

Due to ROE on October 15th
Due to ISBE on November 15th
SD/JA11

☒ School District
Joint Agreement

ILLINOIS STATE BOARD OF EDUCATION
School Business Services Division
100 North First Street, Springfield, Illinois 62777-0001
217/785-8779

**Illinois School District/Joint Agreement
Annual Financial Report ***
June 30, 2011

School District/Joint Agreement Information

(See instructions on inside of this page.)

School District/Joint Agreement Number:

31-045-0460-22

County Name:

Kane

Name of School District/Joint Agreement:

SD U-46

Address:

355 E. Chicago Street

City:

Elgin, IL

Email Address:

Zip Code:

60120-6543

Annual Financial Report

Type of Auditor's Report Issued:

<input type="checkbox"/>
<input type="checkbox"/>
<input type="checkbox"/>

Qualified

Adverse

Disclaimer

☒

Unqualified

☒ Reviewed by District Superintendent/Administrator

District Superintendent/Administrator Name (Type or Print):

Jose M. Torres

Email Address:

Telephone:

847-888-5000

Fax Number:

847-608-2777

Signature & Date:

Accounting Basis:

CASH

☒ ACCRUAL

Filing Status:

Submit electronic AFR directly to ISBE

Click on the Link to Submit:

[Send ISBE a File](#)

A-133 Single Audit Status:

☒ YES

NO Are Federal expenditures greater than \$500,000?

☒ YES

NO Is all A-133 Single Audit Information completed and attached?

☒ YES

NO Were any findings issued?

Reviewed by Township Treasurer (Cook County only)
Name of Township:

Township Treasurer Name (type or print)

Email Address:

Telephone:

Signature & Date:

Fax Number:

Certified Public Accountant Information

Name of Auditing Firm:

McGladrey & Pullen, LLP

Name of Audit Manager:

John George

Address:

One South Wacker Dr, Ste 800

City:

Chicago

State:

IL

Zip Code:

60606

Phone Number:

312-634-3400

Fax Number:

312-634-4505

IL License Number:

066-003346

Expiration Date:

11/30/2012

Email Address:

john.george@mcgladrey.com

initials only

☐ Reviewed by Regional Superintendent/Cook IS

Regional Superintendent/Cook ISC Name (Type or Print):

Email Address:

Telephone:

Fax Number:

Signature & Date:

* This form is based on 23 Illinois Administrative Code 100, Subtitle A, Chapter I, Subchapter C (Part 100).

ISBE Form SD50-35/JA50-60 (08/8/11)

TABLE OF CONTENTS

	TAB Name	AFR Page No.
Auditor's Questionnaire.....	Aud Quest	2
Comments Applicable to the Auditor's Questionnaire.....	Aud Quest	2
Financial Profile Information	FP Info	3
Estimated Financial Profile Summary.....	Financial Profile	4
Basic Financial Statements		
Statement of Assets and Liabilities Arising from Cash Transactions/Statement of Position	Assets-Liab	5 - 6
Statement of Revenues Received/Revenues, Expenditures Disbursed/Expenditures, Other Sources (Uses) and Changes in Fund Balances (All Funds).....	Acct Summary	7 - 8
Statements of Revenues Received/Revenues (All Funds).....	Revenues	9 - 14
Statements of Expenditures Disbursed/Expenditures Budget to Actual (All Funds).....	Expenditures	15 - 22
Supplementary Schedules		
Federal Stimulus - American Recovery and Reinvestment Act (ARRA) Schedule.....	ARRA Sched	23
Schedule of Ad Valorem Tax Receipts.....	Tax Sched	24
Schedule of Short-Term Debt/Long-Term Debt	Short-Term Long-Term Debt	25
Schedule of Restricted Local Tax Levies and Selected Revenue Sources/ Schedule of Tort Immunity Expenditures.....	Rest Tax Levies-Tort Im	26
Statistical Section		
Schedule of Capital Outlay and Depreciation.....	Cap Outlay Deprec	27
Estimated Operating Expenditures Per Pupil and Per Capita Tuition Charge Computation.....	PCTC-OEPP	28 - 29
Estimated Indirect Cost Rate for Federal Programs (Section I, Section II).....	ICR Computation	30
Administrative Cost Worksheet.....	AC	31
Itemization Schedule.....	ITEMIZATION	32
Reference Page.....	REF	33
Notes, Opinion Letters, etc.....	Opinion-Notes	34
Audit Checklist/Balancing Schedule.....	AUDITCHECK	-
A-133 Single Audit Section		
Annual Federal Compliance Report.....	A-133 Cover - CAP	35 - 44

INSTRUCTIONS/REQUIREMENTS: For School Districts/Joint Agreements

All School Districts/Joint Agreements must complete this form (Note: joint agreement supplementary/statistical schedules may not be applicable)

Round all amounts to the nearest dollar. Do not enter cents. (Exception: 9 Month ADA on page 28, line 78)

This form complies with **Part 100 (Requirements for Accounting, Budgeting, Financial Reporting, and Auditing).**

23. Illinois Administrative Code 100, Subtitle A, Chapter I, Subchapter C (Part 100)

Any errors left unresolved by the **Audit Checklist/Balancing Schedule** must be explained in the itemization page.

Submit AFR Electronically

- * The Annual Financial Reports (AFR) must be submitted directly through the Attachment Manager to the AFR Group by the Auditor or School District designated personnel (Please see Instructions for complete submission procedures).

[Attachment Manager Link](#)

Note: CD/Disk no longer accepted.

- * AFR supporting documentation must be embedded as Microsoft Word (.doc), Word Perfect (*.wpd) or Adobe (*.pdf) and inserted within tab "Opinions & Notes". These documents include: The Audit, Management letter, Opinion letters, Compliance letters, Financial notes etc.... For embedding instructions see "Opinions & Notes" tab of this form.

Note: Adobe Acrobat (.pdf) files cannot be embedded if you do not have the software. Simply attach files as separate docs in the Attachment Manager and they will be embedded for you.*

Submit Paper Copy of AFR with Signatures

- 1) The auditor must send three **paper** copies of the AFR form (cover through page 8 at minimum) to the School District with the auditor signature.
Note: School Districts and Regional Superintendents may prefer a complete paper copy in lieu of an electronic file. Please comply with their requests as necessary.
 - 2) Upon receipt, the School District retains one copy for their records, signs, and forwards the remaining two copies to the Regional Superintendent's office no later than October 15, annually.
 - 3) Upon receipt, the Regional Superintendent's office retains one copy for their records, signs, and forwards the remaining paper copy to ISBE no later than November 15, annually.
- * Yellow Book, CPE, and Peer Review requirements must be met if the Auditor issues an opinion stating "Governmental Accounting Standards" were utilized.
[Single Audit Act A-133](#)

Qualifications of Auditing Firm

- * School District/Joint Agreement entities must verify the qualifications of the auditing firm by requesting the most current acceptance/completion letter.
- * A school district/joint agreement who engages with an auditing firm who is not licensed and qualified will be required to complete a new audit by a qualified auditing firm at the school districts/joint agreements expense.

AUDITOR'S QUESTIONNAIRE

INSTRUCTIONS: If your review and testing of State, Local, and Federal Programs revealed any of the following statements to be true, then check the box on the left, and attach the appropriate findings/comments.

PART A - FINDINGS

3. One or more school board members, administrators, certified school business officials, or other qualifying district employees failed to file economic interest statements pursuant to the *Illinois Government Ethics Act*. [5 ILCS 420/4A-101]
2. One or more custodians of funds failed to comply with the bonding requirements pursuant to *Sections 8-2, 10-20.19 or 19-6 of the School Code*. [105 ILCS 5/8-2; 10-20.19; 19-6]
3. One or more contracts were executed or purchases made contrary to the provisions of *Section 10-20.21 of the School Code*. [105 ILCS 5/10-20.21]
4. One or more violations of the Public Funds Deposit Act or the Public Funds Investment Act were noted. [30 ILCS 225/1 et. seq. and 30 ILCS 235/1 et. seq.]
5. Restricted funds were commingled in the accounting records or used for other than the purpose for which they were restricted.
6. One or more short-term loans or short-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory authority.
7. One or more long-term loans or long-term debt instruments were executed in non-conformity with the applicable authorizing statute or without statutory authority.
8. Corporate Personal Property Replacement Tax monies were deposited and/or used without first satisfying the lien imposed pursuant to the *State Revenue Sharing Act*. [30 ILCS 115/12]
9. One or more interfund loans were made in non-conformity with the applicable authorizing statute or without statutory authorization.
10. One or more interfund loans were outstanding beyond the term provided by statute.
11. One or more permanent transfers were made in non-conformity with the applicable authorizing statute/regulation or without statutory/regulatory authorization.
12. Substantial, or systematic misclassification of budgetary items such as, but not limited to, revenues, receipts, expenditures, disbursements or expenses were observed.
13. The Chart of Accounts used to define and control budget and accounting records does not conform to the minimum requirements imposed by ISBE rules pursuant to *Sections 2-3.27 and 2-3.28 of the School Code*. [105 ILCS 5/2-3.27; 2-3.28]

PART B - FINANCIAL DIFFICULTIES/CERTIFICATION Criteria pursuant to Section 1A-8 of the School Code [105 ILCS 5/1A-8]

14. The district has issued tax anticipation warrants or tax anticipation notes in anticipation of a second year's taxes when warrants or notes in anticipation of current year taxes are still outstanding, as authorized by Sections 17-16 or 34-23 thru 34-27 of the School Code.
[105 ILCS 5/17-16 or 34-23 thru 34-27]
15. The district has issued short-term debt against two future revenue sources, such as, but not limited to, tax anticipation warrants and General State Aid certificates or tax anticipation warrants and revenue anticipation notes.
16. The district has issued school or teacher orders for wages as permitted in Sections 8-16, 32-7.2 and 34-76 of the School Code or issued funding bonds for this purpose pursuant to Section 19-8 of the School Code. [105 ILCS 5/8-6, 32-7.2, 34-76, and 19-8]
17. The district has for two consecutive years shown an excess of expenditures/other uses over revenues/other sources and beginning fund balances on its annual financial report for the aggregate totals of the Educational, Operations & Maintenance, Transportation, and Working Cash Funds.

PART C - OTHER ISSUES

18. Student Activity Funds, Imprest Funds, or other funds maintained by the district were excluded from the audit.
19. Findings, other than those listed in Part A (above), were reported (e.g. student activity fund findings).
20. Federal Stimulus Funds were not maintained and expended in accordance with the American Recovery and Reinvestment Act (ARRA) of 2009. If checked, an explanation must be provided.
21. Check this box if the district is subject to the Property Tax Extension Limitation Law. Effective Date: 10/01/1991
22. If the type of Auditor Report designated on the cover page is other than an unqualified opinion and is due to reason(s) other than solely Cash Basis Accounting, please check and explain the reason(s) in the box below.

PART D - EXPLANATION OF ACCOUNTING PRACTICES FOR LATE MANDATED CATEGORICAL PAYMENTS

(For School Districts who report on an Accrual/Modified Accrual Accounting Basis only)

School districts that report on the accrual/modified accrual basis of accounting must identify where late mandated categorical payments (Revenue Codes 3100, 3105, 3110, 3500, and 3510) are recorded. Depending on the accounting procedure these amounts will be used to adjust the Direct Receipts/Revenues in calculation 1 and 2 of the Financial Profile Score.

23. Enter the date that the district used to accrue mandated categorical payments

Date: 08/31/2011

24. For the listed mandated categorical (Revenue Code (3110, 3500, 3510, 3100, 3105) that were vouchered prior to June 30th, but not released until after year end as reported in ISBE FRIS system, enter the amounts that were accrued in the chart below.

Account Name	3110	3500	3510	3100	3105	Total
Intergovernmental Accounts Receivable (150)						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)	2893182	2144918	4150578	958832	2896406	13043916
Other Receivables (160)						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)						0
Deferred Revenues & Other Current Liabilities (490)						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)	1446591	1072459	2075289	479416	1448203	6521958
Direct Receipts/Revenue						
Mandated Categoricals Payments (3110, 3500, 3510, 3100, 3105)	1446591	1072459	2075289	479416	1448203	6521958
Total						13043916

* Revenue Code (3110-Sp Ed Personnel, 3510-Sp Ed Transportation, 3500-Regular/Vocational Transportation, 3105-Sp Ed Funding for Children Requiring Services,3100-Sp Ed Private Facilities)

PART E - QUALIFICATIONS OF AUDITING FIRM

* School District/Joint Agreement entities must verify the qualifications of the auditing firm by requesting the most current review and acceptance/completion letter.

* A school district/joint agreement who engages with and auditing firm who is not licensed and qualified will be required to complete a new audit by a qualified auditing firm at the school districts/joint agreements expense.

Comments Applicable to the Auditor's Questionnaire:**McGladrey & Pullen, LLP**

Name of Audit Firm (print)

The undersigned affirms that this audit was conducted by a qualified auditing firm and in accordance with the applicable standards [23 Illinois Administrative Code Part 100] and the scope of the audit conformed to the requirements of subsection (a) or (b) of 23 Illinois Administrative Code Part 100 Section 110, as applicable.



Signature

12/14/2011

mm/dd/yyyy



INDEPENDENT AUDITOR'S REPORT ON THE ANNUAL FINANCIAL REPORT

To the Board of Education
School District U-46
Elgin, Illinois

We have submitted, under separate cover, the financial statements of School District U-46 (the District) as of and for the year ended June 30, 2011, and our report thereon, dated December 14, 2011, is as follows:

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, Elgin, Illinois, as of and for the year ended June 30, 2011, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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, Elgin, Illinois, as of June 30, 2011, 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.

As discussed in Note 1 to the financial statements, as of July 1, 2010, the District adopted the reporting and disclosure requirements of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*, and should be considered in assessing the results of our audit.

The accompanying required supplementary information which includes management's discussion and analysis (pages 3-12), schedules of funding progress (pages 49-50) and budgetary schedules and related note (pages 51-53) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the District. The combining and individual nonmajor fund financial statements and other schedules listed in the table of contents as supplementary information are presented for purposes of additional analysis, and are not a required part of the basic financial statements. Such 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.

Our audit was made for the purpose of forming opinions on the basic financial statements of the District taken as a whole. The accompanying Annual Financial Report, Form ISBE SD50-35/JA50-60 of School District U-46 as of and for the year ended June 30, 2011, which has been prepared in the form prescribed by the Illinois State Board of Education, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information, except for the financial profile information, estimated financial profile summary, supplementary schedules, statistical section, estimated indirect cost rate for federal programs, administrative cost worksheet and itemization schedule, as listed in the table of contents, which were not audited, and on which we express no opinion, 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 and should be read in conjunction with those statements and related notes.

The answers to questions 1 through 24 contained in the "Auditor's Questionnaire" on page 2 are based solely on the procedures performed and data obtained during our audit of the basic financial statements of School District U-46 as of and for the year ended June 30, 2011.

McGladrey & Pullen, LLP

Chicago, Illinois
December 14, 2011

	A	B	C	D	E	F	G	H	I	J	K	L	M
1	FINANCIAL PROFILE INFORMATION												
2													
3	<i>Required to be completed for School Districts only.</i>												
4													
5	A. Tax Rates (Enter the tax rate - ex: .0150 for \$1.50)												
6													
7	Tax Year 2010				Equalized Assessed Valuation (EAV):				5,663,427,767				
8													
9	Educational		Operations & Maintenance		Transportation		Combined Total		Working Cash				
10	Rate(s):		0.035179		+ 0.004020		+ 0.001508		= 0.040710		0.000000		
11													
12													
13	B. Results of Operations *												
14													
15	Receipts/Revenues		Disbursements/Expenditures		Excess/ (Deficiency)		Fund Balance						
16	393,441,174		342,986,077		50,455,097		95,331,794						
17	* The numbers shown are the sum of entries on Pages 7 & 8, lines 8, 17, 20, and 65 for the Educational, Operations & Maintenance, Transportation and Working Cash Funds.												
18													
19													
20	C. Short-Term Debt **												
21	CPPRT Notes		TAWs		TANs		TO/EMP. Orders		GSA Certificates				
22	0		+ 0		+ 0		+ 0		+ 0				
23	Other		Total										
24	0		= 0										
25	** The numbers shown are the sum of entries on page 25.												
26													
27													
28	D. Long-Term Debt												
29	Check the applicable box for long-term debt allowance by type of district.												
30													
31	a. 6.9% for elementary and high school districts,		781,553,032										
32	X b. 13.8% for unit districts.												
33													
34	Long-Term Debt Outstanding:												
35													
36	c. Long-Term Debt (Principal only)		Acct										
37	Outstanding:.....		511		431,468,971								
38													
39													
40	E. Material Impact on Financial Position												
41	If applicable, check any of the following items that may have a material impact on the entity's financial position during future reporting periods.												
42	Attach sheets as needed explaining each item checked.												
43													
44	Pending Litigation												
45	Material Decrease in EAV												
46	Material Increase/Decrease in Enrollment												
47	Adverse Arbitration Ruling												
48	Passage of Referendum												
49	Taxes Filed Under Protest												
50	Decisions By Local Board of Review or Illinois Property Tax Appeal Board (PTAB)												
51	Other Ongoing Concerns (Describe & Itemize)												
52													
53	Comments:												
54													
55													
56													
57													
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ESTIMATED FINANCIAL PROFILE SUMMARY
 (Go to the following web site for reference to the Financial Profile)
www.isbe.net/sfms/p/profile.htm

District Name:	SD U-46
District Code:	31-045-0460-22
County Name:	Kane

1. Fund Balance to Revenue Ratio:		Total	Ratio	Score	3
Total Sum of Fund Balance (P8, Cells C80, D80, F80 & I80)	Funds 10, 20, 40, 70 + (50 & 80 if negative)	82,901,012.00	0.212	Weight	0.35
Total Sum of Direct Revenues (P7, Cell C8, D8, F8 & I8)	Funds 10, 20, 40, & 70,	391,510,902.00		Value	1.05
Less: Operating Debt Pledged to Other Funds (P8, Cell C53 thru D73)	Minus Funds 10 & 20	(1,930,272.00)			
(Excluding C56, D56, C60, D60 C64 and D64)					
2. Expenditures to Revenue Ratio:		Total	Ratio	Score	4
Total Sum of Direct Expenditures (P7, Cell C17, D17, F17, I17)	Funds 10, 20 & 40	342,986,077.00	0.876	Adjustment	0
Total Sum of Direct Revenues (P7, Cell C8, D8, F8, & I8)	Funds 10, 20, 40 & 70,	391,510,902.00		Weight	0.35
Less: Operating Debt Pledged to Other Funds (P8, Cell C53 thru D73)	Minus Funds 10 & 20	(1,930,272.00)			
(Excluding C56, D56, C60, D60 C64 and D64)			0	Value	1.40
Possible Adjustment:					
3. Days Cash on Hand:		Total	Days	Score	3
Total Sum of Cash & Investments (P5, Cell C4, D4, F4, I4 & C5, D5, F5 & I5)	Funds 10, 20 40 & 70	98,567,434.00	103.45	Weight	0.10
Total Sum of Direct Expenditures (P7, Cell C17, D17, F17 & I17)	Funds 10, 20, 40 divided by 360	952,739.10		Value	0.30
4. Percent of Short-Term Borrowing Maximum Remaining:		Total	Percent	Score	4
Tax Anticipation Warrants Borrowed (P25, Cell F6-7 & F11)	Funds 10, 20 & 40	0.00	100.00	Weight	0.10
EAV x 85% x Combined Tax Rates (P3, Cell J7 and J10)	(.85 x EAV) x Sum of Combined Tax Rates	195,974,422.74		Value	0.40
5. Percent of Long-Term Debt Margin Remaining:		Total	Percent	Score	2
Long-Term Debt Outstanding (P3, Cell H37)		431,468,971.00	44.79	Weight	0.10
Total Long-Term Debt Allowed (P3, Cell H31)		781,553,031.85		Value	0.20
Total Profile Score:					3.35 *
Estimated 2012 Financial Profile Designation:					<u>REVIEW</u>

* Total Profile Score may change based on data provided on the Financial Profile Information, page 3 and by the timing of mandated categorical payments. Final score will be calculated by ISBE.

BASIC FINANCIAL STATEMENTS
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
STATEMENT OF POSITION AS OF JUNE 30, 2011

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
	ASSETS	Acct. #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
1											
2											
3	CURRENT ASSETS (100)										
4	Cash (Accounts 111 through 115) ¹		46,592,981	310,951	19,273,073	400	2,227,487	6,912,377	51,663,102		7,206,058
5	Investments	120									
6	Taxes Receivable	130	96,797,304	10,542,822	19,328,886	3,185,896	4,452,736			2,070,290	
7	Interfund Receivables	140							38,261,986		
8	Intergovernmental Accounts Receivable	150	33,812,444			19,797,543					
9	Other Receivables	160	454,382	142,650		101,158		13,154			
10	Inventory	170	204,068								
11	Prepaid Items	180	1,557,617								
12	Other Current Assets (Describe & Itemize)	190									
13	Total Current Assets		179,418,796	10,996,423	38,601,959	23,084,997	6,680,223	6,925,531	89,925,088	2,070,290	7,206,058
14	CAPITAL ASSETS (200)										
15	Works of Art & Historical Treasures	210									
16	Land	220									
17	Building & Building Improvements	230									
18	Site Improvements & Infrastructure	240									
19	Capitalized Equipment	250									
20	Construction in Progress	260									
21	Amount Available in Debt Service Funds	340									
22	Amount to be Provided for Payment on Long-Term Debt	350									
23	Total Capital Assets										
24	CURRENT LIABILITIES (400)										
25	Interfund Payables	410		4,500,000		21,641,611				12,120,375	
26	Intergovernmental Accounts Payable	420									
27	Other Payables	430	5,590,184	863,053		195,076		290,957		295,897	1,222,604
28	Contracts Payable	440									
29	Loans Payable	460									
30	Salaries & Benefits Payable	470	24,939,772	295,986		169,624				12,302	
31	Payroll Deductions & Withholdings	480	4,209,440				368,556				
32	Deferred Revenues & Other Current Liabilities	490	115,295,610	10,554,066	19,349,501	19,839,088	4,457,486			2,072,498	
33	Due to Activity Fund Organizations	493									
34	Total Current Liabilities		150,035,006	16,213,105	19,349,501	41,845,399	4,826,042	290,957	0	14,501,072	1,222,604
35	LONG-TERM LIABILITIES (500)										
36	Long-Term Debt Payable (General Obligation, Revenue, Other)	511									
37	Total Long-Term Liabilities										
38	Reserved Fund Balance	714	3,543,755		19,252,458		1,854,181	6,634,574	89,925,088		5,983,454
39	Unreserved Fund Balance	730	25,840,035	(5,216,682)		(18,760,402)				(12,430,782)	
40	Investment in General Fixed Assets										
41	Total Liabilities and Fund Balance		179,418,796	10,996,423	38,601,959	23,084,997	6,680,223	6,925,531	89,925,088	2,070,290	7,206,058

BASIC FINANCIAL STATEMENTS
STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
STATEMENT OF POSITION AS OF JUNE 30, 2011

	A	B	L	M	N
1	Account Groups				
2	ASSETS	Acct. #	Agency Fund	General Fixed Assets	General Long-Term Debt
3	CURRENT ASSETS (100)				
4	Cash (Accounts 111 through 115) ¹		3,994,073		
5	Investments	120			
6	Taxes Receivable	130			
7	Interfund Receivables	140			
8	Intergovernmental Accounts Receivable	150			
9	Other Receivables	160			
10	Inventory	170			
11	Prepaid Items	180			
12	Other Current Assets (Describe & Itemize)	190			
13	Total Current Assets		3,994,073		
14	CAPITAL ASSETS (200)				
15	Works of Art & Historical Treasures	210			
16	Land	220		27,687,264	
17	Building & Building Improvements	230		345,326,802	
18	Site Improvements & Infrastructure	240			
19	Capitalized Equipment	250		3,753,852	
20	Construction in Progress	260		689,289	
21	Amount Available in Debt Service Funds	340			19,252,458
22	Amount to be Provided for Payment on Long-Term Debt	350			412,216,513
23	Total Capital Assets			377,457,207	431,468,971
24	CURRENT LIABILITIES (400)				
25	Interfund Payables	410			
26	Intergovernmental Accounts Payable	420			
27	Other Payables	430			
28	Contracts Payable	440			
29	Loans Payable	460			
30	Salaries & Benefits Payable	470			
31	Payroll Deductions & Withholdings	480			
32	Deferred Revenues & Other Current Liabilities	490			
33	Due to Activity Fund Organizations	493	3,994,073		
34	Total Current Liabilities		3,994,073		
35	LONG-TERM LIABILITIES (500)				
36	Long-Term Debt Payable (General Obligation, Revenue, Other)	511			431,468,971
37	Total Long-Term Liabilities				431,468,971
38	Reserved Fund Balance	714			
39	Unreserved Fund Balance	730			
40	Investment in General Fixed Assets			377,457,207	
41	Total Liabilities and Fund Balance		3,994,073	377,457,207	431,468,971

BASIC FINANCIAL STATEMENT
STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2011

