



ELMHURST

COMMUNITY UNIT SCHOOL DISTRICT 205



Comprehensive Annual Financial Report

For the Year ending June 30, 2011

Elmhurst CUSD 205

162 S. York

Elmhurst, Illinois 60126

DuPage and Cook Counties

COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
ELMHURST, ILLINOIS
For the Fiscal Year Ended June 30, 2011

Prepared by

Business Office
Mr. Christopher Whelton
Asst. Superintendent for Finance & Operations
Ms. Helen Perez
Internal Auditor
Klein, Hall & Associates

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
Comprehensive Annual Financial Report
June 30, 2011

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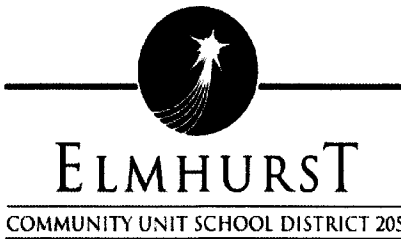
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October 15, 2011

Members of the Board of Education
Elmhurst Community Unit School District 205
162 South York Road
Elmhurst, IL 60126

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for Elmhurst Community Unit School District 205 for the year ended June 30, 2011. This report presents complete information about the District's financial position at year-end and financial activities during 2010-2011. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation including all disclosures are the responsibility of the management of the District. We believe the information, as presented, is accurate in all material aspects. The data presented in this report is presented in a manner designed to set forth fairly, in all material respects, the financial position and results of operations of the District as measured and reported by the financial activity of its various funds. All disclosures necessary to enable the reader to gain an adequate understanding of the District's financial affairs have been included.

To facilitate readability, the Comprehensive Annual Financial Report is presented in three sections as described below:

The **Introductory Section** includes a table of contents, directory of officials, school District organizational chart and this transmittal letter. The introductory section is not audited.

The **Financial Section** begins with the independent auditor's report. This section includes the management's discussion and analysis, basic financial statements, notes to the basic financial statements, combining and individual fund statements and required budgetary supplemental information. All reports of the financial section (excluding the auditor's reports and RSI) are audited.

The **Statistical Section** includes selected financial, demographic and economic data intended to provide additional information based on information from the financial history of the District presented in a multi-year basis. Information in this section is not audited.

THE REPORTING ENTITY AND ITS SERVICES

The District is a unit (kindergarten through twelfth grade) school District in Elmhurst, Illinois. The governing body of the District consists of a seven member Board of Education elected from within the District's boundaries. The District currently services more than 8,100 students who reside primarily in the City of Elmhurst and small portions of Addison, Bensenville and Oak Brook. At present, the District maintains thirteen schools including eight elementary schools grades kindergarten through 5th grade, three middle schools, York High School and Madison Early Childhood Education Center. In addition, the District maintains a small facility that houses the Transitional Center for students age 18 to 21.

ECONOMIC CONDITIONS AND OUTLOOK

Located conveniently about fifteen miles west of downtown Chicago, Elmhurst is enjoying an increasingly diversified economy made possible by its location, its greatest economic asset. Near one of the world's busiest airports, O'Hare Airport, near the Metra transit service, major highways and downtown Chicago, Elmhurst continues to be home for some major companies, including the corporate offices of Keebler Company and Household Finance. Elmhurst Memorial Hospital, Elmhurst's biggest employer, is continuing to grow, not only in expansion of space but in the latest medical technologies available. The hospital accommodated the needs of this growth with a new facility which opened on June 25, 2011. There is a strong residential and industrial tax base, with the average sale price of a home in the City of Elmhurst for the year 2011 being at \$318,000. With a good selection of moderately priced condominiums to higher priced single family homes, Elmhurst continues to be a popular choice for young families.

With over \$2.4 billion in equalized assessed valuation of property in the District, 76% of all revenue received comes from property taxes. Assessment involves the placing of value on a property, and its value represents the value of the property for taxation purposes. The DuPage County Assessor's Office, along with the local township assessors' offices, are responsible for the assessment of the properties within the boundaries of the District. One of the following approaches is applied to real property to measure its value:

1. **Market Data** – comparing recent selling prices of similar properties.
2. **Cost** – estimated cost of reproducing the property less accrued depreciation plus land value.
3. **Income** – calculating the present worth of the income from an income-producing property.

Property in DuPage County is assessed at 33.3% of its full valuation. An equalization factor is applied to the assessed value of the property by the Illinois Department of Revenue. The equalization factor eliminates the variation in assessments by county in the State. The extension is the process of determining the tax rate needed to raise the revenue requested by Elmhurst Community Unit School District 205. Property taxes in DuPage County are limited to an annual increase equal to the lesser of 5% or the annual Consumer Price Index, plus the taxes of any new property entering the tax rolls for the first time. The tax rate for each of the District's funds is added together to arrive at an aggregate tax rate which is multiplied by the equalized assessed valuation to get the amount of property taxes the District will extend. Elmhurst CUSD 205 maintains one of the lowest tax rates for a unit school District in DuPage County.

The District follows a philosophy of fiscal conservatism. The Board of Education has an expectation of a carefully balanced budget while maintaining current levels of our fund balances. The District is aggressive in applying for State and Federal grants. The District has a practice of continuing to build, or hold steady in more difficult economic times, operating fund balances, and has achieved financial recognition by the State of Illinois financial profile with a recognition score of 3.8 for the prior five years. The District has maintained a modest ratio of expenditures per pupil while still maintaining high achievement levels.

MAJOR SCHOOL DISTRICT INITIATIVES

During the 2009-2010 fiscal year, Elmhurst Community Unit School District 205 completed a thorough strategic planning process. The District 205 Strategic Action Plan represents our commitment to high expectations, continuous improvement, and accountability to advance student achievement. There are six major initiatives that form the strategic plan:

Communications: District 205 will practice transparent, timely, and accurate communications among all stakeholders.

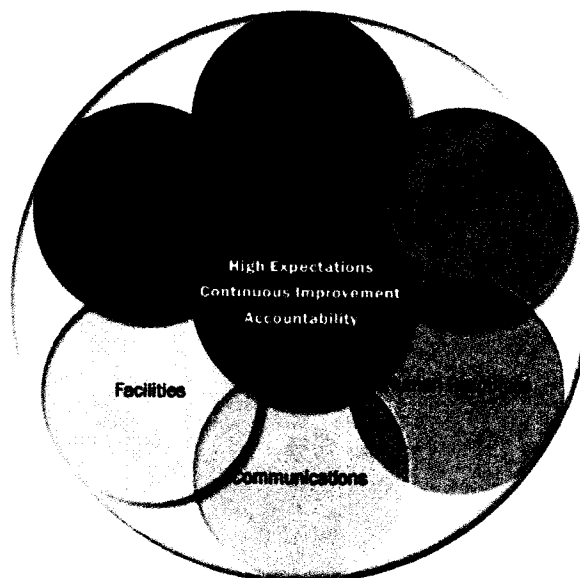
Curriculum Instruction: District 205 will deliver a rigorous instructional program that promotes learning and fosters the development of all students.

Facilities: District 205 facilities will provide an equitable, robust infrastructure that is conducive to learning and growing through both curricular and co-curricular activities for all students throughout all schools in the District.

