,348,667, an 8.5% increase from the prior year. This increase was a result of greater special education and transportation funding received in 2009 and an \$8,821,934 increase in state on-behalf payments for the TRS and THIS programs. Charges for services decreased 2.9% due to the weakened economy as more students qualified for free and reduced lunches in fiscal year 2009.

The total cost of all programs and services in 2009 was \$467,522,093. The District's expenses are predominantly related to instruction and support services (caring for and transportation of students, etc.) These expenses accounted for 85.5% of the total (see Table 2). The District's other activities were 14.5% of total costs.

Total expenses on the statement of activities surpassed revenues, decreasing net assets by \$18,188,961 from the prior year. The following table reflects the condensed statement of activities for the years ended June 30, 2009 and 2008:

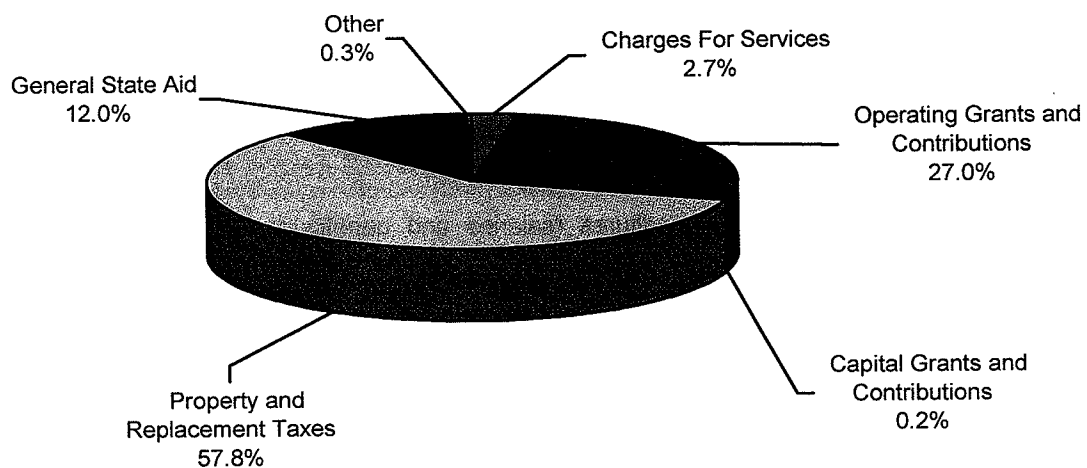
**Table 2  
Condensed Statement of Activities**

	2009	2008
<b>Revenues</b>		
Program Revenues		
Charges For Services	\$ 12,165,683	\$ 12,531,046
Operating Grants and Contributions	121,403,854	92,838,843
Capital Grants and Contributions	720,545	885,539
General Revenues		
Property and Replacement Taxes	259,676,218	252,383,494
General State Aid	53,944,813	68,831,087
Other	1,422,019	4,414,789
Total Revenues	<u>449,333,132</u>	<u>431,884,798</u>
<b>Expenses</b>		
Instruction	222,707,934	206,516,869
Support Services	177,047,677	171,105,772
Community Services	2,748,556	2,825,691
Payments to Other Governments	7,953,269	7,764,555
State On-Behalf of Payments	34,630,042	25,808,108
Interest on Debt	22,434,615	21,752,572
Total Expenses	<u>467,522,093</u>	<u>435,773,567</u>
Change in Net Assets	( 18,188,961)	( 3,888,769)
Net Assets - Beginning	<u>64,840,913</u>	<u>68,729,682</u>
Net Assets - Ending	<u>\$ 46,651,952</u>	<u>\$ 64,840,913</u>

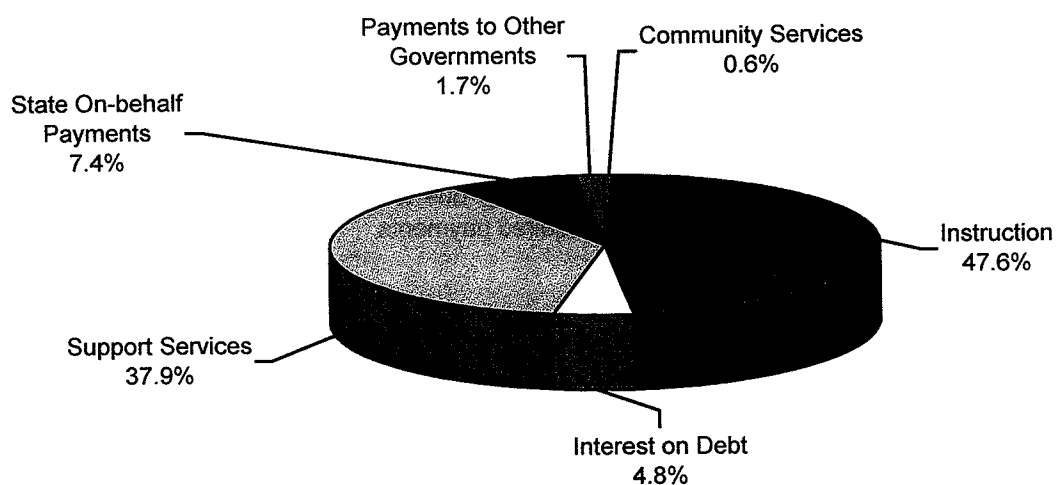
## SCHOOL DISTRICT U-46

Management's Discussion and Analysis  
For the Year Ended June 30, 2009

### Government-wide Revenues By Source



### Government-wide Expenses



## **SCHOOL DISTRICT U-46**

### **Management's Discussion and Analysis For the Year Ended June 30, 2009**

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

As the District completed the year, its governmental funds reported combined fund balances of \$46,582,735. Revenues for the District's governmental funds were \$443,399,106, while total expenditures were \$483,816,048.

The General Fund experienced a current year operating deficiency after other financing uses of (\$21,775,570). This deficiency contributed to a year-end deficit fund balance of (\$44,853,273). Factors that attributed the Fund's performance are:

- Property taxes increased \$6,584,756 over the prior year or 3.3%, primarily due to an increase in the consumer price index and new construction within the District as mentioned earlier, however, the taxes were \$7,929,959 short of expectations.
- The District's largest expenditures (salaries and benefits) were \$295,845,373 or 75.0% of total expenditures of the General Fund. Salaries and benefits increased by \$20,582,085 or 7.5% over the prior year. Benefits increased by \$10,389,208 or 18.4% from the prior year, while salaries increased \$10,192,877 or 4.7% from the prior year.
- General state aid was lower due to the State of Illinois' use of \$15,769,066 of federal funds to provide the District with restricted federal money as a substitute for general state aid.
- The District saw decreased investment earnings resulting from a decline in the national/state economy.
- The Tort Immunity Account incurred \$3,546,604 in legal fees.
- Current year results were impacted budgetarily by the continuing deficit in the Operations and Maintenance Account which management will begin addressing in fiscal year 2010.

The fund balance of the Transportation Fund decreased by \$5,167,905 as property taxes and state grants have not been sufficient to cover the costs associated with pupil transportation.

The fund balance in the Working Cash Fund remained at \$74,763,219 during the year.

The Debt Service Fund's fund balance increased by \$449,398 due to the collection of property taxes to pay principal and interest on long-term debt exceeding the required payments.

#### **General Fund Budgetary Results**

While the District's budget for the General Fund anticipated that expenditures would exceed revenues by \$1,418,063 before other financing sources (uses), the actual result for the year was an excess of expenditures over revenues of \$17,451,045. This is due primarily by revenues falling short of budget by \$17,607,678. State and federal sources were under budget by a combined \$4,728,189 as expected grant revenues were not available. Property taxes came in \$7,929,959 below budget. Interest earnings were also less than anticipated. Expenditures came in under budget by \$1,574,696 or 0.4%.

## SCHOOL DISTRICT U-46

### Management's Discussion and Analysis For the Year Ended June 30, 2009

#### Capital Asset and Debt Administration

##### Capital Assets

As of June 30, 2009, the District had invested \$580,344,358 (before accumulated depreciation of \$183,236,005) in a broad range of capital assets, including buildings (both school and administration facilities) property and equipment (computer, audio-visual, transportation and maintenance equipment and furniture), and land. (See Table 3.) More detailed information about capital assets can be found in Note 4 to the financial statements.

Depreciation expense for the year totaled \$15,559,675 and additions to buildings, and equipment and furniture amounted to \$14,501,148.

**Table 3**  
**Capital Assets (Net of Depreciation)**

	<u>2009</u>	<u>2008</u>	<u>Percentage Change</u>
Land	\$ 27,618,638	\$ 27,618,638	0.0%
Depreciable Buildings	360,630,180	362,241,634	(0.4%)
Equipment	<u>8,859,535</u>	<u>8,306,608</u>	6.7%
Total	<u>\$ 397,108,353</u>	<u>\$ 398,166,880</u>	(0.3%)

Major additions during the year include renovations and/or additions to 29 District buildings, and the purchase of 48 new buses.

##### Long-Term Debt

At year-end, the District had \$426,245,085 in general obligation bonds and other long-term debt outstanding, as shown in Table 4. More detailed information about the District's long-term liabilities is presented in Note 5 to the financial statements.



## SCHOOL DISTRICT U-46

### Management's Discussion and Analysis For the Year Ended June 30, 2009

**Table 4  
Outstanding Long-Term Debt**

	2009	2008	Percentage Change
General Obligation Bonds	\$ 316,460,991	\$ 339,318,830	(6.7%)
Accreted Interest on Long-term Debt	81,289,450	71,125,167	14.3%
Debt Certificates	12,392,393	13,324,536	(7.0%)
Installment Notes	152,087	207,661	(26.8%)
Purchase Contracts	14,272,637	13,776,105	3.6%
Compensated Absences	86,675	399,316	(78.3%)
Other Post Employment Benefits	1,590,852	802,291	98.3%
	<u>\$ 426,245,085</u>	<u>\$ 438,953,906</u>	(2.9%)

- The District continued to pay down its debt, retiring \$22,857,839 of outstanding bonds.
- The District issued \$4,195,926 in long-term purchase contracts to finance the acquisition of equipment.
- The District's general obligations bonds have carried a rating of Aaa from Moody's.
- The state limits the amount of general obligation debt the District can issue to 13.8% of the assessed value of all taxable property within the District's limits. Outstanding debt is \$490,346,154 below the current limit of \$815,383,251.

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

At the time these financial statements were prepared and audited, the District was aware of the following existing circumstances that could significantly affect its financial health in the future.

- The Illinois General Assembly has imposed property tax legislation on school districts to give property taxpayers some relief by delaying tax increases each year. The legislation limits the tax levy increase to the lesser of the consumer price index (CPI) or five percent, and in Cook County, mandates the use of prior year equalized assessed valuation (EAV) amounts to generate property tax receipts. This "tax cap" continues to limit the District's tax collection ability.
- The District has applied for funds from the state of Illinois from the federal American Recovery and Reinvestment Act of 2009 to supplement the costs of special education/disadvantaged projects. The District expects to receive an additional \$9 million of IDEA special education funding and over \$4 million of Title I funding in fiscal year 2010.
- The current economy in the state continues to affect the District's state funding levels and timing of state receipts.

## **SCHOOL DISTRICT U-46**

### **Management's Discussion and Analysis For the Year Ended June 30, 2009**

- Subsequent to June 30, 2009, the District issued \$34,405,000 of Limited School Bonds, Series 2009. The bond proceeds are to be used as follows: \$15,000,000 for tort immunity claims, \$15,000,000 for fire prevention and safety projects, and \$4,405,000 for refunding the 2006B bonds.

#### **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 Chief Financial and Operations Officer, School District U-46, 355 E. Chicago St., Elgin, IL 60120.

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## **BASIC FINANCIAL STATEMENTS**

# SCHOOL DISTRICT U-46

## Statement of Net Assets June 30, 2009

	<b>Governmental Activities</b>
<b>Assets</b>	
Cash	\$ 57,611,358
Investments	4,205
Property Taxes Receivable	143,754,715
Replacement Taxes Receivable	587,376
Grants Receivable	52,939,326
Accounts Receivable	61,003
Inventory	209,973
Capital Assets Not Being Depreciated	27,618,638
Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>369,489,715</u>
Total Assets	<u>\$ 652,276,309</u>
<b>Liabilities and Net Assets</b>	
<b>Liabilities</b>	
Accounts Payable	\$ 5,165,321
Accrued Payroll	23,617,270
Payroll Deductions	4,406,578
Interest Payable	4,223,710
Insurance Claims Payable	5,983,230
Deferred Property Tax Revenue	132,365,225
Unearned Revenue	3,617,938
Long-term Obligations Payable, Due Within One Year	
General Obligation Bonds	22,852,101
Accreted Interest on Long-term Debt	4,922,899
General Obligation Debt Certificates	1,159,820
Installment Notes	55,574
Purchase Contracts	4,859,604
Compensated Absences	86,675
Long-term Obligations Payable, Due in More Than One Year	
General Obligation Bonds	293,608,890
Accreted Interest on Long-term Debt	76,366,551
General Obligation Debt Certificates	11,232,573
Installment Notes	96,513
Purchase Contracts	9,413,033
Other Postemployment Benefits	<u>1,590,852</u>
Total Liabilities	<u>605,624,357</u>
<b>Net Assets</b>	
Invested in Capital Assets, Net of Related Debt	83,381,493
Restricted for Debt Service	14,017,301
Restricted for Construction Projects	2,166,753
Unrestricted	<u>( 52,913,595)</u>
Total Net Assets	<u>46,651,952</u>
Total Liabilities and Net Assets	<u>\$ 652,276,309</u>

See Accompanying Notes to the Basic Financial Statements.

# SCHOOL DISTRICT U-46

Statement of Activities  
For the Year Ended June 30, 2009

Functions / Programs	Expenses	Program Revenues			Net (Expense)
		Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
Governmental Activities:					
Instruction:					
Regular Programs	\$ 137,125,857	\$ 3,835,651	\$ 16,866,490	\$ -	(\$ 116,423,716)
Special Programs	41,208,041	133,984	31,293,434	-	( 9,780,623)
Other Instructional Programs	44,374,036	840,330	10,103,233	-	( 33,430,473)
Total Instruction	<u>222,707,934</u>	<u>4,809,965</u>	<u>58,263,157</u>	<u>-</u>	<u>( 159,634,812)</u>
Support Services:					
Pupils	31,056,604	-	350,091	-	( 30,706,513)
Instructional Staff	15,277,003	-	1,897,317	-	( 13,379,686)
General Administration	15,766,957	-	-	-	( 15,766,957)
School Administration	25,573,421	-	-	-	( 25,573,421)
Business	32,327,285	599,605	-	-	( 31,727,680)
Facilities Acquisition and Construction	2,127,637	-	-	720,545	( 1,407,092)
Transportation	26,720,118	568,588	17,108,434	-	( 9,043,096)
Food Service	15,564,304	6,187,525	9,154,813	-	( 221,966)
Central	12,354,945	-	-	-	( 12,354,945)
Other Support	279,403	-	-	-	( 279,403)
Total Support Services	<u>177,047,677</u>	<u>7,355,718</u>	<u>28,510,655</u>	<u>720,545</u>	<u>( 140,460,759)</u>
Community Services	2,748,556	-	-	-	( 2,748,556)
Payments to Other Governments	7,953,269	-	-	-	( 7,953,269)
State On-Behalf of Payments	34,630,042	-	34,630,042	-	-
Debt Service - Interest And Fees	<u>22,434,615</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>( 22,434,615)</u>
	<u>\$ 467,522,093</u>	<u>\$ 12,165,683</u>	<u>\$ 121,403,854</u>	<u>\$ 720,545</u>	<u>( 333,232,011)</u>
General Revenues:					
Property Taxes, Levied for General Purposes					221,434,756
Property Taxes, Levied for Debt Service					34,386,905
Payments in Lieu of Taxes					3,854,557
Unrestricted State Grants					53,944,813
Interest and Investment Earnings					1,114,337
Other General Revenues					<u>307,682</u>
Total General Revenues					<u>315,043,050</u>
Change in Net Assets					( 18,188,961)
Net Assets - Beginning of Year as Restated					<u>64,840,913</u>
Net Assets - End of Year					<u>\$ 46,651,952</u>

See Accompanying Notes to the Basic Financial Statements.

# SCHOOL DISTRICT U-46

## Governmental Funds

Balance Sheet

June 30, 2009

	General Fund	Transportation Fund	Working Cash Fund
<b>Assets</b>			
Cash	\$ 15,582	\$ 399	\$ 32,769,441
Investments	-	-	-
Property Taxes Receivable	115,409,497	3,079,770	-
Grants Receivable	29,069,557	23,869,769	-
Replacement Taxes Receivable	587,376	-	-
Accounts Receivable	61,003	-	-
Due From Other Funds	-	-	41,993,778
Inventory	209,973	-	-
Total Assets	<u>\$ 145,352,988</u>	<u>\$ 26,949,938</u>	<u>\$ 74,763,219</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$ 4,176,070	\$ 67,040	\$ -
Accrued Payroll	23,617,270	-	-
Payroll Deductions	4,406,578	-	-
Insurance Claims Payable	5,983,230	-	-
Deferred Property Tax Revenue	106,266,583	2,836,305	-
Deferred Grant Revenue	19,939,163	17,108,434	-
Due to Other Funds	25,817,367	16,176,411	-
Total Liabilities	<u>190,206,261</u>	<u>36,188,190</u>	<u>-</u>
<b>Fund Balances</b>			
Reserved for Inventory	209,973	-	-
Reserved for Debt Service	-	-	-
Reserved for Capital Projects	-	-	-
Unreserved (Deficit), Reported in:			
General Fund	( 45,063,246)	-	-
Special Revenue Funds	-	( 9,238,252)	74,763,219
Total Fund Balances (Deficits)	<u>( 44,853,273)</u>	<u>( 9,238,252)</u>	<u>74,763,219</u>
Total Liabilities and Fund Balances	<u>\$ 145,352,988</u>	<u>\$ 26,949,938</u>	<u>\$ 74,763,219</u>

See Accompanying Notes to the Basic Financial Statements.

<b>Debt Service Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 16,725,665	\$ 8,100,271	\$ 57,611,358
-	4,205	4,205
19,106,117	6,159,331	143,754,715
-	-	52,939,326
-	-	587,376
-	-	61,003
-	-	41,993,778
-	-	209,973
<u>\$ 35,831,782</u>	<u>\$ 14,263,807</u>	<u>\$ 297,161,734</u>

\$ -	\$ 922,211	\$ 5,165,321
-	-	23,617,270
-	-	4,406,578
-	-	5,983,230
17,590,771	5,671,566	132,365,225
-	-	37,047,597
-	-	41,993,778
<u>17,590,771</u>	<u>6,593,777</u>	<u>250,578,999</u>
-	-	209,973
18,241,011	-	18,241,011
-	6,217,569	6,217,569
-	-	( 45,063,246)
-	1,452,461	66,977,428
<u>18,241,011</u>	<u>7,670,030</u>	<u>46,582,735</u>
<u>\$ 35,831,782</u>	<u>\$ 14,263,807</u>	<u>\$ 297,161,734</u>



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## SCHOOL DISTRICT U-46

### Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets June 30, 2009

Total Fund Balances - Governmental Funds	\$ 46,582,735
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital assets net of accumulated depreciation of \$183,236,005 used in governmental activities are not current financial resources and therefore are not reported in the governmental funds.	397,108,353
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.	( 4,223,710)
Certain grants receivable are not available to pay for current period expenditures and therefore are deferred in the governmental funds.	33,429,659
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of:	
General Obligation Bonds	( 316,460,991)
Accreted Interest on Long-term Debt	( 81,289,450)
General Obligation Debt Certificates	( 12,392,393)
Installment Notes	( 152,087)
Purchase Contracts	( 14,272,637)
Compensated Absences	( 86,675)
Other Postemployment Benefits	( 1,590,852)
Net Assets of Governmental Activities	<u>\$ 46,651,952</u>

See Accompanying Notes to the Basic Financial Statements.

# SCHOOL DISTRICT U-46

## Governmental Funds

### Statement of Revenues, Expenditures and Changes in Fund Balances For the Year Ended June 30, 2009

	General Fund	Transportation Fund	Working Cash Fund
<b>Revenues</b>			
Property Taxes	\$ 204,806,032	\$ 5,730,057	\$ -
Replacement Taxes and Other Payments in Lieu of Taxes	3,506,904	-	-
Charges for Services	10,815,671	568,588	-
Earnings on Investments	1,085,773	3,032	-
Impact Fees, Rentals and Other Local Sources	1,415,556	-	-
State Grants-in-Aid	81,311,376	13,657,308	-
Federal Grants-in-Aid	39,563,940	-	-
State On-Behalf of Payments	34,630,042	-	-
Total Revenues	<u>377,135,294</u>	<u>19,958,985</u>	<u>-</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular Programs	127,664,262	-	-
Special Programs	37,905,379	-	-
Other Instructional Programs	44,923,939	-	-
Support Services:			
Pupils	28,705,339	-	-
Instructional Staff	14,289,647	-	-
General Administration	14,074,014	-	-
School Administration	23,439,403	-	-
Business	28,955,437	-	-
Facilities Acquisition and Construction	40,162	-	-
Transportation	765,319	23,090,402	-
Food Service	14,983,191	-	-
Central	11,047,467	-	-
Other Support	257,367	-	-
Community Services	2,589,145	-	-
Payments to Other Governments	7,956,101	-	-
Intergovernmental: State On-Behalf of Payments	34,630,042	-	-
Debt Service - Interest and Fees	-	278,158	-
Debt Service - Principal	-	1,705,194	-
Capital Outlay	2,360,125	3,286,792	-
Total Expenditures	<u>394,586,339</u>	<u>28,360,546</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	( 17,451,045)	( 8,401,561)	-
<b>Other Financing Sources (Uses)</b>			
Transfers In	-	-	-
Transfers Out	( 4,324,525)	-	-
Issuance of Purchase Contracts	-	3,233,656	-
Total Other Financing Sources (Uses)	<u>( 4,324,525)</u>	<u>3,233,656</u>	<u>-</u>
Net Change in Fund Balances	( 21,775,570)	( 5,167,905)	-
Fund Balances (Deficits), Beginning of Year	( 23,077,703)	( 4,070,347)	74,763,219
Fund Balances (Deficits), End of Year	<u>(\$ 44,853,273)</u>	<u>(\$ 9,238,252)</u>	<u>\$ 74,763,219</u>

See Accompanying Notes to the Basic Financial Statements.