	A	B	C	D	E	F	G	H	I	J
1			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)
2	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort
3	RECEIPTS/REVENUES									
4	Local Sources	1000	208,623,212	25,259,297	38,976,603	7,446,599	9,346,787	727,103	94,741	4,216,074
5	Flow-Through Receipts/Revenues from One District to Another District	2000	0	0	0	0	0	0	0	0
6	State Sources	3000	94,052,817	2,240,000	0	13,467,964	0	0	0	0
7	Federal Sources	4000	42,256,544	0	0	0	0	0	0	0
8	Total Direct Receipts/Revenues		344,932,573	27,499,297	38,976,603	20,914,563	9,346,787	727,103	94,741	4,216,074
9	Receipts/Revenues for "On Behalf" Payments ²	3998	41,387,470							
10	Total Receipts/Revenues		386,320,043	27,499,297	38,976,603	20,914,563	9,346,787	727,103	94,741	4,216,074
11	DISBURSEMENTS/EXPENDITURES									
12	Instruction	1000	194,182,965				3,263,442			
13	Support Services	2000	91,410,551	21,715,667		22,000,113	6,249,697	1,099,720		10,855,038
14	Community Services	3000	3,933,071	0		0	348,723			
15	Payments to Other Districts & Governmental Units	4000	7,131,341	0	0	0	0	0		0
16	Debt Service	5000	0	0	40,379,099	2,612,369	0			
17	Total Direct Disbursements/Expenditures		296,657,928	21,715,667	40,379,099	24,612,482	9,861,862	1,099,720		10,855,038
18	Disbursements/Expenditures for "On Behalf" Payments ²	4180	41,387,470	0	0	0	0	0		0
19	Total Disbursements/Expenditures		338,045,398	21,715,667	40,379,099	24,612,482	9,861,862	1,099,720		10,855,038
20	Excess of Direct Receipts/Revenues Over (Under) Direct Disbursements/Expenditures ³		48,274,645	5,783,630	(1,402,496)	(3,697,919)	(515,075)	(372,617)	94,741	(6,638,964)
21	OTHER SOURCES/USES OF FUNDS									
22	OTHER SOURCES OF FUNDS (7000)									
23	PERMANENT TRANSFER FROM VARIOUS FUNDS									
24	Abolishment of the Working Cash Fund	7110								
25	Abatement of the Working Cash Fund	7110								
26	Transfer of Working Cash Fund Interest	7120								
27	Transfer Among Funds	7130								
28	Transfer of Interest ⁶	7140								
29	Transfer from Capital Project Fund to O&M Fund	7150								
30	Transfer of Excess Fire Prevention & Safety Tax and Interest Proceeds to Debt Service Fund ⁴	7160								
31	Transfer to Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund ⁴	7170								
32	SALE OF BONDS (7200)									
33	Principal on Bonds Sold	7210			10,920,242			2,030,000	15,004,758	
34	Premium on Bonds Sold	7220								
35	Accrued Interest on Bonds Sold	7230								
36	Sale or Compensation for Fixed Assets ⁵	7300								
37	Transfer to Debt Service to Pay Principal on Capital Leases	7400			1,734,205					
38	Transfer to Debt Service to Pay Interest on Capital Leases	7500			160,609					
39	Transfer to Debt Service to Pay Principal on Revenue Bonds	7600			545,798					
40	Transfer to Debt Service Fund to Pay Interest on Revenue Bonds	7700			35,458					
41	Transfer to Capital Projects Fund	7800						0		
42	ISBE Loan Proceeds	7900								
43	Other Sources Not Classified Elsewhere	7990								
44	Total Other Sources of Funds		0	0	13,396,312	0	0	2,030,000	15,004,758	0
45	OTHER USES OF FUNDS (8000)									
46	PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100)									
47	Abolishment or Abatement of the Working Cash Fund	8110							0	

BASIC FINANCIAL STATEMENT
STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2011

	A	B	C	D	E	F	G	H	I	J
1			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)
2	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort
48	Transfer of Working Cash Fund Interest	8120							0	
49	Transfer Among Funds	8130								
50	Transfer of Interest ⁶	8140								
51	Transfer from Capital Project Fund to O&M Fund	8150						0		
52	Transfer of Excess Fire Prevention & Safety Tax & Interest Proceeds to O&M Fund	8160								
53	Transfer of Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund	8170								
54	Taxes Pledged to Pay Principal on Capital Leases	8410								
55	Grants/Reimbursements Pledged to Pay Principal on Capital Leases	8420								
56	Other Revenues Pledged to Pay Principal on Capital Leases	8430	1,437,409	296,796						
57	Fund Balance Transfers Pledged to Pay Principal on Capital Leases	8440								
58	Taxes Pledged to Pay Interest on Capital Leases	8510								
59	Grants/Reimbursements Pledged to Pay Interest on Capital Leases	8520								
60	Other Revenues Pledged to Pay Interest on Capital Leases	8530	106,769	53,840						
61	Fund Balance Transfers Pledged to Pay Interest on Capital Leases	8540								
62	Taxes Pledged to Pay Principal on Revenue Bonds	8610								
63	Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds	8620								
64	Other Revenues Pledged to Pay Principal on Revenue Bonds	8630								
65	Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds	8640		545,798						
66	Taxes Pledged to Pay Interest on Revenue Bonds	8710								
67	Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds	8720								
68	Other Revenues Pledged to Pay Interest on Revenue Bonds	8730		35,458						
69	Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds	8740								
70	Taxes Transferred to Pay for Capital Projects	8810								
71	Grants/Reimbursements Pledged to Pay for Capital Projects	8820								
72	Other Revenues Pledged to Pay for Capital Projects	8830								
73	Fund Balance Transfers Pledged to Pay for Capital Projects	8840								
74	Transfer to Debt Service Fund to Pay Principal on ISBE Loans	8910								
75	Other Uses Not Classified Elsewhere	8990			10,733,742					
76	Total Other Uses of Funds		1,544,178	931,892	10,733,742	0	0	0	0	0
77	Total Other Sources/Uses of Funds		(1,544,178)	(931,892)	2,662,570	0	0	2,030,000	15,004,758	0
78	Excess of Receipts/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds		46,730,467	4,851,738	1,260,074	(3,697,919)	(515,075)	1,657,383	15,099,499	(6,638,964)
79	Fund Balances - July 1, 2010		(17,346,677)	(10,068,420)	17,992,384	(15,062,483)	2,369,256	4,977,191	74,825,589	(5,791,818)
80	Other Changes in Fund Balances - Increases (Decreases) (Describe & Itemize)									
81	Fund Balances - June 30, 2011		29,383,790	(5,216,682)	19,252,458	(18,760,402)	1,854,181	6,634,574	89,925,088	(12,430,782)

**STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	K
1			(90)
2	Description	Acct #	Fire Prevention & Safety
3	RECEIPTS/REVENUES		
4	Local Sources	1000	23,010
5	Flow-Through Receipts/Revenues from One District to Another District	2000	
6	State Sources	3000	0
7	Federal Sources	4000	0
8	Total Direct Receipts/Revenues		23,010
9	Receipts/Revenues for "On Behalf" Payments ²	3998	
10	Total Receipts/Revenues		23,010
11	DISBURSEMENTS/EXPENDITURES		
12	Instruction	1000	
13	Support Services	2000	6,907,609
14	Community Services	3000	
15	Payments to Other Districts & Governmental Units	4000	0
16	Debt Service	5000	0
17	Total Direct Disbursements/Expenditures		6,907,609
18	Disbursements/Expenditures for "On Behalf" Payments ²	4180	0
19	Total Disbursements/Expenditures		6,907,609
20	Excess of Direct Receipts/Revenues Over (Under) Direct Disbursements/Expenditures ³		(6,884,599)
21	OTHER SOURCES/USES OF FUNDS		
22	OTHER SOURCES OF FUNDS (7000)		
23	PERMANENT TRANSFER FROM VARIOUS FUNDS		
24	Abolishment of the Working Cash Fund	7110	
25	Abatement of the Working Cash Fund	7110	
26	Transfer of Working Cash Fund Interest	7120	
27	Transfer Among Funds	7130	
28	Transfer of Interest ⁶	7140	
29	Transfer from Capital Project Fund to O&M Fund	7150	
30	Transfer of Excess Fire Prevention & Safety Tax and Interest Proceeds to Debt Service Fund ⁴	7160	
31	Transfer to Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund ⁴	7170	
32	SALE OF BONDS (7200)		
33	Principal on Bonds Sold	7210	
34	Premium on Bonds Sold	7220	
35	Accrued Interest on Bonds Sold	7230	
36	Sale or Compensation for Fixed Assets ⁵	7300	
37	Transfer to Debt Service to Pay Principal on Capital Leases	7400	
38	Transfer to Debt Service to Pay Interest on Capital Leases	7500	
39	Transfer to Debt Service to Pay Principal on Revenue Bonds	7600	
40	Transfer to Debt Service Fund to Pay Interest on Revenue Bonds	7700	
41	Transfer to Capital Projects Fund	7800	
42	ISBE Loan Proceeds	7900	
43	Other Sources Not Classified Elsewhere	7990	
44	Total Other Sources of Funds		0
45	OTHER USES OF FUNDS (8000)		
46	PERMANENT TRANSFER TO VARIOUS OTHER FUNDS (8100)		
47	Abolishment or Abatement of the Working Cash Fund	8110	

**STATEMENT OF REVENUES RECEIVED/REVENUES, EXPENDITURES/DISBURSED/EXPENDITURES, OTHER
SOURCES (USES) AND CHANGES IN FUND BALANCE
ALL FUNDS - FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	K
1			(90)
2	Description	Acct #	Fire Prevention & Safety
48	Transfer of Working Cash Fund Interest	8120	
49	Transfer Among Funds	8130	
50	Transfer of Interest ⁶	8140	
51	Transfer from Capital Project Fund to O&M Fund	8150	
52	Transfer of Excess Fire Prevention & Safety Tax & Interest Proceeds to O&M Fund	8160	0
53	Transfer of Excess Fire Prevention & Safety Bond and Interest Proceeds to Debt Service Fund	8170	0
54	Taxes Pledged to Pay Principal on Capital Leases	8410	
55	Grants/Reimbursements Pledged to Pay Principal on Capital Leases	8420	
56	Other Revenues Pledged to Pay Principal on Capital Leases	8430	
57	Fund Balance Transfers Pledged to Pay Principal on Capital Leases	8440	
58	Taxes Pledged to Pay Interest on Capital Leases	8510	
59	Grants/Reimbursements Pledged to Pay Interest on Capital Leases	8520	
60	Other Revenues Pledged to Pay Interest on Capital Leases	8530	
61	Fund Balance Transfers Pledged to Pay Interest on Capital Leases	8540	
62	Taxes Pledged to Pay Principal on Revenue Bonds	8610	
63	Grants/Reimbursements Pledged to Pay Principal on Revenue Bonds	8620	
64	Other Revenues Pledged to Pay Principal on Revenue Bonds	8630	
65	Fund Balance Transfers Pledged to Pay Principal on Revenue Bonds	8640	
66	Taxes Pledged to Pay Interest on Revenue Bonds	8710	
67	Grants/Reimbursements Pledged to Pay Interest on Revenue Bonds	8720	
68	Other Revenues Pledged to Pay Interest on Revenue Bonds	8730	
69	Fund Balance Transfers Pledged to Pay Interest on Revenue Bonds	8740	
70	Taxes Transferred to Pay for Capital Projects	8810	
71	Grants/Reimbursements Pledged to Pay for Capital Projects	8820	
72	Other Revenues Pledged to Pay for Capital Projects	8830	
73	Fund Balance Transfers Pledged to Pay for Capital Projects	8840	
74	Transfer to Debt Service Fund to Pay Principal on ISBE Loans	8910	
75	Other Uses Not Classified Elsewhere	8990	
76	Total Other Uses of Funds		0
77	Total Other Sources/Uses of Funds		0
78	Excess of Receipts/Revenues and Other Sources of Funds (Over/Under) Expenditures/Disbursements and Other Uses of Funds		(6,884,599)
79	Fund Balances - July 1, 2010		12,868,053
80	Other Changes in Fund Balances - Increases (Decreases) (Describe & Itemize)		
81	Fund Balances - June 30, 2011		5,983,454

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
1											
2											
3	RECEIPTS/REVENUES FROM LOCAL SOURCES (1000)										
4	AD VALOREM TAXES LEVIED BY LOCAL EDUCATION AGENCY										
5	Designated Purposes Levies (1110-1120) ⁷		194,646,107	21,438,426	38,974,113	6,477,681	4,509,141			4,215,729	5,253
6	Leasing Purposes Levy ⁸	1130									
7	Special Education Purposes Levy	1140	2,224,551								
8	FICA/Medicare Only Purposes Levies	1150					4,561,695				
9	Area Vocational Construction Purposes Levy	1160									
10	Summer School Purposes Levy	1170									
11	Other Tax Levies (Describe & Itemize)	1190									
12	Total Ad Valorem Taxes Levied By District		196,870,658	21,438,426	38,974,113	6,477,681	9,070,836	0	0	4,215,729	5,253
13	PAYMENTS IN LIEU OF TAXES										
14	Mobile Home Privilege Tax	1210	11,159								
15	Payments from Local Housing Authorities	1220									
16	Corporate Personal Property Replacement Taxes ⁹	1230	1,408,493	2,264,962			275,223				
17	Other Payments in Lieu of Taxes (Describe & Itemize)	1290									
18	Total Payments in Lieu of Taxes		1,419,652	2,264,962	0	0	275,223	0	0	0	0
19	TUITION										
20	Regular - Tuition from Pupils or Parents (In State)	1311	1,800,738								
21	Regular - Tuition from Other Districts (In State)	1312									
22	Regular - Tuition from Other Sources (In State)	1313									
23	Regular - Tuition from Other Sources (Out of State)	1314									
24	Summer Sch - Tuition from Pupils or Parents (In State)	1321	203,718								
25	Summer Sch - Tuition from Other Districts (In State)	1322									
26	Summer Sch - Tuition from Other Sources (In State)	1323									
27	Summer Sch - Tuition from Other Sources (Out of State)	1324									
28	CTE - Tuition from Pupils or Parents (In State)	1331									
29	CTE - Tuition from Other Districts (In State)	1332									
30	CTE - Tuition from Other Sources (In State)	1333									
31	CTE - Tuition from Other Sources (Out of State)	1334									
32	Special Ed - Tuition from Pupils or Parents (In State)	1341	40,894								
33	Special Ed - Tuition from Other Districts (In State)	1342									
34	Special Ed - Tuition from Other Sources (In State)	1343									
35	Special Ed - Tuition from Other Sources (Out of State)	1344									
36	Adult - Tuition from Pupils or Parents (In State)	1351									
37	Adult - Tuition from Other Districts (In State)	1352									
38	Adult - Tuition from Other Sources (In State)	1353									
39	Adult - Tuition from Other Sources (Out of State)	1354									
40	Total Tuition		2,045,350								
41	TRANSPORTATION FEES										
42	Regular - Transp Fees from Pupils or Parents (In State)	1411									
43	Regular - Transp Fees from Other Districts (In State)	1412									
44	Regular - Transp Fees from Other Sources (In State)	1413									
45	Regular - Transp Fees from Co-curricular Activities (In State)	1415				968,503					
46	Regular Transp Fees from Other Sources (Out of State)	1416									
47	Summer Sch - Transp. Fees from Pupils or Parents (In State)	1421									
48	Summer Sch - Transp. Fees from Other Districts (In State)	1422									
49	Summer Sch - Transp. Fees from Other Sources (In State)	1423									
50	Summer Sch - Transp. Fees from Other Sources (Out of State)	1424									
51	CTE - Transp Fees from Pupils or Parents (In State)	1431									
52	CTE - Transp Fees from Other Districts (In State)	1432									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
1	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
2											
53	CTE - Transp Fees from Other Sources (In State)	1433									
54	CTE - Transp Fees from Other Sources (Out of State)	1434									
55	Special Ed - Transp Fees from Pupils or Parents (In State)	1441									
56	Special Ed - Transp Fees from Other Districts (In State)	1442									
57	Special Ed - Transp Fees from Other Sources (In State)	1443									
58	Special Ed - Transp Fees from Other Sources (Out of State)	1444									
59	Adult - Transp Fees from Pupils or Parents (In State)	1451									
60	Adult - Transp Fees from Other Districts (In State)	1452									
61	Adult - Transp Fees from Other Sources (In State)	1453									
62	Adult - Transp Fees from Other Sources (Out of State)	1454									
63	Total Transportation Fees					968,503					
64	EARNINGS ON INVESTMENTS										
65	Interest on Investments	1510	12,975	1,391	2,490	415	728	2,325	94,741	345	17,757
66	Gain or Loss on Sale of Investments	1520									
67	Total Earnings on Investments		12,975	1,391	2,490	415	728	2,325	94,741	345	17,757
68	FOOD SERVICE										
69	Sales to Pupils - Lunch	1611	4,693,018								
70	Sales to Pupils - Breakfast	1612									
71	Sales to Pupils - A la Carte	1613									
72	Sales to Pupils - Other (Describe & Itemize)	1614									
73	Sales to Adults	1620									
74	Other Food Service (Describe & Itemize)	1690									
75	Total Food Service		4,693,018								
76	DISTRICT/SCHOOL ACTIVITY INCOME										
77	Admissions - Athletic	1711	297,752								
78	Admissions - Other (Describe & Itemize)	1719	12,476								
79	Fees	1720	95,643								
80	Book Store Sales	1730									
81	Other District/School Activity Revenue (Describe & Itemize)	1790	584,270								
82	Total District/School Activity Income		990,141	0							
83	TEXTBOOK INCOME										
84	Rentals - Regular Textbooks	1811	2,109,844								
85	Rentals - Summer School Textbooks	1812									
86	Rentals - Adult/Continuing Education Textbooks	1813									
87	Rentals - Other (Describe & Itemize)	1819									
88	Sales - Regular Textbooks	1821	56,118								
89	Sales - Summer School Textbooks	1822									
90	Sales - Adult/Continuing Education Textbooks	1823									
91	Sales - Other (Describe & Itemize)	1829									
92	Other (Describe & Itemize)	1890	9,517								
93	Total Textbook Income		2,175,479								
94	OTHER REVENUE FROM LOCAL SOURCES										
95	Rentals	1910		986,932							
96	Contributions and Donations from Private Sources	1920	149,028					713,678			
97	Impact Fees from Municipal or County Governments	1930									
98	Services Provided Other Districts	1940									
99	Refund of Prior Years' Expenditures	1950		370,062							
100	Payments of Surplus Moneys from TIF Districts	1960	81,000								
101	Drivers' Education Fees	1970	122,806								
102	Proceeds from Vendors' Contracts	1980									
103	School Facility Occupation Tax Proceeds	1983									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
104	Payment from Other Districts	1991									
105	Sale of Vocational Projects	1992									
106	Other Local Fees	1993									
107	Other Local Revenues (Describe & Itemize)	1999	63,105	197,524				11,100			
108	Total Other Revenue from Local Sources		415,939	1,554,518	0	0	0	724,778	0	0	0
109	Total Receipts/Revenues from Local Sources	1000	208,623,212	25,259,297	38,976,603	7,446,599	9,346,787	727,103	94,741	4,216,074	23,010
110	FLOW-THROUGH RECEIPTS/REVENUES FROM ONE DISTRICT TO ANOTHER DISTRICT (2000)										
111	Flow-through Revenue from State Sources	2100									
112	Flow-through Revenue from Federal Sources	2200									
113	Other Flow-Through (Describe & Itemize)	2300									
114	Total Flow-Through Receipts/Revenues from One District to Another District	2000	0	0		0	0				
115	RECEIPTS/REVENUES FROM STATE SOURCES (3000)										
116	UNRESTRICTED GRANTS-IN-AID										
117	General State Aid- Sec. 18-8.05	3001	65,228,827	2,000,000							
118	General State Aid - Hold Harmless/Supplemental	3002									
119	Reorganization Incentives (Accounts 3005-3021)	3005									
120	Other Unrestricted Grants-In-Aid from State Sources (Describe & Itemize)	3099									
121	Total Unrestricted Grants-In-Aid		65,228,827	2,000,000	0	0	0	0		0	0
122	RESTRICTED GRANTS-IN-AID										
123	SPECIAL EDUCATION										
124	Special Education - Private Facility Tuition	3100	1,936,116								
125	Special Education - Extraordinary	3105	5,776,916								
126	Special Education - Personnel	3110	5,967,880								
127	Special Education - Orphanage - Individual	3120	3,412,731								
128	Special Education - Orphanage - Summer	3130	270,901								
129	Special Education - Summer School	3145	30,721								
130	Special Education - Other (Describe & Itemize)	3199									
131	Total Special Education		17,395,265	0		0					
132	CAREER AND TECHNICAL EDUCATION (CTE)										
133	CTE - Technical Education - Tech Prep	3200									
134	CTE - Secondary Program Improvement (CTEI)	3220	281,683								
135	CTE - WECEP	3225									
136	CTE - Agriculture Education	3235									
137	CTE - Instructor Practicum	3240									
138	CTE - Student Organizations	3270									
139	CTE - Other (Describe & Itemize)	3299									
140	Total Career and Technical Education		281,683	0				0			
141	BILINGUAL EDUCATION										
142	Bilingual Ed - Downstate - TPI and TBE	3305	5,399,693								
143	Bilingual Education Downstate - Transitional Bilingual Education	3310									
144	Total Bilingual Ed		5,399,693					0			
145	State Free Lunch & Breakfast	3360	461,511								
146	School Breakfast Initiative	3365	1,814								
147	Driver Education	3370	269,260								
148	Adult Ed (from ICCB)	3410	128,444								
149	Adult Ed - Other (Describe & Itemize)	3499									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
1	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
2											
150	TRANSPORTATION										
151	Transportation - Regular/Vocational	3500				5,061,404					
152	Transportation - Special Education	3510				8,406,560					
153	Transportation - Other (Describe & Itemize)	3599									
154	Total Transportation		0	0		13,467,964	0				
155	Learning Improvement - Change Grants	3610									
156	Scientific Literacy	3660									
157	Truant Alternative/Optional Education	3695	311,662								
158	Early Childhood - Block Grant	3705	2,553,298								
159	Reading Improvement Block Grant	3715	552,964								
160	Reading Improvement Block Grant - Reading Recovery	3720									
161	Continued Reading Improvement Block Grant	3725									
162	Continued Reading Improvement Block Grant (2% Set Aside)	3726									
163	Chicago General Education Block Grant	3766									
164	Chicago Educational Services Block Grant	3767									
165	School Safety & Educational Improvement Block Grant	3775	167,952								
166	Technology - Learning Technology Centers	3780									
167	State Charter Schools	3815									
168	Extended Learning Opportunities - Summer Bridges	3825	679,485								
169	Infrastructure Improvements - Planning/Construction	3920									
170	School Infrastructure - Maintenance Projects	3925									
171	Other Restricted Revenue from State Sources (Describe & Itemize)	3999	620,959	240,000							
172	Total Restricted Grants-In-Aid		28,823,990	240,000	0	13,467,964	0	0	0	0	0
173	Total Receipts from State Sources	3000	94,052,817	2,240,000	0	13,467,964	0	0	0	0	0
174	RECEIPTS/REVENUES FROM FEDERAL SOURCES (4000)										
175	UNRESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT										
176	Federal Impact Aid	4001									
177	Other Unrestricted Grants-In-Aid Received Directly from the Fed Govt (Describe & Itemize)	4009									
178	Total Unrestricted Grants-In-Aid Received Directly from the Federal Govt		0	0	0	0	0	0	0	0	0
179	RESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM FEDERAL GOVT										
180	Head Start	4045									
181	Construction (Impact Aid)	4050									
182	MAGNET	4060									
183	Other Restricted Grants-In-Aid Received Directly from the Federal Govt (Describe & Itemize)	4090									
184	Total Restricted Grants-In-Aid Received Directly from Federal Govt		0	0		0	0	0			0
185	RESTRICTED GRANTS-IN-AID RECEIVED FROM FEDERAL GOVT THRU THE STATE										
186	TITLE V										
187	Title V - Innovation and Flexibility Formula	4100									
188	Title V - District Projects	4105									
189	Title V - Rural & Low Income Schools	4107									
190	Title V - Other (Describe & Itemize)	4199									
191	Total Title V		0	0		0	0				
192	FOOD SERVICE										
193	Breakfast Start-Up	4200									
194	National School Lunch Program	4210	7,674,432								
195	Special Milk Program	4215									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
196	School Breakfast Program	4220	1,593,922								
197	Summer Food Service Admin/Program	4225									
198	Child & Adult Care Food Program	4226									
199	Fresh Fruits & Vegetables	4240									
200	Food Service - Other (Describe & Itemize)	4299	58,865								
201	Total Food Service		9,327,219				0				
202	TITLE I										
203	Title I - Low Income	4300	6,476,311								
204	Title I - Low Income - Neglected, Private	4305	36,307								
205	Title I - Comprehensive School Reform	4332									
206	Title I - Reading First	4334									
207	Title I - Even Start	4335									
208	Title I - Reading First SEA Funds	4337									
209	Title I - Migrant Education	4340									
210	Title I - Other (Describe & Itemize)	4399	15,908								
211	Total Title I		6,528,526	0		0	0				
212	TITLE IV										
213	Title IV - Safe & Drug Free Schools - Formula	4400	15,215								
214	Title IV - 21st Century	4421	541,580								
215	Title IV - Other (Describe & Itemize)	4499									
216	Total Title IV		556,795	0		0	0				
217	FEDERAL - SPECIAL EDUCATION										
218	Fed - Spec Education - Preschool Flow-Through	4600	167,158								
219	Fed - Spec Education - Preschool Discretionary	4605									
220	Fed - Spec Education - IDEA - Flow Through/Low Incidence	4620	7,551,975								
221	Fed - Spec Education - IDEA - Room & Board	4625	156,620								
222	Fed - Spec Education - IDEA - Discretionary	4630									
223	Fed - Spec Education - IDEA - Other (Describe & Itemize)	4699									
224	Total Federal - Special Education		7,875,753	0		0	0				
225	CTE - PERKINS										
226	CTE - Perkins - Title III E - Tech Prep	4770									
227	CTE - Other (Describe & Itemize)	4799	430,500								
228	Total CTE - Perkins		430,500	0			0				
229	Federal - Adult Education	4810	108,109								
230	ARRA - General State Aid - Education Stabilization	4850									
231	ARRA - Title I - Low Income	4851	3,440,915								
232	ARRA - Title I - Neglected, Private	4852									
233	ARRA - Title I - Delinquent, Private	4853									
234	ARRA - Title I - School Improvement (Part A)	4854									
235	ARRA - Title I - School Improvement (Section 1003g)	4855									
236	ARRA - IDEA - Part B - Preschool	4856	209,230								
237	ARRA - IDEA - Part B - Flow-Through	4857	4,048,096								
238	ARRA - Title IID - Technology-Formula	4860									
239	ARRA - Title IID - Technology-Competitive	4861									
240	ARRA - McKinney - Vento Homeless Education	4862									
241	ARRA - Child Nutrition Equipment Assistance	4863									
242	Impact Aid Formula Grants	4864									
243	Impact Aid Competitive Grants	4865									
244	Qualified Zone Academy Bond Tax Credits	4866									
245	Qualified School Construction Bond Credits	4867									
246	Build America Bond Tax Credits	4868									
247	Build America Bond Interest Reimbursement	4869									

**STATEMENT OF REVENUES RECEIVED/REVENUES
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K
			(10)	(20)	(30)	(40)	(50)	(60)	(70)	(80)	(90)
1	Description	Acct #	Educational	Operations & Maintenance	Debt Services	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash	Tort	Fire Prevention & Safety
2											
248	ARRA - General State Aid - Other Govt Services Stabilization	4870									
249	Other ARRA Funds - II	4871									
250	Other ARRA Funds - III	4872									
251	Other ARRA Funds - IV	4873									
252	Other ARRA Funds - V	4874									
253	ARRA - Early Childhood	4875									
254	Other ARRA Funds VII	4876									
255	Other ARRA Funds VIII	4877									
256	Other ARRA Funds IX	4878									
257	Other ARRA Funds X	4879									
258	Other ARRA Funds XI	4880	4,622,728								
259	Total Stimulus Programs		12,320,969	0	0	0	0	0		0	0
260	Advanced Placement Fee/International Baccalaureate	4904									
261	Emergency Immigrant Assistance	4905									
262	Title III - English Language Acquisition	4909	1,102,441								
263	Learn & Serve America	4910	15,625								
264	McKinney Education for Homeless Children	4920									
265	Title II - Eisenhower Professional Development Formula	4930									
266	Title II - Teacher Quality	4932	1,193,684								
267	Federal Charter Schools	4960									
268	Medicaid Matching Funds - Administrative Outreach	4991	1,514,564								
269	Medicaid Matching Funds - Fee-for-Service Program	4992	696,190								
	Other Restricted Revenue from Federal Sources (Describe & Itemize)	4998									
270			586,169								
	Total Restricted Grants-In-Aid Received from the Fedederal Govt Thru the State		42,256,544	0	0	0	0	0		0	0
272	Total Receipts/Revenues from Federal Sources	4000	42,256,544	0	0	0	0	0	0	0	0
273	Total Direct Receipts/Revenues		344,932,573	27,499,297	38,976,603	20,914,563	9,346,787	727,103	94,741	4,216,074	23,010