Governance: The District 205 Board of Education has the primary role to oversee and enhance governance integrity and to establish policy.

Human Resources: District 205 will advance student learning through a comprehensive plan for professional development and staff recruitment and retention.

Research Assessment: District 205 will practice continuous quality improvement through careful monitoring and assessment of student achievement and the quality of the instructional program District wide.



The District continues to fulfill facility improvement commitments to the Madison Early Childhood and Preschool by the addition of a new roof in 2010-2011. Also, there were leasehold improvements at Field School which included tuck pointing, building envelope repairs and masonry work. We added a new air conditioning unit at York High School's aquatic center. We also updated the lighting fixtures throughout York High School.

A commitment to technology and curricular adoptions has allowed the District to provide the tools needed to provide quality, engaging instruction in new and more diverse ways. By building a consistent budget area for technology purchases that is included as part of the curricular needs of the schools, the District will strive to keep its students involved, dedicated and prepared for the future.

The Board of Education has also shown its commitment to financial excellence by authorizing the employment of an internal auditor, when only a handful of school Districts in Illinois have such a position. The position is one that enhances both the internal control and efficiency of the District's business operations, and will be important as the District faces difficult financial decisions in the future.

INTERNAL AND BUDGETARY CONTROLS

The District's accounts are organized in separate accounting entities called funds, in accordance with the Illinois Program Accounting Manual. District resources are allocated to and accounted for in individual funds as required by the State of Illinois. Each fund has specific functions based upon the purposes for which the District's resources are to be expended. This allows for a more controlled process of spending activities. The following describes the fund types implemented in Elmhurst Community Unit School District 205:

1. **General (Educational Account and Operation and Maintenance Account) Fund:** accounts for the revenues and expenditures that are used in providing the educational program for the children of the District.
2. **Capital Projects Fund:** accounts for financial resources to be used for the acquisition or construction of major capital facilities.
3. **Non Major Governmental Funds:** These funds include Transportation Fund, Municipal Retirement/Social Security, Working Cash, Debt Service and Fire Prevention and Safety. The Debt Service fund accounts for the accumulation of resource for, and the payment of, general long-term debt principal, interest, and related costs. This also includes Capital Lease payments and State Technology loans which are now considered part of this fund. Elmhurst CUSD 205 issued Debt Certificates in 2008 which will be paid out of this fund.
4. **Agency Fund:** accounts for the assets held by the District for student organizations.

The financial statements that have been presented herein were prepared in accordance with generally accepted accounting principles that are appropriate to local governmental units of this type. In developing and evaluating the District's accounting system, consideration is given to the adequacy of the internal accounting controls. Such controls are designed to provide reasonable, but not absolute, assurances for the safeguarding of assets against loss from unauthorized use or disposition. The accounting system is used for maintaining the reliability of financial records during financial statements and accountability for assets. It is our belief, that our internal accounting controls provide reasonable assurance of proper recording of financial data. These controls adequately safeguard Elmhurst CUSD 205 assets.

Budgetary control is maintained at line item levels. Actual activity compared to budget is reported to the District's administrative team and to the board of education on a monthly basis.

Cash Management

For many years, the District has employed the services of PMA, Inc., to handle the investments of the District. Each fiscal year, PMA takes the historical data of expenditures and receipts on a daily basis and combines that data with the current year fiscal budget to establish a cash flow analysis. The cash flow analysis establishes when and how much investment can be made, what liquidity will be necessary, and then allows the District to invest their funds with optimal return on investment. PMA, Inc has become the marketing and investment agent for the Illinois School District Liquid Asset Fund (ISDLAF). The investments of the combined groups are so large, that each District benefits with the best returns on their investments.

In order to maintain consistent fund balances during volatile economic conditions, the District also utilizes PMA's financial projection model program to review the financial prospects of the District for a 5 year period. The model is updated throughout the year to reflect changes to the variables that affect the finances of the District. The program is also utilized to facilitate decisions during labor negotiations and discussions of major capital projects.

Elmhurst CUSD 205 invests up to 90% of available cash which include timing maturities to actual cash needs. In addition, the District maintains interest bearing check accounts for its General Funds. Investments are maintained in Certificates of Deposit and are within the restrictions allowable by Illinois School Code.

Risk Management

Elmhurst CUSD 205 participates in the Collective Liability Insurance Cooperative insurance plan for their property, liability and worker's compensation insurance. This insurance is brokered by Arthur J. Gallagher & Company. The property/liability pool, as well as the workers compensation pool, is comprised of over 50 school Districts, and was established to enable school Districts to stabilize insurance costs and ensure coverage during times of insurance problems. The District also runs two self-insured PPO medical insurance plans for their employees. The District assets are maintained internally with additions, deletions and depreciation expense processed annually.

Awards

The Association of School Business Officials (ASBO) awards a Certificate of Excellence in Financial Reporting to school Districts for their Comprehensive Financial Reports. This certificate is a prestigious national award recognizing standards for preparation of state and local government financial reports.

In order to be awarded this Certificate, the District must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy generally accepted accounting principles and applicable legal requirements.

We believe that our current report conforms to the Certificate requirements and we are submitting it to ASBO International to determine its eligibility for the Certificate for a third year.

Independent Audit

The School Code of Illinois and the District's adopted policy require an annual audit of the books of accounts, financial records, and transactions of all funds of the District. An A-133 single audit is an organization-wide audit that includes both the entity's financial statements as well as its federal awards. This is the required audit conducted for Elmhurst CUSD 205 as we expend more than \$500,000 in Federal Grants annually.

The audit is performed by independent certified public accountants, selected by the District's Board of Education. The Independent auditors' opinion has been included in the Financial Section of this Report.

Acknowledgements and Closing Statements

The purpose of the Comprehensive Annual Financial Report is to provide the Board of Education, District Administration, and staff and community members, and other interested parties a meaningful report of the District's financial condition as of June 30, 2011.

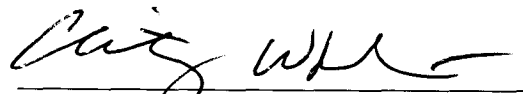
The preparation of this report on a timely basis could not have been accomplished without the dedicated and able services of all the members of the Business Department, who assisted in the closing of the District's financial records and our Internal Auditor for the preparation of the report, along with the help of the Administration and Support Staff.

We would like to express a special thanks to the members of the Board of Education for their support and interest in the financial affairs of the District for the 2011 fiscal year.