Debt Service Fund	Other Governmental Funds	Total Governmental Funds
\$ 34,386,905	\$ 10,898,667	\$ 255,821,661
-	266,653	3,773,557
-	-	11,384,259
17,633	7,899	1,114,337
-	727,070	2,142,626
-	-	94,968,684
-	-	39,563,940
-	-	34,630,042
<u>34,404,538</u>	<u>11,900,289</u>	<u>443,399,106</u>

-	1,307,674	128,971,936
-	1,313,545	39,218,924
-	719,362	45,643,301

-	1,278,757	29,984,096
-	421,160	14,710,807
-	373,014	14,447,028
-	1,252,346	24,691,749
-	2,085,373	31,040,810
-	1,002,082	1,042,244
-	-	23,855,721
-	9,335	14,992,526
-	783,310	11,830,777
-	22,036	279,403
-	57,223	2,646,368
-	-	7,956,101
-	-	34,630,042
12,439,909	-	12,718,067
25,839,756	-	27,544,950
-	11,964,281	17,611,198
<u>38,279,665</u>	<u>22,589,498</u>	<u>483,816,048</u>

( 3,875,127) ( 10,689,209) ( 40,416,942)

4,324,525	-	4,324,525
-	-	( 4,324,525)
-	962,270	4,195,926
<u>4,324,525</u>	<u>962,270</u>	<u>4,195,926</u>

449,398 ( 9,726,939) ( 36,221,016)

17,791,613	17,396,969	82,803,751
<u>\$ 18,241,011</u>	<u>\$ 7,670,030</u>	<u>\$ 46,582,735</u>

## SCHOOL DISTRICT U-46

### Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities For the Year Ended June 30, 2009

Net Change in Fund Balances - Governmental Funds (\$ 36,221,016)

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

Governmental funds report capital outlays as expenditures.

However, in the Statement of Activities, the cost of those assets are  
depreciated over their estimated useful lives as depreciation expense.

This is the amount expenditures capitalized in the current period. 14,501,148

This is the amount of depreciation recorded in the current period. ( 15,559,675)

Some revenues were not collected for several months after the close of the fiscal year  
and therefore were not considered to be "available" and are not reported as  
revenue in the governmental funds. The change from fiscal year 2008 to 2009 was: 5,934,026

Repayment of debt principal is an expenditure in the governmental  
funds, but the repayment reduced long-term liabilities in the  
Statement of Net Assets. The following amounts were retired:

General Obligation Bonds	22,857,839	
Debt Certificates	932,143	
Installment Notes	55,574	
Purchase Contracts	<u>3,699,394</u>	27,544,950

Issuance of new purchase contracts is recorded as other financing sources  
in the governmental funds, but the issuance of new  
debt increases long-term liabilities in the Statement of Net Assets. ( 4,195,926)

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

Increase in Other Postemployment Benefits	( 788,561)	
Decrease in Compensated Absences Payable	312,641	
Decrease in Accrued Interest on Debt	<u>447,735</u>	( 28,185)

The accretion of interest on long-term debt is not reported in the  
governmental funds however, it results in an increase in debt principal  
payable in the Statement of Net Assets ( 10,164,283)

Change in Net Assets of Governmental Activities (\$ 18,188,961)

See Accompanying Notes to the Basic Financial Statements.

# SCHOOL DISTRICT U-46

## Fiduciary Funds Statement of Fiduciary Assets and Liabilities June 30, 2009

	<u>Agency Funds</u> <u>Student Activity Funds</u>
<b>Assets</b>	
Cash	\$ 4,386,433
Total Assets	<u>\$ 4,386,433</u>
<b>Liabilities</b>	
Due To Activity Fund Organizations	<u>\$ 4,386,433</u>
Total Liabilities	<u>\$ 4,386,433</u>

See Accompanying Notes to the Basic Financial Statements.

## **SCHOOL DISTRICT U-46**

### **Notes to Basic Financial Statements June 30, 2009**

#### **1. Summary of Significant Accounting Policies**

The District operates as a public school system governed by an elected seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The District serves the communities of Bartlett, Elgin, Hanover Park, South Elgin, Streamwood, Wayne and portions of Carol Stream, Hoffman Estates, St. Charles, Schaumburg, and West Chicago.

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting policies are described below.

#### ***Financial 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 GASB Statement No.'s 14 and 39 have been considered and there are no agencies or entities which should be presented with the District. Also, the District is not included as a component unit in any other government reporting entity, as defined by GASB pronouncements.

The District is the administrative agent for the Northern Kane County Regional Vocational System (NKCRVS), a joint venture of School District U-46 and several other local districts. The NKCRVS is considered a separate entity for financial reporting purposes and issues its own basic financial statements which are available at 355 E. Chicago St., Elgin, IL, 60120.

#### ***Measurement Focus, Basis of Accounting and Basis of Presentation***

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

The funds of the District are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and presented as nonmajor funds. The fund classifications and a description of each existing fund type follow:

#### **Governmental Funds**

Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general capital assets and the servicing of general long-term debt.

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 1. Summary of Significant Accounting Policies

An emphasis is placed on major funds. A fund is considered major if it is the primary operating fund of the District (General Fund) or if the fund's total assets, liabilities, revenues, or expenditures of that individual fund are at least 10 percent of the total for all funds.

The District reports the following major governmental funds:

#### *General Fund*

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The District's general fund consists of three accounts: the Educational Account, which records direct costs of instruction and administration, including the District's food service operations, the Tort Immunity Account, which records the District's risk financing activities and the Operations and Maintenance Account, which reports all costs of maintaining, improving or repairing school building and property.

#### *Transportation Fund*

The Transportation Fund, (a special revenue fund) accounts for costs of the transportation of pupils.

#### *Working Cash Fund*

The Working Cash Fund, (a special revenue fund) accounts for financial resources held by the District to be used for temporary interfund loans to other District funds.

#### *Debt Service Fund*

The Debt Service Fund, formerly the Bond and Interest Fund, (a debt service fund) accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

The District also reports the following other fund types/funds:

*Special Revenue Funds* - The Special Revenue Fund type is used to account for the proceeds of specific revenue sources (other than those accounted for in Debt Service, Capital Projects or Fiduciary Funds) that are legally restricted to expenditures for specified purposes. It consists of the Municipal Retirement / Social Security Fund, which accounts for the District's share of retirement benefit and social security costs for employees.

*Capital Projects Funds* - The Capital Projects Funds are used to account for and report financial resources that are to be used for expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. These consist of the Capital Projects Fund, formerly the Site and Construction Fund, which accounts for financial resources to be used for the acquisition, construction or renovation of major capital facilities, and the Fire Prevention and Safety Fund, which is used to account for the altering, reconstructing and repairing of the existing school buildings of the District.



# **SCHOOL DISTRICT U-46**

Notes to Basic Financial Statements  
June 30, 2009

## **1. Summary of Significant Accounting Policies**

*Fiduciary Fund* - The reporting focuses on assets and liabilities. The District's fiduciary funds are agency funds, the Student Activity Funds. These funds account for assets held by the District as an agent for the students and teachers. The funds are custodial in nature and do not involve the measurement of results of operations. The amounts due to the activity fund organizations are equal to the assets.

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

The government-wide Statement of Net Assets and the Statement of Activities display information about the District as a whole. The effect of interfund activity has been eliminated from these statements. Fiduciary funds are not included in the government-wide statements. Fiduciary funds are reported only in the Fiduciary Fund Statement of Assets and Liabilities at the fund financial statement level.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fund financial statements fiduciary funds. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

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

### ***Fund Financial Statements***

#### ***Governmental Funds***

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

# SCHOOL DISTRICT U-46

## Notes to Basic Financial Statements June 30, 2009

### 1. Summary of Significant Accounting Policies

Governmental fund revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within sixty-five (65) days of the end of the current fiscal period. The District uses sixty-five days in order to capture reimbursement payments released by the state of Illinois during the month of August.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, replacement taxes, grants, entitlements and donations. The District has recognized 50% of the 2008 tax extension and 50% of the 2007 tax extension in the current fiscal year based on estimated collections, as this is the period for which the taxes have been levied (intended to finance). Property taxes are recorded net of estimated losses on collections of 1.3%. Revenue from replacement taxes is recognized when collected by the state, prior to disbursement to the District. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

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

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

#### ***Real Estate Taxes***

Property taxes are levied each year on all taxable real property in the District on or before the last Tuesday in December. The 2008 tax levy was passed by the Board of Education on December 8, 2008, and attached as an enforceable lien on the property as of the preceding January 1. The taxes become due and collectible in March and September 2009 in Cook County and in June and September 2009 in DuPage County and Kane County, and are collected by the County Collector, who in turn returns to the District its respective share. The District receives the remittances from the County Treasurer within one month after collection.

The District has recorded a receivable for the uncollected portion of the 2008 taxes extended. The District has recorded deferred revenue for 50% of the 2008 tax extension which will be recognized as revenue in fiscal year 2010, the period for which those taxes were levied.

#### ***Investments***

The investments are stated at fair value, based on quoted market prices.

# SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

## 1. Summary of Significant Accounting Policies

### ***Inventories***

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The cost of governmental fund-type inventories are recorded as expenditures when purchased, year end balances are recorded as assets. General Fund inventory consists primarily of school supplies.

### ***Capital Assets***

Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The District maintains a capitalization threshold of \$10,000. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation for assets of governmental activities is computed using the straight-line method over the following useful lives:

Buildings	40 years
Transportation equipment	5 years
Other equipment	3-10 years

### ***Interfund Transactions***

The District has the following types of interfund transactions:

***Loans*** – amounts provided with a requirement for repayment. Interfund loans are reported as interfund receivables (due from other funds) in lender funds and interfund payables (due to other funds) in borrower funds.

***Reimbursements*** – repayments from the funds responsible for particular expenditure to the funds that initially paid for them. Reimbursements are reported as expenditure in the reimbursing fund and as a reduction of expenditures/expenses in the reimbursed fund.

***Transfers*** – flows of assets (typically cash) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

### ***Compensated Absences***

The District records compensated absences for vacation benefits as a liability in the government-wide financial statements as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means.

# **SCHOOL DISTRICT U-46**

Notes to Basic Financial Statements  
June 30, 2009

## **1. Summary of Significant Accounting Policies**

### ***Deferred Revenue***

The District reports deferred revenue on its statement of net assets and balance sheets. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period.

Deferred revenues also arise when resources are received by the District before it has a legal claim to them, unearned revenues, as when grant monies are received prior to the incidence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the District has a legal claim to the resources, the liability for deferred revenue is recognized as revenue.

### ***Long-Term Liabilities***

Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the debt service fund for payment early in the following year. For other obligations (e.g. Postemployment Benefits), only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations have been reported as liabilities in the statement of net assets.

The District has issued two types of general obligation bonds, a conventional type for which interest is paid on the bonds semi-annually and a capital appreciation type, for which no interest is paid, but rather the interest "accrues" to long-term interest semi-annually and is finally paid upon maturity of the bonds.

### ***Bond Issues and Bond Premium/Issuance Costs***

In the fund financial statements, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond, debt certificate, and purchase contract proceeds are reported as "other financing sources" as are applicable premiums or discounts. Issuance costs, even if withheld from the actual net proceeds received, are reported as expenditures.

### ***Fund Balance / Net Assets***

The District reserves those portions of fund balance which are legally segregated for specific future use or which do not represent available expendable resources and, therefore, are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves are established for inventory, tort immunity, debt service and capital projects, as applicable.

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition/construction of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

## **SCHOOL DISTRICT U-46**

### **Notes to Basic Financial Statements June 30, 2009**

#### **1. Summary of Significant Accounting Policies**

##### ***Eliminations***

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

##### ***Restricted Resources Policy***

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

##### ***Use of Estimates***

The preparation of financial statements in conformity with the modified accrual basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

#### **2. Budgets and Budgetary Information**

Annual budgets are adopted for all governmental fund types. The annual budgets are adopted on the modified accrual basis of accounting at the fund level. All budgets lapse at fiscal year end. The District maintains a system to measure the uncommitted budget amount available for expenditures at any time during the year. For budgetary purposes, appropriations lapse at June 30, 2009 and outstanding encumbrances are canceled at that date.

On or before July 1 of each year, the Superintendent is to submit for review by the Board of Education a proposed budget for the school year commencing on that date. After reviewing the proposed budget, the Board of Education holds public hearings and a final budget must be prepared and adopted no later than September 30. The 2008-09 budget was adopted September 8, 2008.

The appropriated budget is prepared by fund and by function. The Board of Education may make transfers between functions within a fund not exceeding in the aggregate 10% of the total of such fund, and may amend the total budget following the same procedures required to adopt the original budget. The legal level of budgetary control is at the fund level. There were no transfers between functions during the year or budget amendments.

For budgetary purposes, the District did not recognize, as revenues received or expenditures paid, the total of \$34,630,042 of retirement contributions made by the State to the Teachers' Retirement System of the State of Illinois (TRS) and the Teacher Health Insurance Security (THIS) Fund on behalf of the District.

The following schedule reconciles the revenues received and expenditures paid on the budgetary basis with the amounts presented in accordance with the comprehensive basis of accounting used by the District for the General Fund.

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 2. Budgets and Budgetary Information

Revenues - Budgetary Basis	\$ 342,505,252
Unbudgeted Retirement Contributions Made by the State	<u>34,630,042</u>
Revenues - Modified Accrual Basis	<u>\$ 377,135,294</u>
Expenditures - Budgetary Basis	\$ 359,956,297
Unbudgeted Retirement Contributions to TRS and THIS	<u>34,630,042</u>
Expenditures - Modified Accrual Basis	<u>\$ 394,586,339</u>

### 3. Deposits and Investments

*Permitted Deposits and Investments* - State statutes and Board policy authorize the District to invest any available funds in: (1) direct obligations of or obligations guaranteed by the United States or its agencies; (2) commercial paper issued by United States corporations rated within the three highest classifications by at least two standard rating services and maturing within 180 days or less; (3) interest bearing savings accounts, certificates of deposit, or other time deposits in federally insured and/or state chartered banks and savings and loans associations; (4) the Illinois School District Liquid Asset Fund Plus (ISDLAF+); (5) the Illinois Funds; (6) money market mutual funds; (7) Bankers' acceptances of banks whose senior obligations are rated in the top two rating categories by two national rating agencies and maintain that rating during the term of the investment; (8) repurchase agreements of government securities; (9) and interest bearing bonds of any county, township, city, village incorporated town, municipality, or school district. Shares in the ISDLAF+ and the Illinois Funds represent investments in external investment pools that are regulated by the State of Illinois; the fair value of the position in the pools is the same as the value of the pool shares.

Substantially all cash and investments are deposits and investments maintained in pooled accounts held in the name of the District. Interest earnings of the Working Cash Fund have been assigned to other funds during the fiscal year.

#### ***Deposits***

As of June 30, 2009, the District had deposits with federally insured financial institutions of \$2,414,051 with the book balances totaling \$2,187,482.

*Custodial credit risk – deposits.* In the case of deposits, custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy requires all bank deposits in excess of FDIC insurance limits be secured by collateral. As of June 30, 2009, \$21,613 of the District's bank balance of \$2,414,051 was exposed to custodial credit risk because it was uninsured and uncollateralized.

#### ***Investments***

##### ***Interest Rate Risk***

The District's investment policy does not limit its investment portfolio to specific maturities.

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 3. Deposits and Investments

#### *Credit Risk*

The District's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. Investment choices are not limited beyond the State statutes.

#### *Concentration of Credit Risk.*

The District places no limit on the amount it may invest in any one issuer. The following schedule reports the fair values and maturities (using the segmented time distribution method) for the District's investments at June 30, 2009. The schedule also includes credit ratings by Standard & Poor's at June 30, 2009:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities Less Than One Year</u>	<u>% of Total Investments</u>	<u>Credit Ratings</u>
Illinois School District Liquid Asset Fund	\$ 4,205	\$ 4,205	0.01%	AAAm
Illinois Funds Money Market Fund	2,322,535	2,322,535	3.88%	AAAm
Government Money Market Fund Investments	57,487,774	57,487,774	96.11%	AAAm
	<u>\$ 59,814,514</u>	<u>\$ 59,814,514</u>	<u>100.00%</u>	

#### *Custodial Credit Risk – Investments.*

For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Illinois School District Liquid Asset Fund Plus, Illinois Funds, and the Government Money Market Fund Investments held by the District are not subject to custodial credit risk.

The above deposits and investments are presented in the basic financial statements as cash and investments as follows:

Cash - Carrying Amount of District Deposits Per Note Above	\$ 2,187,482
Investments - Per Note Above	<u>59,814,514</u>
 Total	 <u>\$ 62,001,996</u>
 Cash Per Statement of Net Assets	 \$ 57,611,358
Investments Per Statement of Net Assets	4,205
Cash Per Statement of Fiduciary Assets and Liabilities	<u>4,386,433</u>
 Total	 <u>\$ 62,001,996</u>

## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 4. Capital Assets

Capital asset balances and activity for the year ended June 30, 2009, are as follows:

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Capital Assets Not Being Depreciated				
Land	\$ 27,618,638	\$ -	\$ -	\$ 27,618,638
Total Capital Assets Not Being Depreciated	<u>27,618,638</u>	<u>-</u>	<u>-</u>	<u>27,618,638</u>
Capital Asset Being Depreciated				
Buildings	511,221,777	10,684,978	-	521,906,755
Transportation Equipment	19,290,321	3,233,656	(1,709,876)	20,814,101
Other Equipment	9,422,350	582,514	-	10,004,864
Capital Asset Being Depreciated, Gross	<u>539,934,448</u>	<u>14,501,148</u>	<u>(1,709,876)</u>	<u>552,725,720</u>
Accumulated Depreciation				
Buildings	(148,980,143)	(12,296,432)	-	(161,276,575)
Transportation Equipment	(11,855,897)	(2,810,751)	1,709,876	(12,956,772)
Other Equipment	(8,550,166)	(452,492)	-	(9,002,658)
Total Accumulated Depreciation	<u>(169,386,206)</u>	<u>(15,559,675)</u>	<u>1,709,876</u>	<u>(183,236,005)</u>
Total Capital Assets Being Depreciated, Net of Depreciation	<u>370,548,242</u>	<u>(1,058,527)</u>	<u>-</u>	<u>369,489,715</u>
Total Capital Assets, Net of Depreciation	<u>\$ 398,166,880</u>	<u>\$ (1,058,527)</u>	<u>\$ -</u>	<u>\$ 397,108,353</u>

Depreciation expense was charged to governmental activities as follows:

Activity	Depreciation Expense
Regular Programs	\$ 4,598,765
Special Education Programs	1,399,313
Other Instructional Programs	1,628,892
Pupils	1,070,103
Instructional Staff	525,075
General Administration	514,850
School Administration	881,331
Business	1,106,563
Transportation	2,810,751
Food Services	507,483
Central	422,239
Community Services	94,310
Total	<u>\$ 15,559,675</u>



## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 5. Long-Term Obligations

The following is a summary of activity for the District's long-term debt for the year ended June 30, 2009:

	Balance July 1, 2008	Issuances/ Additions	Retirements/ Deletions	Balance June 30, 2009	Principal Due Within One Year
General Obligation Bonds	\$ 339,318,830	\$ -	\$ 22,857,839	\$ 316,460,991	\$ 22,852,101
Accreted Interest on					
Long-term Debt	71,125,167	13,111,444	2,947,161	81,289,450	4,922,899
Debt Certificates	13,324,536	-	932,143	12,392,393	1,159,820
Installment Notes	207,661	-	55,574	152,087	55,574
Purchase Contracts	13,776,105	4,195,926	3,699,394	14,272,637	4,859,604
Compensated Absences	399,316	86,675	399,316	86,675	86,675
Other Post Employment Benefits	802,291	788,561	-	1,590,852	-
Total	<u>\$ 438,953,906</u>	<u>\$ 18,182,606</u>	<u>\$ 30,891,427</u>	<u>\$ 426,245,085</u>	<u>\$ 33,936,673</u>

At June 30, 2009 general long-term debt consisted of the following:

***General Obligation Bonds - Payable by the Debt Service Fund:***

\$14,999,900, 1996 Capital Appreciation School Building Bonds due in annual installments of \$351,564 to \$1,677,178 through 2014 with interest yielding 6.185%.	\$ 5,539,166
\$39,500,000, 1997 School Building Bonds due in annual installments of \$500,000 to \$13,825,000 through 2012 with interest due semiannually at 5.05% to 7.8%.	13,825,000
\$32,300,000, 1998 School Building Bonds due in annual installments of \$100,000 to \$13,000,000 through 2015 with interest due semiannually at 4.14% to 5.45%.	30,800,000
\$18,300,000, 1999 School Building Bonds due in annual installments of \$250,000 to \$7,000,000 through 2019 with interest due semiannually at 5.05% to 5.25%.	17,050,000
\$57,999,743, 2001 Construction Bonds due in annual installments of \$982,125 to \$14,072,352 through 2016 with interest due semiannually at 5.2% to 9.0%.	43,839,943
\$54,499,619, 2002 Illinois Development Finance Authority Program Revenue Bonds due in annual installments of \$373,209 to \$14,528,432 in years 2016 through 2021 with interest due annually in years of maturity at a rate yielding 5.3789%.	54,499,619

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 5. Long-Term Obligations

\$65,999,779, 2003B Capital Appreciation School Bonds due in annual installments of \$847,515 to \$18,975,627 beginning in fiscal year 2009 through 2023 with interest due annually in years of maturity at a rate yielding 3.45% to 5.37%.	\$ 65,152,263
\$22,000,000, 2003D General Obligation Limited Tax School Bonds (Working Cash Bonds) due in annual installments of \$3,500,000 to \$5,390,000 beginning in fiscal year 2010 through 2014 with interest due semiannually at 5.00% to 5.60%.	22,000,000
\$71,790,000, 2005 General Obligation School Refunding Bonds with \$1,265,000 due in January 2006 and annual installments ranging from \$365,000 to \$15,085,000 beginning in fiscal year 2008 through 2020 with interest due semiannually at rates ranging from 3.00% to 5.00%.	59,080,000
\$11,115,000, 2006B General Obligation Limited School Bonds due in annual installments of \$1,725,000 to \$3,115,000 beginning in fiscal year 2008 through 2011 with interest due semiannually at 2.0% to 3.25%.	<u>4,675,000</u>
Total General Obligation Bonds	<u>\$ 316,460,991</u>

#### ***Debt Service Requirements to Maturity - General Obligation Bonds:***

Annual debt service requirements to maturity for all bond issues to be paid from property taxes of the Debt Service Fund for each of the next five fiscal years and in five year increments thereafter are as follows:

Due In Fiscal Year	Total Debt Service	Principal	Interest
2010	\$ 35,298,972	\$ 22,852,101	\$ 12,446,871
2011	35,588,497	24,544,453	11,044,044
2012	36,531,272	25,580,432	10,950,840
2013	38,366,547	28,178,010	10,188,537
2014	40,287,509	27,735,218	12,552,291
2015-2019	200,782,531	112,112,063	88,670,468
2020-2023	<u>190,354,800</u>	<u>75,458,714</u>	<u>114,896,086</u>
Total	<u>\$ 577,210,128</u>	<u>\$ 316,460,991</u>	<u>\$ 260,749,137</u>

#### ***Legal Debt Margin:***

As of June 30, 2009, the legal debt limit of the District was \$815,383,251, based upon 13.8 percent of its estimated 2008 equalized assessed valuation of \$5,908,574,286. The debt limit less outstanding debt subject to the debt limit of \$343,278,108 and less amounts held in the Debt Service Fund of \$18,241,011, results in a legal debt margin of \$490,346,154 as of June 30, 2009.

## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 5. Long-Term Obligations

##### ***Accreted Interest on Long-term Debt - Capital Appreciation Bonds:***

The District has four outstanding capital appreciation bond issues. Interest on the capital appreciation bonds are paid only when principal payments are made, not semi-annually like conventional bond issues. The District records the accretion of interest as long-term debt in the statement of net assets as if the interest had been paid semi-annually. Accreted interest on long-term debt was increased by a net total of \$10,164,283 during the fiscal year ended June 30, 2009. At year end, the total interest accreted on the capital appreciation bonds was \$81,289,450.

##### ***Debt Certificates:***

The District has three outstanding debt certificates. Payments are expected to be made from the Debt Service Fund through transfers from the General Fund. Descriptions of the District's debt certificates are as follows:

\$711,920, 2006 Debt Certificates (Qualified Zone Academy Bonds) due in annual installments of \$142,384 beginning in fiscal year 2007 through 2011 with interest due annually at 6.06%	\$ 427,152
\$6,555,000, 2007 Taxable General Obligation Limited Tax Debt Certificates due in annual installments of \$395,000 to \$940,000 beginning in fiscal year 2009 through 2017 with interest due semiannually at 6.0% to 6.15%.	6,160,000
\$6,200,000, 2007 Debt Certificates (Qualified Zone Academy Bonds) due in annual installments of \$394,759 to \$432,360 beginning in fiscal year 2009 through 2023 with interest due annually at 0.65%	<u>5,805,241</u>
Total Debt Certificates	<u>\$ 12,392,393</u>

##### ***Installment Notes:***

The District has two outstanding installment notes. Payments are expected to be made from the Debt Service Fund through transfers from the General Fund. Descriptions of the District's installment notes are as follows:

\$105,280, 1992 Interest Free Asbestos Abatement Federal Note, due in semi-annual installments of \$2,915 to \$2,949 through fiscal year 2010	\$ 11,746
\$895,049, 1992 Interest Free Asbestos Abatement Federal Note, due in annual installments of \$49,724 through fiscal year 2011.	<u>140,341</u>
Total Installment Notes	<u>\$ 152,087</u>

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 5. Long-Term Obligations

#### ***Purchase Contracts:***

As of June 30, 2009, the District had entered into 96 lease/purchase contracts for copiers, buses, computer equipment, and other equipment. The total value of the property currently under leases is \$23,397,448. Future minimum payments total \$15,790,223 of which \$1,517,586 represents interest and \$14,272,637 represents principal. Payments are expected to be made from the Transportation Fund and the Debt Service Fund through transfers from the General Fund. Upon entering a contract, the District records the activity as capital outlay expenditures with an offsetting credit to "proceeds from purchase contracts". Some items purchased through this method however, may not be capitalized as new equipment if the value of an individual item such as a desktop computer does not meet or exceed the District's capitalization threshold.

#### ***Debt Service Requirements to Maturity – Debt Certificates, Installment Notes and Purchase Contracts:***

Annual debt service requirements to maturity for debt certificates, installment notes and purchase contracts to be paid from the Transportation Fund and the Debt Service Fund through transfers from the General Fund and for each of the next five fiscal years and in five year increments thereafter are as follows:

Due In Fiscal Year	Total Debt Service	Debt Certificates		Installment Notes	Purchase Contracts	
		Principal	Interest	Principal	Principal	Interest
2010	\$ 7,230,038	\$ 1,159,820	\$ 421,043	\$ 55,574	\$ 4,859,604	\$ 733,997
2011	6,192,434	1,197,403	378,634	96,513	4,117,165	402,719
2012	4,427,968	1,245,003	334,065	-	2,624,478	224,422
2013	2,982,729	1,145,154	286,804	-	1,452,461	98,310
2014	2,393,755	1,192,870	238,763	-	918,475	43,647
2015-2019	5,484,224	4,739,409	429,870	-	300,454	14,491
2020-2023	1,740,679	1,712,734	27,945	-	-	-
Total	<u>\$ 30,451,827</u>	<u>\$ 12,392,393</u>	<u>\$ 2,117,124</u>	<u>\$ 152,087</u>	<u>\$ 14,272,637</u>	<u>\$ 1,517,586</u>

#### ***Compensated Absences:***

Compensated absences payable represent the long-term portion of vested vacation and retirement obligations payable to District employees. The amounts will be paid from the General Fund.

#### ***Other Postemployment Benefits Payable:***

Other postemployment benefits (OPEB) payable represent the long-term portion of the actuarially determined net OPEB obligation for healthcare insurance for eligible retirees and their dependents through the District's group health insurance plan (see Note 8.). The amounts will be paid from the General Fund.

## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 5. Long-Term Obligations

##### ***Debt Defeasance:***

In prior years, the District advance refunded certain general obligation bonds by placing a portion of the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. As of June 30, 2009, the outstanding balance of defeased bonds totals \$20,175,000, all of which is scheduled to be called on January 1, 2011.

#### 6. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is self-insured for the above risks. For property related risks, the District maintains excess insurance coverage to cover claims in excess of \$100,000 per occurrence to a maximum of \$250,000,000. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in any of the past three fiscal years. For workers compensation risks, the District maintains excess insurance coverage to cover claims in excess of \$400,000 per occurrence to a maximum of \$1,000,000. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in any of the past three fiscal years.

The District is also self-insured for medical claims to cover its employees and their qualifying dependents. The District funds a self-insurance account and has engaged an outside agency to administer its medical claims. The District does not assume unlimited liability for medical claims. As of June 30, 2009, the District had purchased (stop-loss) insurance to cover claims in excess of \$500,000 per person per year and \$2,000,000 lifetime. Estimated claims liabilities outstanding at June 30, 2009, based on historical cost information for the past three fiscal years, total \$5,983,230; these claims are expected to be paid from current available resources. Settled claims have not exceeded coverage in any of the past three fiscal years. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and societal factors. Changes in the balances of claims liabilities during the past two fiscal years are as follows:

	Fiscal Year Ended June 30,	
	Total 2009	Total 2008
Claims Liability - Beginning	\$ 5,732,920	\$ 5,748,513
Incurred Claims	41,679,865	34,797,005
Claim Payments	( 41,429,555)	( 34,812,598)
Claims Liability - Ending	<u>\$ 5,983,230</u>	<u>\$ 5,732,920</u>

## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 7. Employee Retirement Systems and Plans

##### *Teachers' Retirement System of the State of Illinois*

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

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

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2009, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the years ended June 30, 2008 and 2007.

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

##### *On Behalf Contributions to TRS*

The state of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2009, state of Illinois contributions were based on 17.08 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$32,981,095 in pension contributions that the state of Illinois paid directly to TRS. For the years ended June 30, 2008 and June 30, 2007, the state of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 13.11 percent (\$24,254,071) and 9.78 percent (\$16,971,766), respectively.

The state contributions to TRS for the years ended June 30, 2009 and June 30, 2008 were based on an actuarial formula. The state contribution for the year ended June 30, 2007 was based on a dollar amount specified by the statute and was not actuarially determined.

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

##### *2.2 Formula Contributions*

Employers contribute 0.58 percent of total creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2009 were \$1,138,559. Contributions for the years ending June 30, 2008 and June 30, 2007, were \$1,073,025 and \$1,006,506, respectively.

## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 7. Employee Retirement Systems and Plans

##### *Federal and Special Trust Fund Contributions*

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

For the year ended June 30, 2009, the employer pension contribution was 17.08 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2008 and 2007, the employer contribution was 13.11 and 9.78 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2009, salaries totaling \$3,205,493 were paid from federal and special trust funds that required employer contributions of \$547,498. For the years ended June 30, 2008 and June 30, 2007, required District contributions were \$435,699 and \$376,136, respectively.

##### *Early Retirement Option (ERO)*

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

Under Public Act 94-0004, a "Pipeline ERO" program was provided for members to retire under the same terms as the ERO program that expired June 30, 2005, provided they met certain conditions and retired on or before July 1, 2007. If members did 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 qualified for the Pipeline ERO).

Under the Pipeline ERO, the maximum employer contribution was 100 percent of the member's highest salary used in the final average salary calculation.

Under the Modified ERO, the maximum employer contribution is 117.5 percent.

Both the 100 percent and 117.5 percent maximums apply when the member is age 55 at retirement.

For the year ended June 30, 2009, the District paid \$2,538,605 to TRS for employer contributions under the ERO program. For the years ended June 30, 2008 and June 30, 2007, the District paid \$1,433,324 and \$335,121 in employer ERO contributions, respectively.

##### *Salary Increases Over 6 Percent and Excess Sick Leave*

Public Act 94-0004 added two additional employer contributions to TRS.

## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 7. Employee Retirement Systems and Plans

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

For the year ended June 30, 2009, the District made no payments to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2008 and June 30, 2007, the District made no payments to TRS for employer contributions due on salary increases in excess of 6 percent, respectively.

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (18.67 percent of salary during the year ended June 30, 2009).

For the year ended June 30, 2009, the District made no payments to TRS for sick leave days granted in the excess of the normal annual allotment. For the year ended June 30, 2008 and June 30, 2007, the District made no payments in employer contributions granted for sick leave days, respectively.

#### *Further Information on TRS*

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and state funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2008. The report for the year ended June 30, 2009, is expected to be available in late 2009.

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 [trs.illinois.gov](http://trs.illinois.gov).

#### ***THIS Fund***

##### *Employer Contributions*

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of 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.



## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 7. Employee Retirement Systems and Plans

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.

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, 2009. State of Illinois contributions were \$1,648,947, and the District recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2008 were also 0.84 percent of pay. They were 0.80 percent for the year ended June 30, 2007. State contributions on behalf of District employees were \$1,554,037 and \$1,388,284, 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 years ended June 30, 2009 and June 30, 2008. For the year ended June 30, 2007, the rate was 0.60 percent. For the year ended June 30, 2009, the District paid \$1,236,710 to the THIS Fund. For the years ended June 30, 2008 and June 30, 2007, the District paid \$1,165,527 and \$1,041,213 to the THIS Fund, respectively, which was 100 percent of the required contribution.

#### *Further Information on THIS Fund*

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

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 7. Employee Retirement Systems and Plans

#### *Illinois Municipal Retirement*

##### *Plan Description*

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

##### *Funding Policy*

As set by statute, the District's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The District contribution rate for calendar year 2008 was 9.44 percent of annual covered payroll. The District also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

##### *Annual Pension Cost*

For 2008, the District's annual pension cost of \$5,479,486 for the Regular plan was equal to your employer's required and actual contributions.

##### *Three-Year Trend Information for the Regular Plan*

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage of</u> <u>APC Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
12/31/08	\$ 5,479,486	100%	\$ -
12/31/07	4,981,233	100%	-
12/31/06	4,155,150	100%	-

The required contribution was determined as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 11.6 percent, per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the District's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets.

## **SCHOOL DISTRICT U-46**

Notes to Basic Financial Statements  
June 30, 2009

### **7. Employee Retirement Systems and Plans**

#### ***Illinois Municipal Retirement***

The District's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at the December 31, 2006, valuation was 24 years.

#### ***Funded Status and Funding Progress***

As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 71.40 percent funded. The actuarial accrued liability for benefits was \$125,374,452 and the actuarial value of assets was \$89,512,458, resulting in an underfunded actuarial accrued liability (UAAL) of \$35,861,994. The covered payroll (annual payroll of active employees covered by the plan) was \$58,045,404 and the ratio of the UAAL to the covered payroll was 62 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.

### **8. Postemployment Benefits Other Than Pensions**

The District had an actuarial valuation performed to determine its liability for postemployment benefits other than pensions as of June 30, 2008. According to GASB 45, an actuarial valuation should be performed at a minimum frequency of every two years for a plan the size of the District's.

#### ***Plan Description***

The District administers a single-employer defined benefit healthcare plan, the "Retiree Healthcare Plan" or "the Plan". The plan provides healthcare insurance for eligible retirees and their dependents through the District's group health insurance plan, which covers both active and retired members. Benefit provisions are established through negotiations between the District and the unions representing District employees and are renegotiated each bargaining period. As of June 30, 2009, certain retirees are eligible until the first month of Medicare eligibility and others are eligible for their lifetime. The Plan does not issue a stand-alone financial report.

#### ***Funding Policy***

Contribution requirements are also negotiated between the District and union representatives. All plan funding is done on a pay-as-you-go basis. Funding varies from 0 percent to 100 percent, depending on the retiree's status at the time of retirement. Currently, the current and retired employees pay a specified blended premium rate for healthcare insurance and the District pays the difference. For fiscal year 2009, the District contributed \$2,120,602 to the Plan, total retiree contributions were not determined.

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 8. Postemployment Benefits Other Than Pensions

#### *Annual OPEB Cost and Net OPEB Obligation*

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

Annual Required Contribution	\$ 2,920,759
Interest On Net OPEB Obligation	40,115
Adjustment To Annual Required Contribution	( 51,711)
Annual OPEB Cost	2,909,163
Contributions Made	( 2,120,602)
Increase In Net OPEB Obligation	788,561
Net OPEB Obligation - Beginning Of Year	802,291
Net OPEB Obligation - End Of Year	<u>\$ 1,590,852</u>

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2009 was as follows:

	Year Ending	Annual OPEB Cost (APC)	Percentage Of APC Contributed	Net OPEB Obligation
Retiree Healthcare Plan	6/30/2009	\$ 2,909,163	72.9%	\$ 1,590,852

The District has reported the net OPEB obligation of \$1,590,852 in the statement of net assets. Payments to liquidate the liability have typically been made by the General Fund.

#### *Funded Status and Funding Progress*

As of June 30, 2008, the date of the most recent valuation, the actuarial accrued liability for benefits was \$25,908,783, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$230,215,824, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 11.25%.

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 8. Postemployment Benefits Other Than Pensions

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the District are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to basic financial statements, presents only one valuation, however, in subsequent years, multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits will be provided.

#### *Methods and Assumptions*

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

Significant methods and assumptions were as follows:

Actuarial valuation date:	June 30, 2008
Actuarial cost method:	Unit Credit Cost Method
Amortization method:	Closed Group
Remaining amortization period:	30 years
Actuarial assumptions:	
Discount Rate	5.0%
Healthcare Trend Rate	Beginning at 10.0%, trending to 5.0%

### 9. Other Financial Disclosures

#### *Expenditures Exceeding Operating Budgets*

Expenditures exceeded budgeted expenditures in the following funds/accounts during fiscal year 2009:

Fund	Final Budget	Actual Expenditures	Amount Over Budget
Debt Service Fund	\$ 36,744,513	\$ 38,279,665	\$ 1,535,152
Fire Prevention and Safety Fund	2,347,960	5,486,108	3,138,148

#### *Interfund Transfers*

The General Fund made routine transfers of \$4,324,525 to the Debt Service Fund to provide resources to pay principal and interest on debt certificates, installment notes and purchase contracts.

## SCHOOL DISTRICT U-46

### Notes to Basic Financial Statements June 30, 2009

#### 9. Other Financial Disclosures

##### *Due To/From Other Funds*

Interfund debt balances as of June 30, 2009 are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Governmental Funds		
General	\$ -	\$ 25,817,367
Transportation	-	16,176,411
Working Cash	<u>41,993,778</u>	<u>-</u>
Total	<u>\$ 41,993,778</u>	<u>\$ 41,993,778</u>

The interfund balances reflect loans to be used as resources for current operating expenditures which are expected to be repaid in the following fiscal year.

##### *Reserved Fund Balances*

Fund balance of the Educational Account of the General Fund has been reserved for inventories in the amount of \$209,973. Fund balance of the Debt Service Fund has been reserved for \$18,241,011 for future debt service. The Capital Projects Fund's fund balance is reserved in the amount of \$5,446,232 for future projects. The Fire Prevention and Safety Fund's fund balance is reserved in the amount of \$771,337 for future approved projects.

##### *Deficit Fund Balances*

The General Fund and the Transportation Fund had deficit fund balances as of June 30, 2009 of (\$44,853,273) and (\$9,238,252), respectively. The General Fund deficit is comprised of the following: Educational Account - (\$21,546,146), Tort Immunity Account - (\$12,794,432) and Operations and Maintenance Account - (\$10,512,695). District management expects to reduce the deficits with future revenues and budget cuts.

#### 10. Restricted Net Assets

Enabling legislation authorizes the District to levy payment of resources (property taxes) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. The District has levied for restricted property taxes for debt service, special education purposes, fire prevention and safety purposes, and tort immunity purposes. Additionally, the District has received the restricted proceeds of debt issuances and impact fees. The District has restricted net assets for resources accumulated to make future payments on bonds in the amount of \$14,017,301 and has restricted net assets for resources accumulated for future construction projects for \$2,166,753, which is comprised of property tax monies, debt proceeds and impact fees. All resources received for special education purposes were expended as of year end. All resources received for tort immunity purposes, including the prior year bond and debt certificate proceeds have been recorded in the Tort Immunity Account of the General Fund, which had a deficit fund balance at year end.

## SCHOOL DISTRICT U-46

Notes to Basic Financial Statements  
June 30, 2009

### 11. Contingent Liabilities

#### *Litigation*

The District is a defendant in various lawsuits wherein substantial amounts are claimed. In the opinion of the District's legal counsel, these suits are without substantial merit and should not result in judgments, which in aggregate would have a material adverse effect on the District's financial statements.

#### *Grants*

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government and the Illinois State Board of Education. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2009.

### 12. Commitments

At June 30, 2009, the District had approximately \$2.9 million in outstanding construction project commitments. The projects were comprised of work to be done at various school buildings to be paid from the Fire Prevention and Safety Fund and the Capital Projects Fund.

### 13. Change in Basis of Accounting

The District changed its basis of accounting from the modified cash basis to the modified accrual basis as of July 1, 2008 in order to conform with generally accepted accounting principles (GAAP). Beginning of the year fund balances were adjusted as follows:

Fund/Account	Cash Basis Fund Balance (Deficit) as Reported July 1, 2008	Adjustments to Record Accrued Assets and Liabilities at July 1, 2008	GAAP Basis Fund Balance (Deficit) as Reported July 1, 2008
General Fund			
Educational Account	\$ 13,133,016	(\$ 20,012,546)	(\$ 6,879,530)
Tort Immunity Account	( 7,470,911)	4,124	( 7,466,787)
Operations and Maintenance Account	( 9,276,846)	545,460	( 8,731,386)
Total General Fund	( 3,614,741)	( 19,462,962)	( 23,077,703)
Transportation Fund	( 6,841,132)	2,770,785	( 4,070,347)
Working Cash Fund	74,763,219	-	74,763,219
Debt Service Fund	16,273,510	1,518,103	17,791,613
Municipal Retirement / Social Security Fund	182,719	409,012	591,731
Capital Projects Fund	11,505,603	( 271,862)	11,233,741
Fire Prevention and Safety Fund	6,634,141	( 1,062,644)	5,571,497
 Total All Funds	 \$ 98,903,319	 (\$ 16,099,568)	 \$ 82,803,751

## **SCHOOL DISTRICT U-46**

Notes to Basic Financial Statements  
June 30, 2009

### **13. Change in Basis of Accounting**

The change in basis of accounting also resulted in an additional decrease in net assets for governmental activities in the amount of \$51,153,017 to account for certain liabilities, such as accreted interest on long-term debt, that had not been presented in the statement of net assets when the District used modified cash basis reporting.

### **14. Subsequent Event**

Subsequent to June 30, 2009, the District issued \$34,405,000 of Limited School Bonds, Series 2009. The bonds are due in annual installments ranging in amounts from \$1,065,000 to \$5,920,000 each January 1, beginning January 1, 2010 through January 1, 2023 with interest due semi-annually at rates from 2.0% to 5.0%. The bond proceeds are to be used as follows, \$15,000,000 for tort immunity claims, \$15,000,000 for fire prevention and safety projects, and \$4,405,000 for refunding the 2006B bonds.



## **REQUIRED SUPPLEMENTARY INFORMATION**

Schedule of Funding Progress - Illinois Municipal Retirement Fund

Schedule of Funding Progress - Retiree Healthcare Plan

Budgetary Comparison Information: General Fund and Major Special Revenue Funds

### **GENERAL FUND**

To account for resources traditionally associated with government operations which are not required to be accounted for in another fund. The District's general fund consists of three accounts: the *Educational Account*, which records direct costs of instruction and administration; the *Tort Immunity Account*, which is used for the purpose of recording risk financing activities of the District; and the *Operations and Maintenance Account*, which reports all costs of maintaining, improving or repairing school buildings and property.

### **MAJOR SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for revenues from specific taxes or other earmarked revenue sources which by law are designated to finance particular functions or activities of government and which cannot be diverted to other uses. The major special revenue funds maintained by the District are as follows:

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

Working Cash Fund - To account for financial resources held by the District to be used for temporary interfund loans to the Educational Account, the Operations and Maintenance Account, and the Transportation Fund.