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
3	10 - EDUCATIONAL FUND (ED)											
4	INSTRUCTION (ED)											
5	Regular Programs	1100	87,047,384	24,824,610	1,029,766	2,869,097		3,009	311,087		116,084,953	120,658,314
6	Pre-K Programs	1125	1,638,099	485,541	311,920	12,000			291		2,447,851	2,808,507
7	Special Education Programs (Functions 1200-1220)	1200	12,288,532	7,170,867	196,061	663,790			39,906		20,359,156	31,590,148
8	Special Education Programs Pre-K	1225	12,342,028	3,856,816	22,246	20,592			40,000		16,281,682	2,469,805
9	Remedial and Supplemental Programs K-12	1250	1,505,774	723,360	74,470	374,878			65,188		2,743,670	2,269,539
10	Remedial and Supplemental Programs Pre-K	1275									0	0
11	Adult/Continuing Education Programs	1300	93,280	73,867	680	6,494					174,321	120,357
12	CTE Programs	1400	2,849,816	837,327	89,932	191,610			392,976		4,361,661	4,547,652
13	Interscholastic Programs	1500	931,023	52,550	106,274	238,062					1,327,909	1,542,083
14	Summer School Programs	1600	543,758	57,722	2,442	230,627					834,549	2,138,652
15	Gifted Programs	1650	4,228,677	542,761	64,336	33,833		365	54,546		4,924,518	5,598,802
16	Driver's Education Programs	1700	292,147	22,598							314,745	329,902
17	Bilingual Programs	1800	17,304,874	5,514,320	50,447	111,427					22,981,068	22,974,397
18	Truant Alternative & Optional Programs	1900	1,081,019	257,136	2,179	6,548					1,346,882	1,390,239
19	Pre-K Programs - Private Tuition	1910									0	0
20	Regular K-12 Programs - Private Tuition	1911									0	0
21	Special Education Programs K-12 - Private Tuition	1912									0	0
22	Special Education Programs Pre-K - Tuition	1913									0	0
23	Remedial/Supplemental Programs K-12 - Private Tuition	1914									0	0
24	Remedial/Supplemental Programs Pre-K - Private Tuition	1915									0	0
25	Adult/Continuing Education Programs - Private Tuition	1916									0	0
26	CTE Programs - Private Tuition	1917									0	0
27	Interscholastic Programs - Private Tuition	1918									0	0
28	Summer School Programs - Private Tuition	1919									0	0
29	Gifted Programs - Private Tuition	1920									0	0
30	Bilingual Programs - Private Tuition	1921									0	0
31	Truants Alternative/Optional Ed Progrms - Private Tuition	1922									0	0
32	Total Instruction ¹⁰	1000	142,146,411	44,419,475	1,950,753	4,758,958	0	3,374	903,994	0	194,182,965	198,438,397
33	SUPPORT SERVICES (ED)											
34	SUPPORT SERVICES - PUPILS											
35	Attendance & Social Work Services	2110	5,147,071	1,922,214	14,225	20,898			9,486		7,113,894	6,887,621
36	Guidance Services	2120	2,717,268	678,599	32,666	15,141		440			3,444,114	3,615,071
37	Health Services	2130	2,948,541	763,045	400,698	5,458					4,117,742	3,601,860
38	Psychological Services	2140	1,313,842	433,952	969						1,748,763	1,794,484
39	Speech Pathology & Audiology Services	2150	2,980,349	734,045	1,837,997						5,552,391	5,963,154
40	Other Support Services - Pupils (Describe & Itemize)	2190	2,313,299	388,853	39,993	13,601					2,755,746	2,789,816
41	Total Support Services - Pupils	2100	17,420,370	4,920,708	2,326,548	55,098	0	440	9,486	0	24,732,650	24,652,006
42	SUPPORT SERVICES - INSTRUCTIONAL STAFF											
43	Improvement of Instruction Services	2210	4,597,110	2,408,487	1,305,569	424,640	4,208	21,813			8,761,827	7,607,182
44	Educational Media Services	2220	1,225,318	701,401	39,247	97,197					2,063,163	1,680,150
45	Assessment & Testing	2230	838,731	87,224	692,895	24,793					1,643,643	1,391,657
46	Total Support Services - Instructional Staff	2200	6,661,159	3,197,112	2,037,711	546,630	4,208	21,813	0	0	12,468,633	10,678,989
47	SUPPORT SERVICES - GENERAL ADMINISTRATION											
48	Board of Education Services	2310			61,209	7,467		31,777			100,453	117,782
49	Executive Administration Services	2320	1,241,768	184,265	166,925	237,960		224,068			2,054,986	3,475,378
50	Special Area Administration Services	2330	2,796,566	268,656	132,963	97,246					3,295,431	2,657,799
51	Tort Immunity Services	2360 - 2370			176,651						176,651	850,000
52	Total Support Services - General Administration	2300	4,038,334	452,921	537,748	342,673	0	255,845	0	0	5,627,521	7,100,959

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
1	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
53	SUPPORT SERVICES - SCHOOL ADMINISTRATION											
54	Office of the Principal Services	2410	10,780,187	3,131,377	1,538	33,393		2,600		551,217	14,500,312	14,493,944
55	Other Support Services - School Admin (Describe & Itemize)	2490	4,486,090	1,394,717	537			2,600			5,883,944	5,652,105
56	Total Support Services - School Administration	2400	15,266,277	4,526,094	2,075	33,393	0	5,200	0	551,217	20,384,256	20,146,049
57	SUPPORT SERVICES - BUSINESS											
58	Direction of Business Support Services	2510	222,402	42,218	64,733	1,927					331,280	388,295
59	Fiscal Services	2520	872,854	186,214	167,798	3,616	721	2,379			1,233,582	1,117,528
60	Operation & Maintenance of Plant Services	2540	127,630	1,042	56,939	24,269			104,217		314,097	936,235
61	Pupil Transportation Services	2550	36,487	3,535	731,941						771,963	1,346,247
62	Food Services	2560	4,908,099	1,783,883	537,966	5,993,598		903,057	375,173		14,501,776	14,975,323
63	Internal Services	2570	684,911	244,228	80,339				26,587		1,036,065	1,048,897
64	Total Support Services - Business	2500	6,852,383	2,261,120	1,639,716	6,023,410	721	905,436	505,977	0	18,188,763	19,812,525
65	SUPPORT SERVICES - CENTRAL											
66	Direction of Central Support Services	2610									0	0
67	Planning, Research, Development, & Evaluation Services	2620	4,000	431	24,911						29,342	83,966
68	Information Services	2630	415,895	76,992	113,256	2,079		760			608,982	617,433
69	Staff Services	2640	1,481,365	179,129	354,420	19,272		14,271			2,048,457	1,979,096
70	Data Processing Services	2660	1,763,782	442,559	2,720,859	36,480	214,995	225	184,520		5,363,420	5,550,728
71	Total Support Services - Central	2600	3,665,042	699,111	3,213,446	57,831	214,995	15,256	184,520	0	8,050,201	8,231,223
72	Other Support Services (Describe & Itemize)	2900	262,594	41,218	1,643,438	11,277					1,958,527	1,609,727
73	Total Support Services	2000	54,166,159	16,098,284	11,400,682	7,070,312	219,924	1,203,990	699,983	551,217	91,410,551	92,231,478
74	COMMUNITY SERVICES (ED)	3000	2,876,946	653,149	191,849	208,110	3,017				3,933,071	3,815,220
75	PAYMENTS TO OTHER DISTRICTS & GOVT UNITS (ED)											
76	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
77	Payments for Regular Programs	4110			44,099						44,099	8,539,099
78	Payments for Special Education Programs	4120						842,612			842,612	0
79	Payments for Adult/Continuing Education Programs	4130									0	0
80	Payments for CTE Programs	4140									0	0
81	Payments for Community College Programs	4170									0	0
82	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
83	Total Payments to Dist & Other Govt Units (In-State)	4100			44,099			842,612			886,711	8,539,099
84	Payments for Regular Programs - Tuition	4210									0	0
85	Payments for Special Education Programs - Tuition	4220						6,244,630			6,244,630	0
86	Payments for Adult/Continuing Education Programs - Tuition	4230									0	0
87	Payments for CTE Programs - Tuition	4240									0	0
88	Payments for Community College Programs - Tuition	4270									0	0
89	Payments for Other Programs - Tuition	4280									0	0
90	Other Payments to In-State Govt Units	4290									0	0
91	Total Payments to Other District & Govt Units -Tuition (In State)	4200						6,244,630			6,244,630	0
92	Payments for Regular Programs - Transfers	4310									0	0
93	Payments for Special Education Programs - Transfers	4320									0	0
94	Payments for Adult/Continuing Ed Programs - Transfers	4330									0	0

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
1	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
2												
95	Payments for CTE Programs - Transfers	4340									0	0
96	Payments for Community College Program - Transfers	4370									0	0
97	Payments for Other Programs - Transfers	4380									0	0
98	Other Payments to In-State Govt Units - Transfers	4390									0	0
99	Total Payments to Other District & Govt Units - Transfers (In-State)	4300			0			0			0	0
100	Payments to Other Dist & Govt Units (Out-of-State)	4400									0	0
101	Total Payments to Other District & Govt Units	4000			44,099			7,087,242			7,131,341	8,539,099
102	DEBT SERVICES (ED)											
103	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
104	Tax Anticipation Warrants	5110									0	0
105	Tax Anticipation Notes	5120									0	0
106	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0
107	State Aid Anticipation Certificates	5140									0	0
108	Other Interest on Short-Term Debt	5150									0	0
109	Total Interest on Short-Term Debt	5100						0			0	0
110	Debt Services - Interest on Long-Term Debt	5200									0	0
111	Total Debt Services	5000						0			0	0
112	PROVISIONS FOR CONTINGENCIES (ED)	6000										1,690,896
113	Total Direct Disbursements/Expenditures		199,189,516	61,170,908	13,587,383	12,037,380	222,941	8,294,606	1,603,977	551,217	296,657,928	304,715,090
114	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										48,274,645	
115												
116	20 - OPERATIONS & MAINTENANCE FUND (O&M)											
117	SUPPORT SERVICES (O&M)											
118	SUPPORT SERVICES - PUPILS										0	0
119	Other Support Services - Pupils (Describe & Itemize)	2190										
120	SUPPORT SERVICES - BUSINESS										0	0
121	Direction of Business Support Services	2510									0	0
122	Facilities Acquisition & Construction Services	2530		17,428	62,662		304,292				384,382	116,450
123	Operation & Maintenance of Plant Services	2540	7,029,815	1,750,185	5,373,768	7,000,863	20,919	1,984	152,851		21,330,385	23,862,784
124	Pupil Transportation Services	2550	900								900	0
125	Food Services	2560									0	0
126	Total Support Services - Business	2500	7,030,715	1,767,613	5,436,430	7,000,863	325,211	1,984	152,851	0	21,715,667	23,979,234
127	Other Support Services (Describe & Itemize)	2900									0	0
128	Total Support Services	2000	7,030,715	1,767,613	5,436,430	7,000,863	325,211	1,984	152,851	0	21,715,667	23,979,234
129	COMMUNITY SERVICES (O&M)	3000									0	0
130	PAYMENTS TO OTHER DIST & GOVT UNITS (O&M)											
131	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)											
132	Payments for Special Education Programs	4120									0	0
133	Payments for CTE Programs	4140									0	0
134	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
135	Total Payments to Other Govt. Units (In-State)	4100			0			0			0	0
136	Payments to Other Govt. Units (Out of State)	4400									0	0
137	Total Payments to Other Dist & Govt Units	4000			0			0			0	0
138	DEBT SERVICES (O&M)	5000										
139	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
140	Tax Anticipation Warrants	5110									0	0
141	Tax Anticipation Notes	5120									0	0

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
1	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
142	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0
143	State Aid Anticipation Certificates	5140									0	0
144	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
145	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
146	DEBT SERVICE - INTEREST ON LONG-TERM DEBT	5200									0	0
147	Total Debt Services	5000						0			0	0
148	PROVISIONS FOR CONTINGENCIES (O&M)	6000										0
149	Total Direct Disbursements/Expenditures		7,030,715	1,767,613	5,436,430	7,000,863	325,211	1,984	152,851	0	21,715,667	23,979,234
150	Excess (Deficiency) of Receipts/Revenues/Over										5,783,630	
151												
152	30 - DEBT SERVICES (DS)											
153	PAYMENTS TO OTHER DIST & GOVT UNITS (DS)	4000									0	0
154	DEBT SERVICES (DS)	5000										
155	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT										0	0
156	Tax Anticipation Warrants	5110									0	0
157	Tax Anticipation Notes	5120									0	0
158	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0
159	State Aid Anticipation Certificates	5140									0	11,837,533
160	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
161	Total Debt Services - Interest On Short-Term Debt	5100						0			0	11,837,533
162	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200						11,995,671			11,995,671	26,460,250
	DEBT SERVICES - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) ¹¹	5300										
163								28,196,926			28,196,926	0
164	DEBT SERVICES - OTHER (Describe & Itemize)	5400			186,502						186,502	1,461,963
165	Total Debt Services	5000			186,502			40,192,597			40,379,099	39,759,746
166	PROVISION FOR CONTINGENCIES (DS)	6000										0
167	Total Disbursements/ Expenditures				186,502			40,192,597			40,379,099	39,759,746
168	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(1,402,496)	
169												
170	40 - TRANSPORTATION FUND (TR)											
171	SUPPORT SERVICES (TR)											
172	SUPPORT SERVICES - PUPILS										0	0
173	Other Support Services - Pupils (Describe & Itemize)	2190										
174	SUPPORT SERVICES - BUSINESS										22,000,113	23,816,932
175	Pupil Transportation Services	2550	12,624,999	5,669,607	855,619	2,849,888					0	0
176	Other Support Services (Describe & Itemize)	2900									0	0
177	Total Support Services	2000	12,624,999	5,669,607	855,619	2,849,888	0	0	0	0	22,000,113	23,816,932
178	COMMUNITY SERVICES (TR)	3000									0	0
179	PAYMENTS TO OTHER DIST & GOVT UNITS (TR)											
180	PAYMENTS TO OTHER GOVT UNITS (IN-STATE)										0	0
181	Payments for Regular Programs	4110									0	0
182	Payments for Special Education Programs	4120									0	0
183	Payments for Adult/Continuing Education Programs	4130									0	0
184	Payments for CTE Programs	4140									0	0
185	Payments for Community College Programs	4170									0	0
186	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
187	Total Payments to Other Govt. Units (In-State)	4100			0			0			0	0

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
1	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
188	PAYMENTS TO OTHER GOVT UNITS (OUT-OF-STATE)	4400									0	0
189	Total Payments to Other Dist & Govt Units	4000			0			0			0	0
190	DEBT SERVICES (TR)											
191	DEBT SERVICE - INTEREST ON SHORT-TERM DEBT											
192	Tax Anticipation Warrants	5110									0	0
193	Tax Anticipation Notes	5120									0	0
194	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0
195	State Aid Anticipation Certificates	5140									0	0
196	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
197	Total Debt Services - Interest On Short-Term Debt	5100						0			0	0
198	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200						237,149			237,149	238,540
199	DEBT SERVICE - PAYMENTS OF PRINCIPAL ON LONG-TERM DEBT (Lease/Purchase Principal Retired) ¹¹	5300						2,375,220			2,375,220	2,473,221
200	DEBT SERVICES - OTHER (Describe & Itemize)	5400									0	0
201	Total Debt Services							2,612,369			2,612,369	2,711,761
202	PROVISION FOR CONTINGENCIES (TR)	6000										0
203	Total Disbursements/ Expenditures		12,624,999	5,669,607	855,619	2,849,888	0	2,612,369	0	0	24,612,482	26,528,693
204	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(3,697,919)	
205												
206	50 - MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND (MR/SS)											
207	INSTRUCTION (MR/SS)											
208	Regular Programs	1100		1,105,181							1,105,181	1,768,107
209	Pre-K Programs	1125		92,112							92,112	96,250
210	Special Education Programs (Functions 1200-1220)	1200		607,464							607,464	1,478,101
211	Special Education Programs - Pre-K	1225		916,588							916,588	115,369
212	Remedial and Supplemental Programs - K-12	1250		36,584							36,584	27,164
213	Remedial and Supplemental Programs - Pre-K	1275									0	0
214	Adult/Continuing Education Programs	1300		14,819							14,819	1,288
215	CTE Programs	1400		59,674							59,674	67,215
216	Interscholastic Programs	1500		58,867							58,867	37,890
217	Summer School Programs	1600		15,981							15,981	0
218	Gifted Programs	1650		54,064							54,064	60,463
219	Driver's Education Programs	1700		1,495							1,495	3,745
220	Bilingual Programs	1800		285,016							285,016	252,799
221	Truants' Alternative & Optional Programs	1900		15,597							15,597	16,577
222	Total Instruction	1000		3,263,442							3,263,442	3,924,968
223	SUPPORT SERVICES (MR/SS)	2000										
224	SUPPORT SERVICES - PUPILS											
225	Attendance & Social Work Services	2110		316,421							316,421	304,358
226	Guidance Services	2120		119,989							119,989	124,546
227	Health Services	2130		322,199							322,199	319,296
228	Psychological Services	2140		14,097							14,097	18,096
229	Speech Pathology & Audiology Services	2150		34,798							34,798	43,095
230	Other Support Services - Pupils (Describe & Itemize)	2190		201,221							201,221	163,324
231	Total Support Services - Pupils	2100		1,008,725							1,008,725	972,715
232	SUPPORT SERVICES - INSTRUCTIONAL STAFF											
233	Improvement of Instruction Services	2210		123,599							123,599	103,265
234	Educational Media Services	2220		115,481							115,481	119,046
235	Assessment & Testing	2230		40,675							40,675	34,764
236	Total Support Services - Instructional Staff	2200		279,755							279,755	257,075

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
1			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
2	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
237	SUPPORT SERVICES - GENERAL ADMINISTRATION											
238	Board of Education Services	2310									0	0
239	Executive Administration Services	2320		100,642							100,642	88,154
240	Service Area Administrative Services	2330		191,925							191,925	176,682
241	Claims Paid from Self Insurance Fund	2361									0	0
242	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362									0	0
243	Unemployment Insurance Payments	2363									0	0
244	Insurance Payments (Regular or Self-Insurance)	2364									0	0
245	Risk Management and Claims Services Payments	2365									0	0
246	Judgment and Settlements	2366									0	0
247	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367		17,032							17,032	18,000
248	Reciprocal Insurance Payments	2368									0	0
249	Legal Services	2369									0	0
250	Total Support Services - General Administration	2300		309,599							309,599	282,836
251	SUPPORT SERVICES - SCHOOL ADMINISTRATION											
252	Office of the Principal Services	2410		738,015							738,015	771,580
253	Other Support Services - School Administration (Describe & Itemize)	2490		310,195							310,195	322,118
254	Total Support Services - School Administration	2400		1,048,210							1,048,210	1,093,698
255	SUPPORT SERVICES - BUSINESS											
256	Direction of Business Support Services	2510		33,657							33,657	33,739
257	Fiscal Services	2520		158,845							158,845	149,603
258	Facilities Acquisition & Construction Services	2530									0	0
259	Operation & Maintenance of Plant Services	2540		1,637,582							1,637,582	1,630,636
260	Pupil Transportation Services	2550		930,815							930,815	(32,179)
261	Food Services	2560		1,406							1,406	14,253
262	Internal Services	2570		144,044							144,044	138,205
263	Total Support Services - Business	2500		2,906,349							2,906,349	1,934,257
264	SUPPORT SERVICES - CENTRAL											
265	Direction of Central Support Services	2610									0	0
266	Planning, Research, Development, & Evaluation Services	2620		143							143	0
267	Information Services	2630		81,064							81,064	73,330
268	Staff Services	2640		247,240							247,240	248,483
269	Data Processing Services	2660		333,327							333,327	341,308
270	Total Support Services - Central	2600		661,774							661,774	663,121
271	Other Support Services (Describe & Itemize)	2900		35,285							35,285	29,700
272	Total Support Services	2000		6,249,697							6,249,697	5,233,402
273	COMMUNITY SERVICES (MR/SS)	3000		348,723							348,723	234,501
274	PAYMENTS TO OTHER DIST & GOVT UNITS (MR/SS)											
275	Payments for Special Education Programs	4120									0	0
276	Payments for CTE Programs	4140									0	0
277	Total Payments to Other Dist & Govt Units	4000		0							0	0
278	DEBT SERVICES (MR/SS)											
279	DEBT SERVICE - INTEREST ON SHORT-TERM DEBT											
280	Tax Anticipation Warrants	5110									0	0
281	Tax Anticipation Notes	5120									0	0
282	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
1	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
283	State Aid Anticipation Certificates	5140									0	0
284	Other (Describe & Itemize)	5150									0	0
285	Total Debt Services - Interest	5000						0			0	0
286	PROVISION FOR CONTINGENCIES (MR/SS)	6000						0			9,861,862	9,392,871
287	Total Disbursements/Expenditures			9,861,862								
288	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(515,075)	
289												
290	60 - CAPITAL PROJECTS (CP)											
291	SUPPORT SERVICES (CP)											
292	SUPPORT SERVICES - BUSINESS											
293	Facilities Acquisition and Construction Services	2530			142,950		931,770		25,000		1,099,720	1,014,850
294	Other Support Services (Describe & Itemize)	2900									0	0
295	Total Support Services	2000	0	0	142,950	0	931,770	0	25,000	0	1,099,720	1,014,850
296	PAYMENTS TO OTHER DIST & GOVT UNITS (CP)											
297	PAYMENTS TO OTHER GOVT UNITS (In-State)											
298	Payments to Other Govt Units (In-State)	4100									0	0
299	Payments for Special Education Programs	4120									0	0
300	Payments for CTE Programs	4140									0	0
301	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
302	Total Payments to Other Dist & Govt Units	4000			0			0			0	0
303	PROVISION FOR CONTINGENCIES (S&C/CI)	6000										0
304	Total Disbursements/ Expenditures		0	0	142,950	0	931,770	0	25,000	0	1,099,720	1,014,850
305	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(372,617)	
306												
307	70 - WORKING CASH (WC)											
308												
309	80 - TORT FUND (TF)											
310	SUPPORT SERVICES - GENERAL ADMINISTRATION										0	1,200
311	Claims Paid from Self Insurance Fund	2361										
312	Workers' Compensation or Workers' Occupation Disease Acts Payments	2362			3,965,386						3,965,386	2,917,161
313	Unemployment Insurance Payments	2363			2,402,223						2,402,223	2,655,670
314	Insurance Payments (Regular or Self-Insurance)	2364			117,584						117,584	260,000
315	Risk Management and Claims Services Payments	2365									0	0
316	Judgment and Settlements	2366			10,250						10,250	48,800
317	Educational, Inspectional, Supervisory Services Related to Loss Prevention or Reduction	2367	255,557	53,474	908,295						1,217,326	1,250,218
318	Reciprocal Insurance Payments	2368									0	0
319	Legal Services	2369			2,772,756						2,772,756	2,550,000
320	Property Insurance (Buildings & Grounds)	2371			369,513						369,513	500,000
321	Vehicle Insurance (Transporation)	2372									0	0
322	Total Support Services - General Administration	2000	255,557	53,474	10,546,007	0	0	0	0	0	10,855,038	10,183,049
323	DEBT SERVICES (TF)	5000										
324	DEBT SERVICES - INTEREST ON SHORT-TERM DEBT											
325	Tax Anticipation Warrants	5110									0	0
326	Corporate Personal Prop. Repl. Tax Anticipation Notes	5130									0	0

**STATEMENT OF EXPENDITURES DISBURSED/EXPENDITURES, BUDGET TO ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	A	B	C	D	E	F	G	H	I	J	K	L
			(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)	
1	Description	Funct #	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other Objects	Non-Capitalized Equipment	Termination Benefits	Total	Budget
327	Other Interest or Short-Term Debt	5150									0	0
328	Total Debt Services - Interest on Short-Term Debt	5000						0			0	0
329	PROVISIONS FOR CONTINGENCIES (TF)	6000										0
330	Total Disbursements/Expenditures		255,557	53,474	10,546,007	0	0	0	0	0	10,855,038	10,183,049
331	Excess (Deficiency) of Receipts/Revenues Over										(6,638,964)	
332												
333	90 - FIRE PREVENTION & SAFETY FUND (FP&S)											
334	SUPPORT SERVICES (FP&S)											
335	SUPPORT SERVICES - BUSINESS											
336	Facilities Acquisition & Construction Services	2530			380,966		6,526,643				6,907,609	5,861,058
337	Operation & Maintenance of Plant Services	2540									0	0
338	Total Support Services - Business	2500	0	0	380,966	0	6,526,643	0	0	0	6,907,609	5,861,058
339	Other Support Services (Describe & Itemize)	2900									0	0
340	Total Support Services	2000	0	0	380,966	0	6,526,643	0	0	0	6,907,609	5,861,058
341	PAYMENTS TO OTHER DIST & GOVT UNITS (FP&S)											
342	Other Payments to In-State Govt. Units (Describe & Itemize)	4190									0	0
343	Total Payments to Other Dist & Govt Units	4000						0			0	0
344	DEBT SERVICES (FP&S)											
345	DEBT SERVICES- INTEREST ON SHORT-TERM DEBT											
346	Tax Anticipation Warrants	5110									0	0
347	Other Interest on Short-Term Debt (Describe & Itemize)	5150									0	0
348	Total Debt Service - Interest on Short-Term Debt	5100						0			0	0
349	DEBT SERVICES - INTEREST ON LONG-TERM DEBT	5200										
350	Debt Service - Payments of Principal on Long-Term Debt	5300									0	0
351	¹⁵ (If lease/Purchase Principal Retired) Total Debt Service	5000						0			0	0
352	PROVISION FOR CONTINGENCIES (FP&S)	6000										
353	Total Disbursements/Expenditures		0	0	380,966	0	6,526,643	0	0	0	6,907,609	5,861,058
354	Excess (Deficiency) of Receipts/Revenues Over Disbursements/Expenditures										(6,884,599)	