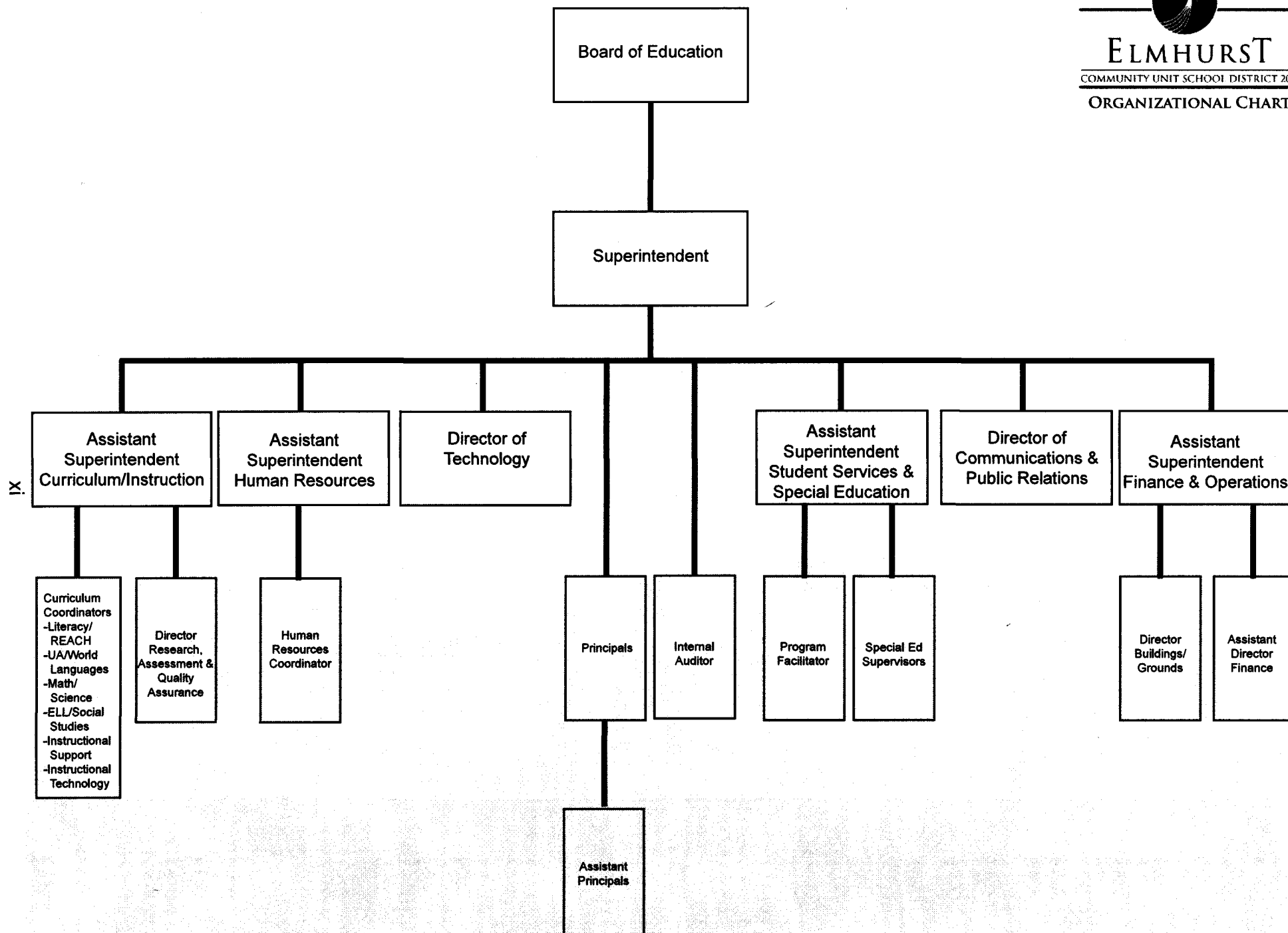
Respectfully submitted,



Mr. David Pruneau
Superintendent



Mr. Christopher Whelton
Assistant Superintendent for Finance



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Maria Hirsch	Vice President
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Chris Blum	Member
Shannon Ebner	Member
John McDonough	Member
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ADMINISTRATION

David Pruneau	Superintendent
Christopher Whelton	Asst. Superintendent for Finance & Operations
Brad Hillman	Asst. Superintendent for Human Resources
Meg Schnoor	Asst. Superintendent for Student Services
Dr. Charles Johns	Asst. Superintendent for Curriculum & Instruction
David Smith	Director of Technology
Melea Smith	Director of Communications & Public Relations

REPORT PREPARED BY

Christopher Whelton	Asst. Superintendent for Finance & Operations
Helen Perez	Internal Auditor
Klein, Hall & Associates	

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2010

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

Independent Auditors' Report

Board of Education
Elmhurst Community Unit School District 205
Elmhurst, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Elmhurst Community Unit School District 205 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.

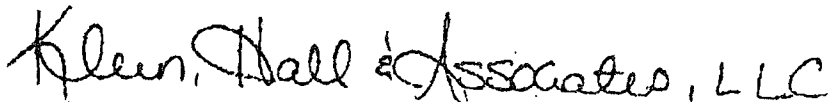
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Elmhurst Community Unit School District 205 at June 30, 2011, and the respective changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 19, 2011, on our consideration of the Elmhurst Community Unit School District 205'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing results of our audit.

Accounting principles generally accepted in the United States of America require, that the management's discussion and analysis and required supplementary information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management's response to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Elmhurst Community Unit School District 205's basic financial statements. The combining and individual nonmajor fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory section and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide assurance on it.

A handwritten signature in black ink that reads "Klein, Hall & Associates, LLC". The signature is written in a cursive, flowing style.

Klein, Hall & Associates, LLC
Aurora, Illinois
September 19, 2011

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2011

The discussion and analysis of Elmhurst Community Unit School District's 205 (the District) financial performance provides an overall review of the District's financial activities for the year ended June 30, 2011. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- At June 30, 2011, District assets exceeded District liabilities by \$48,959,927. Of this amount, \$31,720,291 may be used to meet the District's general ongoing future obligations.
- The District's General fund balance increased by \$8,548,249 from June 30, 2010 to June 30, 2011 due to the continuing commitment of our Board of Education to secure our fund balances at a level that will be financially responsible for the operation of our District and the reclassification of the Working Cash Account.
- At June 30, 2011, the District's governmental funds reported combined fund balances of \$44,485,440 an increase of \$4,154,598 was recognized.
- The District's General Fund showed the largest fund balance increase, \$4,135,359. As a result, as of June 30, 2011, the unreserved fund balance in the General Fund was \$37,779,014 or 37.0% of annual General Fund expenditures.

Overview of the Financial Statements

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

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

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

Government-wide financial statements

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

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.

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2011

The statement of activities presents information showing how the government's net assets changed during the fiscal year being reported. All changes in net assets are reported 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 District has no business-type activities, that is, functions that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include instructional services (regular education, special education and other), supporting services, operation and maintenance of facilities and transportation services.

Fund financial statements

A fund is a grouping of related accounts 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.

The District maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the District's major funds. The District considers the General Fund (Educational, Operations & Maintenance and Working Cash Accounts) and Capital Projects Fund to be the Major Funds. Detail of the District's non-major funds (Transportation, Debt Service, Fire Prevention and Safety and IMRF/Social Security) can be found in the "Combining and Individual Fund Financial Statements and Schedules" portion of the report.

Elmhurst Community Unit School District #205
Management's Discussion and Analysis
For the Year Ended June 30, 2011

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

Fiduciary Funds

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

Notes to the financial statements

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

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2011

District-Wide Financial Analysis

Net assets: The District's combined net assets were higher on June 30, 2011, than they were the year before, increasing by 4%, primarily due to the District's fund growth at the end of the year combined with a lower Long-term debt balance. We also recognize a decrease in our Capital assets. Although we have capitalized the qualifying assets, the depreciation expense leveled off our net assets to remain fairly constant to the prior year (See Table 1).