## SCHOOL DISTRICT U-46

### Required Supplementary Information

Illinois Municipal Retirement Fund

Schedule of Funding Progress

June 30, 2009

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)
12/31/2008	\$ 89,512,458	\$ 125,374,452	\$ 35,861,994	71.40%	\$ 58,045,404	61.78%
12/31/2007	101,677,116	114,015,143	12,338,027	89.18%	52,655,738	23.43%
12/31/2006	92,531,329	104,917,529	12,386,200	88.19%	50,610,790	24.47%

## SCHOOL DISTRICT U-46

### Required Supplementary Information

Retiree Healthcare Plan  
Schedule of Funding Progress  
June 30, 2009

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)
6/30/2009			--- No valuation performed * ---			
6/30/2008	\$ -	\$ 25,908,783	\$ 25,908,783	0.00%	\$230,215,824	11.25%

The District adopted the provisions of GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, in fiscal year 2008.

This Schedule provides information for as many years as is available.

\* According to GASB 45, an actuarial valuation should be performed at a minimum frequency of every two years for a plan the size of the District's.

The District funds the benefits on a pay-as-you-go basis, therefore, there are no plan assets at year-end.

## SCHOOL DISTRICT U-46

**Required Supplementary Information - Budgetary Comparison Information - General Fund**  
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - (Budgetary Basis)  
For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 212,735,991	\$ 204,806,032	(\$ 7,929,959)
Replacement Taxes and Other			
Payments in Lieu of Taxes	4,475,440	3,506,904	( 968,536)
Charges for Services	12,000,000	10,815,671	( 1,184,329)
Earnings on Investments	3,494,075	1,085,773	( 2,408,302)
Rentals and Other Local Sources	1,803,919	1,415,556	( 388,363)
State Grants-in-Aid	97,930,211	81,311,376	( 16,618,835)
Federal Grants-in-Aid	27,673,294	39,563,940	11,890,646
Total Revenues	<u>360,112,930</u>	<u>342,505,252</u>	<u>( 17,607,678)</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular Programs	123,331,507	127,664,262	( 4,332,755)
Special Programs	36,726,951	37,905,379	( 1,178,428)
Other Instructional Programs	45,804,816	44,923,939	880,877
Support Services:			
Pupils	27,973,943	28,705,339	( 731,396)
Instructional Staff	15,505,247	14,289,647	1,215,600
General Administration	13,724,018	14,074,014	( 349,996)
School Administration	22,737,588	23,439,403	( 701,815)
Business	30,237,818	28,955,437	1,282,381
Facilities Acquisition and Construction	130,686	40,162	90,524
Transportation	882,323	765,319	117,004
Food Service	13,402,648	14,983,191	( 1,580,543)
Central	11,100,864	11,047,467	53,397
Other Support	205,133	257,367	( 52,234)
Community Services	3,185,602	2,589,145	596,457
Payments to Other Governments	8,028,177	7,956,101	72,076
Debt Service - Principal	55,574	-	55,574
Capital Outlay	4,785,655	2,360,125	2,425,530
Contingency	3,712,443	-	3,712,443
Total Expenditures	<u>361,530,993</u>	<u>359,956,297</u>	<u>1,574,696</u>
Excess (Deficiency) of Revenues			
Over Expenditures	( 1,418,063)	( 17,451,045)	( 16,032,982)
<b>Other Financing Sources (Uses)</b>			
Issuance of Bonds	4,600,000	-	( 4,600,000)
Transfers In	461,538	-	( 461,538)
Transfers Out	-	( 4,324,525)	( 4,324,525)
Total Other Financing Sources (Uses)	<u>5,061,538</u>	<u>( 4,324,525)</u>	<u>( 9,386,063)</u>
Net Change in Fund Balance	<u>\$ 3,643,475</u>	<u>( 21,775,570)</u>	<u>(\$ 25,419,045)</u>
Fund Balance (Deficit), Beginning of Year		( 23,077,703)	
Fund Balance (Deficit), End of Year		<u>(\$ 44,853,273)</u>	

## SCHOOL DISTRICT U-46

### Required Supplementary Information - Budgetary Comparison Information - Transportation Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 6,186,572	\$ 5,730,057	(\$ 456,515)
Charges for Services	260,000	568,588	308,588
Earnings on Investments	5,539	3,032	( 2,507)
State Grants-in-Aid	<u>15,346,521</u>	<u>13,657,308</u>	<u>( 1,689,213)</u>
Total Revenues	<u>21,798,632</u>	<u>19,958,985</u>	<u>( 1,839,647)</u>
<b>Expenditures</b>			
Current:			
Support Services			
Transportation	22,733,696	23,090,402	( 356,706)
Debt Service - Interest and Fees	-	278,158	( 278,158)
Debt Service - Principal	-	1,705,194	( 1,705,194)
Capital Outlay	<u>2,028,080</u>	<u>3,286,792</u>	<u>( 1,258,712)</u>
Total Expenditures	<u>24,761,776</u>	<u>28,360,546</u>	<u>( 3,598,770)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>( 2,963,144)</u>	<u>( 8,401,561)</u>	<u>( 5,438,417)</u>
<b>Other Financing Sources</b>			
Issuance of Purchase Contracts	<u>-</u>	<u>3,233,656</u>	<u>3,233,656</u>
Total Other Financing Sources	<u>-</u>	<u>3,233,656</u>	<u>3,233,656</u>
Net Change in Fund Balance	<u>(\$ 2,963,144)</u>	<u>( 5,167,905)</u>	<u>(\$ 2,204,761)</u>
<b>Fund Balance (Deficit), Beginning of Year</b>		<u>( 4,070,347)</u>	
<b>Fund Balance (Deficit), End of Year</b>		<u>(\$ 9,238,252)</u>	

## SCHOOL DISTRICT U-46

### Required Supplementary Information - Budgetary Comparison Information - Working Cash Fund Schedule of Revenues and Changes in Fund Balance - Budget and Actual For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Earnings on Investments	\$ 461,538	\$ -	(\$ 461,538)
Total Revenues	461,538	-	( 461,538)
<b>Other Financing (Uses)</b>			
Transfers Out	( 461,538)	-	461,538
Total Other Financing (Uses)	( 461,538)	-	461,538
Net Change in Fund Balance	\$ -	-	\$ -
<b>Fund Balance, Beginning of Year</b>		74,763,219	
<b>Fund Balance, End of Year</b>		\$ 74,763,219	

#### Notes to Required Supplementary Information:

The Budgetary Comparison Information includes the activity of the General Fund and the major special revenue funds (Transportation Fund and Working Cash Fund). The General Fund is presented on the budgetary basis of accounting. The budgetary basis differs from the modified accrual basis in that revenues of \$34,630,042 and expenditures of the same amount recognized by the District for TRS/THIS on-behalf of payments made by the state of Illinois were not budgeted by the District and therefore are not presented in this schedule. The Transportation and Working Cash Funds are presented on the modified accrual basis of accounting. The budgets were not amended during the fiscal year.

The Educational Account, Tort Immunity Account, and Operations and Maintenance Account of the General Fund had deficit fund balances at year end of (\$21,546,146), (\$12,794,432) and (\$10,512,695), respectively. The Transportation Fund had a deficit fund balance at year end of (\$9,238,252). The District is working towards eliminating these deficits through future tax revenues and cost-cutting measures. Additionally, the Transportation Fund incurred expenditures in excess of budgeted expenditures of \$3,598,770.

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## **OTHER SUPPLEMENTARY INFORMATION**



## SCHOOL DISTRICT U-46

### General Fund Balance Sheet by Account June 30, 2009

	Educational Account	Tort Immunity Account	Operations and Maintenance Account	Total
<b>Assets</b>				
Cash	\$ 14,802	\$ -	\$ 780	\$ 15,582
Property Taxes Receivable	102,119,395	2,456,931	10,833,171	115,409,497
Grants Receivable	29,069,557	-	-	29,069,557
Replacement Taxes Receivable	587,376	-	-	587,376
Accounts Receivable	61,003	-	-	61,003
Inventory	209,973	-	-	209,973
	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$ 132,062,106</u>	<u>\$ 2,456,931</u>	<u>\$ 10,833,951</u>	<u>\$ 145,352,988</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$ 3,217,031	\$ 630,152	\$ 328,887	\$ 4,176,070
Accrued Payroll	23,617,270	-	-	23,617,270
Payroll Deductions	4,406,578	-	-	4,406,578
Insurance Claims Payable	5,983,230	-	-	5,983,230
Deferred Property Tax Revenue	94,028,563	2,263,115	9,974,905	106,266,583
Deferred Grant Revenue	19,939,163	-	-	19,939,163
Due To Other Funds	2,416,417	12,358,096	11,042,854	25,817,367
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>153,608,252</u>	<u>15,251,363</u>	<u>21,346,646</u>	<u>190,206,261</u>
<b>Fund Balances</b>				
Reserved for Inventory	209,973	-	-	209,973
Unreserved (Deficit)	( 21,756,119)	( 12,794,432)	( 10,512,695)	( 45,063,246)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Fund Balances (Deficits)	<u>( 21,546,146)</u>	<u>( 12,794,432)</u>	<u>( 10,512,695)</u>	<u>( 44,853,273)</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities and Fund Balances	<u>\$ 132,062,106</u>	<u>\$ 2,456,931</u>	<u>\$ 10,833,951</u>	<u>\$ 145,352,988</u>

# SCHOOL DISTRICT U-46

## General Fund

Statement of Revenues, Expenditures and Changes in Fund Balances by Account  
For the Year Ended June 30, 2009

	Educational Account	Tort Immunity Account	Operations and Maintenance Account	Total
<b>Revenues</b>				
Property Taxes	\$ 181,421,578	\$ 4,156,570	\$ 19,227,884	\$ 204,806,032
Replacement Taxes and Other Payments in Lieu of Taxes	1,312,465	-	2,194,439	3,506,904
Charges for Services	10,815,671	-	-	10,815,671
Earnings on Investments	222,179	3,263	860,331	1,085,773
Rentals and Other Local Sources	522,206	-	893,350	1,415,556
State Grants-in-Aid	79,309,401	-	2,001,975	81,311,376
Federal Grants-in-Aid	39,563,940	-	-	39,563,940
State On-Behalf of Payments	34,630,042	-	-	34,630,042
Total Revenues	<u>347,797,482</u>	<u>4,159,833</u>	<u>25,177,979</u>	<u>377,135,294</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular Programs	127,664,262	-	-	127,664,262
Special Programs	37,905,379	-	-	37,905,379
Other Instructional Programs	44,923,939	-	-	44,923,939
Support Services:				
Pupils	28,705,339	-	-	28,705,339
Instructional Staff	14,289,647	-	-	14,289,647
General Administration	5,585,951	8,488,063	-	14,074,014
School Administration	23,439,403	-	-	23,439,403
Business	3,389,281	-	25,566,156	28,955,437
Facilities Acquisition & Construction	-	-	40,162	40,162
Transportation	765,319	-	-	765,319
Food Service	14,983,191	-	-	14,983,191
Central	11,047,467	-	-	11,047,467
Other Support	257,367	-	-	257,367
Community Services	2,589,145	-	-	2,589,145
Payments to Other Governments	7,956,101	-	-	7,956,101
Intergovernmental:				
State On-Behalf of Payments	34,630,042	-	-	34,630,042
Capital Outlay	1,967,237	-	392,888	2,360,125
Total Expenditures	<u>360,099,070</u>	<u>8,488,063</u>	<u>25,999,206</u>	<u>394,586,339</u>
Excess (Deficiency) of Revenues Over Expenditures	( 12,301,588)	( 4,328,230)	( 821,227)	( 17,451,045)
<b>Other Financing (Uses)</b>				
Transfers Out	( 2,365,028)	( 999,415)	( 960,082)	( 4,324,525)
Total Other Financing (Uses)	<u>( 2,365,028)</u>	<u>( 999,415)</u>	<u>( 960,082)</u>	<u>( 4,324,525)</u>
Net Change in Fund Balances	( 14,666,616)	( 5,327,645)	( 1,781,309)	( 21,775,570)
<b>Fund Balances (Deficits), Beginning of Year</b>	( 6,879,530)	( 7,466,787)	( 8,731,386)	( 23,077,703)
<b>Fund Balances (Deficits), End of Year</b>	<u>(\$ 21,546,146)</u>	<u>(\$ 12,794,432)</u>	<u>(\$ 10,512,695)</u>	<u>(\$ 44,853,273)</u>

# SCHOOL DISTRICT U-46

## General Fund - Educational Account

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - (Budgetary Basis)  
For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 188,195,778	\$ 181,421,578	(\$ 6,774,200)
Replacement Taxes and Other			
Payments in Lieu of Taxes	1,722,160	1,312,465	( 409,695)
Charges for Services	12,000,000	10,815,671	( 1,184,329)
Earnings on Investments	1,764,839	222,179	( 1,542,660)
Rentals and Other Local Sources	703,919	522,206	( 181,713)
State Grants-in-Aid	95,930,211	79,309,401	( 16,620,810)
Federal Grants-in-Aid	27,673,294	39,563,940	11,890,646
<b>Total Revenues</b>	<b>327,990,201</b>	<b>313,167,440</b>	<b>( 14,822,761)</b>
<b>Expenditures</b>			
Current:			
Instruction			
Regular Programs	123,331,507	127,664,262	( 4,332,755)
Special Programs	36,726,951	37,905,379	( 1,178,428)
Other Instructional Programs	45,804,816	44,923,939	880,877
Support Services			
Pupils	27,973,943	28,705,339	( 731,396)
Instructional Staff	15,505,247	14,289,647	1,215,600
General Administration	5,153,619	5,585,951	( 432,332)
School Administration	22,737,588	23,439,403	( 701,815)
Business	4,197,713	3,389,281	808,432
Transportation	881,528	765,319	116,209
Food Service	13,402,648	14,983,191	( 1,580,543)
Central	11,100,864	11,047,467	53,397
Other Support	205,133	257,367	( 52,234)
Community Services	3,185,602	2,589,145	596,457
Payments to Other Governments	8,028,177	7,956,101	72,076
Capital Outlay	4,178,655	1,967,237	2,211,418
Contingency	3,712,443	-	3,712,443
<b>Total Expenditures</b>	<b>326,126,434</b>	<b>325,469,028</b>	<b>657,406</b>
Excess (Deficiency) of Revenues Over Expenditures	<b>1,863,767</b>	<b>( 12,301,588)</b>	<b>( 14,165,355)</b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	461,538	-	( 461,538)
Transfers Out	-	( 2,365,028)	( 2,365,028)
<b>Total Other Financing Sources (Uses)</b>	<b>461,538</b>	<b>( 2,365,028)</b>	<b>( 2,826,566)</b>
<b>Net Change in Fund Balance</b>	<b>\$ 2,325,305</b>	<b>( 14,666,616)</b>	<b>(\$ 16,991,921)</b>
<b>Fund Balance (Deficit), Beginning of Year</b>		<b>( 6,879,530)</b>	
<b>Fund Balance (Deficit), End of Year</b>		<b>(\$ 21,546,146)</b>	

## SCHOOL DISTRICT U-46

### General Fund - Tort Immunity Account

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 4,648,215	\$ 4,156,570	(\$ 491,645)
Earnings on Investments	6,153	3,263	( 2,890)
Total Revenues	<u>4,654,368</u>	<u>4,159,833</u>	<u>( 494,535)</u>
<b>Expenditures</b>			
Current:			
Support Services			
General Administration	8,570,399	8,488,063	82,336
Capital Outlay	11,000	-	11,000
Total Expenditures	<u>8,581,399</u>	<u>8,488,063</u>	<u>93,336</u>
Excess (Deficiency) of Revenues Over Expenditures	( 3,927,031)	( 4,328,230)	( 401,199)
<b>Other Financing Sources (Uses)</b>			
Issuance of Bonds	4,600,000	-	( 4,600,000)
Transfers Out	-	( 999,415)	( 999,415)
Total Other Financing Sources (Uses)	<u>4,600,000</u>	<u>( 999,415)</u>	<u>( 5,599,415)</u>
Net Change in Fund Balance	<u>\$ 672,969</u>	<u>( 5,327,645)</u>	<u>(\$ 6,000,614)</u>
<b>Fund Balance (Deficit), Beginning of Year</b>		( 7,466,787)	
<b>Fund Balance (Deficit), End of Year</b>		<u>(\$ 12,794,432)</u>	

### Schedule of Tort Expenditures by Object

Workers' Compensation or Workers' Occupation Disease Acts Payments	\$ 2,278,334
Unemployment Insurance Payments	249,220
Insurance Payments (Regular or Self-Insurance)	964,226
Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	1,449,679
Legal Service	<u>3,546,604</u>
Total Tort Expenditures	<u>\$ 8,488,063</u>

The District levies property taxes for tort immunity/liability insurance purposes. As required by Public Act 91-0268 passed by the Illinois General Assembly, the District is including the above list of tort immunity purposes expenditures in its comprehensive annual financial report.

## SCHOOL DISTRICT U-46

### General Fund - Operations and Maintenance Account

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 19,891,998	\$ 19,227,884	(\$ 664,114)
Replacement Taxes and Other			
Payments in Lieu of Taxes	2,753,280	2,194,439	( 558,841)
Earnings on Investments	1,723,083	860,331	( 862,752)
Rentals and Other Local Sources	1,100,000	893,350	( 206,650)
State Grants-in-Aid	2,000,000	2,001,975	1,975
	<u>27,468,361</u>	<u>25,177,979</u>	<u>( 2,290,382)</u>
<b>Total Revenues</b>			
<b>Expenditures</b>			
Current:			
Support Services			
Business	26,040,105	25,566,156	473,949
Facilities Acquisition and Construction	130,686	40,162	90,524
Transportation	795	-	795
Debt Service - Principal	55,574	-	55,574
Capital Outlay	596,000	392,888	203,112
	<u>26,823,160</u>	<u>25,999,206</u>	<u>823,954</u>
<b>Total Expenditures</b>			
Excess (Deficiency) of Revenues			
Over Expenditures	645,201	( 821,227)	( 1,466,428)
<b>Other Financing (Uses)</b>			
Transfers Out	-	( 960,082)	( 960,082)
	<u>-</u>	<u>( 960,082)</u>	<u>( 960,082)</u>
<b>Total Other Financing (Uses)</b>			
	<u>-</u>	<u>( 960,082)</u>	<u>( 960,082)</u>
<b>Net Change in Fund Balance</b>	<u>\$ 645,201</u>	<u>( 1,781,309)</u>	<u>(\$ 2,426,510)</u>
<b>Fund Balance (Deficit), Beginning of Year</b>		( 8,731,386)	
<b>Fund Balance (Deficit), End of Year</b>		(\$ 10,512,695)	

## **DEBT SERVICE FUND**

Debt service funds are used to account for monies accumulated to retire general long-term debt. The debt service fund maintained by the District is as follows:

Debt Service Fund - To account for the periodic payment of principal and interest on the general obligation bond issues and other long-term debt of the District. Sources of funds consist primarily of local property tax revenues and transfers from other funds of the District.

# SCHOOL DISTRICT U-46

## Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 36,379,703	\$ 34,386,905	(\$ 1,992,798)
Earnings on Investments	30,769	17,633	( 13,136)
Total Revenues	36,410,472	34,404,538	( 2,005,934)
<b>Expenditures</b>			
Debt Service - Interest and Fees	11,722,747	12,439,909	( 717,162)
Debt Service - Principal	25,021,766	25,839,756	( 817,990)
Total Expenditures	36,744,513	38,279,665	( 1,535,152)
Excess (Deficiency) of Revenues Over Expenditures	( 334,041)	( 3,875,127)	( 3,541,086)
<b>Other Financing Sources</b>			
Transfers In	-	4,324,525	4,324,525
Total Other Financing Sources	-	4,324,525	4,324,525
Net Change in Fund Balance	(\$ 334,041)	449,398	\$ 783,439
<b>Fund Balance, Beginning of Year</b>		17,791,613	
<b>Fund Balance, End of Year</b>		\$ 18,241,011	

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUND**

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

### **CAPITAL PROJECTS FUNDS**

Capital projects funds account for the resources used by the District for the acquisition and/or construction of capital facilities. The capital projects fund maintained by the District is as follows:

Capital Projects Fund - To account for school construction projects financed through serial bond issues and government grants.

Fire Prevention and Safety Account - To account for resources to be used for the purpose of altering, reconstructing and repairing the existing school buildings of the District.