FEDERAL STIMULUS - AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) of 2009
(Detailed Schedule of Receipts and Disbursements)

	A	B	C	D	E	F	G	H	I	J	K	L
1	District's Accounting Basis is ACCRUAL		---RECEIPTS---			DISBURSEMENTS						
2				(100)	(200)	(300)	(400)	(500)	(600)	(700)	(800)	(900)
3	ARRA Revenue Source Code	Acct #	ARRA Receipts	Salaries	Employee Benefits	Purchased Services	Supplies & Materials	Capital Outlay	Other	Non-Capitalized Equipment	Termination Benefits	Total Expenditures
4	Beginning Balance July 1, 2010		758,558									0
5	ARRA - General State Aid	4850	0									0
6	ARRA - Title I Low Income	4851	3,440,915	1,933,068	894,024	782,451	1,045					3,610,588
7	ARRA - Title I Neglected - Private	4852	0			1,304						1,304
8	ARRA - Title I Delinquent - Private	4853	0									0
9	ARRA - Title I School Improvement (Part A)	4854	0									0
10	ARRA - Title I School Improvement (Section 1003g)	4855	0									0
11	ARRA - IDEA Part B Preschool	4856	209,230	121,593	57,185	3,442	990	40,000				223,210
12	ARRA - IDEA Part B Flow Through	4857	4,048,096	2,341,586	1,635,533	77,868	514,304					4,569,291
13	ARRA - Title II D Technology Formula	4860	0									0
14	ARRA - Title II D Technology Competitive	4861	0									0
15	ARRA - McKenney - Vento Homeless Education	4862	0	6,707	2,634	11,813						21,154
16	ARRA - Child Nutrition Equipment Assistance	4863	0									0
17	Impact Aid Construction Formula	4864	0									0
18	Impact Aid Construction Competitive	4865	0									0
19	QZAB Tax Credits	4866	0									0
20	QSCB Tax Credits	4867	0									0
21	Build America Bonds Tax Credits	4868	0									0
22	Build America Bonds Interest Reimbursement	4869	0									0
23	ARRA - General State Aid - Other Govt Services Stabilization	4870	0									0
24	ARRA - Other II	4871	0									0
25	ARRA - Other III	4872	0									0
26	ARRA - Other IV	4873	0									0
27	ARRA - Other V	4874	0									0
28	ARRA - Early Childhood	4875	0	21,720	1,578	138	7,595					31,031
29	ARRA - Other VII	4876	0									0
30	ARRA - Other VIII	4877	0									0
31	ARRA - Other IX	4878	0									0
32	ARRA - Other X	4879	0									0
33	ARRA - Other XI	4880	4,622,728	4,622,728								4,622,728
34	Total ARRA Programs		12,320,969	9,047,402	2,590,954	877,016	523,934	40,000	0	0		13,079,306
35	Ending Balance June 30, 2011		221									
36												
37	1. Were any funds from the State Fiscal Stabilization Fund Program (SFSF) General State-Aid Accounts 4850, line 5 & 4870, line 23).											
38	used for the following non-allowable purposes:											
39	Payments of maintenance costs;											
40	Stadiums or other facilities used for athletic contests, exhibitions or other events for which admission is charged to the general public;											
41	Purchase or upgrade of vehicles;											
42	Improvements of stand-alone facilities whose purpose is not the education of children such as central office administrative buildings;											
43	Financial assistance to students to attend private elementary or secondary schools unless the funds are used to provide special											
44	education and related services to children with disabilities as authorized by the IDEA Act;											
45	School modernization, renovation, or repair that is inconsistent with State Law.											
46												
47	2. If any above boxes are checked provide the total amount											
48	of questioned costs and provide an explanation below:											
49												
50												
51												
52												
53												
54												
55												
56												

	A	B	C	D	E	F
1	SCHEDULE OF AD VALOREM TAX RECEIPTS					
2	Description	Taxes Received 7-1-10 Thru 6-30-11 (from 2010 Levy & Prior Levies) *	Taxes Received (from the 2010 Levy)	Taxes Received (from 2009 & Prior Levies) (Column B - C)	Total Estimated Taxes (from the 2010 Levy)	Estimated Taxes Due (from the 2010 Levy) (Column E - C)
3						
4	Educational	194,646,107	97,168,097	97,478,010	194,132,053	96,963,956
5	Operations & Maintenance	21,438,426	10,704,173	10,734,253	21,385,857	10,681,684
6	Debt Services **	38,974,113	19,624,701	19,349,412	39,208,172	19,583,471
7	Transportation	6,477,681	3,234,654	3,243,027	6,462,512	3,227,858
8	Municipal Retirement	4,509,141	2,260,442	2,248,699	4,516,134	2,255,692
9	Capital Improvements	0		0		0
10	Working Cash	0		0		0
11	Tort Immunity	4,215,729	2,101,974	2,113,755	4,199,532	2,097,558
12	Fire Prevention & Safety	5,253	0	5,253		0
13	Leasing Levy	0		0		0
14	Special Education	2,224,551	1,110,620	1,113,931	2,218,907	1,108,287
15	Area Vocational Construction	0		0		0
16	Social Security/Medicare Only	4,561,695	2,260,442	2,301,253	4,516,134	2,255,692
17	Summer School	0		0		0
18	Other (Describe & Itemize)	0		0		0
19	Totals	277,052,696	138,465,103	138,587,593	276,639,301	138,174,198
20						
21	* The formulas in column B are unprotected to be overridden when reporting on a ACCRUAL basis.					
22	** All tax receipts for debt service payments on bonds must be recorded on line 6 (Debt Services).					

	A	B	C	D	E	F	G	H	I	J
1	SCHEDULE OF SHORT-TERM DEBT									
2	Description	Outstanding Beginning 07/01/10	Issued 07/01/10 Through 06/30/11	Retired 07/01/10 Through 06/30/11	Outstanding Ending 06/30/11					
3	CORPORATE PERSONAL PROPERTY REPLACEMENT TAX ANTICIPATION NOTES (CPPRT)									
4	Total CPPRT Notes				0					
5	TAX ANTICIPATION WARRANTS (TAW)									
6	Educational Fund				0					
7	Operations & Maintenance Fund				0					
8	Debt Services - Construction				0					
9	Debt Services - Working Cash				0					
10	Debt Services - Refunding Bonds				0					
11	Transportation Fund				0					
12	Municipal Retirement/Social Security Fund				0					
13	Fire Prevention & Safety Fund				0					
14	Other - (Describe & Itemize)				0					
15	Total TAWs	0	0	0	0					
16	TAX ANTICIPATION NOTES (TAN)									
17	Educational Fund				0					
18	Operations & Maintenance Fund				0					
19	Fire Prevention & Safety Fund				0					
20	Other - (Describe & Itemize)				0					
21	Total TANS	0	0	0	0					
22	TEACHERS/EMPLOYEES' ORDERS (T/EO)									
23	Total T/EOs (Educational, Operations & Maintenance, & Transportation Funds)				0					
24	GENERAL STATE-AID ANTICIPATION CERTIFICATES (GSAAC)									
25	Total GSAACs (All Funds)				0					
26	OTHER SHORT-TERM BORROWING									
27	Total Other Short-Term Borrowing (Describe & Itemize)				0					
28										
29	SCHEDULE OF LONG-TERM DEBT									
30	Identification or Name of Issue	Date of Issue (mm/dd/yy)	Amount of Original Issue	Type of Issue *	Outstanding 07/1/10	Issued 7/1/10 thru 6/30/11	Difference With page 7, line 32	Retired 7/1/10 thru 6/30/11	Outstanding 6/30/11	Amount to be Provided for Payment on Long- Term Debt
31	General Obligation Capital Appreciation School Bonds, Series	04/25/96	14,999,900	6	10,781,166		(1,154,740)	1,203,975	8,422,451	8,046,635
32	General Obligation School Bonds, Series 1997	04/01/97	39,500,000	6	13,825,000				13,825,000	13,208,118
33	General Obligation School Bonds, Series 1998	02/01/98	32,300,000	6	350,000			350,000	0	0
34	General Obligation School Bonds, Series 1999	02/01/99	18,300,000	6	17,050,000				17,050,000	16,289,217
35	General Obligation Capital Appreciation School Bonds, Series	03/29/01	57,999,743	6	65,702,989		1,353,772	3,042,688	64,014,073	61,157,719
36	General Obligation Capital Appreciation School Bonds, Series	03/25/02	54,499,619	6	84,522,207		4,607,501		89,129,708	85,152,676
37	General Obligation Capital Appreciation School Bonds, Series	03/20/03	65,999,779	6	89,179,581		4,438,715	722,790	92,895,506	88,750,441
38	General Obligation Limited Tax School Bonds, Series 2003D	12/01/03	22,000,000	1	18,500,000		(3,750,000)	3,900,000	10,850,000	10,365,865
39	General Obligation School Refunding Bonds, Series 2005	02/15/05	71,790,000	3	51,430,000			13,600,000	37,830,000	36,141,998
40	General Obligation Limited School Bonds, Series 2009	09/01/09	34,405,000	3, 4, 5	31,775,000		(500,000)	1,740,000	29,535,000	28,217,127
41	General Obligation Refunding School Bonds, Series 2010	04/01/10	30,190,000	3	30,190,000			700,000	29,490,000	28,174,135
42	2006 \$711,920 Debt Certificate (QZAB)	07/20/07	711,920	7	284,768			142,384	142,384	136,031
43	2007 \$6.55M Debt Certificate		6,555,000	7	5,540,000		(4,885,000)	655,000	0	0
44	2007 \$6.2M Debt Certificate	09/28/07	6,200,000	7	5,407,805			400,019	5,007,786	4,784,335
45	General Obligation School Bonds, Series 2011A		25,925,000	1, 3, 5, 6	0	25,925,000			25,925,000	24,768,208
46	General Obligation School Bonds, Series 2011B		2,030,000	6	0	2,030,000			2,030,000	1,939,420
47	1995 Interest Free Asbestos Notes		895,049	8	90,617			49,737	40,880	39,056
48	Long Term Purchase Contracts	Varies		9	9,346,736		(2,375,220)	1,690,333	5,281,183	5,045,532
49			484,301,010		433,975,869	27,955,000	(2,264,972)	28,196,926	431,468,971	412,216,513
50										
51	* Each type of debt issued must be identified separately with the amount:									
52	1. Working Cash Fund Bonds		4. Fire Prevent, Safety, Environmental and Energy Bonds		7. Other Debt Certificates					
53	2. Funding Bonds		5. Tort Judgment Bonds		8. Other Asbestos Notes					
54	3. Refunding Bonds		6. Building Bonds		9. Other Purchase Contracts					

Schedule of Restricted Local Tax Levies and Selected Revenues Sources

Schedule of Tort Immunity Expenditures

2010-11

	A	B	C	D	E	F	G	H	I	J	K			
1	SCHEDULE OF RESTRICTED LOCAL TAX LEVIES AND SELECTED REVENUE SOURCES													
2	Description				Account No		Tort Immunity ^a	Special Education	Area Vocational Construction	School Facility Occupation Taxes ^b	Driver Education			
3	Cash Basis Fund Balance as of July 1, 2010													
4	RECEIPTS:													
5	Ad Valorem Taxes Received by District				10, 20, 40 or 50-1100			2,224,551						
6	Earnings on Investments				10, 20, 40, 50 or 60-1500		345							
7	Drivers' Education Fees				10-1970						122,806			
8	School Facility Occupation Tax Proceeds				30 or 60-1983					0				
9	Driver Education				10 or 20-3370						269,260			
10	Other Receipts (Describe & Itemize on tab "Itemization 32")				--									
11	Sale of Bonds				10, 20, 40 or 60-7200									
12	Total Receipts						345	2,224,551	0	0	392,066			
13	DISBURSEMENTS:													
14	Instruction				10 or 50-1000			2,224,551						
15	Facilities Acquisition & Construction Services				20 or 60-2530									
16	Tort Immunity Services				10, 20, 40-2360-2370		345							
17	DEBT SERVICE													
18	Debt Services - Interest on Long-Term Debt				30-5200									
19	Debt Services - Payments of Principal on Long-Term Debt (Lease/Purchase Principal Retired)				30-5300									
20	Debt Services Other (Describe & Itemize on tab "Itemization 32")				30-5400									
21	Total Debt Services									0				
22	Other Disbursements (Describe & itemize on tab "Itemization 32")				--									
23	Total Disbursements						345	2,224,551	0	0	0			
24	Ending Cash Basis Fund Balance as of June 30, 2011						0	0	0	0	392,066			
25	Reserved Fund Balance				714									
26	Unreserved Fund Balance				730		0	0	0	0	392,066			
27														
28	SCHEDULE OF TORT IMMUNITY EXPENDITURES ^a													
30	Yes <input type="checkbox"/> No <input type="checkbox"/>	Has the entity established an insurance reserve pursuant to 745 ILCS 10/9-103?												
31	If yes, list in the aggregate the following:							Total Claims Payments:						
32								Total Reserve Remaining:						
33	Using the following categories, list all other Tort Immunity expenditures <u>not</u>													
34	included in line 30 above. Include the total dollar amount for each category.													
35	Expenditures:													
36	Workers' Compensation Act and/or Workers' Occupational Disease Act													
37	Unemployment Insurance Act													
38	Insurance (Regular or Self-Insurance)													
39	Risk Management and Claims Service													
40	Judgments/Settlements													
41	Educational, Inspectional, Supervisory Services Related to Loss Prevention and/or Reduction													
42	Reciprocal Insurance Payments (Insurance Code 72, 76, and 81)													
43	Legal Services													
44	Principal and Interest on Tort Bonds													
46	^a Schedules for Tort Immunity are to be completed only if expenditures have been reported in any fund other than the Tort Immunity Fund (80) during FY11 as a result of existing (restricted) fund balances													
47	in those other funds that are being spent down. Cell G6 above should include interest earnings only from these restricted tort immunity monies and only if reported in a fund other than Tort Immunity Fund (80).													
48	^b 55 ILCS 5/5-1006.7													

	A	B	C	D	E	F	G	H	I	J	K	L
1												
2												
3	Schedule of Capital Outlay and Depreciation											
4	Description of Assets	Acct #	Cost 7-1-10	Add: Additions 2010-11	Less: Deletions 2010-11	Cost 6-30-11	Life In Years	Accumulated Depreciation 7-1-10	Add: Depreciation Allowable 2010-11	Less: Depreciation Deletions 2010-11	Accumulated Depreciation 6-30-11	Balance Undepreciated 6-30-11
5	Works of Art & Historical Treasures	210				0					0	0
6	Land	220										
7	Non-Depreciable Land	221	27,687,264			27,687,264						27,687,264
8	Depreciable Land	222				0	50				0	0
9	Buildings	230										
10	Permanent Buildings	231	524,128,299	6,965,668		531,093,967	50	173,529,163	12,238,002		185,767,165	345,326,802
11	Temporary Buildings	232				0	25				0	0
12	Improvements Other than Buildings (Infrastructure)	240				0	20				0	0
13	Capitalized Equipment	250										
14	10 Yr Schedule	251	10,197,794	251,123		10,448,917	10	9,323,174	332,519		9,655,693	793,224
15	5 Yr Schedule	252	20,814,101	100,485		20,914,586	5	15,731,723	2,222,235		17,953,958	2,960,628
16	3 Yr Schedule	253				0	3				0	0
17	Construction in Progress	260		689,289		689,289	--					689,289
18	Total Capital Assets	200	582,827,458	8,006,565	0	590,834,023		198,584,060	14,792,756	0	213,376,816	377,457,207
19	Non-Capitalized Equipment	700				1,781,828	10		178,183			
20	Allowable Depreciation								14,970,939			

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31-045-0460-22.xls

	A	B	C	D	E	F
1	ESTIMATED OPERATING EXPENSE PER PUPIL (OEPP)/PER CAPITA TUITION CHARGE (PCTC) COMPUTATIONS (2010-11)					
2	This schedule is completed for school districts only.					
3						
4	Fund	Sheet, Row	ACCOUNT NO - TITLE		Amount	
5						
80	PER CAPITA TUITION CHARGE					
81						
82	LESS OFFSETTING RECEIPTS/REVENUES:					
83	TR	Revenues 9-14, L42, Col F	1411 Regular -Transp Fees from Pupils or Parents (In State)		\$	0
84	TR	Revenues 9-14, L44, Col F	1413 Regular - Transp Fees from Other Sources (In State)			0
85	TR	Revenues 9-14, L45, Col F	1415 Regular - Transp Fees from Co-curricular Activities (In State)			968,503
86	TR	Revenues 9-14, L46, Col F	1416 Regular Transp Fees from Other Sources (Out of State)			0
87	TR	Revenues 9-14, L51, Col F	1431 CTE - Transp Fees from Pupils or Parents (In State)			0
88	TR	Revenues 9-14, L53, Col F	1433 CTE - Transp Fees from Other Sources (In State)			0
89	TR	Revenues 9-14, L54, Col F	1434 CTE - Transp Fees from Other Sources (Out of State)			0
90	TR	Revenues 9-14, L55, Col F	1441 Special Ed - Transp Fees from Pupils or Parents (In State)			0
91	TR	Revenues 9-14, L57, Col F	1443 Special Ed - Transp Fees from Other Sources (In State)			0
92	TR	Revenues 9-14, L58, Col F	1444 Special Ed - Transp Fees from Other Sources (Out of State)			0
93	ED	Revenues 9-14, L75, Col C	1600 Total Food Service			4,693,018
94	ED-O&M	Revenues 9-14, L82, Col C,D	1700 Total District/School Activity Income			990,141
95	ED	Revenues 9-14, L84, Col C	1811 Rentals - Regular Textbooks			2,109,844
96	ED	Revenues 9-14, L87, Col C	1819 Rentals - Other (Describe & Itemize)			0
97	ED	Revenues 9-14, L88, Col C	1821 Sales - Regular Textbooks			56,118
98	ED	Revenues 9-14, L91, Col C	1829 Sales - Other (Describe & Itemize)			0
99	ED	Revenues 9-14, L92, Col C	1890 Other (Describe & Itemize)			9,517
100	ED-O&M	Revenues 9-14, L95, Col C,D	1910 Rentals			966,932
101	ED-O&M-TR	Revenues 9-14, L98, Col C,D,F	1940 Services Provided Other Districts			0
102	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L104, Col C,D,E,F,G	1991 Payment from Other Districts			0
103	ED	Revenues 9-14, L106, Col C	1993 Other Local Fees			0
104	ED-O&M-TR	Revenues 9-14, L131, Col C,D,F	3100 Total Special Education			17,395,265
105	ED-O&M-MR/SS	Revenues 9-14, L133, Col C,D,G	3200 Total Career and Technical Education			281,683
106	ED-MR/SS	Revenues 9-14, L144, Col C,G	3300 Total Bilingual Ed			5,399,693
107	ED	Revenues 9-14, L145, Col C	3360 State Free Lunch & Breakfast			461,511
108	ED-O&M-MR/SS	Revenues 9-14, L146, Col C,D,G	3365 School Breakfast Initiative			1,814
109	ED-O&M	Revenues 9-14, L147, Col C,D	3370 Driver Education			269,260
110	ED-O&M-TR-MR/SS	Revenues 9-14, L154, Col C,D,F,G	3500 Total Transportation			13,467,964
111	ED	Revenues 9-14, L155, Col C	3610 Learning Improvement - Change Grants			0
112	ED-O&M-TR-MR/SS	Revenues 9-14, L156, Col C,D,F,G	3660 Scientific Literacy			0
113	ED-TR-MR/SS	Revenues 9-14, L157, Col C,F,G	3695 Truant Alternative/Optional Education			311,662
114	ED-TR-MR/SS	Revenues 9-14, L159, Col C,F,G	3715 Reading Improvement Block Grant			552,964
115	ED-TR-MR/SS	Revenues 9-14, L160, Col C,F,G	3720 Reading Improvement Block Grant - Reading Recovery			0
116	ED-TR-MR/SS	Revenues 9-14, L161, Col C,F,G	3725 Continued Reading Improvement Block Grant			0
117	ED-TR-MR/SS	Revenues 9-14, L162, Col C,F,G	3726 Continued Reading Improvement Block Grant (2% Set Aside)			0
118	ED-O&M-TR-MR/SS	Revenues 9-14, L163, Col C,D,F,G	3766 Chicago General Education Block Grant			0
119	ED-O&M-TR-MR/SS	Revenues 9-14, L164, Col C,D,F,G	3767 Chicago Educational Services Block Grant			0
120	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L165, Col C,D,E,F,G	3775 School Safety & Educational Improvement Block Grant			167,952
121	ED-O&M-DS-TR-MR/SS	Revenues 9-14, L166, Col C,D,E,F,G	3780 Technology - Learning Technology Centers			0
122	ED-TR	Revenues 9-14, L167, Col C,F	3815 State Charter Schools			0
123	O&M	Revenues 9-14, L170, Col D	3925 School Infrastructure - Maintenance Projects			0
124	ED-O&M-DS-TR-MR/SS-Tort	Revenues 9-14, L171, Col C-G,J	3999 Other Restricted Revenue from State Sources			860,959
125	ED	Revenues 9-14, L180, Col C	4045 Head Start (Subtract)			0
126	ED-O&M-TR-MR/SS	Revenues 9-14, L184, Col C,D,F,G	- Total Restricted Grants-In-Aid Received Directly from Federal Govt			0
127	ED-O&M-TR-MR/SS	Revenues 9-14, L191, Col C,D,F,G	- Total Title V			0
128	ED-MR/SS	Revenues 9-14, L201, Col C,G	- Total Food Service			9,327,219
129	ED-O&M-TR-MR/SS	Revenues 9-14, L211, Col C,D,F,G	- Total Title I			6,528,526
130	ED-O&M-TR-MR/SS	Revenues 9-14, L216, Col C,D,F,G	- Total Title IV			556,795
131	ED-O&M-TR-MR/SS	Revenues 9-14, L220, Col C,D,F,G	4620 Fed - Spec Education - IDEA - Flow Through/Low Incidence			7,551,975
132	ED-O&M-TR-MR/SS	Revenues 9-14, L221, Col C,D,F,G	4625 Fed - Spec Education - IDEA - Room & Board			156,620
133	ED-O&M-TR-MR/SS	Revenues 9-14, L222, Col C,D,F,G	4630 Fed - Spec Education - IDEA - Discretionary			0
134	ED-O&M-TR-MR/SS	Revenues 9-14, L223, Col C,D,F,G	4699 Fed - Spec Education - IDEA - Other (Describe & Itemize)			0
135	ED-O&M-MR/SS	Revenues 9-14, L228, Col C,D,G	4700 Total CTE - Perkins			430,500
160	ED-O&M-DS-TR-MR/SS-Tort	Revenue Adjustments within range of C232 thru J259	4800 Total ARRA Program Adjustments			12,320,969
161	ED,O&M,MR/SS	Revenues 9-14, L260, Col C,D,G	4904 Advanced Placement Fee/International Baccalaureate			0
162	ED-TR-MR/SS	Revenues 9-14, L261, Col C,F,G	4905 Emergency Immigrant Assistance			0
163	ED-TR-MR/SS	Revenues 9-14, L262, Col C,F,G	4909 Title III - English Language Acquisition			1,102,441
164	ED-TR-MR/SS	Revenues 9-14, L263, Col C,F,G	4910 Learn & Serve America			15,625
165	ED-O&M-TR-MR/SS	Revenues 9-14, L264, Col C,D,F,G	4920 McKinney Education for Homeless Children			0
166	ED-O&M-TR-MR/SS	Revenues 9-14, L265, Col C,D,F,G	4930 Title II - Eisenhower Professional Development Formula			0
167	ED-O&M-TR-MR/SS	Revenues 9-14, L266, Col C,D,F,G	4932 Title II - Teacher Quality			1,193,684
168	ED-O&M-TR-MR/SS	Revenues 9-14, L267, Col C,D,F,G	4960 Federal Charter Schools			0
169	ED-O&M-TR-MR/SS	Revenues 9-14, L268, Col C,D,F,G	4991 Medicaid Matching Funds - Administrative Outreach			1,514,564
170	ED-O&M-TR-MR/SS	Revenues 9-14, L269, Col C,D,F,G	4992 Medicaid Matching Funds - Fee-for-Service Program			696,190
171	ED-O&M-TR-MR/SS	Revenues 9-14, L270, Col C,D,F,G	4998 Other Restricted Revenue from Federal Sources (Describe & Itemize)			586,169
172						
173						
174						
175						
176						
177						
178						
179						
		</				

ESTIMATED INDIRECT COST DATA

	A	B	C	D	E	F	G	H
1	ESTIMATED INDIRECT COST RATE DATA							
2	SECTION I							
3	Financial Data To Assist Indirect Cost Rate Determination							
4	<i>(Source document for the computation of the Indirect Cost Rate is found in the "Expenditures 15-22" tab.)</i>							
5	<p>ALL OBJECTS EXCLUDE CAPITAL OUTLAY. With the exception of line 12, enter the disbursements/expenditures included within the following functions charged directly to and reimbursed from federal grant programs. Also, include all amounts paid to or for other employees within each function that work with specific federal grant programs in the same capacity as those charged to and reimbursed from the same federal grant programs. For example, if a district received funding for a Title I clerk, all other salaries for Title I clerks performing like duties in that function must be included. Include any benefits and/or purchased services paid on or to persons whose salaries are classified as direct costs in the function listed.</p>							
6	Support Services - Direct Costs (1-2000) and (5-2000)							
7	Direction of Business Support Services (1-2510) and (5-2510)							
8	Fiscal Services (1-2520) and (5-2520)							
9	Operation and Maintenance of Plant Services (1, 2, and 5-2540)							
10	Food Services (1-2560) <i>Must be less than (P16, Col E-F, L62)</i> 5,872,713							
11	Value of Commodities Received for Fiscal Year 2011 <i>(Include the value of commodities when determining if an A-133 is required).</i> 730,794							
12	Internal Services (1-2570) and (5-2570)							
13	Staff Services (1-2640) and (5-2640)							
14	Data Processing Services (1-2660) and (5-2660)							
15	SECTION II							
16	Estimated Indirect Cost Rate for Federal Programs <i>(Data subject to adjustment for "carry-forward" or "termination benefit" totals)</i>							
17			Restricted Program		Unrestricted Program			
18		Function	Indirect Costs	Direct Costs	Indirect Costs	Direct Costs		
19	Instruction	1000		196,542,413		196,542,413		
20	Support Services:							
21	Pupil	2100		25,731,889		25,731,889		
22	Instructional Staff	2200		12,744,180		12,744,180		
23	General Admin.	2300		16,792,158		16,792,158		
24	School Admin	2400		21,432,466		21,432,466		
25	Business:							
26	Direction of Business Spt. Srv.	2510	364,937	0	364,937	0		
27	Fiscal Services	2520	1,391,706	0	1,391,706	0		
28	Oper. & Maint. Plant Services	2540		23,004,077	23,004,077	0		
29	Pupil Transportation	2550		23,703,791		23,703,791		
30	Food Services	2560		8,255,296		8,255,296		
31	Internal Services	2570	1,153,522	0	1,153,522	0		
32	Central:							
33	Direction of Central Spt. Srv.	2610		0		0		
34	Plan, Rsrch, Dvlp, Eval. Srv.	2620		29,485		29,485		
35	Information Services	2630		690,046		690,046		
36	Staff Services	2640	2,295,697	0	2,295,697	0		
37	Data Processing Services	2660	5,297,232	0	5,297,232	0		
38	Other:	2900		1,993,812		1,993,812		
39	Community Services	3000		4,278,777		4,278,777		
40	Total		10,503,094	335,198,390	33,507,171	312,194,313		
41			Restricted Rate		Unrestricted Rate			
42			Total Indirect Costs:	10,503,094	Total Indirect costs:	33,507,171		
43			Total Direct Costs:	335,198,390	Total Direct Costs:	312,194,313		
44			=	3.13%	=	10.73%		
45								

ILLINOIS STATE BOARD OF EDUCATION
School Business Services Division (N-330)
100 North First Street
Springfield, IL 62777-0001

LIMITATION OF ADMINISTRATIVE COSTS WORKSHEET
(Section 17-1.5 of the School Code)

School District Name: SD U-46
RCDT Number: 31-045-0460-22

Description	Funct. No.	Actual Expenditures, Fiscal Year 2011			Budgeted Expenditures, Fiscal Year 2012		
		(10) Educational Fund	(20) Operations & Maintenance Fund	Total	(10) Educational Fund	(20) Operations & Maintenance Fund	Total
1. Executive Administration Services	2320	2,054,986		2,054,986	3,475,378		3,475,378
2. Special Area Administration Services	2330	3,295,431		3,295,431	2,657,799		2,657,799
3. Other Support Services - School Administration	2490	5,883,944		5,883,944	5,652,105		5,652,105
4. Direction of Business Support Services	2510	331,280	0	331,280	388,295		388,295
5. Internal Services	2570	1,036,065		1,036,065	1,048,897		1,048,897
6. Direction of Central Support Services	2610	0		0			0
7. Deduct - Early Retirement or other pension obligations required by state law and included above.				0			0
8. Totals		12,601,706	0	12,601,706	13,222,474	0	13,222,474
9. Percent Increase (Decrease) for FY2012 (Budgeted) over FY2011 (Actual)							5%

CERTIFICATION

I certify that the amounts shown above as "Actual Expenditures, Fiscal Year 2011" agree with the amounts on the district's Annual Financial Report for Fiscal Year 2011.