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

	<u>2011</u>	<u>2010</u>	<u>Change</u>
Current and other assets	\$91.1	\$87.9	\$3.2
Capital assets	<u>140.9</u>	<u>144.9</u>	<u>(4.0)</u>
Total assets	<u>232.0</u>	<u>232.8</u>	<u>(0.8)</u>
Long-term debt outstanding	\$137.8	\$139.8	\$(2.0)
Other liabilities	<u>45.3</u>	<u>46.1</u>	<u>(.8)</u>
Total liabilities	<u>183.1</u>	<u>185.9</u>	<u>(2.8)</u>
Net assets:			
Invested in capital assets, net of related debt	\$10.5	\$13.1	\$(2.6)
Restricted	6.7	6.4	.3
Unrestricted	<u>31.7</u>	<u>27.5</u>	<u>4.2</u>
Total net assets	<u>\$48.9</u>	<u>\$47.0</u>	<u>\$1.9</u>

This is the District's third year in maintaining their asset schedules internally. The assets remained fairly consistent with additions and depreciation expense netting out a \$4,056,000 decrease. The Property Tax Receivable remained consistent to the prior year, although there was an increase in the Due from Other Governments Receivable. This is primarily due to the delay of state funds being paid to the District. The District therefore has accrued all state funds appropriately at year end. Our Long Term Debt also decreased as the District has started to make principal payments towards the Debt Certificates that were issued in December 2008.

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2011

Table 2 Changes in Net Assets (in millions of dollars)				
	<u>2011</u>	<u>Percentage of Total</u>	<u>2010</u>	<u>Percentage of Total</u>
Program Revenues:				
Charges for Services	\$3.6	2.9%	\$ 3.8	3.2%
Operating Grant/Contributions	21.2	17.3%	20.1	17.0%
General Revenue	<u>97.8</u>	<u>79.8%</u>	<u>94.3</u>	<u>79.8%</u>
Total revenues	<u>\$122.6</u>	<u>100%</u>	<u>\$118.2</u>	<u>100%</u>
Expenses:				
Instructional services	\$79.2	65.7%	\$ 78.6	64.0%
Support services	33.3	27.6%	36.0	29.3%
Interest Long Term Liabilities	6.7	5.6%	6.8	5.5%
Unallocated depreciation	<u>1.4</u>	<u>1.1%</u>	<u>1.5</u>	<u>1.2%</u>
Total expenses	<u>\$120.6</u>	<u>100%</u>	<u>\$122.9</u>	<u>100%</u>
Increase (decrease) in net assets	<u>\$2.0</u>		<u>\$(4.7)</u>	

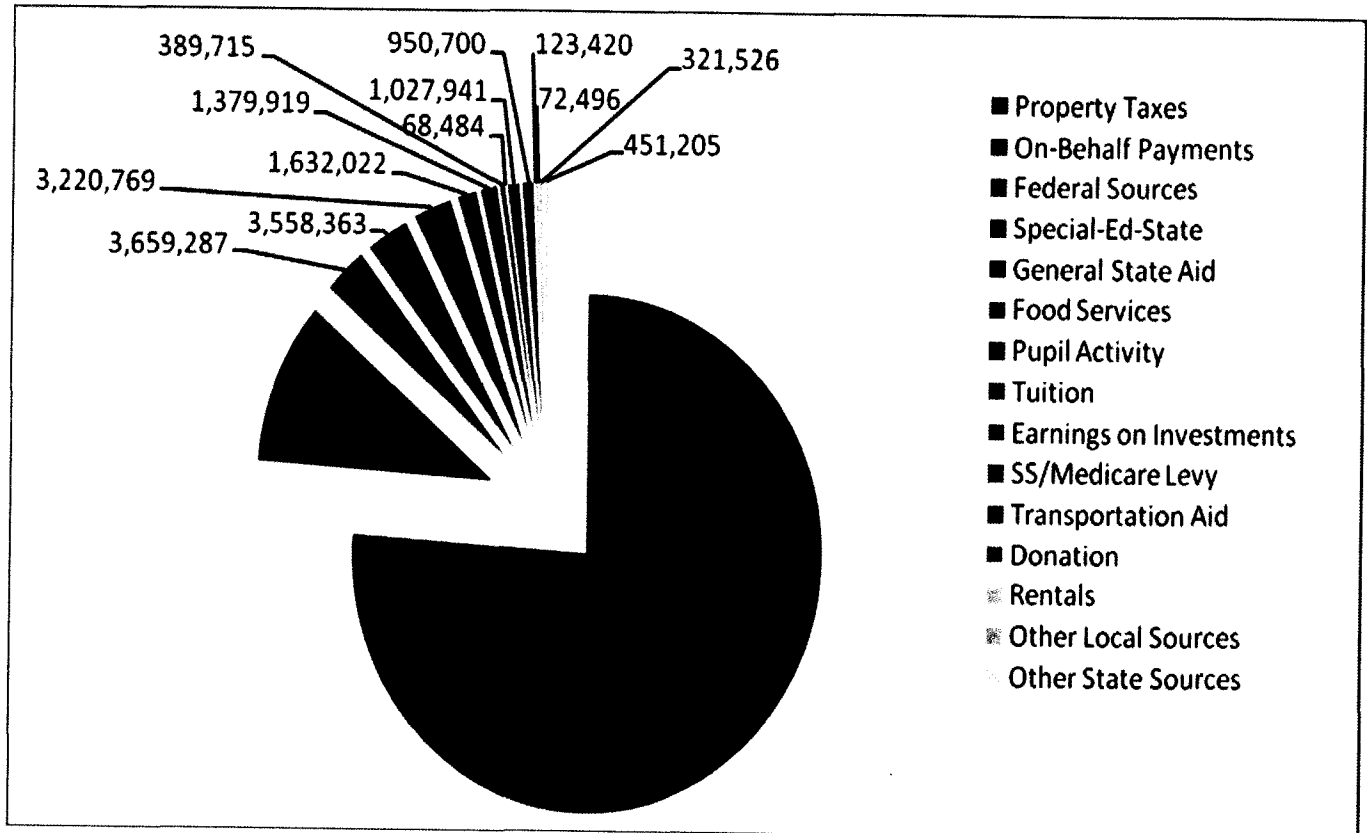
The total revenues have increased by \$4.4 million. The District recognized an increase in Federal sources due to ARRA Stimulus funds which continued this year. The District also recognized an increase in State sources primarily due to an increase for on behalf payments made by the State of Illinois for the TRS and THIS programs.

The District has been committed to updating and renovating its schools and facilities for the past 5 years. There was a referenda passed in 2006 to achieve these goals. Although we are seeing a decrease in expenditures from Capital Outlay, the revenues received for this purpose have been recorded in the operating fund balances in prior years and that is the primary reason

Elmhurst Community Unit School District #205
Management's Discussion and Analysis
For the Year Ended June 30, 2011

the expenditures exceeded the revenues in prior years. In 2010-2011, the District's revenues exceed the expenditures primarily due to the Capital outlay expenditures being significantly lower.