# SCHOOL DISTRICT U-46

## Nonmajor Governmental Funds Combining Balance Sheet June 30, 2009

	Special Revenue Fund	Capital Projects Funds			
	Municipal Retirement/ Social Security Fund	Capital Projects Fund	Fire Prevention and Safety Fund	Total Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>					
Cash	\$ 996,041	\$ 6,050,013	\$ 1,054,217	\$ 7,104,230	\$ 8,100,271
Investments	-	4,205	-	4,205	4,205
Property Taxes Receivable	5,761,655	-	397,676	397,676	6,159,331
<b>Total Assets</b>	<u>\$ 6,757,696</u>	<u>\$ 6,054,218</u>	<u>\$ 1,451,893</u>	<u>\$ 7,506,111</u>	<u>\$ 14,263,807</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$ -	\$ 607,986	\$ 314,225	\$ 922,211	\$ 922,211
Deferred Property Tax Revenue	5,305,235	-	366,331	366,331	5,671,566
<b>Total Liabilities</b>	<u>5,305,235</u>	<u>607,986</u>	<u>680,556</u>	<u>1,288,542</u>	<u>6,593,777</u>
<b>Fund Balances</b>					
Reserved for Capital Projects	-	5,446,232	-	5,446,232	5,446,232
Reserved for Fire Prevention and Safety Projects	-	-	771,337	771,337	771,337
Unreserved	1,452,461	-	-	-	1,452,461
<b>Total Fund Balances</b>	<u>1,452,461</u>	<u>5,446,232</u>	<u>771,337</u>	<u>6,217,569</u>	<u>7,670,030</u>
<b>Total Liabilities and Fund</b>	<u>\$ 6,757,696</u>	<u>\$ 6,054,218</u>	<u>\$ 1,451,893</u>	<u>\$ 7,506,111</u>	<u>\$ 14,263,807</u>

# SCHOOL DISTRICT U-46

## Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
For the Year Ended June 30, 2009

	Special Revenue Fund	Capital Projects Funds		Total Capital Projects Funds	Total Nonmajor Governmental Funds
	Municipal Retirement/ Social Security Fund	Capital Projects Fund	Fire Prevention and Safety Fund		
<b>Revenues</b>					
Property Taxes	\$ 10,213,794	\$ -	\$ 684,873	\$ 684,873	\$ 10,898,667
Replacement Taxes	266,653	-	-	-	266,653
Earnings on Investments	6,772	52	1,075	1,127	7,899
Impact Fees and Other Local Sources	-	727,070	-	727,070	727,070
<b>Total Revenues</b>	<b>10,487,219</b>	<b>727,122</b>	<b>685,948</b>	<b>1,413,070</b>	<b>11,900,289</b>
<b>Expenditures</b>					
Current:					
Instruction					
Regular Programs	1,307,674	-	-	-	1,307,674
Special Programs	1,313,545	-	-	-	1,313,545
Other Instructional Programs	719,362	-	-	-	719,362
Support Services					
Pupils	1,278,757	-	-	-	1,278,757
Instructional Staff	421,160	-	-	-	421,160
General Administration	373,014	-	-	-	373,014
School Administration	1,252,346	-	-	-	1,252,346
Business	2,085,373	-	-	-	2,085,373
Facilities Acquisition and Construction	3,354	573,020	425,708	998,728	1,002,082
Food Service	9,335	-	-	-	9,335
Central	783,310	-	-	-	783,310
Other Support	22,036	-	-	-	22,036
Community Services	57,223	-	-	-	57,223
Capital Outlay	-	6,903,881	5,060,400	11,964,281	11,964,281
<b>Total Expenditures</b>	<b>9,626,489</b>	<b>7,476,901</b>	<b>5,486,108</b>	<b>12,963,009</b>	<b>22,589,498</b>
Excess (Deficiency) of Revenues Over Expenditures	860,730	( 6,749,779)	( 4,800,160)	( 11,549,939)	( 10,689,209)
<b>Other Financing Sources</b>					
Issuance of Purchase Contracts	-	962,270	-	962,270	962,270
<b>Total Other Financing Sources</b>	<b>-</b>	<b>962,270</b>	<b>-</b>	<b>962,270</b>	<b>962,270</b>
<b>Net Change in Fund Balances</b>	<b>860,730</b>	<b>( 5,787,509)</b>	<b>( 4,800,160)</b>	<b>( 10,587,669)</b>	<b>( 9,726,939)</b>
<b>Fund Balances, Beginning of Year</b>	<b>591,731</b>	<b>11,233,741</b>	<b>5,571,497</b>	<b>16,805,238</b>	<b>17,396,969</b>
<b>Fund Balances, End of Year</b>	<b>\$ 1,452,461</b>	<b>\$ 5,446,232</b>	<b>\$ 771,337</b>	<b>\$ 6,217,569</b>	<b>\$ 7,670,030</b>

## SCHOOL DISTRICT U-46

### Municipal Retirement / Social Security Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$ 9,928,418	\$ 10,213,794	\$ 285,376
Replacement Taxes	334,560	266,653	( 67,907)
Earnings on Investments	-	6,772	6,772
	<hr/>	<hr/>	<hr/>
Total Revenues	10,262,978	10,487,219	224,241
<b>Expenditures</b>			
Current:			
Instruction			
Regular Programs	1,376,466	1,307,674	68,792
Special Programs	1,144,403	1,313,545	( 169,142)
Other Instructional Programs	743,853	719,362	24,491
Support Services			
Pupils	1,326,824	1,278,757	48,067
Instructional Staff	433,452	421,160	12,292
General Administration	313,540	373,014	( 59,474)
School Administration	1,286,954	1,252,346	34,608
Business	2,097,742	2,085,373	12,369
Facilities Acquisition and Construction	23,520	3,354	20,166
Transportation	585,327	-	585,327
Food Service	63,675	9,335	54,340
Central	824,034	783,310	40,724
Other Support	16,127	22,036	( 5,909)
Community Services	85,211	57,223	27,988
	<hr/>	<hr/>	<hr/>
Total Expenditures	10,321,128	9,626,489	694,639
	<hr/>	<hr/>	<hr/>
Net Change in Fund Balance	(\$ 58,150)	860,730	\$ 918,880
	<hr/>	<hr/>	<hr/>
Fund Balance, Beginning of Year		591,731	
		<hr/>	
Fund Balance, End of Year		\$ 1,452,461	
		<hr/>	

# SCHOOL DISTRICT U-46

## Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2009

	Original and Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>Revenues</b>			
Earnings on Investments	\$ 6,154	\$ 52	(\$ 6,102)
Impact Fees and Other Local Sources	<u>875,000</u>	<u>727,070</u>	<u>( 147,930)</u>
Total Revenues	<u>881,154</u>	<u>727,122</u>	<u>( 154,032)</u>
<b>Expenditures</b>			
Current:			
Support Services			
Facilities Acquisition and Construction	617,147	573,020	44,127
Capital Outlay	<u>9,978,123</u>	<u>6,903,881</u>	<u>3,074,242</u>
Total Expenditures	<u>10,595,270</u>	<u>7,476,901</u>	<u>3,118,369</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>( 9,714,116)</u>	<u>( 6,749,779)</u>	<u>2,964,337</u>
<b>Other Financing Sources</b>			
Issuance of Purchase Contracts	<u>-</u>	<u>962,270</u>	<u>962,270</u>
Total Other Financing Sources	<u>-</u>	<u>962,270</u>	<u>962,270</u>
Net Change in Fund Balance	<u>(\$ 9,714,116)</u>	<u>( 5,787,509)</u>	<u>\$ 3,926,607</u>
<b>Fund Balance, Beginning of Year</b>		<u>11,233,741</u>	
<b>Fund Balance, End of Year</b>		<u>\$ 5,446,232</u>	

## SCHOOL DISTRICT U-46

### Fire Prevention and Safety Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2009

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
<b>Revenues</b>			
Property Taxes	\$ 723,036	\$ 684,873	(\$ 38,163)
Earnings on Investments	<u>1,846</u>	<u>1,075</u>	<u>( 771)</u>
Total Revenues	<u>724,882</u>	<u>685,948</u>	<u>( 38,934)</u>
<b>Expenditures</b>			
Current:			
Support Services			
Facilities Acquisition and Construction	65,250	425,708	( 360,458)
Capital Outlay	<u>2,282,710</u>	<u>5,060,400</u>	<u>( 2,777,690)</u>
Total Expenditures	<u>2,347,960</u>	<u>5,486,108</u>	<u>( 3,138,148)</u>
Net Change in Fund Balance	<u>(\$ 1,623,078)</u>	<u>( 4,800,160)</u>	<u>(\$ 3,177,082)</u>
Fund Balance, Beginning of Year		<u>5,571,497</u>	
Fund Balance, End of Year		<u>\$ 771,337</u>	

## **FIDUCIARY FUNDS**

### **AGENCY FUNDS**

Agency funds consist of resources held by the District as trustee to be expended or invested in accordance with its agency capacity. The District's many student activity accounts are classified as Agency Funds. These funds are custodial in nature and do not involve measurement of results of operations. Assets are equal to the amounts due the student groups.

## SCHOOL DISTRICT U-46

### Agency Funds - Student Activity Funds Combining Schedule of Changes in Assets and Liabilities For the Year Ended June 30, 2009

	Assets/ Liabilities Balance July 1, 2008	Additions	Reductions	Assets/ Liabilities Balance June 30, 2009
<b>High Schools</b>				
Bartlett	\$ 551,797	\$ 1,666,718	\$ 1,578,829	\$ 639,686
Elgin	534,603	1,089,059	1,093,023	530,639
Larkin	522,350	1,035,720	1,090,908	467,162
Streamwood	388,742	1,295,174	1,267,857	416,059
Gifford	213,469	216,945	289,615	140,799
South Elgin	466,670	1,215,949	1,218,808	463,811
	<u>2,677,631</u>	<u>6,519,565</u>	<u>6,539,040</u>	<u>2,658,156</u>
<b>Total High Schools</b>				
<b>Middle Schools</b>				
Abbott	25,192	161,986	162,524	24,654
Canton	105,015	112,155	123,528	93,642
Eastview	116,251	241,622	250,275	107,598
Ellis	21,957	79,364	76,311	25,010
Kenyon Woods	74,378	213,318	199,628	88,068
Kimball	29,626	79,173	62,024	46,775
Larsen	63,039	127,222	136,498	53,763
Tefft	30,298	155,779	148,907	37,170
	<u>465,756</u>	<u>1,170,619</u>	<u>1,159,695</u>	<u>476,680</u>
<b>Total Middle Schools</b>				
<b>Elementary Schools</b>				
Bartlett	52,999	102,777	106,644	49,132
Centennial	47,708	137,987	138,876	46,819
Century Oaks	13,373	32,046	32,434	12,985
Channing	50,085	35,780	54,062	31,803
Clinton	14,005	60,721	57,705	17,021
Coleman	8,325	67,751	70,180	5,896
Creeside	13,189	59,332	61,734	10,787
Fox Meadow	57,477	153,126	148,288	62,315
Garfield	12,137	20,114	19,749	12,502
Gifford	33,590	57,680	62,878	28,392
Glenbrook	22,768	52,298	57,779	17,287
Hanover Countryside	38,239	60,510	65,343	33,406
Hawk Hollow	6,489	90,603	62,668	34,424
Heritage	21,251	39,843	44,266	16,828
Highland	16,092	34,584	36,003	14,673
Hillcrest	10,731	33,133	31,808	12,056
Hilltop	50,011	77,787	71,410	56,388
Horizon	34,895	95,255	91,153	38,997
Huff	6,328	22,316	21,032	7,612

(Continued)

## SCHOOL DISTRICT U-46

### Agency Funds - Student Activity Funds Combining Schedule of Changes in Assets and Liabilities For the Year Ended June 30, 2009

	Assets/ Liabilities Balance July 1, 2008	Additions	Reductions	Assets/ Liabilities Balance June 30, 2009
<b>Elementary Schools</b>				
Laurel Hill	\$ 22,655	\$ 52,391	\$ 53,564	\$ 21,482
Liberty	75,075	101,743	92,431	84,387
Lincoln	4,874	66,861	45,827	25,908
Lords Park	31,758	43,851	41,161	34,448
Lowrie	6,918	33,789	38,774	1,933
McKinley	10,419	50,302	43,559	17,162
Nature Ridge	43,920	82,374	84,923	41,371
Oakhill	14,738	54,084	51,366	17,456
Ontarioville	14,159	48,689	39,670	23,178
Otter Creek	52,065	87,017	95,687	43,395
Parkwood	4,487	26,420	22,665	8,242
Praireview	32,751	94,503	93,348	33,906
Ridge Circle	9,422	71,626	67,005	14,043
Sheridan	4,808	22,001	20,991	5,818
Spring Trail	40,456	79,275	79,869	39,862
Sunnydale	9,160	39,361	38,573	9,948
Sycamore Trails	59,416	135,283	131,437	63,262
Timber Trails	13,629	52,498	45,602	20,525
Washington	15,422	52,829	47,949	20,302
Wayne	53,004	95,842	86,317	62,529
Willard	33,336	49,238	48,927	33,647
<b>Total Elementary Schools</b>	<u>1,062,164</u>	<u>2,573,620</u>	<u>2,503,657</u>	<u>1,132,127</u>
<b>Other</b>				
Adult Education	2,504	890	881	2,513
Safe Program	82,534	232,718	210,831	104,421
SWEP	14,472	44,215	50,537	8,150
Central School Programs	4,343	3,741	3,698	4,386
<b>Total Other</b>	<u>103,853</u>	<u>281,564</u>	<u>265,947</u>	<u>119,470</u>
<b>Total All Agency Funds</b>	<u>\$ 4,309,404</u>	<u>\$ 10,545,368</u>	<u>\$ 10,468,339</u>	<u>\$ 4,386,433</u>

Note: The assets equal the liabilities at each school. The assets represent the cash position of each school and liabilities represent amounts due to student organizations.



# SCHOOL DISTRICT U-46

## Schedule of Bonded Debt and Annual Interest Requirements June 30, 2009

	Total	Due in Fiscal Year					Thereafter
		2010	2011	2012	2013	2014	
April 1996 Issue							
Principal	\$ 5,539,166	\$ 995,005	\$ 1,203,975	\$ 1,677,118	\$ 1,663,068	\$ -	\$ -
Interest	8,650,834	1,294,995	1,741,025	2,682,882	2,931,932	-	-
	<u>14,190,000</u>	<u>2,290,000</u>	<u>2,945,000</u>	<u>4,360,000</u>	<u>4,595,000</u>	<u>-</u>	<u>-</u>
April 1997 Issue							
Principal	13,825,000	-	-	13,825,000	-	-	-
Interest	3,235,050	1,078,350	1,078,350	1,078,350	-	-	-
	<u>17,060,050</u>	<u>1,078,350</u>	<u>1,078,350</u>	<u>14,903,350</u>	<u>-</u>	<u>-</u>	<u>-</u>
February 1998 Issue							
Principal	30,800,000	300,000	350,000	2,050,000	3,175,000	11,925,000	13,000,000
Interest	8,229,277	1,607,413	1,593,313	1,576,513	1,464,788	1,291,750	695,500
	<u>39,029,277</u>	<u>1,907,413</u>	<u>1,943,313</u>	<u>3,626,513</u>	<u>4,639,788</u>	<u>13,216,750</u>	<u>13,695,500</u>
February 1999 Issue							
Principal	17,050,000	-	-	-	-	-	17,050,000
Interest	7,790,000	863,000	863,000	863,000	863,000	863,000	3,475,000
	<u>24,840,000</u>	<u>863,000</u>	<u>863,000</u>	<u>863,000</u>	<u>863,000</u>	<u>863,000</u>	<u>20,525,000</u>
March 2001 Issue							
Principal	43,839,943	3,021,560	3,042,688	2,524,952	2,677,017	9,327,947	23,245,779
Interest	41,855,057	1,718,440	1,982,312	1,865,048	2,222,983	8,647,053	25,419,221
	<u>85,695,000</u>	<u>4,740,000</u>	<u>5,025,000</u>	<u>4,390,000</u>	<u>4,900,000</u>	<u>17,975,000</u>	<u>48,665,000</u>
March 2002 Issue							
Principal	54,499,619	-	-	-	-	-	54,499,619
Interest	75,345,381	-	-	-	-	-	75,345,381
	<u>129,845,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,845,000</u>
March 2003B Issue							
Principal	65,152,263	4,435,536	722,790	723,362	727,925	727,271	57,815,379
Interest	98,532,737	1,909,464	367,210	426,638	492,075	557,729	94,779,621
	<u>163,685,000</u>	<u>6,345,000</u>	<u>1,090,000</u>	<u>1,150,000</u>	<u>1,220,000</u>	<u>1,285,000</u>	<u>152,595,000</u>
December 2003D Issue							
Principal	22,000,000	3,500,000	3,900,000	4,360,000	4,850,000	5,390,000	-
Interest	3,843,500	1,175,290	1,000,290	797,490	568,590	301,840	-
	<u>25,843,500</u>	<u>4,675,290</u>	<u>4,900,290</u>	<u>5,157,490</u>	<u>5,418,590</u>	<u>5,691,840</u>	<u>-</u>
February 2005 Issue							
Principal	59,080,000	7,650,000	13,600,000	420,000	15,085,000	365,000	21,960,000
Interest	12,979,301	2,589,544	2,340,919	1,660,919	1,645,169	890,919	3,851,831
	<u>72,059,301</u>	<u>10,239,544</u>	<u>15,940,919</u>	<u>2,080,919</u>	<u>16,730,169</u>	<u>1,255,919</u>	<u>25,811,831</u>
June 2006B Issue							
Principal	4,675,000	2,950,000	1,725,000	-	-	-	-
Interest	288,000	210,375	77,625	-	-	-	-
	<u>4,963,000</u>	<u>3,160,375</u>	<u>1,802,625</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Issues:							
Principal	316,460,991	22,852,101	24,544,453	25,580,432	28,178,010	27,735,218	187,570,777
Interest	260,749,137	12,446,871	11,044,044	10,950,840	10,188,537	12,552,291	203,566,554
	<u>\$577,210,128</u>	<u>\$ 35,298,972</u>	<u>\$ 35,588,497</u>	<u>\$ 36,531,272</u>	<u>\$ 38,366,547</u>	<u>\$ 40,287,509</u>	<u>\$391,137,331</u>

## STATISTICAL SECTION

This part of the District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

### **Financial Trends**

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

### **Revenue Capacity**

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

### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

#### *Sources:*

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The District implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

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## SCHOOL DISTRICT U-46

### Net Assets by Component Last Eight Fiscal Years

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>Governmental Activities</b>					
Invested in Capital Assets, Net of Related Debt	\$ 83,381,493	\$ 78,790,983	\$ 73,707,762	\$ 64,420,112	\$ 52,605,851
Restricted	16,184,054	20,069,311	30,965,329	30,051,687	43,262,743
Unrestricted	( 52,913,595)	33,233,204	29,891,301	24,805,863	16,572,791
<b>Total Governmental Activities Net Assets</b>	<u>\$ 46,651,952</u>	<u>\$ 132,093,498</u>	<u>\$ 134,564,392</u>	<u>\$ 119,277,662</u>	<u>\$ 112,441,385</u>
	<u>2004</u>	<u>2003</u>	<u>2002</u>		
<b>Governmental Activities</b>					
Invested in Capital Assets, Net of Related Debt	\$ 34,335,864	\$ 11,351,408	\$ 23,495,216		
Restricted	65,108,916	47,393,985	35,549,318		
Unrestricted	10,141,200	( 6,998,041)	20,232,998		
<b>Total Governmental Activities Net Assets</b>	<u>\$ 109,585,980</u>	<u>\$ 51,747,352</u>	<u>\$ 79,277,532</u>		

Source: Audited Financial Statements 2002 - 2009.

Notes: The information is presented on the modified cash basis for years 2008 and prior, and the modified accrual basis beginning in 2009. The District implemented GASB 34 in fiscal year 2002.

## SCHOOL DISTRICT U-46

### Changes in Net Assets Last Eight Fiscal Years

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Expenses</b>				
Instruction:				
Regular Programs	\$ 137,125,857	\$ 125,646,518	\$ 121,509,088	\$ 116,971,571
Special Programs	41,208,041	36,975,245	36,386,694	37,621,812
Intergovernmental	-	-	-	-
Other Instructional Programs	44,374,036	42,977,356	40,308,314	34,864,900
Support Services:				
Pupils	31,056,604	28,465,667	25,735,341	21,227,982
Instructional Staff	15,277,003	16,002,400	15,010,469	14,308,445
General Administration	15,766,957	10,639,115	8,815,798	6,135,468
School Administration	25,573,421	23,795,853	23,905,980	20,650,619
Business	32,327,285	34,977,725	33,503,729	32,975,398
Facilities Acquisition and Construction	2,127,637	4,809,177	3,165,269	8,318,368
Transportation	26,720,118	25,428,117	22,172,911	20,628,584
Food Service	15,564,304	14,132,310	12,952,500	11,995,150
Central	12,354,945	12,401,649	11,363,644	16,399,058
Other Support	279,403	217,789	239,079	73,677
Community Services	2,748,556	2,830,678	2,736,807	2,804,104
Payments to Other Governments	7,953,269	7,792,609	9,732,031	9,914,016
State On-Behalf of Payments	34,630,042	25,808,108	16,971,766	11,323,546
Debt Service - Interest and Fees	22,434,615	11,231,187	10,899,062	10,513,740
<b>Total Expenses</b>	<u>467,522,093</u>	<u>424,131,503</u>	<u>395,408,482</u>	<u>376,726,438</u>
<b>Program Revenues</b>				
Charges for Services				
Instruction:				
Regular Programs	3,835,651	4,171,676	4,086,733	4,114,154
Special Programs	133,984	33,907	484,804	351,522
Other Instructional Programs	840,330	817,186	344,730	1,046,348
Support Services:				
Business	599,605	800,326	539,475	731,305
Transportation	568,588	214,325	338,703	274,392
Food Service	6,187,525	6,493,626	5,851,771	5,476,413
Central	-	-	-	-
Operating Grants and Contributions	121,403,854	86,648,476	83,720,626	76,422,653
Capital Grants and Contributions	720,545	17,771	-	5,298,022
<b>Total Program Revenue</b>	<u>134,290,082</u>	<u>99,197,293</u>	<u>95,366,842</u>	<u>93,714,809</u>
<b>Net (Expense)/Revenue</b>	( <u>333,232,011</u> )	( <u>324,934,210</u> )	( <u>300,041,640</u> )	( <u>283,011,629</u> )

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 122,273,162	\$ 108,496,336	\$ 124,305,465	\$ 181,204,679
40,375,369	37,556,152	38,284,788	-
669,590	316,226	-	-
31,956,031	30,486,120	36,579,357	-
19,587,987	20,909,671	28,597,287	-
19,854,703	16,830,978	19,004,386	-
4,636,611	3,841,967	4,779,222	-
18,077,013	16,631,620	13,739,852	-
39,868,936	36,235,931	37,793,613	-
2,329,344	2,578,959	4,598,142	-
14,917,148	14,099,921	13,813,969	-
-	-	-	-
10,418,182	10,574,772	9,459,353	-
-	-	-	122,719,589
2,113,949	2,391,101	1,842,417	2,270,769
-	-	-	1,307,931
16,153,122	18,199,329	20,130,113	18,317,450
15,453,266	11,195,807	13,848,090	6,065,573
<u>358,684,413</u>	<u>330,344,890</u>	<u>366,776,054</u>	<u>331,885,991</u>
4,028,606	4,138,429	4,194,227	2,855,189
-	-	-	-
-	-	-	-
662,703	745,941	680,186	5,054,298
253,830	280,587	350,592	-
4,861,266	4,548,712	4,437,997	-
972,333	549,405	1,508,305	-
67,389,659	74,679,814	58,960,712	59,860,383
-	33,832,588	8,166,742	3,600,577
<u>78,168,397</u>	<u>118,775,476</u>	<u>78,298,761</u>	<u>71,370,447</u>
( 280,516,016)	( 211,569,414)	( 288,477,293)	( 260,515,544)

Continued

## SCHOOL DISTRICT U-46

### Changes in Net Assets Last Eight Fiscal Years

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>General Revenues</b>				
Property Taxes:				
Levied for General Purposes	221,434,756	212,797,890	205,075,226	185,184,977
Levied for Debt Service	34,386,905	33,390,049	32,321,416	28,312,083
Payments in Lieu of Taxes	3,854,557	4,578,094	3,975,944	3,580,340
Other Taxes	-	-	-	-
Unrestricted State Grants	53,944,813	68,831,087	67,600,037	69,525,159
Interest and Investment Earnings	1,114,337	4,157,558	5,599,826	3,242,618
Intergovernmental	-	-	-	-
Other General Revenues	<u>307,682</u>	<u>257,229</u>	<u>755,921</u>	<u>383,062</u>
Total General Revenues	<u>315,043,050</u>	<u>324,011,907</u>	<u>315,328,370</u>	<u>290,228,239</u>
<b>Change in Net Assets</b>	(\$ 18,188,961)	(\$ 922,303)	\$ 15,286,730	\$ 7,216,610

Source: Audited Financial Statements 2002 - 2009.