I also certify that the amounts shown above as "Budgeted Expenditures, Fiscal Year 2012" agree with the amounts on the budget adopted by the Board of Education.

(Date)

Signature of Superintendent

If line 9 is greater than 5% please check one box below.

- ☐ The District is ranked by ISBE in the lowest 25th percentile of like districts in administrative expenditures per student (4th quartile) and will waive the limitation by board action, subsequent to a public hearing. Waiver resolution must be adopted no later than June 30.
- ☐ The district is unable to waive the limitation by board action and will be requesting a waiver from the General Assembly pursuant to the procedures in Chapter 105 ILCS 5/2-3.25g. Waiver applications must be postmarked by August 12, 2011 to ensure inclusion in the Fall 2011 report, postmarked by January 13, 2012 to ensure inclusion in the Spring 2012 report, or postmarked by August 17, 2012 to ensure inclusion in the Fall 2012 report. Information on the waiver process can be found at www.isbe.net/isbewaivers/default.htm.
- ☐ The district will amend their budget to become in compliance with the limitation. Budget amendments must be adopted no later than June 30.

This page is provided for detailed itemizations as requested within the body of the report.

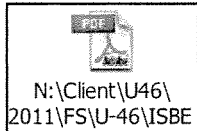
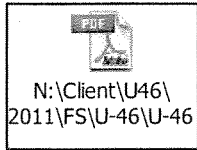
Type Below.

1. Page 7-8, Account 8990, Fund 30, Amount \$10,733,742 - Transfer to escrow agent in relation to 2011A series refunding bond issue.
2. Page 9-14, Account 1719, Fund 10, Amount \$12,476 - Sports camps, brand camps, and concert revenue.
3. Page 9-14, Account 1790, Fund 10, Amount \$584,270 - Locks and towel fee, parking permits, student ids and activity tickets.
4. Page 9-14, Account 1890, Fund 10, Amount \$9,517 - Drivers Ed text fees.
5. Page 9-14, Account 1999, Fund 10, 20,60, Amounts \$63,105; \$197,524; \$11,100 - Other local revenue sources
6. Page 9-14, Account 3999, Fund 10, 20, Amounts \$620,959; \$240,000 - Safe schools grant (ROE), State Library grant, Family literacy, Orphanage tuition, Teacher induction mentoring and mental health grant.
7. Page 9-14, Account 4299, Fund 10, \$58,865 - Fresh fruits and vegetables.
8. Page 9-14, Account 4399, Fund 10, \$15,908 - Title I SIP.
9. Page 9-14, Account 4799, Fund 10, \$430,500 - Voc Ed Perkins Title Lic.
10. Page 9-14, Account 4998, Fund 10, \$2,015,631 - Dept of Rehab services, technology enhancing ed, teaching american history, COPS grant, admin outreach, REMS grant, Larkin project SERV, National board resource center and FIE grant CTEI.
11. Page 15-22, Account 2190, Fund 10, \$2,755,746 - Clerical Aides/Liasons, dental insurance, disability insurance, life insurance, medical insurance, Noon supervision, Overtime, stipends, and teachers retirement.
12. Page 15-22, Account 2490, Fund 10, \$5,883,944 - Administrators, daily substitutes, hourly substitutes, stipends, overtime, Dean's assistants, secretaries, dental insurance, medical insurance, life insurance and supplies.
13. Page 15-22, Account 2900, Fund 10, \$1,958,527 - Clerical aides/liasons, dental insurance, unstructional professional, life insurance, medical insurance, municipal retirement, stipends, supplies, teacher salaries, teachers retirement, travel/conf workshops.
14. Page 15-22, Account 2190, Fund 50, \$201,221 - Municipal retirement, federal ins control act and medicare contribution.
15. Page 15-22, Account 2490, Fund 50, \$310,195 - Municipal retirement, federal ins control act and medicare contribution.
16. Page 15-22, Account 2900, Fund 50, \$35,285 - Municipal retirement, federal ins control act and medicare contribution.

SD U-46
31-045-0460-22

Reference Pages.

- ¹ Do not enter negative numbers. Reports with negative numbers will be returned for correction.
- ² GASB Statement No. 24; Accounting and Financial Reporting for Certain Grants and Other Financial Assistance. The "On Behalf of" Payments should only be reflected on this page.
- ³ Equals Line 8 minus Line 17
- ⁴ Requires notification to the county clerk to abate an equal amount from taxes next extended.
- ⁵ Use of proceeds from the sale of school sites buildings, or other real estate is limited. See Sections 5-22 and 10-22.8 of the School Code.
- ⁶ Equals Line 43 minus Line 60.
- ⁷ Include revenue accounts 1110 through 1115, 1117, 1118 & 1120. Include taxes for bonds sold that are in addition to those identified separately.
- ⁸ Educational Fund (10) - Computer Technology only.
- ⁹ Corporate personal property replacement tax revenue must be first applied to the Municipal Retirement/Social Security Fund to replace tax revenue lost due to the abolition of the corporate personal property tax (30 ILCS 115/12). This provision does not apply to taxes levied for Medicare-Only purposes.
- ¹⁰ Include only tuition payments made to private facilities. See Function 4200 or 4400 for public facility disbursements/expenditures.
- ¹¹ Payment towards the retirement of lease/purchase agreements or bonded/other indebtedness (principal only) otherwise reported within the fund—e.g. alternate revenue bonds(Describe & Itemize).
- ¹² Only abolishment of Working Cash Fund must transfer its funds directly to the Educational Fund upon adoption of a resolution and at the close of the current school Year (see 105 ILCS 5/20-8 for further explanation)
Only abatement of working cash fund can transfer its funds to any fund in most need of money (see 105 ILCS 5/20-10 for further explanation)



Instructions to insert word doc or pdf files:

Choose: **Insert** - Select: **Object** - Select **Create New** tab -
Select file type **Adobe Acrobat or Microsoft Word**
Document - Select **Create from File** tab - Select **Browse** -
Select file that you want to embed - Check **Display as**
icon - Select **OK**.

If you have trouble inserting pdf files it is because you do not have
the Adobe program.

Audit Checklist

All entries must balance within the individual fund statements and schedules as instructed below.

Any error messages left unresolved below, will be returned to the school district/joint agreement.

Round all entries to the nearest dollar.

- ☐ 1. The auditor's Opinion and Notes to the Financial Statements are embedded in the "Opinion-Notes 34" tab.
- ☐ 2. Student Activity Funds, Convenience Accounts, and other agency funds are included, if applicable.
- ☐ 3. All audit questions on page 2 are answered appropriately by checking all that apply. This page must also be certified with the signature of the CPA firm. Comments and explanations
- ☐ 4. All **Other** accounts and functions labeled "(describe & itemize)" are properly noted on the "Itemization 32" tab.
- ☐ 5. In all funds, Function No. 2900 does not include Worker's Compensation or Unemployment Insurance.
- ☐ 6. Tuition paid to another school district or to a joint agreement (in state) is coded to Function 4200, and Other Objects (600).
- ☐ 7. Business Manager/Bookkeeper Costs are charged to the proper Function (No. 2510/2520).
- ☐ 8. If district is subject to PTELL on tab "Aud Quest 2", line 21 be sure to check the box and enter the effective date.

Balancing Schedule

Check this Section for Error Messages

The following assures that various entries are in balance. Any out of balance condition is followed by an error message in **RED** and must be resolved before submitting to ISBE. One or more errors detected may cause this AFR to be returned for corrections and resubmission. If impossible for entries to balance please explain on the itemization page.

Description:	Error Message
1. Cover Page: The Accounting Basis must be Cash or Accrual.	
2. The A-133 related documents must be completed and attached.	
What Basis of Accounting is used?	ACCRUAL
Accounting for late payments (Audit Questionnaire Section D)	OK
Are Federal Expenditures greater than \$500,000?	OK
Is all A133 information completed and enclosed?	OK
3. Page 3: Financial Information must be completed.	
Section A: Tax rates are not entered in the following format: [1.50 should be .0150]. Please enter with the correct decimal point.	OK
Section D: Check a or b that agrees with the school district type.	OK
4. Page 5: Cells C4:L4 Acct 111-115 - Cash Balances cannot be negative.	
Fund (10) ED: Cash balances cannot be negative.	OK
Fund (20) O&M: Cash balances cannot be negative.	OK
Fund (30) DS: Cash balances cannot be negative.	OK
Fund (40) TR: Cash balances cannot be negative.	OK
Fund (50) MR/SS: Cash balances cannot be negative.	OK
Fund (60) CP: Cash balances cannot be negative.	OK
Fund (70) WC: Cash balances cannot be negative.	OK
Fund (80) Tort: Cash balances cannot be negative.	OK
Fund (90) FP&S: Cash balances cannot be negative.	OK
5. Page 5 & 6: Total Current & Capital Assets must = Total Liabilities & Fund Balance.	
Fund 10, Cell C13 must = Cell C41.	OK
Fund 20, Cell D13 must = Cell D41.	OK
Fund 30, Cell E13 must = Cell E41.	OK
Fund 40, Cell F13 must = Cell F41.	OK
Fund 50, Cell G13 must = Cell G41.	OK
Fund 60, Cell H13 must = Cell H41.	OK
Fund 70, Cell I13 must = Cell I41.	OK
Fund 80, Cell J13 must = Cell J41.	OK
Fund 90, Cell K13 must = Cell K41.	OK
Agency Fund, Cell L13 must = Cell L41.	OK
General Fixed Assets, Cell M23 must = Cell M41.	OK
General Long-Term Debt, Cell N23 must = Cell N41.	OK
6. Page 5: Sum of Reserved & Unreserved Fund Balance must = Page 8, Ending Fund Balance.	
Fund 10, Cells C38+C39 must = Cell C81.	OK
Fund 20, Cells D38+D39 must = Cell D81.	OK
Fund 30, Cells E38+E39 must = Cell E81.	OK
Fund 40, Cells F38+F39 must = Cell F81.	OK
Fund 50, Cells G38+G39 must = Cell G81.	OK
Fund 60, Cells H38+H39 must = Cell H81.	OK
Fund 70, Cells I38+I39 must = Cell I81.	OK
Fund 80, Cells J38+J39 must = Cell J81.	OK
Fund 90, Cells K38+K39 must = Cell K81.	OK
8. Page 25: Schedule of Bonds Payable must = Pages 5, 8 & 18: Basic Financial Statements.	
Note: Explain any unreconcilable differences in the Itemization sheet.	
Total Long-Term Debt Issued (P25, Cell F49) must = Principal on Long-Term Debt Sold (P8, Cells C33:F33, H33:K33).	OK
Total Long-Term Debt (Principal) Retired (P18, Cells H163) must = Debt Service - Long-Term Debt (Principal) Retired (P25, Cells H49).	OK
9. Page 7 & 8: Other Sources of Funds (L 24:42) must = Other Uses of Funds (P8, L46:59).	
Acct 7130 - Transfer Among Funds, Cells C27:K27 must = Acct 8130 Transfer Among Funds, Cells C49:K49	OK
Acct 7140 - Transfer of Interest, Cells C28:K28 must = Acct 8140 Transfer of Interest, Cells C50:K50.	OK
Acct 7900 - ISBE Loan Proceeds (Cells C42:K42) must = Acct 8910 - Transfers to Debt Service Fund to Pay Principal on ISBE Loans (Cells C74:K74)	OK
10. Restricted Local Tax Levies Page 26, Line 25 must = Reserved Fund Balance, Pages 5 & 6, Line 38.	
Reserved Fund Balance, Page 5, Cells C38,D38 & F38 must be => Tort Immunity, Page 26, Cell G25.	OK
Reserved Fund Balance, Page 5, Cells C38,D38,F38 & G38 must be => Special Education, Page 26, Cell H25.	OK
Reserved Fund Balance, Page 5, Cells D38:H38) must be >= Area Vocational Construction, Page 26, Cell I25.	OK
Reserved Fund Balance, Page 5, Cells D38:E38, H38 must be >= School Facility Occupation Taxes, Page 26, Cell J25.	OK
Reserved Fund Balance, Page 5, Cells C38,D38,G38,H38 must be >= Drivers Education, Page 26, Cell K25.	OK
12. Page 28: The 9 Month ADA must be entered on Line 77.	OK
13. Page 31: LIMITATION OF ADMINISTRATIVE COST, Budget Information must be completed and submitted to ISBE.	OK

ANNUAL FEDERAL FINANCIAL COMPLIANCE REPORT (COVER SHEET)
DISTRICT/JOINT AGREEMENT
Year Ending June 30, 2011

DISTRICT/JOINT AGREEMENT NAME SD U-46	RCDT NUMBER 31-045-0460-22	CPA FIRM 9-DIGIT STATE REGISTRATION NUMBER 066-003346
ADMINISTRATIVE AGENT IF JOINT AGREEMENT (as applicable) Jose M. Torres		NAME AND ADDRESS OF AUDIT FIRM McGladrey & Pullen, LLP One South Wacker Dr, Ste 800 Chicago
ADDRESS OF AUDITED ENTITY (Street and/or P.O. Box, City, State, Zip Code) 355 E. Chicago Street Elgin, IL 60120-6543		E-MAIL ADDRESS john.george@mcgladrey.com NAME OF AUDIT SUPERVISOR John George
		CPA FIRM TELEPHONE NUMBER FAX NUMBER 312-634-3400 312-634-4505

THE FOLLOWING INFORMATION MUST BE INCLUDED IN THE A-133 SINGLE AUDIT REPORT:

- ☒ A copy of the CPA firm's most recent peer review report and acceptance letter has been submitted to ISBE (either with the audit or under separate cover).
- ☒ Financial Statements including footnotes § .310 (a)
- ☒ Schedule of Expenditures of Federal Awards including footnotes § .310 (b)
- ☒ Independent Auditor's Report § .505
- ☒ Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* § .505
- ☒ Independent Auditor's Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133 § .505
- ☒ Schedule of Findings and Questioned Costs § .505 (d)
- ☒ Summary Schedule of Prior Year Audit Findings § .315 (b)
- ☒ Corrective Action Plan § .315 (c)

THE FOLLOWING INFORMATION IS HIGHLY RECOMMENDED TO BE INCLUDED:

- ☐ Copy of Federal Data Collection Form § .320 (b)

SD U-46
31-045-0460-22

A-133 SINGLE AUDIT INFORMATION CHECKLIST

The following checklist is **OPTIONAL**; it is not a required form for completion of A-133 Single Audit information. The purpose of the checklist is to assist in determining if appropriate information has been correctly completed within the Annual Financial Report (AFR). This is not a complete listing of all A-133 requirements, but highlights some of the more common errors found during ISBE reviews.

GENERAL INFORMATION

- ☐ 1. **Signed** copies of audit opinion letters have been included with audit package submitted to ISBE.
- ☐ 2. All opinion letters use the **most current audit language** as mandated in SAS 115/SAS 117 and other pronouncements.
- ☐ 3. **ALL** Single Audit forms within the AFR Excel workbook have been completed, where appropriate.
 - For those forms that are not applicable, "N/A" or similar language has been indicated.
- ☐ 4. **ALL** Federal revenues reported in FRIS Report 0053 (Summary of Payments) are accounted for in the Schedule of Expenditures of Federal Awards (SEFA).
 Programs funded through ARRA are identified separately in SEFA
- ☐ 5. Federal revenues reported on the AFR reconcile to Federal revenues reported on the SEFA.
 - Verify or reconcile on reconciliation worksheet.
- ☐ 6. The total value of non-cash **COMMODITIES** has been included within the AFR on the **INDIRECT COSTS** page (IND COST INFO 30) on Line 12. It **should not** be included in the Statement of Revenues Received (REVENUES 9-14) within the AFR Accounts 4210 - 4299. Those accounts are specific cash programs, not non-cash assistance such as **COMMODITIES**.
- ☐ 7. Complete audit package (Data Collection Form, audit reports, etc.) has been submitted electronically to the Federal Audit Clearinghouse in Jeffersonville, Indiana.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- ☐ 8. Programs funded through ARRA (Federal Stimulus funds) are identified separately from "regular" Federal programs
 - Program name includes "ARRA - " prefix
 - Correct ARRA CFDA and ISBE program numbers are listed
- ☐ 9. All prior year's projects are included and reconciled to final FRIS report amounts.
 - Including receipt/revenue and expenditure/disbursement amounts.
- ☐ 10. All current year's projects are included and reconciled to most recent FRIS report filed.
 - Including revenue and expenditure/disbursement amounts.
- ☐ 11. Differences in reported spending amounts on the SEFA and the final FRIS reports should be detailed and/or documented in a finding, with discrepancies reported as Questioned Costs.
- ☐ 12. Prior-year and Current-year Child Nutrition Programs (CNP) are included on the SEFA (with prior-year program showing total cash received):
 Project year runs from October 1 to September 30, so projects will cross fiscal year;
 This means that audited year revenues will include funds from both the prior year and current year projects.
- ☐ 13. Each CNP project should be reported on separate line (one line per project year per program).
- ☐ 14. Total CNP Revenue amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- ☐ 15. Total CNP Expenditure amounts are consistent with grant amounts awarded by ISBE for each program by project year.
- ☐ 16. Exceptions should result in a finding with Questioned Costs.
- ☐ 17. The total value of **COMMODITIES** has been reported on the SEFA (CFDA 10.555).
 - The value is determined from the following, with each item on a separate line:
☐ * **Non-Cash Commodities**: Monthly Commodities Bulletin for April (From the Illinois Commodities System accessed through ISBE web site)
 Total commodities = A PAL Allocated + B PAL Allocated + Processing Deductions + Total Bonus Allocated
 Verify Non-Cash Commodities amount on ISBE web site: <http://www.isbe.net/business.htm>.
☐ * **Non-Cash Commodities**: Commodities information for non-cash items received through **Other Food Services**
 Districts should track separately through year; no specific report available from ISBE
 Verify Non-Cash Commodities amount through Other Food Services on ISBE web site: <http://www.isbe.net/business.htm>.
☐ * **Department of Defense Fresh Fruits and Vegetables** (District should track through year)
 - The two commodity programs should be reported on separate lines on the SEFA.
 Verify Non-Cash Commodities amount through DoD Fresh Fruits and Vegetables on ISBE web site: <http://www.isbe.net/business.htm>.
☐ * Amounts verified for **Fresh Fruits and Vegetables** cash grant program (ISBE code 4240)
 CFDA number: 10.582
- ☐ 18. **TOTALS** have been calculated for Federal revenue and expenditure amounts (Column totals).
- ☐ 19. Obligations and Encumbrances are included where appropriate.
- ☐ 20. **FINAL STATUS** amounts are calculated, where appropriate.
- ☐ 21. Medicaid Fee-for-Service funds, E-Rate reimbursements and Build America Bond interest subsidies have **not** been included on the SEFA.
- ☐ 22. **All** programs tested (not just Type A programs) are indicated by either an * or (M) on the SEFA.
- ☐ 23. **NOTES TO THE SEFA** within the AFR Excel workbook (SEFA-2) have been completed.
 Including, but not limited to:
☐ 24. Basis of Accounting
☐ 25. Name of Entity
☐ 26. Type of Financial Statements
☐ 27. Subrecipient information (Mark "N/A" if not applicable)
☐ * ARRA funds are listed separately from "regular" Federal awards

SUMMARY OF AUDITOR RESULTS/FINDINGS/CORRECTIVE ACTION PLAN

- ☐ 28. Audit opinions expressed in opinion letters match opinions reported in Summary.
- ☐ 29. **All** Summary of Auditor Results questions have been answered.
- ☐ 30. All tested programs are listed.
- ☐ 31. Correct testing threshold has been entered. (OMB A-133, §.520)

Findings have been filled out completely and correctly (if none, mark "N/A").

- ☐ 32. Financial Statement and/or Federal Awards Findings information has been completely filled out for each finding.
- ☐ 33. Finding completed for each **Significant Deficiency** and for each **Material Weakness** noted in opinion letters.
- ☐ 34. Separate finding for each Federal program (i.e., don't report same finding for multiple programs on one sheet).
- ☐ 35. Separate finding sheet for each finding on programs (e.g., excess interest earned and unallowable expenditures are two findings and should be reported separately, even if both are on same program).
- ☐ 36. Questioned Costs have been calculated where there are questioned costs.
- ☐ 37. Questioned Costs are separated by project year **and** by program.
- ☐ 38. Questioned Costs have been calculated for Interest Earned on **Excess Cash on Hand**.

- Should be based on actual amount of interest earned
- Questioned Cost amounts are broken out between programs if multiple programs are listed on the finding



38. **A CORRECTIVE ACTION PLAN** has been completed for each finding.

- Including Finding number, action plan details, projected date of completion, name and title of contact person

**SD U-46
31-045-0460-22**

RECONCILIATION OF FEDERAL REVENUES

Annual Financial Report to Schedule of Expenditures of Federal Awards

TOTAL FEDERAL REVENUE IN AFR

Account Summary 7-8, Line 7	Account 4000	\$ 42,256,544
Flow-through Federal Revenues		
Revenues 9-14, Line 112	Account 2200	-
Value of Commodities		
Indirect Cost Info 30, Line 11		730,794
Less: Medicaid Fee-for-Service		
Revenues 9-14, Line 269	Account 4992	(696,190)
AFR TOTAL FEDERAL REVENUES:		\$ 42,291,148

ADJUSTMENTS TO AFR FEDERAL REVENUE AMOUNTS:

Reason for Adjustment:

Rising Star Grant

Title I SIP

Kane County - H1N1

\$ (85,102)

\$ (15,908)

\$ (9,632)

ADJUSTED AFR FEDERAL REVENUES

\$ 42,180,506

Total Current Year Federal Revenues Reported on SEFA:
Federal Revenues Column D

\$ 42,180,506

Adjustments to SEFA Federal Revenues:

Reason for Adjustment:

ADJUSTED SEFA FEDERAL REVENUE:

\$ 42,180,506

DIFFERENCE:

\$ -

SD U-46
31-045-0460-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
U.S. Department of Education:									
Direct grants:									
Fund for the Improvement of Education:									
Teaching American History	84.215X	U215X080096	0	166,393	0	166,393	0	166,393	364,428
		U215X080096	228,315	0	228,315	0	0	228,315	409,736
Fund for the Improvement of Education:									
FIE Earmark Grant Awards	84.215K	U215K090314	0	108,040	0	108,040	0	108,040	142,882
		U215K090314	94,662	0	94,662	0	0	94,662	238,000
Safe and Drug-Free Schools and Communities_National Program									
Comprehensive Safety and Emergency Response Plan	84.184E	Q184E090106	0	100,091	0	100,091	0	100,091	244,147
		Q184E090106	200,204	0	200,204	0	0	200,204	456,995
Safe and Drug-Free Schools and Communities_National Program									
School Emergency Response to Violence	84.184S	Q184S100007	0	28,288	0	21,372	0	21,372	47,509
		Q184S100007	19,221	0	19,221	0	0	19,221	47,509

- (M) Program was audited as a major program as defined by OMB Circular A-133.

The accompanying notes are an integral part of this schedule.

- ¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.
- ⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

SD U-46
31-045-0460-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
Passed through Illinois State Board of Education:									
Title I Grants to Local Education Agencies:									
Title I : Low Income (M)	84.010A	11-4300-00	0	7,880,937	0	6,312,812	225,000	6,537,812	8,076,840
		10-4300-00	8,297,774	-1,404,626	6,594,790	298,358	0	6,893,148	8,383,293
Title I Grants to Local Education Agencies:									
ARRA-Title I - Low Income (M)	84.389A	11-4851-00	0	3,534,760	0	3,534,665	95	3,534,760	3,534,760
		10-4851-00	1,470,336	-93,845	1,300,568	75,923	0	1,376,491	1,470,336
Title I Grants to Local Education Agencies:									
Title I : Low Income - Neglected Priv. (M)	84.010A	11-4305-00	0	36,307	0	36,307	0	36,307	36,307
		10-4305-00	28,905	0	21,367	7,538	0	28,905	44,054
Title I Grants to Local Education Agencies:									
ARRA-Title I : Low Income - Neglected Priv. (M)	84.389A	10-4852-00	27,071	0	25,767	1,304	0	27,071	27,071

- (M) Program was audited as a major program as defined by OMB Circular A-133.

The accompanying notes are an integral part of this schedule.