DISTRICT-WIDE REVENUES BY SOURCE

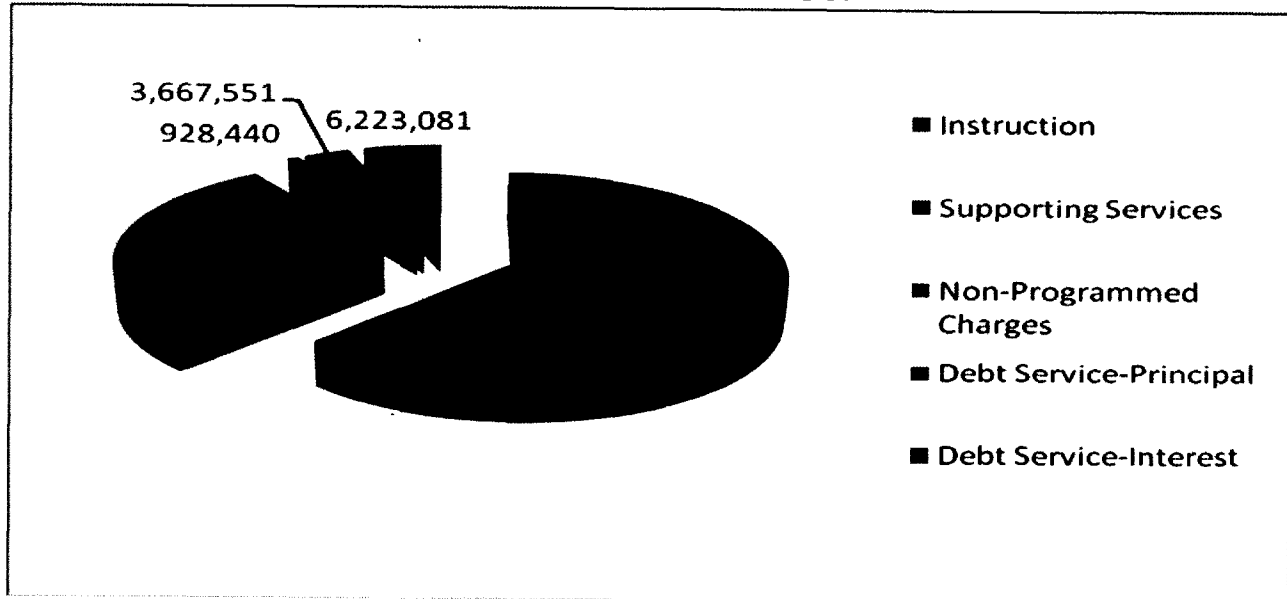


Financial Analysis of the District's Funds

The District's governmental funds have a combined fund balance of \$44,485,440. For the current year, revenues increased by 3.84% compared to last year. This is due primarily in recognizing increases in property taxes and in the on-behalf payments made to the state. We also saw an increase in Federal fund received as the ARRA Stimulus funds were continuing throughout the year.

Elmhurst Community Unit School District #205
Management's Discussion and Analysis
For the Year Ended June 30, 2011

DISTRICT-WIDE EXPENSES BY FUNCTION



Revenues for the District's Educational (General) Fund, excluding state "on-behalf revenues", can be broken down by source, and can be shown in relation to the prior year's receipts:

	<u>2011</u>	<u>2010</u>	<u>Change</u>	<u>% of Change</u>
Local	\$98,281,396	\$94,637,430	\$3,643,966	3.85%
State	8,181,037	7,119,115	1,061,922	14.92%
Federal	<u>3,659,287</u>	<u>4,292,453</u>	<u>(633,166)</u>	<u>(14.75%)</u>
Total	<u>\$110,121,720</u>	<u>\$106,048,998</u>	<u>\$4,072,722</u>	<u>3.84%</u>

Local revenues include ad valorem property tax revenues, investment income, student fee collections, food services, tuition payments and corporate personal property replacement taxes (CPPRT).

State revenues include unrestricted grants such as General State Aid, and categorical grants for special education, bilingual education, school lunch aid, reading improvement, vocational education, summer school, driver education, Pre-K program for at risk students, learning improvement, technology, library and ADA Safety and Educational Block Grant. The District recognized an increase in state revenues as only four payments of the General State Aid were paid by ARRA Stimulus Funds by the Federal Government as opposed to 5 from the prior year. This also contributes to the increase in Federal Funds as compared to last year.

Federal Revenues are derived from grant programs which include the National School Lunch Program, Title Programs, Medicaid funds, Special Education funds through I.D.E.A.

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2011

Expenditures for the General Fund's Educational Account, excluding state "on behalf" expenditures, can be delineated by function:

Expenditures	2011	% of Total	2010	Change	% Change
Instruction	\$61,794,284	57.8%	\$60,633,557	\$763,727	1.3%
Support Services	34,087,211	33.1%	35,551,554	(1,464,343)	(4.1%)
Non Programmed	928,440	.8%	857,011	71,429	8.3%
Debt Service	9,890,632	9.3%	9,404,661	485,971	5.2%
Capital Outlay	-	0%	4,990,885	(4,990,885)	(100)%
Total	<u>\$106,303,567</u>	<u>100%</u>	<u>\$111,437,668</u>	<u>\$(5,134,101)</u>	<u>(4.6%)</u>

Instructional and Support Services increases from FY2010 were due to increases in the District receiving ARRA Stimulus funds which contributed to additional curriculum adoptions being funded. The District has also invested in updating our technology resources at our schools along with math and reading programs that have been incorporated. All of these changes have contributed to the increased instruction expense. There is a significant decrease in our Capital Outlay as we are nearing completion of our construction projects. The District's Debt Service fund increased as principal payments increased this year with interest payment staying at a constant.

Revenues in the General Fund's Operations and Maintenance Account have recognized a decrease from \$9,862,132 in 2010 to \$9,552,615 in 2011, a 3.14% decrease. This is primarily due to the District's receipt of donations for the York Stadium as well as increases in our Property Tax Receivable. The District recognizes a decrease in expenditures as well from \$8,544,271 in 2010 to \$8,491,323 in 2011. Although we recognize an increase in purchased services, there are decreases in Capital Outlay as well as Salaries that offset that with an overall decrease.

Operations & Maintenance Fund				
Expenditures	2011	% of Total	2010	\$ Change
Salaries	\$ 4,464,187	52.57%	\$ 4,544,386	\$(80,199)
Benefits (refund)	733,585	8.64%	738,025	(4,440)
Purchased Services	2,496,604	29.4%	2,349,863	146,741
Supplies	740,350	8.72%	759,587	(19,237)
Capital Outlay	55,248	0.65%	146,817	(91,569)
Other	1,349	0.02%	5,593	(4,244)
Total	<u>\$ 8,491,323</u>	<u>100.00%</u>	<u>\$ 8,544,271</u>	<u>\$(52,948)</u>

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2011

The Debt Service Fund balance increased by \$606,187. Revenues increased by 8.89% compared to 2010. The Debt Service Fund includes bonded debt, capital leases and state technology loans. There is an increase in our principal payments as the District has started making principal payments on the Debt Certificates issued in 2008. The district also transferred \$1,977,813 from the Education Fund to help fund the additional debt.

General Fund Budgetary Highlights

The District has maintained a balanced budget for this year.