Notes: The information is presented on the modified cash basis for years 2008 and prior, and the modified accrual basis beginning in 2009. The District implemented GASB 34 in fiscal year 2002. Detailed information for instruction and support services is only available since fiscal year 2003.

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
180,240,614	170,219,123	164,242,643	154,788,945
25,750,372	21,998,446	19,416,729	18,192,221
2,779,771	2,368,771	2,105,776	2,473,852
17,310	52,810	-	-
70,827,051	70,034,193	72,157,612	63,125,134
2,198,338	1,023,851	1,297,160	2,618,658
-	167,819	-	-
<u>1,557,965</u>	<u>3,543,029</u>	<u>1,727,193</u>	<u>464,128</u>
<u>283,371,421</u>	<u>269,408,042</u>	<u>260,947,113</u>	<u>241,662,938</u>
<u>\$ 2,855,405</u>	<u>\$ 57,838,628</u>	<u>(\$ 27,530,180)</u>	<u>(\$ 18,852,606)</u>



## SCHOOL DISTRICT U-46

### Fund Balances, Governmental Funds Last Ten Fiscal Years

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>General Fund</b>				
Reserved	\$ 209,973	\$ 196,756	\$ 289,686	\$ 418,907
Unreserved	( 45,063,246)	( 3,811,497)	( 3,706,770)	( 23,336,444)
Total General Fund	(\$ 44,853,273)	(\$ 3,614,741)	(\$ 3,417,084)	(\$ 22,917,537)
 <b>All Other Governmental Funds</b>				
Reserved	\$ 24,458,580	\$ 34,413,254	\$ 39,893,973	\$ 44,461,483
Unreserved, Reported in: Special Revenue Funds	<u>66,977,428</u>	<u>68,104,806</u>	<u>77,448,850</u>	<u>81,803,600</u>
Total All Other Governmental Funds	<u>\$ 91,436,008</u>	<u>\$ 102,518,060</u>	<u>\$ 117,342,823</u>	<u>\$ 126,265,083</u>

Source: Audited Financial Statements 2000 - 2009.

Note: The information is presented on the modified cash basis for years 2008 and prior,  
and the modified accrual basis beginning in 2009.

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 430,692	\$ 523,537	\$ 1,753,367	\$ 2,426,567	\$ 3,379,623	\$ 3,909,190
( 24,144,308)	( 30,329,088)	( 43,972,123)	( 16,857,942)	3,574,199	12,659,885
<u>(\$ 23,713,616)</u>	<u>(\$ 29,805,551)</u>	<u>(\$ 42,218,756)</u>	<u>(\$ 14,431,375)</u>	<u>\$ 6,953,822</u>	<u>\$ 16,569,075</u>
\$ 34,861,508	\$ 58,050,081	\$ 75,048,757	\$ 78,070,963	\$ 57,196,223	\$ 29,605,925
<u>82,687,642</u>	<u>81,495,543</u>	<u>41,608,134</u>	<u>39,679,487</u>	<u>41,189,191</u>	<u>40,961,690</u>
<u>\$ 117,549,150</u>	<u>\$ 139,545,624</u>	<u>\$ 116,656,891</u>	<u>\$ 117,750,450</u>	<u>\$ 98,385,414</u>	<u>\$ 70,567,615</u>

## SCHOOL DISTRICT U-46

### Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Revenues</b>				
Local Sources				
Property Taxes	\$ 255,821,661	\$ 246,187,939	\$ 237,396,642	\$ 213,497,060
Replacement Taxes and Other				
Payments in Lieu of Taxes	3,773,557	4,578,094	3,975,944	3,580,340
Charges for Services	11,384,259	11,730,720	11,106,741	11,262,829
Earnings on Investments	1,114,337	4,157,558	5,599,826	3,242,618
Impact Fees, Rentals, and				
Other Local Sources	2,142,626	2,382,271	3,342,112	8,835,819
Total Local Sources	<u>274,236,440</u>	<u>269,036,582</u>	<u>261,421,265</u>	<u>240,418,666</u>
State Sources				
State Grants in Aid	94,968,684	101,647,698	109,958,592	108,890,420
State On-Behalf of Payments	34,630,042	25,808,108	16,971,766	11,323,546
Total State Sources	<u>129,598,726</u>	<u>127,455,806</u>	<u>126,930,358</u>	<u>120,213,966</u>
Federal Sources				
Federal Grants in Aid	39,563,940	26,716,812	22,240,757	23,045,877
Total Revenues	<u>443,399,106</u>	<u>423,209,200</u>	<u>410,592,380</u>	<u>383,678,509</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular Programs	128,971,936	121,094,338	117,128,966	112,582,971
Special Programs	39,218,924	35,606,891	35,000,057	36,107,752
Other Instructional Programs	45,643,301	41,194,495	38,392,080	33,043,871
Total Instruction	<u>213,834,161</u>	<u>197,895,724</u>	<u>190,521,103</u>	<u>181,734,594</u>
Support Services:				
Pupils	29,984,096	27,417,732	24,744,332	20,312,308
Instructional Staff	14,710,807	15,410,170	14,386,197	13,701,183
General Administration	14,447,028	10,242,630	8,469,365	5,877,931
School Administration	24,691,749	22,920,993	22,995,799	19,819,625
Business	31,040,810	33,685,788	32,008,895	31,389,541
Facilities Acquisition				
and Construction	1,042,244	1,356,116	1,116,531	2,098,316
Transportation	23,855,721	25,380,780	21,977,006	19,785,158
Food Service	14,992,526	13,320,933	12,317,378	11,225,155
Central	11,830,777	12,276,504	10,938,383	11,605,338
Other Support	279,403	217,009	239,079	73,677
Total Support Services	<u>166,875,161</u>	<u>162,228,655</u>	<u>149,192,965</u>	<u>135,888,232</u>
Community Services	<u>2,646,368</u>	<u>2,711,317</u>	<u>2,626,570</u>	<u>2,687,395</u>
Payments to Other Governments	<u>7,956,101</u>	<u>7,792,609</u>	<u>9,732,031</u>	<u>9,914,016</u>

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 205,990,986	\$ 192,217,569	\$ 183,659,372	\$ 172,981,166	\$ 160,917,508	\$ 156,808,977
2,797,081	2,421,581	2,105,776	2,473,852	2,828,414	2,960,090
10,778,738	10,263,074	11,171,307	7,869,137	8,534,878	7,316,385
2,198,338	1,023,851	1,297,160	2,618,658	4,237,801	3,836,992
1,557,965	3,583,289	1,968,054	1,971,482	2,048,179	2,655,558
<u>223,323,108</u>	<u>209,509,364</u>	<u>200,201,669</u>	<u>187,914,295</u>	<u>178,566,780</u>	<u>173,578,002</u>
99,375,099	142,495,982	100,505,378	91,631,778	88,145,639	81,248,380
16,153,122	18,199,329	20,130,113	18,317,450	13,429,192	12,282,192
<u>115,528,221</u>	<u>160,695,311</u>	<u>120,635,491</u>	<u>109,949,228</u>	<u>101,574,831</u>	<u>93,530,572</u>
22,688,489	17,978,843	18,408,714	15,169,862	11,009,625	11,045,928
<u>361,539,818</u>	<u>388,183,518</u>	<u>339,245,874</u>	<u>313,033,385</u>	<u>291,151,236</u>	<u>278,154,502</u>
110,704,325	99,549,504	112,864,317	107,014,144	113,084,070	95,707,186
40,375,369	37,556,152	38,284,788	32,845,621	25,882,208	24,562,668
31,956,031	30,486,120	36,579,357	34,014,798	25,550,125	24,678,461
<u>183,035,725</u>	<u>167,591,776</u>	<u>187,728,462</u>	<u>173,874,563</u>	<u>164,516,403</u>	<u>144,948,315</u>
19,587,987	20,909,671	28,597,287	29,227,565	13,787,314	14,534,004
10,288,164	9,432,636	9,543,436	8,879,459	6,019,713	3,182,167
4,636,611	3,841,967	4,779,222	4,796,276	3,892,314	3,691,086
18,077,013	16,631,620	13,739,852	11,221,577	13,396,039	13,718,960
31,286,691	30,315,208	32,244,667	26,078,619	27,209,733	24,296,915
2,329,344	2,578,959	4,598,142	6,887,515	4,060,783	1,438,210
14,917,148	14,099,921	13,813,969	15,517,118	14,994,611	13,317,834
9,228,946	8,592,162	8,445,937	7,700,170	7,447,677	6,833,178
10,418,182	10,574,772	9,459,353	7,095,104	8,171,587	6,345,369
-	-	-	-	-	-
<u>120,770,086</u>	<u>116,976,916</u>	<u>125,221,865</u>	<u>117,403,403</u>	<u>98,979,771</u>	<u>87,357,723</u>
<u>2,113,949</u>	<u>2,391,101</u>	<u>1,842,417</u>	<u>1,675,035</u>	<u>1,256,717</u>	<u>931,566</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,307,931</u>	<u>2,172,912</u>	<u>1,210,595</u>

Continued

## SCHOOL DISTRICT U-46

### Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Total Current	\$ 391,311,791	\$ 370,628,305	\$ 352,072,669	\$ 330,224,237
Intergovernmental State				
On-Behalf Payments	34,630,042	25,808,108	16,971,766	11,323,546
Debt Service:				
Principal	27,544,950	24,988,439	20,172,487	16,023,117
Interest and Fees	12,718,067	11,231,187	10,899,062	10,513,740
Capital Outlay	17,611,198	15,729,322	15,285,123	29,029,135
Intergovernmental	-	-	-	-
Total Expenditures	<u>483,816,048</u>	<u>448,385,361</u>	<u>415,401,107</u>	<u>397,113,775</u>
Excess of Revenues Over (Under) Expenditures	( 40,416,942)	( 25,176,161)	( 4,808,727)	( 13,435,266)
<b>Other Financing Sources (Uses)</b>				
Issuance of Bonds	-	-	4,000,000	15,000,000
Premium on Bonds Sold	-	-	-	240,245
Accrued Interest on Bonds Sold	-	-	-	24,294
Payments to Escrow Agent	-	-	-	-
Issuance of Debt Certificates	-	6,200,000	7,266,920	-
Premium on Debt Certificates Sold	-	-	102,832	-
Issuance of Purchase Contracts	4,195,926	3,953,741	4,017,168	7,682,739
Issuance of Installment Loans	-	-	-	-
Sale of Assets	-	-	-	-
Transfers In	4,324,525	-	5,747,053	1,830,161
Transfers Out	( 4,324,525)	-	( 5,747,053)	( 1,830,161)
Total Other Financing Sources (Uses)	<u>4,195,926</u>	<u>10,153,741</u>	<u>15,386,920</u>	<u>22,947,278</u>
<b>Net Change in Fund Balances</b>	( <u>\$ 36,221,016</u> )	( <u>\$ 15,022,420</u> )	<u>\$ 10,578,193</u>	<u>\$ 9,512,012</u>
Debt Service Expenditures as a Percentage of Noncapital Expenditures	<u>8.64%</u>	<u>8.37%</u>	<u>7.77%</u>	<u>7.21%</u>

Source: Audited Financial Statements 2000 - 2009.

Note: The information is presented on the modified cash basis for years 2008 and prior,  
and the modified accrual basis beginning in 2009.

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
<u>\$ 305,919,760</u>	<u>\$ 286,959,793</u>	<u>\$ 314,792,744</u>	<u>\$ 294,260,932</u>	<u>\$ 266,925,803</u>	<u>\$ 234,448,199</u>
16,153,122	18,199,329	20,130,113	18,317,450	13,429,192	12,282,192
12,721,835	9,082,695	7,094,453	5,019,666	5,520,312	5,507,138
13,162,462	11,195,807	11,398,313	6,065,573	16,505,545	11,738,067
33,280,962	61,803,665	83,144,938	48,915,237	31,067,581	38,112,081
669,590	316,226	-	-	-	-
<u>381,907,731</u>	<u>387,557,515</u>	<u>436,560,561</u>	<u>372,578,858</u>	<u>333,448,433</u>	<u>302,087,677</u>
( 20,367,913)	626,003	( 97,314,687)	( 59,545,473)	( 42,297,197)	( 23,933,175)
71,790,000	34,000,000	88,486,022	54,499,619	57,999,743	21,500,000
3,571,614	-	-	-	-	-
-	-	-	-	-	48,140
( 74,237,418)	-	( 22,486,022)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,339,178	675,935	2,433,747	-	-	-
-	-	-	2,020,048	2,500,000	5,552,275
-	-	-	-	-	75
771,260	-	-	1,015,656	1,584,526	2,309,278
( 771,260)	-	-	( 1,015,656)	( 1,584,526)	( 2,309,278)
<u>4,463,374</u>	<u>34,675,935</u>	<u>68,433,747</u>	<u>56,519,667</u>	<u>60,499,743</u>	<u>27,100,490</u>
<u>(\$ 15,904,539)</u>	<u>\$ 35,301,938</u>	<u>(\$ 28,880,940)</u>	<u>(\$ 3,025,806)</u>	<u>\$ 18,202,546</u>	<u>\$ 3,167,315</u>
<u>7.42%</u>	<u>6.23%</u>	<u>5.23%</u>	<u>3.42%</u>	<u>7.28%</u>	<u>6.53%</u>

## SCHOOL DISTRICT U-46

### Equalized Assessed Valuation and Estimated Actual Valuation Last Ten Levy Years

<b>Tax Levy Year</b>	<b>Residential Property</b>	<b>Farm Property</b>	<b>Commercial Property</b>	<b>Industrial Property</b>	<b>Railroad Property</b>
2008 (2)	\$ 4,868,224,359	\$ 4,337,570	\$ 632,483,830	\$ 402,270,282	\$ 1,258,245
2007	4,752,496,742	4,239,339	613,782,014	395,753,570	1,024,950
2006	4,296,541,049	4,623,682	550,364,947	338,152,754	813,429
2005	3,966,354,659	4,868,297	547,744,374	319,885,730	722,871
2004	3,638,891,994	5,114,394	511,655,692	299,473,286	756,122
2003	3,257,785,319	5,285,417	466,263,706	269,936,931	698,418
2002	3,009,467,137	5,328,881	456,172,567	268,712,155	1,097,176
2001	2,739,675,671	5,364,733	432,112,557	249,319,281	1,006,705
2000	2,441,826,057	5,643,728	388,694,574	221,623,043	1,035,890
1999	(4)	(4)	(4)	(4)	(4)

Source: District Records

Notes: (1) Tax rates per \$100 of Equalized Assessed Valuation  
 (2) Includes 2007 Cook County Equalized Assessed Valuation  
 (3) 2008 Cook County rate available as a draft  
 (4) Information not available

<b>Total Equalized Assessed Value</b>	<b>Kane County Total Direct Tax Rate (1)</b>	<b>Cook County Total Direct Tax Rate (1)</b>	<b>DuPage County Total Direct Tax Rate (1)</b>	<b>Estimated Actual Taxable Value</b>	<b>Percentage of Estimated Actual Taxable Value</b>
\$ 5,908,574,286	4.2066	(3) 4.4288	4.2591	\$ 17,725,722,858	33.33%
5,767,296,615	4.3696	4.5650	4.2737	17,301,889,845	33.33%
5,190,495,861	4.6949	4.8735	4.6781	15,571,487,583	33.33%
4,839,575,931	4.7346	4.7457	4.6015	14,518,727,793	33.33%
4,455,891,488	4.7024	4.9445	4.6020	13,367,674,464	33.33%
3,999,969,791	4.9769	5.6059	4.6866	11,999,909,373	33.33%
3,740,777,916	5.1403	5.0795	5.1097	11,222,333,748	33.33%
3,427,478,947	5.0947	5.3493	4.8292	10,282,436,841	33.33%
3,058,823,292	5.1192	6.2430	5.0565	9,176,469,876	33.33%
2,945,085,654	5.1577	6.0015	5.2048	8,835,256,962	33.33%



## SCHOOL DISTRICT U-46

### Property Tax Rates - Direct and Overlapping Governments Last Ten Levy Years

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Direct					
School District U-46	4.2066	4.3659	4.6954	4.7345	4.7024
Overlapping					
Kane County	0.3336	0.3322	0.3452	0.3367	0.3467
Kane County Forest Preserve District	0.1932	0.1974	0.1747	0.1904	0.1432
Gail Borden Library District	0.3175	0.3111	0.3378	0.3171	0.3700
Elgin Township	0.0692	0.0693	0.0715	0.0759	0.0776
Elgin Township Road Fund	0.0514	0.0515	0.0531	0.0563	0.0770
City of Elgin	1.9200	1.9200	1.9501	1.9201	1.9198
Community College District 509	<u>0.3175</u>	<u>0.3280</u>	<u>0.3398</u>	<u>0.4010</u>	<u>0.4154</u>
Total	<u>7.4090</u>	<u>7.5754</u>	<u>7.9676</u>	<u>8.0320</u>	<u>8.0521</u>
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Direct					
School District U-46	4.9424	5.1403	5.0947	5.1442	5.2319
Overlapping					
Kane County	0.3578	0.4292	0.4529	0.4677	0.4772
Kane County Forest Preserve District	0.1270	0.1395	0.1520	0.1634	0.1985
Gail Borden Library District	0.3445	0.3369	0.3255	0.3453	0.2646
Elgin Township	0.0807	0.0864	0.0918	0.0941	0.0948
Elgin Township Road Fund	0.0599	0.0641	0.0680	0.0696	0.0701
City of Elgin	1.9047	1.9223	1.8739	1.9261	1.9227
Community College District 509	<u>0.3854</u>	<u>0.3636</u>	<u>0.3721</u>	<u>0.3822</u>	<u>0.3920</u>
Total	<u>8.2024</u>	<u>8.4823</u>	<u>8.4309</u>	<u>8.5926</u>	<u>8.6518</u>

Source: District Records

Notes: The tax rates presented are the property tax rates paid by a typical resident living in the City of Elgin, Kane County, in the District. Tax rates per \$100 of Equalized Assessed Valuation.

## SCHOOL DISTRICT U-46

### Principal Property Taxpayers in the District Current Year and Nine Years Ago

Taxpayer	2008 Equalized Assessed Valuation	Percent of Total District Equalized Assessed Valuation
Bradley Operat. Limited	\$ 26,976,505	0.46%
Target Prop. Tax	24,662,119	0.42%
Wal Mart Stores	21,434,601	0.36%
MDKRSRP Ent. Fin. Dept.	21,290,081	0.36%
IRC	17,121,876	0.29%
MHC-Deanza Financing Limited Partnership	10,879,978	0.18%
Willow Arms Associates Limited II	8,839,116	0.15%
Home Depot Store 1904	8,753,519	0.15%
Ball Aerosol and Specialty	7,475,453	0.13%
Home Prop. of NY	6,714,354	0.11%
Total Largest Taxpayers	<u>\$ 154,147,602</u>	<u>2.61%</u>
Total District	<u>\$ 5,908,574,286</u>	<u>100.00%</u>

Taxpayer	1999 Equalized Assessed Valuation	Percent of Total District Equalized Assessed Valuation
Bradley Real Estate Co.	\$ 11,006,276	0.37%
CNC	9,951,963	0.34%
Wal Mart Stores 1420	9,726,035	0.33%
Safety Kleen Corp.	9,252,157	0.31%
City of Elgin	9,072,106	0.31%
Duraco Products, Inc.	7,310,799	0.25%
Southgate Manors Ltd.	6,992,153	0.24%
MREF II Property III, LLC	6,665,999	0.23%
Dayton Hudson T935	6,627,716	0.23%
Home Depot Store 1904	6,413,923	0.22%
Total Largest Taxpayers	<u>\$ 83,019,127</u>	<u>2.82%</u>
Total District	<u>\$ 2,945,085,654</u>	<u>100.00%</u>

Source: District Records

## SCHOOL DISTRICT U-46

### Property Tax Rates, Levies and Collections - Cook County Last Ten Levy Years

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>Rates Extended</b>				
Educational	3.1205	3.1657	3.4172	3.2886
Tort Immunity/Liability Insurance	0.0539	0.0755	0.0517	0.0667
Special Education	0.0361	0.0363	0.0385	0.0368
Operations and Maintenance	0.3088	0.3396	0.3650	0.3458
Transportation	0.1052	0.0968	0.1043	0.1103
Municipal Retirement - IMRF	0.0899	0.0903	0.0963	0.0938
Social Security	0.0899	0.0903	0.0963	0.0938
Bond and Interest/Supp.	0.4765	0.4934	0.5093	0.5035
Working Cash	0.0000	0.0000	0.0000	0.0000
Life Safety	0.0121	0.0291	0.0297	0.0350
Life Safety Limited Bonds	0.0548	0.0696	0.0824	0.0883
Limited Bonds	<u>0.0811</u>	<u>0.0784</u>	<u>0.0828</u>	<u>0.0831</u>
Total Rates Extended	<u>4.4288</u>	<u>4.5650</u>	<u>4.8735</u>	<u>4.7457</u>
<b>Levies Extended</b>				
Educational	\$ 78,979,787	\$ 72,626,540	\$ 67,827,228	\$ 62,226,815
Tort Immunity/Liability Insurance	1,364,565	1,097,746	1,376,253	1,262,617
Special Education	913,505	818,047	758,809	696,155
Operations and Maintenance	7,815,438	7,756,943	7,130,735	6,541,959
Transportation	2,661,968	2,216,304	2,276,429	2,088,467
Municipal Retirement - IMRF	2,274,271	2,046,320	1,933,406	1,773,767
Social Security	2,274,271	2,046,320	1,933,406	1,773,767
Bond and Interest/Supp.	12,059,412	14,335,764	13,506,762	9,527,480
Working Cash	-	-	-	-
Life Safety	307,021	630,281	719,310	659,917
Life Safety Limited Bonds	1,387,752	-	-	1,671,134
Limited Bonds	<u>2,052,967</u>	<u>-</u>	<u>-</u>	<u>1,571,578</u>
Total Levies Extended	<u>\$ 112,090,957</u>	<u>\$ 103,574,265</u>	<u>\$ 97,462,338</u>	<u>\$ 89,793,656</u>
Current Year Collections	\$ 48,524,841	\$ 44,393,116	\$ 40,051,415	N/A
Subsequent Year Collections	-	58,889,045	55,660,927	N/A
Total Collections	<u>\$ 48,524,841</u>	<u>\$ 103,282,161</u>	<u>\$ 95,712,342</u>	<u>\$ 87,178,630</u>
<b>Percentage of Extensions Collected</b>				
Current Year Collections	43.29%	42.86%	41.09%	N/A
Total Collections	43.29%	99.72%	98.20%	97.09%

N/A - Current year and subsequent year collections information was not separately available.