- ¹ To meet state or other requirements, auditees may decide to include certain nonfederal awards (for example, state awards) in this schedule. If such nonfederal data are presented, they should be segregated and clearly designated as nonfederal. The title of the schedule should also be modified to indicate that nonfederal awards are included.
- ² When the CFDA number is not available, the auditee should indicate that the CFDA number is not available and include in the schedule the program's name and, if applicable, other identifying number.
- ³ When awards are received as a subrecipient, the identifying number assigned by the pass-through entity should be included in the schedule.
- ⁴ Circular A-133 requires that the value of federal awards expended in the form of non-cash assistance, the amount of insurance in effect during the year, and loans or loan guarantees outstanding at year end be included in either the schedule or a note to the schedule. Although it is not required, Circular A-133 states that it is preferable to present this information in the schedule (versus the notes to the schedule). If the auditee presents non-cash assistance in the notes to the schedule, the auditor should be aware that such amounts must still be included in part III of the data collection form.

SD U-46
31-045-0460-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
Safe and Drug-Free Schools and Communities_State Grants									
Title IV : Safe and Drug Free Schools -Formula	84-186A	11-4400-00	0	53,476	0	39,355	0	39,355	53,476
		10-4400-00	127,456	-38,261	73,460	15,735	0	89,195	120,856
Twenty-First Century Community Learning Centers:									
Title IV - 21st Century Community Learning Centers	84.287C	10-4421-07	0	213,600	0	204,201	9,399	213,600	213,600
		11-4421-10	0	348,810	0	281,786	0	281,786	359,300
		10-4421-07	256,300	-12,095	217,849	26,356	0	244,205	256,300
		10-4421-10	359,300	-8,735	301,625	48,940	0	350,565	359,300
Special Education - Preschool Grants:									
Pre-School Flow Through (M)	84.173A	11-4600-00	0	167,158	0	149,421	17,737	167,158	167,185
		10-4600-00	211,677	0	211,677	0	0	211,677	211,677
Special Education - Preschool Grants:									
ARRA-Pre-School Flow Through (M)	84.392A	11-4856-00	0	223,210	0	223,210	0	223,210	249,153
		10-4856-00	112,136	-13,980	98,136	0	0	98,136	112,136

- (M) Program was audited as a major program as defined by OMB Circular A-133.

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SD U-46
31-045-0460-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
Special Education - Grants to States:									
IDEA Flow Through (M)	84.027A	11-4620-00	0	7,629,945	0	6,443,043	0	6,443,043	9,361,725
		10-4620-00	6,487,926	-77,970	6,239,600	170,356	0	6,409,956	7,632,056
Special Education - Grants to States:									
ARRA - IDEA Flow Through (M)	84.391A	11-4857-00	0	4,498,899	0	4,498,899	0	4,498,899	5,704,640
		10-4857-00	4,245,744	-450,803	3,724,549	70,392	0	3,794,941	4,265,467
Special Education - Grants to States:									
IDEA Room & Board (M)	84.027A	2011-4625-00	0	156,620	0	156,620	0	156,620	NA
		2010-4625-00	137,167	0	137,167	0	0	137,167	NA
State Fiscal Stabilization Fund - Education State Grants, Recovery Act:									
ARRA - General State Aid - Education State Fiscal Stabilization Funds	84.394A	10-4850-00	9,147,163	0	9,147,163	0	0	9,147,163	NA
State Fiscal Stabilization Fund - Education State Grants, Recovery Act:									
ARRA General State Aid - Government State Fiscal Stabilization Funds	84.397A	10-4870-00	2,651,467	0	2,651,467	0	0	2,651,467	NA

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SD U-46
31-045-0460-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
State Fiscal Stabilization Fund - Education State Grants, Recovery Act:									
ARRA - Early Childhood	84.397A	10-4875-00	3,260,662	0	3,244,768	15,894	0	3,260,662	3,260,662
		10-4875-01	153,704	0	144,434	9,270	0	153,704	153,704
		10-4875-70	220,320	0	214,453	5,867	0	220,320	220,320
		10-4875-71	128,520	0	128,520	0	0	128,520	128,520
English Language Acquisition Grants:									
Title III : Language Instruction Program - Limited English (M)	84.365A	11-4909-00	0	1,570,150	0	1,205,002	23,627	1,228,629	1,832,904
		10-4909-00	2,150,521	-467,709	1,502,076	180,736	0	1,682,812	2,150,521
Improving Teacher Quality State Grants:									
Title II : Teacher Quality	84.367A	11-4932-00	0	1,648,405	0	909,083	200,000	1,109,083	1,689,651
		10-4932-00	1,114,750	-454,721	577,067	82,962	0	660,029	1,397,217
Education Technology State Grants:									
Technology- Enhancing Education - Formula	84.318X	11-4971-00	0	17,120	0	9,672	7,448	17,120	17,423
		10-4971-00	53,793	-10,490	41,982	1,321	0	43,303	60,423

- (M) Program was audited as a major program as defined by OMB Circular A-133.

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SD U-46
31-045-0460-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
Education Technology State Grants:									
Technology- Enhancing Education - Formula (M)	84.410	11-4880-00	0	4,622,728	0	4,622,728	0	4,622,728	N/A
Passed through Illinois Department of Human Services									
Rehabilitation Services - Vocational Rehabilitation Grants to States:									
Rehabilitation Services	84.126	940CK001618	0	58,604	0	58,604	0	58,604	NA
		940CK001618	58,604	0	58,604	0	0	58,604	NA
Passed through Illinois Community College Board:									
Adult Education - Basic Grants to States:									
Federal - Adult Education : Basic	84.002A	N/A	0	153,259	0	108,009	0	108,009	1,008,109
		N/A	108,235	-271	107,964	0	0	107,964	108,235
Passed through Northern Kane County Regional Vocational System:									
Career and Technical Education - Basic Grants to States:									
Perkins IIC Grant	84.048A	11-4810-00	0	366,066	0	213,218	0	213,218	392,128
		10-4810-00	153,259	64,434	217,693	0	0	217,693	378,416

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SD U-46
31-045-0460-22
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
Passed through Will County Regional Office of Education									
Special Education - Grants to States:									
McKinney - Vento ARRA Funds	84.387	11-4862-00	0	21,260	0	21,154	0	21,154	NA
		10-4862-00	22,988	-21,260	1,728	0	0	1,728	NA
U.S. Department of Agriculture:									
Passed through Illinois State Board of Education:									
Commodity Supplemental Food Program	10.565	11-4299-00	0	730,794	0	730,794	0	730,794	NA
		10-4299-00	758,656	0	758,656	0	0	758,656	NA
National School Lunch Program (M)	10.555	11-4210-00	0	6,518,112	0	6,518,112	0	6,518,112	NA
		10-4210-00	6,252,655	1,156,320	6,252,655	1,156,320	0	7,408,975	NA
School Breakfast Program (M)	10.553	11-4220-00	0	1,357,063	0	1,357,063	0	1,357,063	NA
		10-4220-00	1,220,042	236,859	1,220,042	236,859	0	1,456,901	NA

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SD U-46
31-045-0460-22
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Year Ending June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title and Major Program Designation	CFDA Number ² (A)	ISBE Project # (1st 8 digits) or Contract #3 (B)	Receipts/Revenues		Expenditure/Disbursements ⁴		Obligations/ Encumb. (G)	Final Status (H)	Budget (I)
			Year 7/1/09-6/30/10 (C)	Year 7/1/10-6/30/11 (D)	Year 7/1/09-6/30/10 (E)	Year 7/1/10-6/30/11 (F)			
Fresh Fruits and Vegetables Program	10.582	11-4240-10	0	7,695	0	7,695	0	7,695	NA
		11-4240-11	0	51,170	0	51,170	0	51,170	NA
		10-4240-09	6,577	0	6,577	0	0	6,577	NA
		10-4240-10	67,508	0	67,508	0	0	67,508	NA
Child Nutrition Commodity/Salvage	10.550	10-4240-00	2,651	0	2,651	0	0	2,651	NA
Passed through United States Department of Defense:									
Fresh Fruits and Vegetables Program	10.582	10-4299-00	77,883	0	77,883	0	0	77,883	NA
Corporation for National and Community Service									
Passed through Illinois State Board of Education:									
Learn and Serve America	94.004	11-4910-00	0	15,625	0	9,300	6,325	15,625	15,625
		10-4910-00	15,625	0	7,788	7,837	0	15,625	15,625
U.S. Department of Justice:									
Passed through Village of Streamwood:									
Secure our Schools	16.710	2008CKWX0652	0	123,763	0	14,628	0	14,628	473,700
		2008CKWX0652	115,002	-100,374	14,628	0	0	14,628	473,700

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Year Ending June 30, 2011

[illegible]

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SD U-46
31-045-0460-22
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)
Year Ending June 30, 2011

Note 1: Basis of Presentation⁵

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of **School District U-46** and is presented on the **Modified Accrual Basis**. The information in this schedule is presented in accordance with the requirements of Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the Basis financial statements.

Note 2: Subrecipients⁶

Of the federal expenditures presented in the schedule, **School District U-46** provided federal awards to subrecipients as follows:

[illegible]

⁵ This note is included to meet the Circular A-133 requirement that the schedule include notes that describe the significant accounting policies used in preparing the schedule.

6

Circular A-133 requires the schedule of expenditures of federal awards to include, to the extent practical, an identification of the total amount provided to subrecipients, from each federal program. Although this example includes the required subrecipie

SD U-46
31-045-0460-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2011

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued: Unqualified
(Unqualified, Qualified, Adverse, Disclaimer)

INTERNAL CONTROL OVER FINANCIAL REPORTING:

- Material weakness(es) identified? X YES NO
- Significant Deficiency(s) identified that are not considered to be material weakness(es) X YES None Reported
- Noncompliance material to financial statements noted? YES X NO

FEDERAL AWARDS

INTERNAL CONTROL OVER MAJOR PROGRAMS:

- Material weakness(es) identified? YES X NO
- Significant Deficiency(s) identified that are not considered to be material weakness(es) YES X None Reported

Type of auditor's report issued on compliance for major programs: Unqualified
(Unqualified, Qualified, Adverse, Disclaimer⁷)

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, § .510(a)? YES X NO

IDENTIFICATION OF MAJOR PROGRAMS:⁸

CFDA NUMBER(S) ⁹	NAME OF FEDERAL PROGRAM or CLUSTER ¹⁰
84.010A/84.389A	Title I, Part A Cluster
84.173A/84.392A	Special Education Cluster
84.027A/84.391A	
84.365A	Title III: Language Instruction Program - Limited English
10.553/10.555	Child Nutrition Cluster
84.410	ARRA - Education Technology Grant

Dollar threshold used to distinguish between Type A and Type B programs: \$1,232,954.00

Auditee qualified as low-risk auditee? YES X NO

⁷ If the audit report for one or more major programs is other than unqualified, indicate the type of report issued for each program. Example: "Unqualified for all major programs except for [name of program], which was qualified and [name of program], which was a disclaimer."

⁸ Major programs should generally be reported in the same order as they appear on the SEFA.

⁹ When the CFDA number is not available, include other identifying number, if applicable.

¹⁰ The name of the federal program or cluster should be the same as that listed in the SEFA. For clusters, auditors are only required to list the name of the cluster.

SD U-46
31-045-0460-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2011

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹

11-01

2. THIS FINDING IS:

☐

New

☒

Repeat from Prior Year?

Year originally reported? 2010

3. Criteria or specific requirement

In accordance with Generally Accepted Accounting Principles (GAAP), all liabilities and related expenses should be recorded in the period when the goods are purchased or when the services are performed.

4. Condition

The District does not have adequate procedures in place to ensure that liabilities are recorded in the proper period. In addition, we noted that claims for incurred but not reported (IBNR) liability was understated at year end.

5. Context¹²

During our testing on search for unrecorded liabilities, we noted that several invoices totaling approximately \$1.1 million relating to services performed prior to the year end were not recorded as payables as of June 30, 2011. Though the checks were written after year end, the invoices should have been accounted for in the period when the related services were performed. In addition, we noted an adjustment of approximately \$2.9 million, to increase the liability for incurred but not reported (IBNR) claims.

6. Effect

Not recording expenses in the proper period could lead to liabilities, expenses and the financial statements of the District being materially misstated.

7. Cause

According to District management, some invoices dated after June 30th were for partial month billings, so part of the invoice should have been accrued. The District did not include these in the initial accrual.

8. Recommendation

We recommend that the District establish procedures to ensure that all invoices are recorded in the accounting system in the proper period. Proper cutoffs are critical for the accuracy of the accrual basis of accounting. We also recommend that the District establish procedures to determine a reasonable IBNR estimate based on historical activity of actual claims incurred and actual claims paid.

9. Management's response¹³

The Director of Financial Operations will have a second staff member review the invoices paid after June 30th. The department staff will also set up an analysis of the legal fees to enable the District to determine if any monthly invoices are missing. For the incurred but not reported claims, the department has established a method to review the history of workers' compensation claims, and will be able to provide better estimates in the future.

For ISBE Review

Date:

Resolution Criteria Code Number

Initials:

Disposition of Questioned Costs Code Letter

¹¹ A suggested format for assigning reference numbers is to use the last two digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2003 would be assigned a reference number of 02-01, 02-02, etc.

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See paragraphs 5.18 through 5.20 and 7.38 through 7.42 of Government Auditing Standards for additional guidance on reporting management's response.

SD U-46
31-045-0460-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2011

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ 11-02 2. THIS FINDING IS: ☐ New ☒ Repeat from Prior Year?
Year originally reported? 2010

3. Criteria or specific requirement

A good system of internal control requires that cash receipts be deposited in a timely manner.

4. Condition

The District does not have procedures in place to ensure that all cash receipts are deposited and recorded in the general ledger in a timely manner.

5. Context¹²

During the course of the audit, we noted that there is a significant time lapse (up to 7 days) between when the Plant Operations department receives a check to when the Plant Operations department forwards the check to the Financial Services department for deposit and recording in the general ledger.

6. Effect

Not depositing and recording cash receipts within a reasonable time after receipt could lead to misappropriation of the District's assets. Cash receipts processed by the Plant Operations department for the year ended June 30, 2011 totaled approximately \$985,000.

7. Cause

According to District management, the Plant Operations department may receive a check and hold it for deposit until the actual rental date expires. This would cause a time lag. Depending on the volume of checks received in the Plant Operations department, a deposit is processed once or twice a month.

8. Recommendation

We recommend the District put a process in place to ensure all checks received by the Plant Operations department are processed by the Financial Services department within a reasonable period of time.

9. Management's response¹³

The Financial Services department has provided a deposit scanner to the Plant Operations department, so deposits can be made without going to the bank. The Director of Plant Operations has established a procedure to deposit all checks received each week on Friday. After scanning, the checks are sent to the Finance department to be recorded in the general ledger.

For ISBE Review

Date: _____ Resolution Criteria Code Number _____
Initials: _____ Disposition of Questioned Costs Code Letter _____

¹¹ A suggested format for assigning reference numbers is to use the last two digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2003 would be assigned a reference number of 02-01, 02-02, etc.

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See paragraphs 5.18 through 5.20 and 7.38 through 7.42 of Government Auditing Standards for additional guidance on reporting management's response.

SD U-46
31-045-0460-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2011

SECTION II - FINANCIAL STATEMENT FINDINGS

1. FINDING NUMBER:¹¹ 11-03 2. THIS FINDING IS: ☐ New ☒ Repeat from Prior Year?
Year originally reported? 2009

3. Criteria or specific requirement

A good system of internal controls require that reconciliations of all accounts of an entity be done in a timely manner. Additionally, deposit procedures should be in place to eliminate deposit errors.

4. Condition

The District does not perform reconciliation between individual schools' sales reports and the amounts reported in the District's general ledger. A reconciliation between the number of lunches served, (free/reduced and full price) and a la carte items, such as candy bars, sold and the total revenues posted by school was not performed. Additionally, sales of a la carte items were not tracked by type of item and therefore a reconciliation of the sales and inventory on hand by a la carte item was not performed. Also, we noted several instances of deposit corrections made by the bank for shortages in deposits to the Food and Nutrition bank account.

5. Context¹²

During the course of the audit, we noted that the food service reconciliation were not being performed for any of the schools in the District. The District records food sales revenues based on the deposits made by the individual schools in the District to the District's Food and Nutrition bank account. We noted instances of deposit corrections made by the bank for shortages in deposits to the Food and Nutrition bank account.

6. Effect

Assets of the District are not properly safeguarded as the District cannot determine the level of food inventory items or the possible misstatement of food service revenue.

7. Cause

According to District management, the District has recently implemented new food service software designed to track inventories; however, the system has not yet been used to its full potential. The District has not implemented procedures to follow up on all deposit corrections notices from the bank.

8. Recommendation

We recommend the District finalize the implementation of the new food service software. At a minimum, the District should develop procedures to reconcile the items mentioned above. Additionally, deposit procedures should be examined and improved to reduce deposit errors.

9. Management's response¹³

The new food service software was fully implemented in March 2011; as such, this software did not run through the entire fiscal year 2011. The Food Service Auditor Supervisor has established new cash handling procedures, which include daily balancing of each register and verification with the Manager, so deposits are verified before going to the bank.

For ISBE Review

Date: _____ Resolution Criteria Code Number _____
Initials: _____ Disposition of Questioned Costs Code Letter _____

¹¹ A suggested format for assigning reference numbers is to use the last two digits of the fiscal year being audited followed by a numeric sequence of findings. For example, findings identified and reported in the audit of fiscal year 2003 would be assigned a reference number of 02-01, 02-02, etc.

¹² Provide sufficient information for judging the prevalence and consequences of the finding, such as relation to universe of costs and/or number of items examined and quantification of audit findings in dollars.

¹³ See paragraphs 5.18 through 5.20 and 7.38 through 7.42 of Government Auditing Standards for additional guidance on reporting management's response.

SD U-46
31-045-0460-22
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ending June 30, 2011

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

1. FINDING NUMBER:¹⁴ NONE 2. THIS FINDING IS: ☐ New ☐ Repeat from Prior year?
 Year originally reported? _____

3. Federal Program Name and Year: _____

4. Project No.: _____ 5. CFDA No.: _____

6. Passed Through: _____

7. Federal Agency: _____

8. Criteria or specific requirement (including statutory, regulatory, or other citation) _____

9. Condition¹⁵ _____

10. Questioned Costs¹⁶ _____

11. Context¹⁷ _____

12. Effect _____

13. Cause _____

14. Recommendation _____

15. Management's response¹⁸ _____

For ISBE Review

Date: _____
 Initials: _____

Resolution Criteria Code Number _____
 Disposition of Questioned Costs Code Letter _____

¹⁴ See footnote 11.

¹⁵ Include facts that support the deficiency identified on the audit finding.

¹⁶ Identify questioned costs as required by sections 510(a)(3) and 510 (a) (4) of Circular A-133.

¹⁷ See footnote 12.

¹⁵ To the extent practical, indicate when management does not agree with the finding, questioned cost, or both.

SD U-46
31-045-0460-22
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS¹⁹
Year Ending June 30, 2011

<u>Finding Number</u>	<u>Condition</u>	<u>Current Status²⁰</u>
10-01	The District did not have adequate controls in place over financial reporting. In addition, the District did not close the fiscal year ended June 30, 2010 in a timely manner. Several adjusting entries were made after the initial trial balance was provided to the auditors. These entries ranged up to approximately \$35 million.	During fiscal year 2011 audit, we noted the District closed its books in a timely manner. Finance personnel prepared and provided adjusting entries pertaining to property taxes, debt and IBNR, prior to providing the auditors with the final trial balance. As such, this finding is not repeated in the current year.
10-02	The District did not have adequate procedures in place to ensure that liabilities are recorded in the proper period.	During the fiscal 2011 audit, we noted that the District did not properly record liabilities for invoices relating to goods received or services performed prior to year end. This finding is repeated as Finding 11-01 in the current year.
10-03	The District did not have a documented capitalization policy in place regarding capital assets.	During fiscal year 2011 audit, we noted the District has a formal, documented capitalization policy in place. This finding is not repeated in the current year.
10-04	The District did not have procedures in place to ensure that all cash receipts are deposited and recorded in the general ledger in a timely manner.	During the fiscal year 2011 audit, we noted that there is a significant lapse between when the Plant Operations department receives a check to when the Plant Operations department forwards the check to the Financial Services department for deposit and recording in the general ledger. This finding is repeated as Finding 11-02.
10-05	A reconciliation between the individual schools' sales reports and the amounts reported in the District's general ledger was not performed.	During fiscal year 2011 audit, we noted that reconciliation between the individual schools' sales reports and the amounts reported in the District's general ledger was not performed. This finding is repeated as Finding 11-03 in the current year.

When possible, all prior findings should be on the same page

¹⁹ See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.

²⁰ Current Status should include one of the following:

- A statement that corrective action was taken
- A description of any partial or planned corrective action
- An explanation if the corrective action taken was significantly different from that previously reported or in the management decision received from the pass-through entity.

SD U-46
31-045-0460-22
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹
Year Ending June 30, 2011

Corrective Action Plan

Finding No.: 11-01

Condition:

The District does not have adequate procedures in place to ensure that liabilities are recorded in the proper period. In addition, we noted that claims for incurred but not reported (IBNR) liability was understated at year end.

Plan:

The Director of Financial Operations will have a second staff member review the invoices paid after June 30th. The department staff will also set up an analysis of the legal fees to enable the District determine if any monthly invoices are missing. For the incurred but not reported claims, the department has established a method to review the history of workers' compensation claims, and will be able to provide better estimates in the future.

Anticipated Date of Completion:

06/30/2012

Name of Contact Person: Dale Burnidge

Management Response: Management concurs with the finding.

²¹ See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.

SD U-46
31-045-0460-22
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹
Year Ending June 30, 2011

Corrective Action Plan

Finding No.: 11-02

Condition:

The District does not have procedures in place to ensure that all cash receipts are deposited and recorded in the general ledger in a timely manner.

Plan:

The Financial Services department has provided a deposit scanner to the Plant Operations department, so the deposit can be made without going to the bank. The Director of Plant Operations has established a procedure to deposit all checks received each week on Friday. After scanning, the checks are sent to the Finance department to be recorded in the general ledger.

Anticipated Date of Completion:

06/30/2012

Name of Contact Person: Dale Burnidge

Management Response: Management concurs with the finding.

²¹ See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.

SD U-46
31-045-0460-22
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS²¹
Year Ending June 30, 2011

Corrective Action Plan

Finding No.: 11-03

Condition:

The District does not perform reconciliation between the individual schools' sales reports and the amounts reported in the District's general ledger. A reconciliation between the number of lunches served, (free/reduced and full price) and a la carte items, such as candy bars, sold and the total revenues posted by school was not performed. Additionally, sales of a la carte items were not tracked by type of item and therefore a reconciliation of the sales and inventory on hand by a la carte item was not performed. Also, we noted several instances of deposit corrections made by the bank for shortages in deposits to the Food and Nutrition bank account.

Plan:

The new food service software was fully implemented in March 2011; as such, this software did not run through the entire fiscal year 2011. The Food Service Auditor Supervisor has established new cash handling procedures, which include daily balancing of each register and verification with the Manager, so deposits are verified before going to the bank.

Anticipated Date of Completion:

06/30/2012

Name of Contact Person: Dale Burnidge

Management Response: Management concurs with the finding.

²¹ See the instructions in the Guide to Auditing and Reporting for Illinois Public Local Education Agencies for an explanation of this schedule.

School District U-46

Elgin, Illinois

Annual Financial Report
June 30, 2011

Submitted by: Finance Department

SCHOOL DISTRICT U-46

Table of Contents

	Page
INTRODUCTORY SECTION	
Principal Officials	i
Organization Chart	ii
FINANCIAL SECTION	
Independent Auditor's Report	1-2
Required Supplementary Information: Management's Discussion and Analysis (MD&A)	3-12
Basic Financial Statements:	
Government-Wide Financial Statements (GWFS):	
Statement of Net Assets	13
Statement of Activities	14
Fund Financial Statements (FFS):	
Governmental Funds:	
Balance Sheet - Governmental Funds	15
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	16
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) - Governmental Funds	17-18
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) to the Statement of Activities	19
Fiduciary Funds:	
Statement of Fiduciary Assets and Liabilities	20
Notes to Basic Financial Statements	21-48
Required Supplementary Information:	
Schedule of Funding Progress - Illinois Municipal Retirement Fund	49
Schedule of Funding Progress - Retiree Healthcare Plan	50
Budgetary Comparison Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	51
Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual - Transportation Fund	52

SCHOOL DISTRICT U-46

Principal Officials

BOARD OF EDUCATION

	<u>Position</u>	<u>Term Expires</u>
Donna Smith	President	2013
Amy Kerber	Vice President	2015
Traci O'Neal Ellis	Secretary Pro-Tempore	2015
Maria Bidelman	Member	2015
Jennifer Shroder	Member	2015
Joyce Fountain	Member	2013
Dale Spencer	Member	2013
Jacqueline Martinez	Student Advisor	2012

SUPERINTENDENT AND EXECUTIVE STAFF

Dr. Jose M. Torres	Superintendent of Schools
Patrick Broncato	Chief Legal Officer
Karen Fox	Chief of Family and Community Engagement and Special Projects
Dr. Carmen Rodriguez	Assistant Superintendent, Elementary Education
Tony Sanders	Chief Communications and Public Accountability
Greg Walker	Assistant Superintendent, Secondary Education
Jeffrey King	Chief Operating Officer

OFFICIALS ISSUING REPORT

Dale Burnidge	Director of Financial Operations
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DIVISION ISSUING REPORT

	Finance Department
Juanita Cruz	Senior Accountant
Kathy Fitzpatrick	Grants Manager
Ray Shifrin	Pension Specialist
Jerry Ward	Accounts Payable Manager
Judy Freeman	General Accountant

Independent Auditor's Report



Independent Auditor's Report

To the Board of Education
School District U-46
Elgin, Illinois

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, Elgin, Illinois (the District), as of and for the year ended June 30, 2011, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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, Elgin, Illinois, as of June 30, 2011, 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.

As discussed in Note 1 to the financial statements, as of July 1, 2010, the District adopted the reporting and disclosure requirements of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*, and should be considered in assessing the results of our audit.

The accompanying required supplementary information which includes management's discussion and analysis (pages 3-12), schedules of funding progress (pages 49-50) and budgetary schedules and related note (pages 51-53) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the District. The combining and individual nonmajor fund financial statements and other schedules listed in the table of contents as supplementary information are presented for purposes of additional analysis, and are not a required part of the basic financial statements. Such 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.

McGladrey & Pullen, LLP

Chicago, Illinois
December 14, 2011

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

SCHOOL DISTRICT U-46

Management's Discussion and Analysis (Continued)
For the Year Ended June 30, 2011

Government-wide financial statements

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

The statement of net assets 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 whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the fiscal year being reported. 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 only result in cash flows in future fiscal periods.