The District had budgeted for a \$ 1,064,309 gain in revenues over expenditures in the Educational Fund. Actual revenues exceeded expenditures by \$4,688,389. This along with the State technology loan proceeds and funds transferred out the Education Fund contributed to the fund balance increase of \$3,909,101.

- Educational Fund revenues exceeded budget by \$4,213,633 because of the state on-behalf payments.
- Educational Fund expenditures exceeded budget by \$589,553, because of the state on- behalf payments.

Capital Asset and Debt Administration

Capital assets

Table 3 presents net capital assets as of June 30, 2011 and 2010. The District continues to maintain their asset schedules internally this year. The District has set a threshold of \$2,000 per item. This means that any asset that is \$2,000 or under is expensed and not capitalized as an asset. Fiscal year 2011 fixed asset additions include finalizing construction at the District office, Madison Early Childhood and York High School. The table shown below shows the value in each category net of their accumulated depreciation at June 30, 2011.

Table 3		
Capital Assets (net of depreciation)		
(in millions of dollars)		
	<u>2011</u>	<u>2010</u>
Land	\$.716	\$.699
Construction in process	0	0
Land improvements	6.055	5.603
Buildings	130.645	134.811
Equipment & other	<u>3.548</u>	<u>3.841</u>
Total	<u>\$140.914</u>	<u>\$144.954</u>

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2011

Long-term debt

In 2011, General Obligation Bond Principal was paid down by \$2,025,000. Debt Certificates Principal was paid down \$595,000. Capital Appreciation Bonds stayed consistent. Capital leases decreased by \$573,126. State Technology loans were decreased by \$137,980 with one remaining loan existing. Overall there was a decrease of \$3,331,106 in long-term debt. The recognized decrease has contributed to maintaining our financial score with the State of Illinois as all debt is considered in those calculations. In previous years, General Obligation Bonds were only considered for Long Term Debt.

Table 4
Outstanding Long-Term Debt
(in millions of dollars)

	<u>2011</u>	<u>2010</u>	<u>Increase (Decrease)</u>
General obligation bonds & notes	\$125.643	\$127.669	\$(2.026)
Debt Certificates	5.600	6.195	(.595)
Capital Leases	1.026	1.599	(.573)
ISBE Technology loans	<u>.070</u>	<u>.208</u>	<u>(.138)</u>
Total	<u>\$132.339</u>	<u>\$135.671</u>	<u>\$(3.332)</u>

For additional information on capital assets and debt administration, please refer to the accompanying notes to Basic Financial Statements.

Elmhurst Community Unit School District #205
Management's Discussion and Analysis
For the Year Ended June 30, 2011

Factors Bearing on the District's Future

Elmhurst School District 205 continues to provide a quality education within the constraints of limited revenues. The District is in a stable position as we face the economic challenges moving forward, where we do not expect to be able to continue increasing fund balances. Even though the District makes prudent decisions when it comes to supplies and services, an expected decrease in the amount of local tax dollars, coupled with the changing needs of our diversified student population will make it difficult to foster large technology and/or curriculum adoptions. Further erosions in state funding have taxed the reserves of the District. The District has made significant budget cuts for the 2010-11 and 2011-12 budgets to slow down the escalating expenditures. The District's Board of Education, administration and staff will need to continue to explore ways to reduce expenditures and increase revenues in order to maintain the District's fiscal health.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Business Office, 162 South York Road, Elmhurst, Illinois, 60126.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
STATEMENT OF NET ASSETS
JUNE 30, 2011

	Governmental Activities
Assets:	
Cash and investments	\$ 40,202,405
Receivables:	
Property taxes	46,158,871
Due from other governments	3,378,599
Inventory	33,038
Deferred charges	1,360,993
Capital assets:	
Land and construction in progress	715,640
Other capital assets, net of depreciation	<u>140,197,968</u>
 Total Assets	 <u>232,047,514</u>
 Liabilities:	
Accounts payable	2,048,163
Accrued salaries	80,439
Unearned revenue	43,158,871
Noncurrent liabilities:	
Due within one year	4,188,745
Due in more than one year	<u>133,611,369</u>
	<u>183,087,587</u>
 Net Assets:	
Invested in capital assets, net of related debt	10,533,210
Restricted	6,706,426
Unrestricted	<u>31,720,291</u>
 Total net assets	 <u><u>\$ 48,959,927</u></u>

See accompanying notes to basic financial statements

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2011

Functions	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Assets
					Total
					Governmental
					Activities
Governmental Activities:					
Instructional services:					
Regular programs	\$ 57,966,689	\$ 1,810,909	\$ 13,601,117	\$ -	\$ (42,554,663)
Special programs	20,303,333	78,157	5,999,406	-	(14,225,770)
Tuition, learning disabilities	928,440	-	-	-	(928,440)
Support services:					
Pupils	5,655,474	-	-	-	(5,655,474)
Instructional staff	4,307,345	-	127,437	-	(4,179,908)
General administration	929,879	-	-	-	(929,879)
School administration	5,172,851	-	-	-	(5,172,851)
Business	3,680,454	1,632,022	409,346	-	(1,639,086)
Operation and maintenance					
of facilities	8,685,788	78,055	123,420	-	(8,484,313)
Transportation	3,043,181	2,000	950,700	-	(2,090,481)
Central	910,665	-	-	-	(910,665)
Other	887,645	-	-	-	(887,645)
Interest on long-term liabilities	6,710,436	-	-	-	(6,710,436)
Unallocated depreciation					
excluding direct depreciation	1,403,638	-	-	-	(1,403,638)
Total school district	<u>\$ 120,585,818</u>	<u>\$ 3,601,143</u>	<u>\$ 21,211,426</u>	<u>\$ -</u>	<u>(95,773,249)</u>
General revenues:					
Property taxes levied for:					
General purposes					79,932,582
Transportation					1,406,123
Retirement					2,565,340
Debt service					8,517,325
Federal and state aid not restricted to specific purposes					3,349,482
Earnings on investments					68,484
Miscellaneous					1,941,426
Total general revenues					<u>97,780,762</u>
Change in net assets					2,007,513
Net assets - beginning					<u>46,952,414</u>
Net assets - ending					<u>\$ 48,959,927</u>

See accompanying notes to basic financial statements

FUND FINANCIAL STATEMENTS

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

	General	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>			
Assets:			
Cash and investments	\$ 34,224,873	\$ 5,977,532	\$ 40,202,405
Receivables:			
Property taxes	39,867,999	6,290,872	46,158,871
Due from other governments	2,902,919	475,680	3,378,599
Inventory	33,038	-	33,038
TOTAL ASSETS	<u>\$ 77,028,829</u>	<u>\$ 12,744,084</u>	<u>\$ 89,772,913</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 1,892,520	\$ 155,643	\$ 2,048,163
Accrued salaries and related expenditures	80,439	-	80,439
Deferred revenue	37,276,856	5,882,015	43,158,871
Total Liabilities	<u>39,249,815</u>	<u>6,037,658</u>	<u>45,287,473</u>
Fund Balances:			
Nonspendable	33,038	-	33,038
Restricted reported in:			
Special Revenue Funds	-	966,878	966,878
Debt Service Funds	-	2,583,397	2,583,397
Capital Project Funds	-	3,156,151	3,156,151
Unassigned	37,745,976	-	37,745,976
Total Fund Balances	<u>37,779,014</u>	<u>6,706,426</u>	<u>44,485,440</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 77,028,829</u>	<u>\$ 12,744,084</u>	<u>\$ 89,772,913</u>