Note: The 2008 levy information is based on draft amounts supplied by Cook County.

<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
3.5377	3.9875	3.9374	3.7973	4.4257	4.2447
0.0093	0.1163	0.1283	0.1222	0.1467	0.1355
0.0371	0.0391	0.0395	0.0375	0.0443	0.0418
0.3644	0.3858	0.3693	0.3515	0.4148	0.3923
0.1300	0.1873	0.1715	0.1631	0.1959	0.2012
0.0929	0.0600	0.0935	0.0889	0.1068	0.1100
0.0929	0.0600	0.1260	0.1199	0.1440	0.1199
0.5560	0.6201	0.5872	0.5781	0.6566	0.6587
0.0000	0.0000	0.0495	0.0469	0.0554	0.0520
0.0348	0.0447	0.0461	0.0439	0.0528	0.0454
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0894	0.1051	0.0000	0.0000	0.0000	0.0000
<u>4.9445</u>	<u>5.6059</u>	<u>5.5483</u>	<u>5.3493</u>	<u>6.2430</u>	<u>6.0015</u>
\$ 60,060,840	\$ 54,260,960	\$ 50,284,000	\$ 48,639,695	\$ 46,852,339	\$ 44,654,077
157,999	1,661,891	952,894	1,564,665	1,552,787	1,424,919
630,560	553,280	502,840	480,681	468,451	439,518
6,187,370	5,453,760	4,718,960	4,502,706	4,392,035	4,127,743
2,206,960	2,647,840	2,514,200	2,089,491	2,073,553	2,116,145
1,576,400	1,896,960	1,547,200	1,139,165	1,130,704	1,156,775
1,576,400	1,896,960	1,547,200	1,535,236	1,524,252	1,261,044
9,439,584	8,765,003	7,861,500	7,404,509	6,951,055	6,929,142
-	-	618,880	600,851	586,159	547,308
591,150	632,320	618,880	562,838	558,813	477,294
-	-	-	-	-	-
1,518,504	1,486,387	-	-	-	-
<u>\$ 83,945,767</u>	<u>\$ 79,255,361</u>	<u>\$ 71,166,554</u>	<u>\$ 68,519,837</u>	<u>\$ 66,090,148</u>	<u>\$ 63,133,965</u>
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
<u>\$ 83,386,746</u>	<u>\$ 74,898,338</u>	<u>\$ 71,122,839</u>	<u>\$ 67,597,748</u>	<u>\$ 65,346,564</u>	<u>\$ 61,695,457</u>
N/A	N/A	N/A	N/A	N/A	N/A
99.33%	94.50%	99.94%	98.65%	98.87%	97.72%

## SCHOOL DISTRICT U-46

### Property Tax Rates, Levies and Collections - DuPage County Last Ten Levy Years

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>Rates Extended</b>				
Educational	2.9813	2.9817	3.2879	3.2315
Tort Immunity/Liability Insurance	0.0746	0.0710	0.0833	0.0656
Special Education	0.0343	0.0342	0.0379	0.0332
Operations and Maintenance	0.3200	0.3199	0.3532	0.3117
Transportation	0.0995	0.0914	0.0956	0.1085
Municipal Retirement - IMRF	0.0852	0.0852	0.0887	0.0921
Social Security	0.0852	0.0852	0.0887	0.0921
Bond and Interest/Supp.	0.4412	0.4441	0.4703	0.4716
Bond and Interest - Limited	0.1258	0.1328	0.1527	0.1609
Working Cash	0.0000	0.0000	0.0000	0.0000
Life Safety	<u>0.0120</u>	<u>0.0277</u>	<u>0.0198</u>	<u>0.0344</u>
Total Rates Extended	<u>4.2591</u>	<u>4.2732</u>	<u>4.6781</u>	<u>4.6016</u>
<b>Levies Extended</b>				
Educational	\$ 40,903,191	\$ 39,146,450	\$ 40,689,543	\$ 37,027,378
Tort Immunity/Liability Insurance	1,023,506	1,114,644	1,030,883	861,855
Special Education	470,593	449,008	469,033	436,133
Operations and Maintenance	4,390,374	4,199,936	4,371,041	4,096,415
Transportation	1,365,132	1,387,725	1,183,102	982,168
Municipal Retirement - IMRF	1,168,937	1,118,583	1,097,711	1,092,069
Social Security	1,168,937	1,118,583	1,097,711	1,092,069
Bond and Interest/Supp.	6,053,228	7,574,064	7,709,962	7,317,092
Bond and Interest Limited	1,725,966	-	-	-
Working Cash	-	-	-	-
Life Safety	164,639	-	245,036	327,389
Total Levies Extended	<u>\$ 58,434,503</u>	<u>\$ 56,108,993</u>	<u>\$ 57,894,022</u>	<u>\$ 53,232,568</u>
Current Year Collections	\$ 27,377,411	\$ 26,097,148	\$ 27,397,647	N/A
Subsequent Year Collections	-	29,954,558	30,436,037	N/A
Total Collections	<u>\$ 27,377,411</u>	<u>\$ 56,051,706</u>	<u>\$ 57,833,684</u>	<u>\$ 53,189,547</u>
<b>Percentage of Extensions Collected</b>				
Current Year Collections	46.85%	46.51%	47.32%	N/A
Total Collections	46.85%	99.90%	99.90%	99.92%

N/A - Current year and subsequent year collections information was not separately available.

<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
3.2108	3.5482	3.3141	3.4377	3.6020	3.6893
0.1039	0.1016	0.1556	0.1118	0.1168	0.1185
0.0372	0.0400	0.0362	0.0345	0.0359	0.0368
0.3404	0.3750	0.3439	0.3224	0.3377	0.3460
0.0999	0.1200	0.1604	0.1492	0.1558	0.1776
0.0966	0.1371	0.1254	0.0816	0.0849	0.0978
0.0966	0.1371	0.1256	0.1098	0.1147	0.1059
0.5005	0.5461	0.5158	0.4988	0.5216	0.5424
0.0806	0.0927	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0260	0.0431	0.0451	0.0460
<u>0.0355</u>	<u>0.0000</u>	<u>0.0262</u>	<u>0.0403</u>	<u>0.0420</u>	<u>0.0445</u>
<u>4.6020</u>	<u>5.0978</u>	<u>4.8292</u>	<u>4.8292</u>	<u>5.0565</u>	<u>5.2048</u>
\$ 34,706,373	\$ 32,933,000	\$ 30,389,702	\$ 30,452,759	\$ 27,972,581	\$ 26,878,796
1,123,082	940,164	1,426,824	990,422	907,051	863,566
402,104	371,622	331,948	305,582	278,794	267,866
3,679,472	3,480,929	3,153,501	2,855,731	2,622,527	2,520,566
1,079,845	1,111,837	1,470,839	1,321,958	1,209,919	1,293,664
1,044,175	1,272,402	1,149,895	722,514	659,320	712,260
1,044,175	1,272,402	1,151,729	972,841	890,743	771,563
6,281,261	5,944,946	4,729,793	4,418,806	4,050,666	3,951,562
-	-	-	-	-	-
-	-	240,249	381,769	350,240	335,330
383,729	-	238,415	356,652	326,166	324,443
<u>\$ 49,744,216</u>	<u>\$ 47,327,302</u>	<u>\$ 44,282,895</u>	<u>\$ 42,779,034</u>	<u>\$ 39,268,007</u>	<u>\$ 37,919,616</u>
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
<u>\$ 49,458,970</u>	<u>\$ 47,309,522</u>	<u>\$ 44,264,206</u>	<u>\$ 42,732,809</u>	<u>\$ 39,254,482</u>	<u>\$ 37,899,870</u>
N/A	N/A	N/A	N/A	N/A	N/A
99.43%	99.96%	99.96%	99.89%	99.97%	99.95%

# SCHOOL DISTRICT U-46

## Property Tax Rates, Levies and Collections - Kane County Last Ten Levy Years

	2008	2007	2006	2005
<b>Rates Extended</b>				
Educational	3.0879	3.1403	3.2437	3.2774
Tort Immunity/Liability Insurance	0.0774	0.0749	0.0828	0.1758
Special Education	0.0354	0.0359	0.0375	0.0384
Operations and Maintenance	0.3313	0.3369	0.3523	0.3602
Transportation	0.1031	0.0961	0.0950	0.0865
Municipal Retirement - IMRF	0.0881	0.0949	0.0946	0.0961
Social Security	0.0881	0.0895	0.0946	0.0961
Bond and Interest/Supp.	0.4998	0.5259	0.5457	0.5653
Working Cash	0.0000	0.0000	0.0000	0.0000
Working Cash Bonds	0.0763	0.0732	0.0764	0.0793
Life Safety	0.0119	0.0288	0.0310	0.0288
Fire Safety Bonds	0.0000	0.0000	0.0000	0.0000
Prior Year Adjustment	-0.1927	-0.1252	0.0418	0.0307
Total Rates Extended	<u>4.2066</u>	<u>4.3712</u>	<u>4.6954</u>	<u>4.8346</u>
<b>Levies Extended</b>				
Educational	\$ 66,591,910	\$ 63,520,045	\$ 63,479,651	\$ 59,980,963
Tort Immunity/Liability Insurance	1,668,808	1,550,644	1,619,646	1,005,824
Special Education	763,076	726,919	734,842	658,030
Operations and Maintenance	7,145,642	6,814,216	6,894,983	6,168,980
Transportation	2,223,643	2,248,910	1,857,834	1,923,970
Municipal Retirement - IMRF	1,899,782	1,810,734	1,850,465	1,542,284
Social Security	1,899,782	1,810,734	1,850,465	1,542,284
Bond and Interest/Supp.	10,779,074	12,081,955	12,175,338	11,502,431
Working Cash	-	-	-	-
Working Cash Bonds	1,645,622	-	-	-
Life Safety	256,466	-	606,129	450,826
Prior Year Adjustment	(4,156,375)	-	-	-
Total Levies Extended	<u>\$ 90,717,430</u>	<u>\$ 90,564,157</u>	<u>\$ 91,069,353</u>	<u>\$ 84,775,592</u>
Current Year Collections	\$ 41,642,782	\$ 43,644,195	\$ 44,190,832	N/A
Subsequent Year Collections	-	46,773,020	46,740,095	N/A
Total Collections	<u>\$ 41,642,782</u>	<u>\$ 90,417,215</u>	<u>\$ 90,930,927</u>	<u>\$ 84,236,617</u>
<b>Percentage of Extensions Collected</b>				
Current Year Collections	45.90%	48.19%	48.52%	N/A
Total Collections	45.90%	99.84%	99.85%	99.36%
<b>All Three Counties Combined</b>				
Total Levies Extended	<u>\$ 261,242,890</u>	<u>\$ 250,247,415</u>	<u>\$ 246,425,713</u>	<u>\$ 227,801,816</u>
Current Year Collections	117,545,034	114,134,459	111,639,894	N/A
Subsequent Year Collections	-	135,616,623	132,837,059	N/A
Total Collections	<u>\$ 117,545,034</u>	<u>\$ 249,751,082</u>	<u>\$ 244,476,953</u>	<u>\$ 224,604,794</u>
<b>Percentage of Extensions Collected</b>				
Current Year Collections	44.99%	45.61%	45.30%	N/A
Total Collections	44.99%	99.80%	99.21%	98.60%

N/A - Current year and subsequent year collections information was not separately available.

Note: Prior year adjustment amounts were allocated to the other extensions for years 2000-2008.

<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
3.2313	3.5172	3.5263	3.6284	3.6523	3.6557
0.1132	0.1026	0.1000	0.1182	0.1178	0.1168
0.0366	0.0400	0.0383	0.0362	0.0365	0.0363
0.3433	0.3750	0.3750	0.3402	0.3424	0.3427
0.1007	0.1000	0.1718	0.1579	0.1573	0.1748
0.0966	0.1000	0.1322	0.0862	0.0857	0.0962
0.0966	0.1000	0.1322	0.1161	0.1156	0.1042
0.5056	0.5062	0.5230	0.5235	0.5235	0.5418
0.0000	0.0000	0.0250	0.0454	0.0457	0.0455
0.0814	0.0859	0.0000	0.0000	0.0000	0.0000
0.0352	0.0500	0.0401	0.0426	0.0424	0.0437
0.0000	0.0000	0.0109	0.0000	0.0000	0.0000
0.0619	0.0000	0.0655	0.0000	0.0000	0.0000
<u>4.7024</u>	<u>4.9769</u>	<u>5.1403</u>	<u>5.0947</u>	<u>5.1192</u>	<u>5.1577</u>
\$ 55,494,332	\$ 55,449,834	\$ 50,170,178	\$ 47,509,685	\$ 44,794,950	\$ 43,084,314
1,546,693	1,617,523	1,422,743	1,548,199	1,445,156	1,376,771
584,238	630,613	544,910	474,468	447,864	427,849
5,477,181	5,912,000	5,335,285	4,454,197	4,199,641	4,038,881
2,065,062	1,576,533	2,444,272	2,067,334	1,929,730	2,060,373
1,442,263	1,576,533	1,880,866	1,128,941	1,051,134	1,133,714
1,442,263	1,576,533	1,880,866	1,520,593	1,418,236	1,228,066
9,806,016	9,334,654	7,596,024	6,853,963	6,420,606	6,385,880
-	-	355,686	594,069	560,442	536,280
-	-	-	-	-	-
524,474	788,267	570,520	557,247	520,060	515,587
-	-	-	-	-	-
<u>\$ 78,382,522</u>	<u>\$ 78,462,490</u>	<u>\$ 72,201,350</u>	<u>\$ 66,708,696</u>	<u>\$ 62,787,819</u>	<u>\$ 60,787,715</u>
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
<u>\$ 78,306,490</u>	<u>\$ 77,498,803</u>	<u>\$ 72,060,215</u>	<u>\$ 66,560,839</u>	<u>\$ 62,532,680</u>	<u>\$ 59,747,558</u>
N/A	N/A	N/A	N/A	N/A	N/A
99.90%	98.77%	99.80%	99.78%	99.59%	98.29%
<u>\$ 212,072,505</u>	<u>\$ 205,045,153</u>	<u>\$ 187,650,799</u>	<u>\$ 178,007,567</u>	<u>\$ 168,145,974</u>	<u>\$ 161,841,296</u>
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
<u>\$ 211,152,206</u>	<u>\$ 199,706,663</u>	<u>\$ 187,447,260</u>	<u>\$ 176,891,396</u>	<u>\$ 167,133,726</u>	<u>\$ 159,342,885</u>
N/A	N/A	N/A	N/A	N/A	N/A
99.57%	97.40%	99.89%	99.37%	99.40%	98.46%



## SCHOOL DISTRICT U-46

### Ratios of Outstanding Debt by Type Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Debt Certificates</b>	<b>Certificates of Participation</b>	<b>Installment Notes</b>	<b>Claims Payable</b>	<b>Purchase Contracts</b>
2009	\$ 316,460,991	\$ 12,392,393	\$ -	\$ 152,087	\$ -	\$ 14,272,637
2008	339,318,830	13,182,152	-	207,661	-	12,268,058
2007	364,109,311	7,124,536	-	263,235	-	11,282,489
2006	380,083,840	-	-	318,809	-	10,616,133
2005	381,051,383	-	-	374,383	-	5,118,046
2004	390,302,644	-	-	429,957	60,000	3,477,957
2003	365,329,766	-	1,600,000	485,531	120,000	4,673,734
2002	303,918,868	-	1,825,000	541,103	180,000	5,952,090
2001	254,183,341	-	2,025,000	596,675	240,000	7,092,325
2000	201,648,336	-	2,225,000	661,830	300,000	7,796,322

Source: District Records

Note: This schedule includes all debt financed with general governmental resources for which there is an established repayment schedule. Accreted interest on debt and estimated liabilities such as compensated absences are not included.

<b>Total Outstanding Debt</b>	<b>Estimated Actual Taxable Property Value</b>	<b>Percentage Estimated Actual Taxable Property Value</b>	<b>Estimated Population</b>	<b>Total Outstanding Debt Per Capita</b>
\$ 343,278,108	\$17,725,722,858	1.94%	240,000	\$ 1,430
364,976,701	17,301,889,845	2.11%	240,000	1,521
382,779,571	15,571,487,583	2.46%	240,000	1,595
391,018,782	14,518,727,793	2.69%	240,000	1,629
386,543,812	13,367,674,464	2.89%	240,000	1,611
394,270,558	11,999,909,373	3.29%	240,000	1,643
372,209,031	11,222,333,748	3.32%	240,000	1,551
312,417,061	10,282,436,841	3.04%	240,000	1,302
264,137,341	9,176,469,876	2.88%	240,000	1,101
212,631,488	8,835,256,962	2.41%	240,000	886

## SCHOOL DISTRICT U-46

### Ratios of Net General Bonded Debt Outstanding Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>General Bonded Debt</b>	<b>Less: Amounts Available in Debt Service Fund</b>	<b>Net General Bonded Debt</b>	<b>Estimated Actual Taxable Property Value</b>	<b>Percentage of Net General Bonded Debt to Estimated Actual Valuation</b>
2009	\$ 316,460,991	\$ 18,241,011	\$ 298,219,980	\$ 17,725,722,858	1.68%
2008	339,318,830	16,473,510	322,845,320	17,301,889,845	1.87%
2007	364,109,311	18,848,214	345,261,097	15,571,487,583	2.22%
2006	380,083,840	17,341,682	362,742,158	14,518,727,793	2.50%
2005	381,051,383	15,885,536	365,165,847	13,367,674,464	2.73%
2004	390,302,644	14,755,200	375,547,444	11,999,909,373	3.13%
2003	365,329,766	12,103,625	353,226,141	11,222,333,748	3.15%
2002	312,417,061	11,095,714	301,321,347	10,282,436,841	2.93%
2001	264,137,341	3,883,949	260,253,392	9,176,469,876	2.84%
2000	212,631,488	8,888,343	203,743,145	8,835,256,962	2.31%

Source: District Records

Note: This schedule includes all general obligation bonded debt being financed by property taxes.