The government-wide financial statements present 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.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds (the District maintains no proprietary funds).

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

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

SCHOOL DISTRICT U-46

Management's Discussion and Analysis (Continued)
For the Year Ended June 30, 2011

- 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.

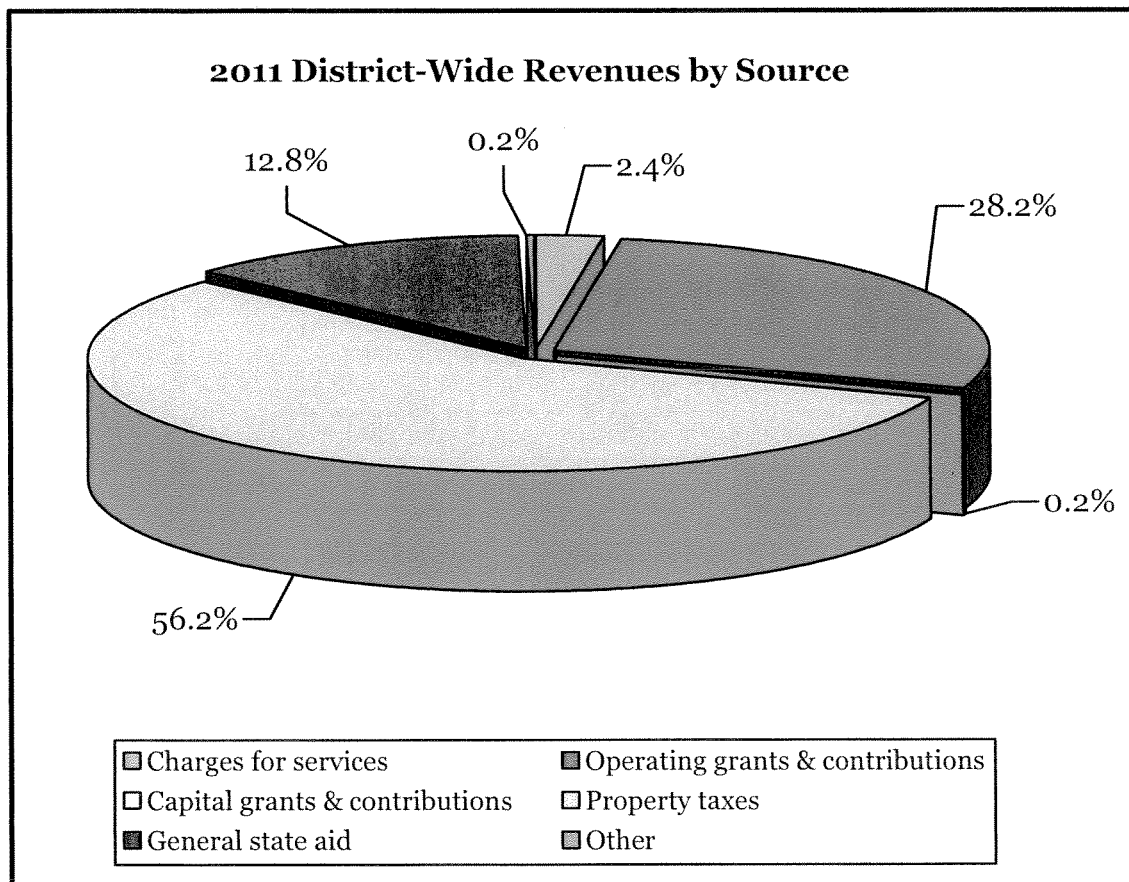
Table 1
Condensed Statement of Net Assets
(in millions of dollars)

	Governmental Activities		Percentage Change
	2011	2010	
Assets			
Current and other assets	\$ 327.9	\$ 254.6	28.8%
Capital assets	377.4	384.2	(1.8)%
Total assets	705.3	638.8	10.4%
Liabilities			
Long-term liabilities	448.2	443.9	1.0%
Other liabilities	175.6	167.3	5.0%
Total liabilities	623.8	611.2	2.1%
Net Assets			
Invested in capital assets, net of related debt	101.7	92.3	10.2%
Restricted	83.1	2.9	2765.5%
Unrestricted	(103.3)	(67.6)	52.8%
Total net assets	\$ 81.5	\$ 27.6	195.3%

SCHOOL DISTRICT U-46

Management's Discussion and Analysis (Continued)
For the Year Ended June 30, 2011

The District's total revenues were \$500.3 million. General revenues, including taxes and general state aid were 69.2% of the total or \$346.0 million. Property taxes (other than for debt service) increased \$11,854,250 over the prior year or 5.2%. This was due to an increase in the consumer price index and new construction within the District. Grants and contributions for specific programs and general state aid brought in \$154.2 million, a 10.9% increase from the prior year, which is due to an increase in the American Recovery and Reinvestment Act grant funding. The total cost of all programs and services in 2011 was \$446.4 million. The District's expenses are predominantly related to instruction and support services (caring for and transportation of students, etc.) These expenses accounted for 94.0% of the total (see Table 2). The District's other activities were 6% of total costs. Total revenues on the statement of activities surpassed expenses, increasing net assets by \$53.9 million from the prior year.



SCHOOL DISTRICT U-46

Management's Discussion and Analysis (Continued)
For the Year Ended June 30, 2011

General Fund Budgetary Highlights

While the District's budget for the General Fund anticipated that revenues would exceed expenditures by \$27,266,410 before other financing sources (uses), the actual result for the year was an excess of expenditures over revenues of \$47,514,052. State and federal sources were over budget by a combined \$6,569,720 as expected grant revenues exceeded budget. Property taxes were \$3,251,576 above budget and charges for services were \$1,299,911 below budget. Interest earnings and rentals and other sources were also less than anticipated. Expenditures came in under budget by \$10,261,270 or 2.7%.

Capital Asset and Debt Administration

Capital assets

Table 3 illustrates capital assets, net of depreciation:

Table 3
Capital Assets (Net of Depreciation)
(in millions)

	2011	2010	Percentage Change
Land	\$ 27.7	\$ 27.7	0.0%
Construction in progress	0.7	-	N/A
Buildings	345.3	350.6	(1.5)%
Transportation equipment	3.0	5.0	(40.0)%
Other equipment	0.7	0.9	(22.2)%
Total	<u>\$ 377.4</u>	<u>\$ 384.2</u>	<u>(1.8)%</u>

Additional information about the District's capital assets is included in Note 4 to the basic financial statements.

Long-term debt

Table 4 on the following page illustrates the District's outstanding long-term debt. The District in FY 2011 issued \$27.955 million in bonds. This additional debt was offset by the repayment of existing debt of \$29.5 million for a net decrease of \$1.5 million. The District's other debt increased by nearly \$5.8 million related to other post-employment benefits and claims. Additional information is available in Note 5 – Long-Term Obligations.

The District is subject to the Illinois School Code, which limits the amount of bond indebtedness to 13.8% of the most recent available equalized assessed valuation of the District. As of June 30, 2011, the statutory debt limit for the District was \$781,553,032 providing a debt margin of \$468,188,820.

SCHOOL DISTRICT U-46

Management's Discussion and Analysis (Continued)
For the Year Ended June 30, 2011

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 Operations Officer, School District U-46, 355 E. Chicago St., Elgin, IL 60120.

BASIC FINANCIAL STATEMENTS

School District U-46

Statement of Activities
Year Ended June 30, 2011

Functions/Programs	Expenses	Program Revenue			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
Governmental activities:					
Instruction:					
Regular programs	\$ 144,380,708	\$ 4,189,130	\$ 56,594,386	\$ -	\$ (83,597,192)
Special programs	46,118,818	34,484	47,851,107	-	1,766,773
Other instructional programs	46,960,015	1,111,162	4,627,134	-	(41,221,719)
Total instruction	237,459,541	5,334,776	109,072,627	-	(123,052,138)
Support services:					
Pupils	31,664,589	-	3,046,096	-	(28,618,493)
Instructional staff	15,267,864	-	1,508,627	-	(13,759,237)
General administration	19,982,097	-	1,987,773	-	(17,994,324)
School administration	25,801,537	-	2,537,138	-	(23,264,399)
Business	30,761,571	986,932	3,091,843	-	(26,682,796)
Facilities acquisition and construction	788,055	-	-	964,778	176,723
Transportation	28,651,615	968,503	7,011,790	-	(20,671,322)
Food service	17,147,240	4,693,018	11,546,283	-	(907,939)
Central	9,985,364	-	983,988	-	(9,001,376)
Other support services	1,999,655	-	-	-	(1,999,655)
Total support services	182,049,587	6,648,453	31,713,538	964,778	(142,722,818)
Community services	5,232,372	-	506,514	-	(4,725,858)
Debt service - interest and fees	21,642,152	-	-	-	(21,642,152)
Total governmental activities	\$ 446,383,652	\$ 11,983,229	\$ 141,292,679	\$ 964,778	(292,142,966)
General revenues:					
Taxes:					
Property taxes, general purposes					238,078,583
Property taxes, debt service					38,974,113
Replacement taxes and other payment in lieu of taxes					4,040,837
Unrestricted state grants					64,161,401
Interest and investment earnings					133,167
Other general revenues					630,691
Total general revenues					346,018,792
Change in net assets					53,875,826
Net assets:					
Beginning of year					27,604,356
End of year					\$ 81,480,182

See Notes to Basic Financial Statements.

School District U-46

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2011**

Total fund balances - governmental funds	\$ 116,625,679
--	----------------

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds:

Capital assets	\$ 590,834,023	
Accumulated depreciation	(213,376,816)	
Net capital assets		377,457,207

Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.	(3,815,334)
---	-------------

Certain revenues that are deferred in the fund financial statements because they are not available, are recognized as revenue in the government wide financial statements.	35,044,861
--	------------

Costs related to the issuance of long-term debt are recorded as expenditures when incurred in governmental funds, but are capitalized and amortized over the life of the debt issue in the statement of net assets.	1,237,975
---	-----------

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 the governmental funds. These liabilities consist of:

General obligation bonds	(322,144,437)	
Accreted interest on long-term debt	(98,852,301)	
General obligation debt certificates	(5,150,170)	
Installment notes	(40,880)	
Purchase contracts	(5,281,183)	
Compensated absences	(530,145)	
Other post employment benefits	(3,028,600)	
IMRF pension obligation	(448,808)	
Claims incurred but not reported	(10,706,179)	
Unamortized premiums related to debt issuance	(4,110,743)	
Unamortized discounts related to debt issuance	430,708	
Deferred loss on refunding	4,792,532	
		(445,070,206)

Net assets of governmental activities	<u>\$ 81,480,182</u>
---------------------------------------	----------------------

See Notes to Basic Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 9,076,089	\$ 277,052,696
275,223	3,959,837
-	10,880,592
20,810	133,167
724,778	2,687,134
-	109,760,781
-	42,256,544
-	41,387,470
10,096,900	488,118,221

1,197,293	119,418,719
1,524,052	38,124,984
542,097	39,038,710
1,008,725	25,731,889
279,755	12,744,126
309,599	16,791,704
1,048,210	21,432,466
1,974,128	25,915,150
523,916	604,006
930,815	23,703,791
1,406	14,128,009
661,774	8,312,235
35,285	1,993,812
348,723	4,278,777
-	7,131,341
-	41,387,470
-	30,572,146
-	12,232,820
25,000	211,502
7,458,413	9,723,218
17,869,191	453,476,875

(7,772,291)	34,641,346
-------------	------------

-	2,476,070
-	(2,476,070)
2,030,000	27,955,000
-	(440,725)
-	(10,293,017)
2,030,000	17,221,258

(5,742,291)	51,862,604
-------------	------------

20,214,500	64,763,075
------------	------------

\$ 14,472,209	\$ 116,625,679
---------------	----------------

School District U-46

Statement of Fiduciary Assets and Liabilities

Agency Fund

Year Ended June 30, 2011

	<u>Agency Student Activity Fund</u>
Assets , cash and investments	<u>\$ 3,994,073</u>
Liabilities , due to activity fund organizations	<u>\$ 3,994,073</u>

See Notes to Basic Financial Statements.

School District U-46

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Government-wide and Fund Financial Statements (Continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e., instruction, support services, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

Fund Financial Statements: Separate financial statements are provided for governmental funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the District's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The District has the following major governmental funds- General Fund, Transportation Fund and Debt Service Fund. All remaining governmental special revenue and capital projects funds are aggregated and reported as nonmajor governmental 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 four 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, the Operations and Maintenance Account, which reports all costs of maintaining, improving or repairing school building and property and the Working Cash Account, which accounts for financial resources held by the District to be used for temporary interfund loans to other District funds.

Transportation Fund

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

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. The District's nonmajor special revenue fund is the Municipal Retirement / Social Security Fund, which accounts for the District's share of retirement benefit and social security costs for employees.

School District U-46

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting and Financial Statement Presentation (Continued)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB), in which case the GASB prevails.

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 2010 tax levy was passed by the Board of Education on December 6, 2010, 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 2011 in Cook County and in June and September 2011 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 2010 taxes extended. The District has recorded deferred revenue for 50% of the 2010 tax extension which will be recognized as revenue in fiscal year 2012, the period for which those taxes were levied.

Investments

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

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

School District U-46

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Debt Premium, Discount and Debt Issuance/Refunding 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.

In the government-wide financial statements, bond premiums and discounts, as well as other bond issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

Fund Balances

Effective July 1, 2010, the District adopted the provisions of Governmental Accounting Standards Board Statement No. 54 ("GASB 54"), *Fund Balance Reporting and Government Fund Type Definitions*. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In addition, GASB 54 modified certain fund type definitions and provided guidance for classification of stabilization amounts on the face of the balance sheet. Pursuant to this guidance, the District was required to report fund balances previously reported in the working cash fund (a special revenue fund) as part of the general fund. As a result, the District restated its beginning fund balance in the general fund by \$74,825,589 in order to properly reflect the stabilization amounts which were previously reported in the working cash fund.

Within the governmental fund types, the District's fund balances are reported in one of the following classifications:

Nonspendable – includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact.

Restricted – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the District removes or changes the specified highest level of decision-making authority rests with the District's Board of Education. The District passes formal resolutions to commit their fund balances.

School District U-46

Notes to Basic Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

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.

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.

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 of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenditures during the period. Actual results may differ from these estimates.

Note 2. 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, 2011 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 2010-11 budget was adopted September 27, 2010.

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.

School District U-46

Notes to Basic Financial Statements

Note 3. Deposits and Investments (Continued)

Investment Type	Fair Value	Investment Maturities (in Years)		% of Total Investments	Credit Ratings
		Less than 1	1 - 5		
Illinois School District Liquid Asset Fund	\$ 3,344,634	\$ 3,344,634	\$ -	23.47%	AAAm
Government Money Market Funds	1,293,865	1,293,865	-	9.08%	AAAm
Federal Home Loan Mortgage Corporation Notes	179,339	-	179,339	1.26%	AAAm
	4,817,838	\$ 4,638,499	\$ 179,339		
Illinois Funds	9,430,740			66.19%	AAAm
	<u>\$ 14,248,578</u>			<u>100.00%</u>	

The Illinois School District Liquid Asset Fund is shown as maturing in less than one year because the weighted average maturity of the pool is less than one year.

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 Funds held by the District are not subject to custodial credit risk.

The above deposits and investments (plus \$15,980 held by the District as petty cash) are presented in the basic financial statements as cash and investments as follows:

Cash and investments per statement of net assets	\$ 134,186,429
Cash and investments per statement of fiduciary assets and liabilities	<u>3,994,073</u>
Total	<u>\$ 138,180,502</u>

School District U-46

Notes to Basic Financial Statements

Note 4. Capital Assets (Continued)

Depreciation expense was charged to governmental activities as follows:

Activity	Depreciation Expense
Regular programs	\$ 5,052,712
Special education programs	1,613,102
Other instructional programs	1,651,762
Pupils	1,088,739
Instructional staff	539,215
General administration	710,472
School administration	906,827
Business	1,096,493
Transportation	1,002,928
Food services	597,769
Central	351,698
Community services	181,039
Total	<u>\$ 14,792,756</u>

Note 5. Long-Term Obligations

The following is a summary of activity for the District's long-term debt for the year ended June 30, 2011:

	Balance July 1, 2010	Additions	Reductions	Balance June 30, 2011	Due Within One Year
G.O. Bonds/Debt Certificates Payable:					
General obligation bonds	\$ 323,698,890	\$ 27,955,000	\$ (29,509,453)	\$ 322,144,437	\$ 26,755,432
Accreted interest on long-term debt	89,607,053	13,335,795	(4,090,547)	98,852,301	4,974,569
Debt certificates	11,232,573	-	(6,082,403)	5,150,170	545,003
Unamortized Premium	4,901,989	-	(791,246)	4,110,743	734,689
Unamortized Discount	-	(440,725)	10,017	(430,708)	(40,066)
Deferred loss on refunding	(4,796,229)	(1,091,177)	1,094,874	(4,792,532)	(1,099,651)
Total G.O. Bonds/Debt Certificates Payable	<u>424,644,276</u>	<u>39,758,893</u>	<u>(39,368,758)</u>	<u>425,034,411</u>	<u>31,869,976</u>
Installment notes	90,617	-	(49,737)	40,880	40,880
Purchase contracts	9,346,736	-	(4,065,553)	5,281,183	2,609,166
Compensated absences	436,920	8,603,306	(8,510,081)	530,145	530,145
IMRF pension obligation	-	448,808	-	448,808	-
Other post employment benefits	1,975,188	1,053,412	-	3,028,600	-
Claims and judgments	7,456,768	57,948,231	(51,547,371)	13,857,628	6,423,256
Total	<u>\$ 443,950,505</u>	<u>\$ 107,812,650</u>	<u>\$ (103,541,500)</u>	<u>\$ 448,221,655</u>	<u>\$ 41,473,423</u>

School District U-46**Notes to Basic Financial Statements****Note 5. Long-Term Obligations (Continued)**

\$25,925,000 2011A Taxable General Obligation Limited School Bonds due in annual installments of \$195,000 to \$4,860,000 beginning in fiscal year 2012 through 2022 with interest due semiannually at 1.65% to 6.0%.	\$ 25,925,000
\$2,030,000 2011B Taxable General Obligation Limited School Bonds due in annual installments of \$200,000 to \$230,000 beginning in fiscal year 2012 through 2021 with interest due semiannually at 0.65%.	<u>2,030,000</u>
Total General Obligation Bonds	<u><u>\$ 322,144,437</u></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	Principal	Interest	Total Debt Service
2012	\$ 26,755,432	\$ 12,671,277	\$ 39,426,709
2013	29,038,010	12,238,325	41,276,335
2014	28,260,218	14,594,174	42,854,392
2015	27,860,872	14,608,477	42,469,349
2016	25,130,682	21,194,056	46,324,738
2017 - 2021	144,023,046	118,255,989	262,279,035
2022 - 2023	41,076,177	61,206,773	102,282,950
	<u>\$ 322,144,437</u>	<u>\$ 254,769,071</u>	<u>\$ 576,913,508</u>

Interest maturities include \$98,852,301 of accreted interest on capital appreciation bonds.

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 \$9,245,248 during the fiscal year ended June 30, 2011. At year end, the total interest accreted on the capital appreciation bonds was \$98,852,301.

School District U-46**Notes to Basic Financial Statements****Note 5. Long-Term Obligations (Continued)*****Debt Service Requirements to Maturity – Debt Certificates, Installment Note and Purchase Contracts:***

Annual debt service requirements to maturity for debt certificates, the installment note 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	Debt Certificates		Installment Note	Purchase Contracts		Total
	Principal	Interest	Principal	Principal	Interest	Debt Service
2012	\$ 545,003	\$ 334,065	\$ 40,880	\$ 2,609,166	\$ 224,921	\$ 3,754,035
2013	405,154	286,804	-	1,453,088	98,318	2,243,364
2014	407,870	238,763	-	918,475	43,647	1,608,755
2015	410,521	188,030	-	130,304	9,671	738,526
2016	413,189	134,219	-	170,150	4,820	722,378
2017-2021	2,106,506	127,153	-	-	-	2,233,659
2022-2023	861,927	8,413	-	-	-	870,340
Total	\$ 5,150,170	\$ 1,317,447	\$ 40,880	\$ 5,281,183	\$ 381,377	\$ 12,171,057

Legal Debt Margin:

As of June 30, 2011, the legal debt limit of the District was \$781,553,032, based upon 13.8% percent of its 2010 equalized assessed valuation of \$5,663,427,767. The debt limit less outstanding debt subject to the debt limit of \$332,616,670 and less amounts held in the Debt Service Fund of \$19,252,458, results in a legal debt margin of \$468,188,820 as of June 30, 2011.

Compensated Absences:

The District offers sick, personal and in some cases vacation days to its employees. Depending on the union status of the District's employees the number of sick, personal and vacation days provided each year may differ.

The District provides up to 20 vacation days per year, most of which must be used by August 31st of the following year. Some vacation days may be used up until October 31st of the following year depending on the employee union. The District provides up to 3 personal days per year to its employees. Personal balances left over at the end of the year are carried forward into the sick day balance for the next year. The District also offers up to 12 sick days per year. Accumulated personal and sick days are not paid out upon termination. If an employee is vested in the Teachers' Retirement System (TRS) or the Illinois Municipal Retirement Fund (IMRF), the employee is allowed extra service credit based on unused sick days. Since accrued personal and sick days are not paid out upon termination, the District does not accrue a payable for these days at year end. Based on accumulated vacation days as of year-end, the District's maximum liability for accumulated vacation days to be paid upon its employees' termination was calculated to be \$530,145 at June 30, 2011. The amounts will be paid from the General Fund within the next year.

School District U-46

Notes to Basic Financial Statements

Note 6. Leases

The District paid \$152,851 on operating leases during the fiscal year ended June 30, 2011. At year-end, the District was obligated under 3 operating leases. The leases expire in 2012, with monthly payments ranging between \$1,684 and \$5,589. The aggregate minimum annual lease payments required under these leases are as follows:

Due in Fiscal Year	Principal
2012	\$ 56,848

Note 7. 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, 2011, 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 incurred but not yet submitted by insurers were estimated based on historical trends as provided by the District's third party administrator. Estimated insurance claims liabilities at June 30, 2011, total \$13,857,628, of which claims payable were \$3,151,449 and incurred but not reported (IBNR) claims amounted to \$10,706,179. 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 2011	Total 2010
Claims liability - beginning	\$ 7,456,768	\$ 5,983,230
Incurred claims	57,948,231	49,236,160
Claim payments	51,547,371	47,762,622
Claims liability - ending	<u>\$ 13,857,628</u>	<u>\$ 7,456,768</u>

School District U-46

Notes to Basic Financial Statements

Note 8. Employee Retirement Systems and Plans (Continued)

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

For the year ended June 30, 2011, the employer pension contribution was 23.10 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2010 and 2009, the employer contribution was 23.38 percent and 17.08 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2011, salaries totaling \$5,313,381 were paid from federal and special trust funds that required employer contributions of \$1,227,391. For the years ended June 30, 2010 and June 30, 2009, required District contributions were \$759,870 and \$547,498, respectively.

Early Retirement Option (ERO)

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

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

For the year ended June 30, 2011, the District paid \$1,030,561 to TRS for employer contributions under the ERO program. For the years ended June 30, 2010 and June 30, 2009, the District paid \$1,590,994 and \$2,538,605 in employer ERO contributions, respectively.

Salary Increases Over 6 Percent and Excess Sick Leave

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

For the year ended June 30, 2011, the District paid \$76,442 to TRS for employer contributions due on salary increases in excess of 6 percent. For the years ended June 30, 2010 and June 30, 2009, the District paid \$133,225 and \$0 to TRS for employer contributions due on salary increases in excess of 6 percent, respectively.

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary used to calculate final average salary, and the TRS total normal cost rate (18.03 percent of salary during the year ended June 30, 2011, as recertified pursuant to Public Act 96-1511).

For the year ended June 30, 2011, the District paid \$6,885 to TRS for sick leave days granted in the excess of the normal annual allotment. For the years ended June 30, 2010 and June 30, 2009, the District paid \$11,866 and \$0 in employer contributions granted for sick leave days, respectively.

School District U-46

Notes to Basic Financial Statements

Note 8. Employee Retirement Systems and Plans (Continued)

THIS Fund (Continued)

Employer Contributions to THIS Fund

The District also makes contributions to THIS Fund. The District's THIS Fund contribution was 0.66 percent during the years ended June 30, 2011, and 0.63 percent during the years ended June 30, 2010 and June 30, 2009. For the year ended June 30, 2011, the District paid \$1,172,886 to the THIS Fund. For the years ended June 30, 2010 and June 30, 2009, the District paid \$1,238,893 and \$1,236,710 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.

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.

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 statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The contribution rates for calendar years 2011 and 2010 used by the District were 11.26 and 10.24 percent, respectively of annual covered payroll. The annual required contribution rates for calendar years 2011 and 2010 were 11.31 and 11.05 percent, respectively. 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.

School District U-46

Notes to Basic Financial Statements

Note 8. Employee Retirement Systems and Plans (Continued)

Illinois Municipal Retirement (Continued)

Funded Status and Funding Progress

As of December 31, 2010, the most recent actuarial valuation date, the Regular plan was 69.45 percent funded. The actuarial accrued liability for benefits was \$127,285,195 and the actuarial value of assets was \$88,397,750, resulting in an underfunded actuarial accrued liability (UAAL) of \$38,887,445. The covered payroll for calendar year 2010 (annual payroll of active employees covered by the plan) was \$53,082,669 and the ratio of the UAAL to the covered payroll was 73 percent.

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

Note 9. Other Postemployment Benefits

The District had an actuarial valuation performed to determine its liability for other postemployment benefits (OPEB) as of July 1, 2009. 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. 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 2011, the District contributed \$2,023,936 to the Plan. Plan members receiving benefits contributed \$262,468, or approximately 11.5 percent of the total premiums.

School District U-46

Notes to Basic Financial Statements

Note 9. Other Postemployment Benefits (Continued)

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:	July 1, 2009
Actuarial cost method:	Unit Credit Cost Method
Amortization method:	Closed, Level Dollar Method
Remaining amortization period:	30 years
Actuarial assumptions:	
Discount Rate	5.0%
Healthcare Trend Rate	Beginning at 8.0%, trending to 5.0%

Note 10. Other Financial Disclosures

Expenditures Exceeding Operating Budgets

Expenditures exceeded budgeted expenditures in the following funds during fiscal year 2011:

Fund	Final Budget	Actual Expenditures	Amount Over Budget
Debt Service Fund	\$ 39,759,746	\$ 40,379,099	\$ 619,353
Municipal Retirement/Social Security Fund	9,392,890	9,861,862	468,972
Capital Projects Fund	1,014,850	1,099,720	84,870
Fire Prevention and Safety Fund	5,861,058	6,907,609	1,046,551

Interfund Transfers

The General Fund made routine transfers of \$2,476,070 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

Note 13. New Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) has issued the following statements:

Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*, will be effective for the District beginning with its year ending June 30, 2013. The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. This Statement establishes recognition, measurement, and disclosure requirements for SCAs for both transferors and governmental operators.

Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, will be effective for the District beginning with its year ending June 30, 2013. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements.

Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, will be effective for the District beginning with its year ending June 30, 2013. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants (AICPA) Committee on Accounting Procedure

Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, will be effective for the District beginning with its year ending June 30, 2013. The objective of this statement is to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed.

Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions – An Amendment to GASB Statement No. 53*, will be effective for the District beginning with its year ending June 30, 2012. The objective of this statement is to enhance comparability and improve financial reporting by clarifying the circumstances in which hedge accounting should continue when a swap counterparty, or a swap counterparty's credit support provider, is replaced.

Management has not currently determined what impact, if any, these Statements may have on its financial statements.

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

School District U-46

**Schedule of Funding Progress
Retiree Healthcare Plan
June 30, 2011**

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)	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
07/01/10			- No valuation performed * -			
07/01/09	\$ -	\$ 28,990,310	\$ 28,990,310	- %	\$ 241,088,582	12.02 %
07/01/08			- No valuation performed * -			
07/01/07	-	25,908,783	25,908,783	-	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. The District has elected to have biennial valuations performed.

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 four 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; the *Operations and Maintenance Account*, which reports all costs of maintaining, improving or repairing school buildings and property; and the *Working Cash Account*, which accounts 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.

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 fund maintained by the District is 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.

School District U-46

**Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) -
Budget and Actual
Transportation Fund
Year Ended June 30, 2011**

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 6,378,949	\$ 6,477,681	\$ 98,732
Charges for services	260,000	968,503	708,503
Earnings on investments	1,000	415	(585)
State grants-in-aid	9,399,486	13,467,964	4,068,478
Total revenues	<u>16,039,435</u>	<u>20,914,563</u>	<u>4,875,128</u>
Expenditures:			
Current:			
Support services:			
Transportation	23,816,932	22,000,113	1,816,819
Debt service			-
Principal	2,473,221	2,375,220	98,001
Interest and fees	238,540	237,149	1,391
Total expenditures	<u>26,528,693</u>	<u>24,612,482</u>	<u>1,916,211</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,489,258)</u>	<u>(3,697,919)</u>	<u>6,791,339</u>
Net change in fund balance (deficit)	<u><u>\$ (10,489,258)</u></u>	<u><u>(3,697,919)</u></u>	<u><u>\$ 6,791,339</u></u>
Fund balance (deficit):			
Beginning of year		<u>(15,062,483)</u>	
End of year		<u><u>\$ (18,760,402)</u></u>	

See Note to Required Supplementary Information.

OTHER SUPPLEMENTARY INFORMATION

School District U-46

Combining Statement of Revenues, Expenditures and Changes in Fund Balance (Deficit)
General Fund, by Account
Year Ended June 30, 2011

	Educational Account	Tort Immunity Account	Operations and Maintenance Account	Working Cash Account	Total
Revenues:					
Property taxes	\$ 196,870,658	\$ 4,215,729	\$ 21,438,426	\$ -	\$ 222,524,813
Replacement taxes and other payments in lieu of taxes	1,419,652	-	2,264,962	-	3,684,614
Charges for services	9,912,089	-	-	-	9,912,089
Earnings on investments	12,975	345	1,391	94,741	109,452
Rentals and other local sources	407,838	-	1,554,518	-	1,962,356
State grants-in-aid	94,052,817	-	2,240,000	-	96,292,817
Federal grants-in-aid	42,256,544	-	-	-	42,256,544
State on-behalf of payments	41,387,470	-	-	-	41,387,470
Total revenues	386,320,043	4,216,074	27,499,297	94,741	418,130,155
Expenditures:					
Current:					
Instruction:					
Regular programs	118,221,426	-	-	-	118,221,426
Special programs	36,600,932	-	-	-	36,600,932
Other instructional programs	38,496,613	-	-	-	38,496,613
Support services:					
Pupils	24,723,164	-	-	-	24,723,164
Instructional staff	12,464,371	-	-	-	12,464,371
General administration	5,630,226	10,851,879	-	-	16,482,105
School administration	20,384,256	-	-	-	20,384,256
Business	2,781,248	3,159	21,156,615	-	23,941,022
Facilities acquisition and construction	-	-	80,090	-	80,090
Transportation	771,963	-	900	-	772,863
Food service	14,126,603	-	-	-	14,126,603
Central	7,650,461	-	-	-	7,650,461
Other support services	1,958,527	-	-	-	1,958,527
Community services	3,930,054	-	-	-	3,930,054
Payments to other governments	7,131,341	-	-	-	7,131,341
Intergovernmental:					
State on-behalf of payments	41,387,470	-	-	-	41,387,470
Capital outlay	1,786,743	-	478,062	-	2,264,805
Total expenditures	338,045,398	10,855,038	21,715,667	-	370,616,103
Excess (deficiency) of revenues over (under) expenditures	48,274,645	(6,638,964)	5,783,630	94,741	47,514,052
Other financing sources (uses):					
Transfer in	-	-	-	-	-
Transfer out	(1,544,178)	-	(931,892)	-	(2,476,070)
Proceeds from debt issuance	-	-	-	15,004,758	15,004,758
Total other financing sources (uses)	(1,544,178)	-	(931,892)	15,004,758	12,528,688
Net change in fund balance (deficit)	46,730,467	(6,638,964)	4,851,738	15,099,499	60,042,740
Fund balance (deficit):					
Beginning of year, as restated	(17,346,677)	(5,791,818)	(10,068,420)	74,825,589	41,618,674
End of year	\$ 29,383,790	\$ (12,430,782)	\$ (5,216,682)	\$ 89,925,088	\$ 101,661,414

School District U-46

Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) -

Budget and Actual

General Fund - Tort Immunity Account

Year Ended June 30, 2011

	Original and Final Budget	Actual	Variance
Revenues:			
Property taxes	\$ 4,148,555	\$ 4,215,729	\$ 67,174
Earnings on investments	1,637	345	(1,292)
Total revenues	<u>4,150,192</u>	<u>4,216,074</u>	<u>65,882</u>
Expenditures:			
Current:			
Support services:			
General administration	10,183,049	10,851,879	(668,830)
Business	-	3,159	(3,159)
Total expenditures	<u>10,183,049</u>	<u>10,855,038</u>	<u>(671,989)</u>
Excess (deficiency) of revenues over (under) expenditures	(6,032,857)	(6,638,964)	(606,107)
Other financing (uses):			
Transfer out	(994,781)	-	994,781
Net change in fund balance (deficit)	<u>\$ (7,027,638)</u>	<u>(6,638,964)</u>	<u>\$ 388,674</u>
Fund balance (deficit):			
Beginning of year		<u>(5,791,818)</u>	
End of year		<u>\$ (12,430,782)</u>	

Schedule of Tort Expenditures by Object

Workers' compensation or workers' occupation disease acts payments	\$ 3,967,731
Unemployment insurance payments	2,402,223
Insurance payments (regular or self-insurance)	526,698
Educational, inspectional, supervisory services related to loss prevention or reduction	1,185,630
Legal service	<u>2,772,756</u>
Total tort expenditures	<u>\$ 10,855,038</u>

The District levies property taxes for tort immunity/liability 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

**Schedule of Revenues, Expenditures and Changes in Fund Balance (Deficit) -
Budget and Actual
General Fund - Working Cash Account
Year Ended June 30, 2011**

	Original and Final Budget	Actual	Variance
Revenues:			
Earnings on investments	\$ 50,000	\$ 94,741	\$ 44,741
Other financing sources (uses):			
Transfer out	(50,000)	-	50,000
Proceeds from debt issuance	15,004,758	15,004,758	-
Total other financing sources (uses)	14,954,758	15,004,758	50,000
Net change in fund balance (deficit)	\$ 15,004,758	15,099,499	\$ 94,741
Fund balance (deficit):			
Beginning of year		74,825,589	
End of year		<u>\$ 89,925,088</u>	

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.

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 Fund - 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

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2011

	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
Revenues:					
Property taxes	\$ 9,070,836	\$ -	\$ 5,253	\$ 5,253	\$ 9,076,089
Replacement taxes	275,223	-	-	-	275,223
Earnings on investments	728	2,325	17,757	20,082	20,810
Impact fees and other local sources	-	724,778	-	724,778	724,778
Total revenues	9,346,787	727,103	23,010	750,113	10,096,900
Expenditures:					
Current:					
Instruction:					
Regular programs	1,197,293	-	-	-	1,197,293
Special programs	1,524,052	-	-	-	1,524,052
Other instructional programs	542,097	-	-	-	542,097
Support services:					
Pupils	1,008,725	-	-	-	1,008,725
Instructional staff	279,755	-	-	-	279,755
General administration	309,599	-	-	-	309,599
School administration	1,048,210	-	-	-	1,048,210
Business	1,974,128	-	-	-	1,974,128
Facilities acquisition and construction	-	142,950	380,966	523,916	523,916
Transportation	930,815	-	-	-	930,815
Food service	1,406	-	-	-	1,406
Central	661,774	-	-	-	661,774
Other support services	35,285	-	-	-	35,285
Community services	348,723	-	-	-	348,723
Debt issuance cost	-	25,000	-	25,000	25,000
Capital outlay	-	931,770	6,526,643	7,458,413	7,458,413
Total expenditures	9,861,862	1,099,720	6,907,609	8,007,329	17,869,191
Deficiency of revenues over (under) expenditures	(515,075)	(372,617)	(6,884,599)	(7,257,216)	(7,772,291)
Other financing sources					
Proceeds from debt issuance	-	2,030,000	-	2,030,000	2,030,000
Change in fund balances	(515,075)	1,657,383	(6,884,599)	(5,227,216)	(5,742,291)
Fund balances:					
Beginning of year	2,369,256	4,977,191	12,868,053	17,845,244	20,214,500
End of year	<u>\$ 1,854,181</u>	<u>\$ 6,634,574</u>	<u>\$ 5,983,454</u>	<u>\$ 12,618,028</u>	<u>\$ 14,472,209</u>

School District U-46

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
Capital Projects Fund
Year Ended June 30, 2011

	Original and Final Budget	Actual	Variance
Revenues:			
Earnings on investments	\$ -	\$ 2,325	\$ 2,325
Impact fees and other local sources	250,000	724,778	474,778
Total revenues	<u>250,000</u>	<u>727,103</u>	<u>477,103</u>
Expenditures:			
Current:			
Support services:			
Facilities acquisition and construction	101,600	142,950	(41,350)
Debt issuance cost	-	25,000	(25,000)
Capital outlay	913,250	931,770	(18,520)
Total expenditures	<u>1,014,850</u>	<u>1,099,720</u>	<u>(84,870)</u>
Deficiency of revenues over expenditures	(764,850)	(372,617)	392,233
Other financing sources:			
Proceeds from debt issuance	2,030,000	2,030,000	-
Net change in fund balance	<u>\$ 1,265,150</u>	<u>1,657,383</u>	<u>\$ 392,233</u>
Fund balance:			
Beginning of year		<u>4,977,191</u>	
End of year		<u>\$ 6,634,574</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

**Combining Statement of Changes in Assets and Liabilities -
Agency Funds - Student Activity Funds (Continued)
Year Ended June 30, 2011**

	Assets/ Liabilities Balance at July 1, 2010	Additions	Deletions	Assets/ Liabilities Balance at June 30, 2011
Elementary Schools (Continued)				
Horizon	\$ 42,294	\$ 79,863	\$ 92,390	\$ 29,767
Huff	8,531	17,530	16,073	9,988
Laurel Hill	20,332	37,828	39,321	18,839
Liberty	82,846	74,780	96,441	61,185
Lincoln	27,055	52,221	63,231	16,045
Lords Park	27,832	51,355	59,746	19,441
Lowrie	3,092	29,396	29,801	2,687
McKinley	17,595	42,835	42,500	17,930
Nature Ridge	50,509	90,393	91,265	49,637
Oakhill	19,315	32,290	41,833	9,772
Ontarioville	27,871	49,522	54,628	22,765
Otter Creek	57,000	62,012	85,480	33,532
Parkwood	9,548	12,942	16,194	6,296
Prairieview	35,216	64,081	82,084	17,213
Ridge Circle	14,617	45,295	48,893	11,019
Sheridan	4,602	30,317	26,002	8,917
Spring Trail	34,856	46,204	57,459	23,601
Sunnydale	18,670	43,162	48,065	13,767
Sycamore Trails	66,544	105,873	125,392	47,025
Timber Trails	30,112	45,908	51,974	24,046
Washington	25,892	33,619	35,521	23,990
Wayne	69,439	67,588	100,374	36,653
Willard	30,451	22,439	38,687	14,203
Total Elementary Schools	<u>1,235,355</u>	<u>2,000,600</u>	<u>2,339,647</u>	<u>896,308</u>
Other				
Adult Education	2,267	755	903	2,119
Safe Program	113,121	198,533	197,863	113,791
SWEP	12,792	42,063	40,505	14,350
Central School Programs	6,679	3,125	4,499	5,305
DORS	4,298	40,000	35,497	8,801
Total Other	<u>139,157</u>	<u>284,476</u>	<u>279,267</u>	<u>144,366</u>
Total All Agency Funds	<u>\$ 4,071,008</u>	<u>\$ 10,057,091</u>	<u>\$ 10,134,026</u>	<u>\$ 3,994,073</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

**REPORTS REQUIRED BY
OMB CIRCULAR A-133 AND
*GOVERNMENT AUDITING STANDARDS***

YEAR ENDED JUNE 30, 2011

Contents

	<u>Page</u>
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1 - 2
Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	3 - 4
Schedule of Expenditures of Federal Awards	5 - 8
Note to Schedule of Expenditures of Federal Awards	9
Schedule of Findings and Questioned Costs	10 - 14
Summary Schedule of Prior Audit Findings	15 - 16
Corrective Action Plan	17 - 18



**Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters Based
on an Audit of Financial Statements Performed in Accordance
with *Government Auditing Standards***

To the Members of the Board of Education
School District U-46
Elgin, Illinois

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of School District U-46 (District) as of and for the year ended June 30, 2011, which collectively comprise the District's financial statements and have issued our report thereon dated December 14, 2011. Our report was modified to include an emphasis of a matter paragraph regarding the adoption of the reporting and disclosure requirements of Governmental Accounting Standards Board Statement No. 54. 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.

Internal Control over Financial Reporting

Management of the District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies or material weaknesses have been identified. However, as defined in the accompanying schedule of findings and questioned costs, we identified a deficiency in internal control over financial reporting that we consider to be a material weakness and other deficiencies that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as finding 11-01 to be a material weakness.

A *significant deficiency* is a deficiency or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as findings 11-02 and 11-03 to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the District in a separate letter dated December 14, 2011.

The District's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the District's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the Board of Education, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties

McGladrey & Pullen, LLP

Chicago, Illinois
December 14, 2011



**Independent Auditor's Report on Compliance with
Requirements That Could Have a Direct and Material Effect
on Each Major Program and on Internal Control Over
Compliance in Accordance with OMB Circular A-133**

To the Members of the Board of Education
School District U-46
Elgin, Illinois

Compliance

We have audited the compliance of School District U-46 (District) with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2011. The District's major federal programs are identified in the summary of auditor's results section of the accompanying *Schedule of Findings and Questioned Costs*. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion, School District U-46 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2011, and have issued our report thereon dated December 14, 2011. Our report included an emphasis of a matter paragraph relative to the adoption of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information for the year ended June 30, 2011 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 also have previously audited, in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the District's basic financial statements for the year ended June 30, 2010, which are not presented with the accompanying financial statements. In our report dated January 19, 2011, we expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. In our opinion, the accompanying schedule of expenditures of federal awards for the year ended June 30, 2010 is fairly stated, in all material respects, in relation to the basic financial statements for the year ended June 30, 2010, taken as a whole.

This report is intended solely for the information and use of management, the Board of Education, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey & Pullen, LLP

Chicago, Illinois
December 14, 2011

ILLINOIS STATE BOARD OF EDUCATION
100 NORTH FIRST STREET
SPRINGFIELD, ILLINOIS 62777-0001

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR Ended JUNE 30, 2011

(attachment of ISBE 62-18)
County
District/Joint Agreement Name
School District U46
District/Joint Agreement No.
U46

Federal Agency/ Pass-through Grantor/ Program Name	CFDA Number (A)	ISBE Project Number (B)	Revenues		Expenditures		Obligations/ Encumbrances (G)	Final Status (H)	Budget (I)
			7/1/09- 6/30/10 (C)	7/1/10- 6/30/11 (D)	7/1/09- 6/30/10 (E)	7/1/10- 6/30/11 (F)			
Twenty-First Century Community Learning Centers: Title IV - 21st Century Community Learning Centers	84.287C	11-4421-07 11-4421-10 10-4421-07 10-4421-10	\$ - - 256,300 359,300	\$ 213,600 348,810 (12,095) (8,735)	\$ - - 217,849 301,625	\$ 204,201 281,786 26,356 48,940	\$ 9,399 - - -	\$ 213,600 281,786 244,205 350,565	\$ 213,600 359,300 256,300 359,300
Special Education Cluster (IDEA)									
Special Education - Preschool Grants: Pre-School Flow Through	84.173A	11-4600-00 10-4600-00	- 211,677	167,158 -	- 211,677	149,421 -	17,737 -	167,158 211,677	167,185 211,677
Special Education - Preschool Grants: ARRA-Pre-School Flow Through	84.392A	11-4856-00 10-4856-00	- 112,136	223,210 (13,980)	- 98,136	223,210 -	- -	223,210 98,136	249,153 112,136
Special Education - Grants to States: IDEA Flow Through	84.027A	11-4620-00 10-4620-00	- 6,487,926	7,629,945 (77,970)	- 6,239,600	6,443,043 170,356	- -	6,443,043 6,409,956	9,361,725 7,632,056
Special Education - Grants to States: ARRA - IDEA Flow Through	84.391A	11-4857-00 10-4857-00	- 4,245,744	4,498,899 (450,803)	- 3,724,549	4,498,899 70,392	- -	4,498,899 3,794,941	5,704,640 4,265,467
Special Education - Grants to States: IDEA Room & Board	84.027A	2011-4625-00 2010-4625-00	- 137,167	156,620 -	- 137,167	156,620 -	- -	156,620 137,167	N/A N/A
Total Special Education Cluster (IDEA)			11,194,650	12,133,079	10,411,129	11,711,941	17,737	22,140,807	27,704,039
State Fiscal Stabilization Fund Cluster									
State Fiscal Stabilization Fund - Education State Grants, Recovery Act: ARRA - General State Aid - Education State Fiscal Stabilization Funds	84.394A	10-4850-00	9,147,163	-	9,147,163	-	-	9,147,163	N/A
State Fiscal Stabilization Fund - Education State Grants, Recovery Act: ARRA General State Aid - Government State Fiscal Stabilization Funds	84.397A	10-4870-00	2,651,467	-	2,651,467	-	-	2,651,467	N/A
State Fiscal Stabilization Fund - Education State Grants, Recovery Act: ARRA - Early Childhood	84.397A	10-4875-00 10-4875-01 10-4875-70 10-4875-71	3,260,662 153,704 220,320 128,520	- - - -	3,244,768 144,434 214,453 128,520	15,894 9,270 5,867 -	- - - -	3,260,662 153,704 220,320 128,520	3,260,662 153,704 220,320 128,520
Total State Fiscal Stabilization Fund Cluster			15,561,836	-	15,530,805	31,031	-	15,561,836	3,763,206
English Language Acquisition Grants: Title III : Language Instruction Program - Limited English	84.365A	11-4909-00 10-4909-00	- 2,150,521	1,570,150 (467,709)	- 1,502,076	1,205,002 180,736	23,627 -	1,228,629 1,682,812	1,832,904 2,150,521
Improving Teacher Quality State Grants: Title II : Teacher Quality	84.367A	11-4932-00 10-4932-00	- 1,114,750	1,648,405 (454,721)	- 577,067	909,083 82,962	200,000 -	1,109,083 660,029	1,689,651 1,397,217

ILLINOIS STATE BOARD OF EDUCATION
100 NORTH FIRST STREET
SPRINGFIELD, ILLINOIS 62777-0001

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR Ended JUNE 30, 2011

(attachment of ISBE 62-18)

County
District/Joint Agreement Name
School District U46
District/Joint Agreement No.
U46

Federal Agency/ Pass-through Grantor/ Program Name	CFDA Number (A)	ISBE Project Number (B)	Revenues		Expenditures		Obligations/ Encumbrances (G)	Final Status (H)	Budget (I)
			7/1/09- 6/30/10 (C)	7/1/10- 6/30/11 (D)	7/1/09- 6/30/10 (E)	7/1/10- 6/30/11 (F)			
Corporation for National and Community Service Passed through Illinois State Board of Education: Learn and Serve America	94.004	11-4910-00 10-4910-00	\$ - 15,625	\$ 15,625 -	\$ - 7,788	\$ 9,300 7,837	\$ 6,325 -	\$ 15,625 15,625	\$ 15,625 15,625
U.S. Department of Justice: Passed through Village of Streamwood: Secure our Schools	16.710	2008CKWX0652 2008CKWX0652	- 115,002	123,763 (100,374)	- 14,628	14,628 -	- -	14,628 14,628	473,700 473,700
U.S. Department of Health and Human Services: Passed through Northwestern Illinois Association: Medical Assistance Program	93.778	11-4991-00 10-4991-00	- 547,209	959,850 554,714	- 1,101,923	574,043 -	- -	574,043 1,101,923	N/A N/A
Total Federal Awards			\$ 50,591,988	\$ 42,180,506	\$ 47,037,187	\$ 41,098,458	\$ 489,631	\$ 88,625,276	N/A

CFDA Catalog of Federal Domestic Assistance
See Note to Schedule of Expenditures of Federal Awards

School District U-46

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2011**

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified?	<u> X </u> Yes	<u> </u> No
Significant deficiency(ies) identified?	<u> X </u> Yes	<u> </u> None Reported

Noncompliance material to financial statements noted?	<u> </u> Yes	<u> X </u> No
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Federal Awards

Internal control over major programs:

Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
Significant deficiency(ies) identified?	<u> </u> Yes	<u> X </u> None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	<u> </u> Yes	<u> X </u> No
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Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
84.010A/84.389A	Title I, Part A Cluster
84.173A/84.392A	Special Education Cluster
84.027A/84.391A	
84.365A	Title III: Language Instruction Program – Limited English
10.553/10.555	Child Nutrition Cluster
84.410	ARRA - Education Technology Grant

Dollar threshold used to distinguish between type A and type B programs	\$1,232,954
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Auditee qualified as low-risk auditee?	<u> </u> Yes	<u> X </u> No
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School District U-46

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2011**

II. FINANCIAL STATEMENT FINDINGS (CONTINUED)

Finding 11-02: Cash Receipts

Criteria:

A good system of internal control requires that cash receipts be deposited in a timely manner.

Condition:

The District does not have procedures in place to ensure that all cash receipts are deposited and recorded in the general ledger in a timely manner.

Context:

During the course of the audit, we noted that there is a significant time lapse (up to 7 days) between when the Plant Operations department receives a check to when the Plant Operations department forwards the check to the Financial Services department for deposit and recording in the general ledger.

Effect:

Not depositing and recording cash receipts within a reasonable time after receipt could lead to misappropriation of the District's assets. Cash receipts processed by the Plant Operations department for the year ended June 30, 2011 totaled approximately \$985,000.

Cause:

According to District management, the Plant Operations department may receive a check and hold it for deposit until the actual rental date expires. This would cause a time lag. Depending on the volume of checks received in the Plant Operations department, a deposit is processed once or twice a month.

Recommendation:

We recommend the District put a process in place to ensure all checks received by the Plant Operations department are processed by the Financial Services department within a reasonable period of time.

Views of responsible officials and planned corrective actions:

The Financial Services department has provided a deposit scanner to the Plant Operations department, so the deposit can be made without going to the bank. The Director of Plant Operations has established a procedure to deposit all checks received each week on Friday. After scanning, the checks are sent to the Finance department to be recorded in the general ledger.

School District U-46

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2011**

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

There were no findings or questioned costs for federal awards.

School District U-46

Summary Schedule of Prior Audit Findings (Continued)
Year Ended June 30, 2011

Finding 10-04: Cash Receipts

Condition and Context: The District did not have procedures in place to ensure that all cash receipts are deposited and recorded in the general ledger in a timely manner. During the course of the audit, we noted that there is a significant time lapse (up to 7 days) between when the Plant Operations department receives a check to when the Plant Operations department forwards the check to the Financial Services department for deposit and recording in the general ledger.

Current status: During the fiscal year 2011 audit, we noted that there is a significant time lapse between when the Plant Operations department receives a check to when the Plant Operations department forwards the check to the Financial Services department for deposit and recording in the general ledger. This finding is repeated as Finding 11-02 in the current year.

Finding 10-05: Sales Report Reconciliation

Condition and Context: A reconciliation between the individual schools' sales reports and the amounts reported in the District's general ledger was not performed. A reconciliation between the number of lunches served, (free/reduced and full price) and a la carte items, such as candy bars, sold and the total revenues posted by school was not performed. Additionally, sales of a la carte items were not tracked by type of item and therefore a reconciliation of the sales and inventory on hand by a la carte item was not performed. Also, we noted several instances of deposit corrections made by the bank for shortages in deposits to the Food and Nutrition bank account.

Current status: During the fiscal year 2011 audit, we noted that reconciliation between the individual schools' sales reports and the amounts reported in the District's general ledger was not performed. This finding is repeated as Finding 11-03 in the current year. Also, we noted several instances of deposit corrections made by the bank for shortages in deposits to the Food and Nutrition bank account.

School District U-46

Corrective Action Plan (Continued)
Year Ended June 30, 2011

Finding 11-03: Sales Report Reconciliation

Condition:

The District does not perform reconciliation between the individual schools' sales reports and the amounts reported in the District's general ledger. A reconciliation between the number of lunches served, (free/reduced and full price) and a la carte items, such as candy bars, sold and the total revenues posted by school was not performed. Additionally, sales of a la carte items were not tracked by type of item and therefore a reconciliation of the sales and inventory on hand by a la carte item was not performed. Also, we noted several instances of deposit corrections made by the bank for shortages in deposits to the Food and Nutrition bank account.

Plan:

The new food service software was fully implemented in March 2011; as such, this software did not run through the entire fiscal year 2011. The Food Service Auditor Supervisor has established new cash handling procedures, which include daily balancing of each register and verification with the Manager, so deposits are verified before going to the bank.

Anticipated Date of Completion:

June 30, 2012

Name of Contact Person:

Dale Burnidge

Management Response:

Management concurs with the finding.