See accompanying notes to basic financial statements

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Total fund balances - governmental funds **\$ 44,485,440**

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

Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds. The cost of the assets is \$209,275,480 and the accumulated depreciation is \$68,361,872. 140,913,608

Deferred charges included in the statement of net assets are not available to pay for current period expenditures and accordingly, are not included in the governmental funds balance sheet. 1,360,993

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:
Long term debt (137,800,114)

Net assets of governmental activities **\$ 48,959,927**

See accompanying notes to basic financial statements

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2011

	General	Other Governmental Funds	Total Governmental Funds
REVENUES			
Local sources	\$ 85,587,410	\$ 12,693,986	\$ 98,281,396
State sources	18,645,325	2,007,323	20,652,648
Federal sources	3,659,287	-	3,659,287
Total Revenues	<u>107,892,022</u>	<u>14,701,309</u>	<u>122,593,331</u>
EXPENDITURES			
Current operating:			
Instruction	72,669,707	1,199,188	73,868,895
Supporting services	28,516,148	5,571,063	34,087,211
Non-programmed charges	928,440	-	928,440
Debt service:			
Principal	-	3,667,551	3,667,551
Interest and other	-	6,223,081	6,223,081
Total Expenditures	<u>102,114,295</u>	<u>16,660,883</u>	<u>118,775,178</u>
Excess (deficiency) of revenues over expenditures	<u>5,777,727</u>	<u>(1,959,574)</u>	<u>3,818,153</u>
OTHER FINANCING SOURCES (USES)			
Capital lease proceeds	336,445	-	336,445
Transfers in	-	1,977,813	1,977,813
Transfers out	(1,977,813)	-	(1,977,813)
Total other financing sources (uses)	<u>(1,641,368)</u>	<u>1,977,813</u>	<u>336,445</u>
Net change in fund balances	4,136,359	18,239	4,154,598
Fund balances at beginning of year	29,230,765	11,100,077	40,330,842
Fund balance reclassification	4,411,890	(4,411,890)	-
Fund balances at beginning of year, as restated	<u>33,642,655</u>	<u>6,688,187</u>	<u>40,330,842</u>
FUND BALANCES AT END OF YEAR	<u>\$ 37,779,014</u>	<u>\$ 6,706,426</u>	<u>\$ 44,485,440</u>

See accompanying notes to basic financial statements

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2011

Net change in fund balances - total governmental funds **\$ 4,154,598**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$2,000 are capitalized and the cost is allocated over their estimated lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 1,158,080	
Depreciation expense	<u>(5,198,660)</u>	(4,040,580)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. These activities consist of:

Accretion on bonds	\$ (343,213)	
Increase in other post employment benefits	<u>(950,256)</u>	(1,293,469)

The governmental funds record bond and loan proceeds as other financing sources, while repayment of bond and loan principal is reported as an expenditure. Also, governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of bonds and loans and related items is as follows:

Issuance of bonds		
Capital lease proceeds	\$ (336,445)	
Repayment of bond and loan principal	3,667,551	
Discount on bonds amortization	(15,950)	
Premium on bonds amortization	254,244	
Issuance cost amortization	(124,843)	
Loss on refunding amortization	<u>(257,593)</u>	3,186,964

Change in net assets of governmental activities **\$ 2,007,513**

See accompanying notes to basic financial statements

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUND
YEAR ENDED JUNE 30, 2011

Assets:

Cash	<u>\$ 1,078,195</u>
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Liabilities:

Due to organizations	<u>\$ 1,078,195</u>
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See accompanying notes to basic financial statements.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Elmhurst Community Unit School District 205 (the District) operates as a public school system governed by a seven-member Board of Education. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. A summary of the significant accounting policies, consistently applied in the preparation of the accompanying financial statements is described below.

In June 1999 the GASB unanimously approved Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Certain of the significant changes in the Statement include the following:

The financial statements include;

- A Management's Discussion and Analysis (MD&A) providing an analysis of the District's overall financial position and results of operations.
- Financial statements prepared using the full-accrual basis accounting for all the District's activities.
- A change in the fund financial statements to focus on major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements) as of June 30, 2011.

a. The Reporting Entity

The District includes all funds of its governmental operations that are controlled by or dependent upon the District as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the District as there are no other organizations for which it has financial accountability.

b. Fund Accounting

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

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

consistent with legal and managerial requirements. The following summarizes the fund types used by the District:

Governmental Fund Types

GASB statement No. 54 refined the definitions of various governmental funds. These updated definitions are incorporated into the following fund descriptions.

Governmental funds include the following fund types:

General Fund - The General Fund, which consists of the legally mandated Educational Account, Operations and Maintenance Account, Tort Immunity Account and Working Cash Account, is used to account for the revenues and expenditures, which are used in providing education in the District. It is used to account for all financial resources except those required to be accounted for in other funds.

Educational Account – These accounts are used for most of the instructional and administrative aspects of the District's operations, as well as providing school lunch services to students. The revenue consists primarily of local property taxes, state government aid and student registration fees and lunch receipts from the District food service program.

Operations and Maintenance Account – These accounts are used for expenditures made for operation, repair and maintenance of District property. Revenue consists primarily of local property taxes.

Working Cash Account – This fund accounts for financial resources held by the District to be used as loans for working capital requirements to any other fund for which taxes are levied. The Working Cash Account was established and has been used to respond to fluctuations in cash flow resulting from unpredictable property tax collections. The earnings of the fund are allowed to be transferred to another fund under the Illinois Compiled Statutes. The principal of the fund, accumulated from bond issues, can be used as a source from which the District borrows money to support temporary deficiencies in other funds, or may be partially or fully transferred to the General Fund's Educational Account, upon Board approval.

Special Revenue Funds - Special Revenue Funds account for the proceeds of specific revenue sources (other than Debt Service and Capital Projects Funds) that are legally restricted to expenditures for specified purposes. The District's Special Revenue Funds are the Transportation and Municipal Retirement/Social Security Funds.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

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

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

Debt Service Funds - Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds.

Debt Service Fund - The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. Since there are no legal requirements on bond indentures, which mandate that a separate fund be established for each bond issue, the District maintains one Debt Service Fund for all bond issues.

Capital Projects Funds - Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Capital Projects Fund – Capital Projects Funds include both the Capital Projects Fund and the Fire Prevention and Safety Fund. The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital facilities. The Fire Prevention and Safety Fund accounts for financial resources to be used for acquisitions and construction projects, which qualify as Fire Prevention and Safety expenditures.

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

Agency Funds includes Student Activity Funds, Convenience Accounts and Other Agency Funds. These funds are custodial in nature and do not present results of operations or have a measurement focus. Although the Board of Education has the ultimate responsibility for Activity Funds, they are not local education agency funds. Student Activity Funds account

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

for assets held by the District which are owned, operated and managed generally by the student body, under the guidance and direction of adults or a staff member, for educational, recreational or cultural purposes. Convenience Accounts account for assets that are normally maintained by a local education agency as a convenience for its faculty, staff, etc.