<b>Estimated Population</b>	<b>Net General Bonded Debt Per Capita</b>
240,000	\$ 1,243
240,000	1,345
240,000	1,439
240,000	1,511
240,000	1,522
240,000	1,565
240,000	1,472
240,000	1,256
240,000	1,084
240,000	849

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## SCHOOL DISTRICT U-46

### Computation of Direct and Overlapping Debt

As of June 30, 2009

Governmental Unit	Outstanding Debt	Overlapping Percent	Direct and Overlapping Debt
Direct Debt:			
School District U-46	\$ 343,278,108	100.00%	\$ 343,278,108
Overlapping Debt:			
Kane County	7,010,000	13.84%	969,992
Cook County	2,355,447,418	1.49%	35,197,831
DuPage County	55,580,000	3.20%	1,776,578
Kane County Forest Preserve District	239,015,866	13.84%	33,073,241
Cook County Forest Preserve District	115,105,000	1.49%	1,720,033
DuPage County Forest Preserve District	256,584,445	3.20%	8,201,553
Metropolitan Water Reclamation District	1,735,620,090	1.53%	26,483,408
DuPage Water Commission	24,310,000	3.54%	860,582
City of Elgin	96,292,471	81.69%	78,657,580
City of St. Charles	94,821,000	0.57%	543,254
City of West Chicago	17,310,000	1.24%	215,174
Village of Bartlett	16,345,000	100.00%	16,345,000
Village of Hanover Park	10,150,000	36.00%	3,653,605
Village of Hoffman Estates	121,060,000	9.49%	11,485,374
Village of Schaumburg	324,375,000	2.05%	6,658,440
Village of South Elgin	5,210,000	51.72%	2,694,681
Village of Streamwood	12,635,000	97.10%	12,268,070
Dundee Township	13,695,000	0.80%	110,136
Bartlett Park District	15,935,120	99.55%	15,866,634
Carol Stream Park District	43,185,569	8.02%	3,461,379
Hoffman Estates Park District	30,350,000	7.81%	2,370,635
Dundee Township Park District	1,205,000	0.80%	9,690
Schaumburg Township Park District	22,000,000	2.02%	443,574
St. Charles Park District	14,490,000	2.74%	397,192
Streamwood Park District	2,185,000	100.00%	2,185,000
West Chicago Park District	5,100,000	1.90%	96,803
Bartlett Public Library District	365,000	100.00%	365,000
Gail Borden Public Library District	25,190,000	86.22%	21,719,268
Poplar Creek Public Library District	22,300,000	75.45%	16,825,833
West Chicago Public Library District	595,000	4.12%	24,486
Bartlett Special Service Area Number 1	16,600,000	100.00%	16,600,000
Community College District No. 509	38,956,867	32.46%	12,645,781
Total Overlapping Debt	<u>5,739,023,846</u>		<u>333,925,807</u>
Total Direct and Overlapping Debt	<u>\$ 6,082,301,954</u>		<u>\$ 677,203,915</u>

Source: District Records

## SCHOOL DISTRICT U-46

### Legal Debt Margin Information

Last Ten Fiscal Years

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Debt Limit	\$ 815,383,251	\$ 760,735,825	\$ 723,059,131	\$ 667,861,478
Total Net Debt Applicable to Limit	<u>325,037,097</u>	<u>339,318,830</u>	<u>364,109,311</u>	<u>380,083,840</u>
Legal Debt Margin	<u>\$ 490,346,154</u>	<u>\$ 421,416,995</u>	<u>\$ 358,949,820</u>	<u>\$ 287,777,638</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	40%	45%	50%	57%

#### Legal Debt Margin Calculation for Fiscal Year 2009

Assessed Valuation	\$ 5,908,574,286
Debt Limit (13.8%) of Assessed Value	<u>815,383,251</u>
Debt Outstanding Applicable to the Limit:	
General Obligation Bonds	316,460,991
General Obligation Debt Certificates	12,392,393
Installment Notes	152,087
Purchase Contracts	<u>14,272,637</u>
Total Debt Outstanding Applicable to the Limit	343,278,108
Less: Amount Set Aside for Repayment of Debt	<u>18,241,011</u>
Total Net Debt Applicable to the Limit	<u>325,037,097</u>
Total Legal Debt Margin	<u>\$ 490,346,154</u>

Source: District Records

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 575,703,963	\$ 551,995,831	\$ 516,227,352	\$ 472,992,095	\$ 422,117,614	\$ 406,421,820
<u>381,051,383</u>	<u>390,302,644</u>	<u>365,329,766</u>	<u>312,417,061</u>	<u>264,137,341</u>	<u>212,631,488</u>
<u>\$ 194,652,580</u>	<u>\$ 161,693,187</u>	<u>\$ 150,897,586</u>	<u>\$ 160,575,034</u>	<u>\$ 157,980,273</u>	<u>\$ 193,790,332</u>
66%	71%	71%	66%	63%	52%



## SCHOOL DISTRICT U-46

### Demographic and Economic Statistics Last Ten Fiscal Years

City of Elgin, Illinois (1)				
Fiscal Year	(a) Population	(b) Per Capita Income	(a) x (b) Personal Income	Unemployment Rate
2009	N/A	N/A	N/A	N/A
2008	106,330	\$ 21,995	\$ 2,338,728,350	8.1%
2007	103,635	21,995	2,279,451,825	5.9%
2006	100,556	21,995	2,211,729,220	5.4%
2005	97,758	21,995	2,150,187,210	7.1%
2004	97,102	21,112	2,050,017,424	7.5%
2003	96,869	21,112	2,045,098,328	8.5%
2002	96,538	21,112	2,038,110,256	8.0%
2001	95,739	21,112	2,021,241,768	6.7%
2000	94,487	21,112	1,994,809,544	5.2%

Other Area Unemployment Rates				
Fiscal Year	Village of Bartlett	Village of Hanover Park	Village of South Elgin	Village of Streamwood
2009	N/A	N/A	N/A	N/A
2008	5.1%	6.8%	4.9%	6.2%
2007	3.8%	5.3%	3.7%	4.7%
2006	3.4%	4.8%	3.2%	4.2%
2005	4.6%	6.3%	4.4%	5.8%
2004	4.9%	6.7%	4.6%	6.1%
2003	N/A	7.7%	N/A	7.3%
2002	N/A	7.1%	N/A	6.7%
2001	N/A	5.6%	N/A	5.0%
2000	N/A	4.0%	N/A	3.7%

Other Area Unemployment Rates				
Fiscal Year	Village of Wayne	Kane County	Cook County	DuPage County
2009	N/A	N/A	N/A	N/A
2008	2.6%	6.3%	6.5%	6.5%
2007	1.9%	4.8%	5.1%	5.1%
2006	1.8%	4.2%	4.7%	4.6%
2005	2.4%	5.8%	6.4%	5.8%
2004	2.6%	6.1%	6.7%	6.2%
2003	N/A	7.0%	7.3%	5.2%
2002	N/A	6.7%	7.3%	5.1%
2001	N/A	5.2%	5.9%	3.8%
2000	N/A	3.9%	4.7%	2.6%

Source: U.S. Census Bureau & Illinois Workforce Information Center

Notes: (1) Statistics are not compiled specifically for the District. Information from the City of Elgin, Illinois, the largest city within the District is shown.

## SCHOOL DISTRICT U-46

### Principal Employers Current Year and Nine Years Ago

Below is a listing of the largest employers within or near the District boundaries and their approximate number of employees:

	<b>2009 Number of Employees</b>		<b>2000 Number of Employees</b>
Village of Bartlett:		Village of Bartlett:	
Senior Operations, Inc.	550	Senior Flexonics, Inc.:	
Jewel-Osco	230	Automotive Division	450
Greco & Sons Food Distributor	150	OEM Products Division	200
Home Depot	150	V & F Transformers Corp.	140
V & F Transformers Corp.	140	Welch Drywall Co.	130
Villa Olivia Country Club	120	Main Steel Polishing	64
Dominick's	100	Test America, Inc.	50
Midwest Molding, Inc.	100		
City of Elgin:		City of Elgin:	
School District U-46	4,356	School District U-46	4,820
Sherman Hospital	2,200	Sherman Hospital	1,702
Provena St. Joseph Hospital	1,300	Provena St. Joseph Hospital	950
John B. Sanfilipo & Sons, Inc.	1,200	Safety-Kleen Corp.	750
Grand Victoria	1,200	CR Industries	600
Elgin Community College	700	U. S. Can Co.	550
Ball Aerosol & Specialty Packaging	550		
Village of South Elgin:		Village of South Elgin:	
Custom Aluminum Products, Inc.	450	Hoffer Plastics Corp.	675
Hoffer Plastics Corp.	310	Custom Aluminum Products, Inc.	300
Jewel/Osco	225	IHC Group, Inc.	250
Integrated Print & Graphics, Inc.	130	Vision, Inc.	190
Armin Tool & Mfg.	125	Armin Tool & Mfg.	165
Tor Construction Co., Inc.	100	Imperial Food Services, Inc.	105
Imperial Food Services, Inc.	100		
Village of Streamwood:		Village of Streamwood:	
Ace Coffee Bar, Inc.	300	Duraco Products, Inc.	349
Alright Concrete Co.	300	Q. P. F., LLC	220
Duraco Products, Inc.	275	Carqueville Graphics, Inc.	200
Wal Mart	250	Harrell, Inc.	120
Village of Streamwood	250	Aluminum Coil Anodizing Corp.	110
Carqueville Graphics, Inc.	209	Alright Concrete Co.	100
Sam's Club	209		

Source: District Records

Note: The percentage of total district employment represented is not available.

## SCHOOL DISTRICT U-46

### District Employment Statistics

Last Ten Fiscal Years

Staff	2009	2008	2007	2006	2005
Teachers	2,582	2,440	2,474	2,290	2,242
Building Substitutes	23	22	24	30	27
Noon Hour Supervisors (Part-Time)	119	137	115	109	120
Educational Assistants/Paraprofessionals	446	428	441	404	548
Secretary/Clerical	304	294	297	292	267
Transportation	237	225	213	204	198
Custodial/Maintenance	122	123	128	145	128
Technical/Other	164	163	151	116	146
Food Service	155	147	145	138	123
School Administration	102	99	101	95	93
Supervisors/Directors/Coordinators	34	28	29	32	26
Central Administration	33	33	32	29	33
Divisionals	25	23	24	19	20
Superintendent/Executive Staff	10	10	11	11	9
Total Staff	4,356	4,172	4,185	3,914	3,980

Staff	2004	2003	2002	2001	2000
Teachers	2,107	N/A	N/A	N/A	N/A
Building Substitutes	10	N/A	N/A	N/A	N/A
Noon Hour Supervisors (Part-Time)	107	N/A	N/A	N/A	N/A
Educational Assistants/Paraprofessionals	421	N/A	N/A	N/A	N/A
Secretary/Clerical	261	N/A	N/A	N/A	N/A
Transportation	379	N/A	N/A	N/A	N/A
Custodial/Maintenance	145	N/A	N/A	N/A	N/A
Technical/Other	107	N/A	N/A	N/A	N/A
Food Service	121	N/A	N/A	N/A	N/A
School Administration	105	N/A	N/A	N/A	N/A
Supervisors/Directors/Coordinators	33	N/A	N/A	N/A	N/A
Central Administration	28	N/A	N/A	N/A	N/A
Divisionals	20	N/A	N/A	N/A	N/A
Superintendent/Executive Staff	9	N/A	N/A	N/A	N/A
Total Staff	3,853	-	-	-	-

Source of Information: District Business Office

N/A: Not Available

## SCHOOL DISTRICT U-46

### Average Daily Attendance and Operating Expenditures Per Pupil Last Ten Fiscal Years

<b>Year Ended June 30,</b>	<b>Expenditures*</b>	<b>Deductions**</b>	<b>Operating Expenditures</b>	<b>Average Daily Attendance</b>	<b>Operating Expenditures Per Pupil</b>
2009	\$ 436,222,997	\$ 48,149,501	\$ 388,073,496	36,289	\$ 10,694
2008	411,555,432	48,103,164	363,452,268	36,205	10,039
2007	388,225,546	44,684,034	343,541,512	35,898	9,570
2006	364,221,923	44,715,700	319,506,223	35,238	9,067
2005	337,783,251	37,008,190	300,775,061	33,824	8,892
2004	311,302,492	31,733,948	279,568,544	34,954	7,998
2003	334,288,181	26,928,936	307,359,245	35,397	8,683
2002	307,210,455	25,314,308	281,896,147	34,581	8,152
2001	291,726,836	22,587,233	269,139,603	33,189	8,109
2000	265,719,375	30,537,337	235,182,038	32,006	7,348

Source of Information: Annual Financial Report to State Board of Education

\*Expenditures include only the General, Special Revenue and Debt Service Funds and do not include on-behalf payments made by the State of Illinois for TRS/THIS.

\*\*Deductions are comprised of revenues or expenditures not applicable to the regular K-12 programs including capital outlay, debt services and payments to other governments.

## SCHOOL DISTRICT U-46

### Operating Indicators by Function Last Ten Fiscal Years

Function	2009	2008	2007	2006
Instruction				
Student Enrollment:				
Elementary	22,734	22,765	22,795	22,662
Middle School	6,102	6,264	6,170	6,039
High School	11,976	11,680	11,415	10,955
Total Student Enrollment	<u>40,812</u>	<u>40,709</u>	<u>40,380</u>	<u>39,656</u>
Support Services - Pupil				
% of Students with Disabilities	13.2%	13.7%	13.2%	N/A
Support Services - Pupil				
Information Technology Services				
Work Orders Completed	40,270	42,080	48,540	N/A
School Administration				
Student Attendance Rate	94.3%	94.3%	94.3%	N/A
Business				
Fiscal				
Purchase Orders Processed	11,507	13,906	13,398	N/A
Nonpayroll Checks Issued	9,627	9,734	10,923	N/A
Maintenance				
Maintenance Work Orders Completed	30,690	28,840	24,800	N/A
District Square footage Maintained by				
Custodians and Maintenance Staff	5,492,057	5,492,057	5,492,057	5,492,057
District Acreage Maintained by				
Grounds Staff	805	805	805	N/A
Transportation				
Average Number of Students				
Transported Daily				
Regular, Public Schools	23,477	23,628	21,820	22,520
Non-Public	6	-	-	1
Special Education	2,333	2,077	2,321	2,414
Total Number of Students Transported	<u>25,816</u>	<u>25,705</u>	<u>24,141</u>	<u>24,935</u>
Student Transportation Miles Traveled				
Regular Education	3,214,182	2,110,472	2,692,281	2,103,142
Special Education	2,721,107	2,566,295	2,117,736	1,912,868
Non-Reimbursable	490,778	508,435	452,050	479,193
Total Student Transportation Miles Traveled	<u>6,426,067</u>	<u>5,185,202</u>	<u>5,262,067</u>	<u>4,495,203</u>

Source: Plant Operations, Transportation, Information Services,  
District Records, and Financial Services

N/A: Not Available

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
22,156	22,346	23,230	22,760	22,245	21,689
6,002	5,880	5,740	5,589	5,363	5,030
10,509	10,305	10,161	9,649	9,159	8,811
<u>38,667</u>	<u>38,531</u>	<u>39,131</u>	<u>37,998</u>	<u>36,767</u>	<u>35,530</u>
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
5,492,057	5,492,057	5,107,692	4,781,285	4,575,918	4,575,918
N/A	N/A	N/A	N/A	N/A	N/A
22,203	21,871	21,085	22,746	19,937	18,928
3	719	660	785	621	727
2,145	2,527	2,714	2,481	2,202	2,062
<u>24,351</u>	<u>25,117</u>	<u>24,459</u>	<u>26,012</u>	<u>22,760</u>	<u>21,717</u>
1,915,477	2,085,656	2,277,702	2,245,036	1,694,858	1,891,846
1,829,338	1,878,036	1,749,887	1,700,197	1,508,358	1,665,814
389,606	320,036	409,215	353,248	304,269	355,188
<u>4,134,421</u>	<u>4,283,728</u>	<u>4,436,804</u>	<u>4,298,481</u>	<u>3,507,485</u>	<u>3,912,848</u>

**SCHOOL DISTRICT U-46**

**District Enrollment by School - Last Ten Fiscal Years**

<b>School</b>	<b>2008-2009 *</b>	<b>2007-2008 *</b>	<b>2006-2007 *</b>	<b>2005-2006 *</b>	<b>2004-2005 *</b>	<b>2003-2004 *</b>
Bartlett	619	631	642	660	672	703
Centennial	527	544	566	632	639	805
Century Oaks	490	473	448	474	501	605
Channing	619	578	534	514	546	567
Clinton	436	457	434	434	413	586
Coleman	586	601	593	583	551	747
Creekside	543	557	586	671	718	576
Fox Meadow	773	799	769	785	702	701
Garfield	432	460	466	475	505	589
Gifford	485	495	495	496	454	524
Glenbrook	426	436	426	455	526	469
Hanover Countryside	433	455	450	468	418	581
Hawk Hollow	503	518	527	548	583	528
Heritage	507	544	538	556	536	651
Highland	524	553	555	554	553	560
Hillcrest	656	617	608	555	522	309
Hilltop	633	623	709	722	610	N/A
Horizon	551	617	622	626	605	634
Huff	627	624	660	661	701	722
Illinois Park	479	419	273	N/A	N/A	628
Independence	279	259	315	290	N/A	N/A
Laurel Hill	490	462	392	417	434	558
Liberty	546	548	656	635	609	548
Lincoln	664	618	625	589	554	N/A
Lords Park	782	796	831	807	798	777
Lowrie	445	423	409	433	418	425
Mckinley	432	442	454	480	456	477
Nature Ridge	772	795	742	679	588	494
Oakhill	649	655	624	626	622	650
Ontarioville	550	513	524	566	597	566
Ottercreek	605	531	588	584	589	586
Parkwood	437	413	461	462	429	437
Prairieview	479	510	577	541	557	602
Ridge Circle	530	546	627	562	606	679
Sheridan	495	517	528	550	585	558
Spring Trail	498	500	538	546	595	632
Streamwood Elementary	N/A	N/A	N/A	N/A	N/A	N/A
Sunnydale	431	437	449	436	417	424
Sycamore Trail	525	577	587	620	622	675
Timber Trails	506	462	454	423	383	N/A
Washington	436	443	458	501	501	509
Wayne	581	598	626	590	603	454
Willard	395	378	429	456	438	371
Woodland Heights	358	341	N/A	N/A	N/A	439
Abbott	523	529	555	548	561	788
Canton	780	909	965	929	825	943
Eastview	1,016	1,081	1,119	1,068	1,114	1,173
Ellis	546	512	489	497	513	609
Kenyon Woods	1,064	976	880	859	812	N/A
Kimball	679	765	793	759	792	951
Larsen	695	657	565	579	536	610
Tefft	799	835	804	800	849	806
Bartlett High School	2,725	2,698	2,850	2,893	3,070	2,897
Central School Programs	89	108	106	118	101	107
Elgin High School	2,188	2,089	2,147	2,228	2,344	2,311
Gifford High School	160	155	165	131	137	139
Larkin High School	2,169	2,163	2,289	2,422	2,546	2,550
South Elgin High School	2,372	2,157	1,555	956	N/A	N/A
Streamwood High School	2,273	2,310	2,303	2,207	2,311	2,301
<b>** Total Enrollment</b>	<b>40,812</b>	<b>40,709</b>	<b>40,380</b>	<b>39,656</b>	<b>38,667</b>	<b>38,531</b>

2002-2003 *	2001-2002 *	2000-2001 *	1999-2000 *
699	706	745	736
811	817	841	848
584	590	553	546
527	507	531	467
591	606	624	594
747	754	676	676
876	484	662	666
709	911	895	821
514	474	433	511
523	559	513	520
506	547	549	572
612	618	582	600
488	N/A	N/A	N/A
601	636	589	594
559	520	483	517
387	570	566	535
N/A	N/A	N/A	N/A
687	676	679	700
628	736	775	706
594	565	513	492
279	289	390	293
521	524	412	450
504	N/A	N/A	N/A
N/A	N/A	N/A	N/A
754	750	726	696
516	432	402	344
503	468	446	431
509	594	567	490
601	578	551	518
542	496	456	436
486	N/A	N/A	N/A
416	473	409	368
673	1,019	997	972
652	715	621	644
523	532	512	512
677	679	717	687
328	408	482	532
529	528	545	524
759	817	763	821
N/A	N/A	N/A	N/A
484	477	455	424
540	802	752	642
385	467	412	404
406	436	421	400
765	738	684	658
899	899	881	802
1,145	1,098	1,059	1,034
531	503	469	448
N/A	N/A	N/A	N/A
851	811	800	754
785	819	753	685
764	721	717	649
2,984	2,943	2,842	2,767
106	86	71	80
2,193	2,054	1,997	1,987
181	178	198	174
2,458	2,325	2,125	2,029
N/A	N/A	N/A	N/A
2,239	2,063	1,926	1,774
<u>39,131</u>	<u>37,998</u>	<u>36,767</u>	<u>35,530</u>

Source: District records

Notes:

\* Enrollment based on Fall Housing Report

\*\* Elementary totals include Pre-K students

N/A: Not Applicable



## SCHOOL DISTRICT U-46

### District Facility Information

June 30, 2009

Building	Year Built	Year of Most Recent Addition	Square Footage
<i>Schools:</i>			
Garfield	1887	1998	45,448
Lowrie	1887	2000	41,252
McKinley	1887	2000	48,325
Washington	1893	2004	53,139
Gifford Street High School / Central Building	1911	1939	223,214
Bartlett	1928	2002	60,591
Ontarioville	1928	2001	47,821
Abbott	1932	2001	108,303
Wayne	1947	2003	59,875
Harriet Gifford	1949	2003	55,902
Larsen	1951	2002	103,886
Ellis	1952	2003	110,135
Coleman	1954	1998	53,307
Hanover Countryside	1954	1991	46,062
Huff	1954	1997	61,634
Willard	1954	2002	42,250
Clinton	1958	1999	47,233
Woodland Heights	1958	2001	37,736
Highland	1959	1999	49,276
Kimball	1959	2002	124,531
Laurel Hill	1962	1998	35,463
Streamwood Elementary	1962	1998	33,811
Larkin High	1962	2003	348,387
OakHill	1965	2003	61,958
Tefft	1965	1965	136,946
Hillcrest	1967	1999	46,553
Sunnydale	1967	2003	46,670
Channing	1968	2003	53,833
Ridge Circle	1969	2002	65,048
Century Oaks	1970	2000	50,827
Eastview	1970	2001	167,341
Glenbrook	1971	1998	46,815
Parkwood	1971	1999	42,903
Elgin High School	1972	2003	365,242
Sheridan	1973	1999	46,832
Heritage	1976	1999	47,185
Independence	1976	1998	32,150
Canton	1976	-	126,942
Herizon	1977	2002	63,828
Lords Park	1977	1998	61,823
Streamwood High School	1978	2002	289,811

(Continued)

# SCHOOL DISTRICT U-46

## District Facility Information

June 30, 2009

Building	Year Built	Year of Most Recent Addition	Square Footage
<i>Schools:</i>			
Centennial	1991	2001	74,000
Prarieview	1992	2001	74,101
Sycamore Trails	1992	2001	71,390
Fox Meadow	1996	2001	69,390
Spring Trail	1996	-	59,778
Bartlett High School	1997	2001	397,787
Creekside	1998	-	58,732
Illinois Park	1999	-	50,385
Nature Ridge	1999	2003	57,678
Hawk Hollow	2002	-	53,125
Liberty	2002	-	61,630
Otter Creek	2002	-	62,612
Hilltop	2003	-	63,212
Lincoln	2003	-	53,178
Timber Trails	2003	-	56,454
Kenyon Woods	2003	-	153,563
South Elgin High School	2004	-	384,365
<i>Other Buildings:</i>			
4 South Gifford	N/A	-	5,676
Observatory	1910	-	4,083
Transportation	N/A	-	31,130
Plant Operation	2001	-	31,500
Warehouse	2002	-	28,000
Total			<u>5,492,057</u>

Source: District records

N/A: Not Available

## SCHOOL DISTRICT U-46

### Miscellaneous Statistics

June 30, 2009

The District boundaries extend into three counties: Cook, DuPage and Kane

Date of Incorporation	1875
Median Family Income	
Kane County*	\$ 75,851
City of Elgin*	\$ 59,561
Per Capita Personal Income	
Kane County*	\$ 28,579
City of Elgin*	\$ 21,995
Population	
Kane County	507,579
City of Elgin	106,330
Area Served	90 square miles
Number of Schools	57
Student Population	41,303
Certified Staff	2,582
Pupil/Certified Staff Ratio	16/1
Faculty Holding Master's Degree or Higher	1,440

#### Communities Served:

School District U-46 serves Bartlett, and portions of Carol Stream, Elgin, Hanover Park, Hoffman Estates, Schaumburg, South Elgin, St. Charles, Streamwood, Wayne and West Chicago.

\* Source: U.S. Census Bureau, 2005-2007 American Community Survey and the School District Report Card on ISBE website.