The District reports the following fund as a major governmental fund:

General Fund

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 GASB. 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.

The District has adopted a policy consistent with GASB Statement No. 34 to net the interfund receivables and payables for combined totals used to determine the major funds. Consequently, the interfund loan balances, which net to zero, are not utilized to determine major funds.

c. Basis of Presentation

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the District, except for fiduciary funds. The effects of interfund activity have been eliminated. All of the District's operating activities are considered "governmental activities", that is, activities that are normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered "business activities".

The statement of net assets presents the financial condition of the governmental activities of the District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Property taxes and other revenues which are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenue of the District.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Fund Financial Statements

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds maintained is consistent with legal and managerial requirements. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government wide financial statement. Major individual governmental funds are reported as separate columns in the fund financial statement.

Measurement focus, basis of accounting, and financial statement presentation

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the District are included on the Statement of Net Assets.

Fund Financial Statements

All government funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Fiduciary fund reporting focuses on net assets and changes in net assets. The agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting, as applicable. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Revenues- Exchange and Non-exchange Transactions

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest, grants, entitlements and student fees.

In accordance with GASB No. 24, on-behalf payments (payments made by a third party for the benefit of the district, such as payments made by the state to the Teachers' Retirement System) have been recognized in the financial statements.

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2011, but which were levied to finance year 2012 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocation of costs, such as depreciation and amortization are not recognized in governmental funds.

d. Deposits and Investments

Investments held by the District which are short-term highly liquid investments having a remaining maturity of one year or less at the time of purchase are reported by the District at amortized cost. All other investments are reported at fair value. Gains or losses on the sale of investments are recognized upon realization. Unrealized gains and losses are realized for those investments valued at fair value. Investments are placed according to guidelines provided by the Illinois Compiled Statutes.

Under Illinois law, the District is restricted to investing funds in specific types of investment instruments. The following generally represents the types of instruments allowable by state law:

- Securities issued or guaranteed by the United States.
- Interest-bearing accounts of financial institutions insured by the Federal Deposit Insurance Corporation.
- Short-term obligations (less than 180 days) of U.S. corporations with assets over \$500,000,000 rated in the three highest classifications by at least two rating agencies.
- Insured accounts of an Illinois credit union chartered under United States or Illinois law.
- Money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same types of obligations.
- Illinois Public Treasurers' Investment Pool.
- Repurchase agreements which meet instrument transactions requirements of Illinois law.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

e. Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, vehicles, machinery, equipment, and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,000 and an estimated useful life of one year or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. In 2003, the District engaged an appraisal company to estimate historical cost of its capital assets acquired prior to that date.

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

Assets	Years
Buildings	40 years
Land improvements	20 years
Machinery	15 years
Equipment	5-20 years

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

f. Long-term Obligations

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

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

g. Fund Equity Classifications

In the government-wide financial statements, net assets are reported as restricted when constraints placed on net assets are either externally imposed by creditors, grantors, contributors, or

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

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

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

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

Unrestricted net assets – all other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

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

h. Property Taxes

Property taxes are levied each year on all taxable real property located in the District on or before the last Tuesday in December. The adoption date for the 2010 tax levy was November 16, 2010. The District’s property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year.

The PTELA limitation is applied in the aggregate to the total levy (excluding certain levies for the repayment of debt). PTELA limits the increase in total taxes billed to the lesser of 5% or the percentage increase in the Consumer Price Index (CPI) for the preceding year. The amount can be exceeded to the extent there is “new growth” in the District’s tax base. The new growth consists of new construction, annexations and tax increment finance district property becoming eligible for taxation.

Property taxes are collected by the County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the District within 60 days of the respective installment dates. The 2010 property tax levy is recognized as a receivable in fiscal 2011. The District considers that the first installment of the 2010 levy to be used to finance operations in fiscal 2011. The District has determined that the second installment for the 2010 levy is to be used to finance operations in fiscal 2012 and has deferred the corresponding receivable.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

i. Personal Property Replacement Taxes

Personal property replacement tax revenues are first allocated to the extent required by Illinois law to the Municipal Retirement/Social Security Fund with the balance allocated to funds at the discretion of the District.

j. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

k. Inventories

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements.

l. Eliminations and Reclassifications

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

NOTE 2. CASH AND INVESTMENTS

Custodial Credit Risk –Deposits

At June 30, 2011 the carrying amount of the District's deposits (excluding petty cash of \$8,100) totaled \$10,824,098 and the bank balances totaled \$11,777,456. Custodial credit risk is the risk that in the event of a bank failure, the government's deposit may not be returned to it. The government does not have a deposit policy for custodial credit risk. These amounts were entirely insured or collateralized as of June 30, 2011.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Investments

As of June 30, 2011, the District had the following investments and maturities:

Investment Type	Fair Value	Maturities (in years) Less than 1	% of Portfolio	Applicable Agency rating
Other Investments:				
Illinois Funds	\$ 4,767,386	\$ 4,767,386	15.66%	AAA
Illinois School Dist. Liquid Asset Fund	25,681,016	25,681,016	84.34%	AAA
Total Investments	\$30,448,402	\$30,448,402	100.00%	

Credit Risk. The District's investments are rated, as shown above, by the applicable rating agency.

The District has adopted a policy to limit its credit risk by limiting its investments to the investments allowed in Note 1 c.

Concentration of Credit Risk. The District places no limit on the amount the District may invest any one issuer. More than 5 percent of the District's investments are concentrated in specific individual investments. The above table indicates the percentage of each investment to the total investments of the District.

Foreign Currency Risk. The District had no foreign currency holdings during the year.

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

The Illinois School District Asset Fund and Illinois Funds are investment pools. The value of the position in these SEC registered investment pools are the same as the value of the pool shares.

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

NOTE 3. SPECIAL TAX LEVIES

Proceeds from the Special Education special tax levy and related expenditures have been included in the operations of the Educational Fund. At June 30, 2011, the cumulative Special Education expenditures exceeded related cumulative revenues in the General Fund's Educational Account.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

NOTE 4. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
Capital assets, not being depreciated:				
Land	\$ 699,427	16,213	-	\$ 715,640
Construction in Process	-	-	-	-
Total capital assets not being depreciated	699,427	16,213	-	715,640
Capital assets, being depreciated:				
Land Improvements	7,659,490	755,819	-	8,415,309
Buildings	178,599,077	-	-	178,599,077
Equipment	21,159,406	386,048	-	21,545,454
Total capital assets being depreciated	207,417,973	1,141,867	-	208,559,840
Accumulated depreciation for:				
Land Improvements	2,056,697	353,705	-	2,410,402
Buildings	43,788,053	4,166,060	-	47,954,113
Equipment and Vehicles	17,318,462	678,895	-	17,997,357
Total accumulated depreciation	63,163,212	5,198,660	-	68,361,872
Total capital assets being depreciated, net	144,254,761	(4,056,793)	-	140,197,968
Total capital assets, net	\$144,954,188	\$ (4,040,580)	\$ -	\$140,913,608

Depreciation expense was charged to functions of the District as follows:

Instructional Services:

Regular Programs	\$ 3,414,480
Special Programs	36,391
Other Instructional Programs	78,500

Supporting Services:

School Administration	103,453
Business	53,546
Operations and Maintenance of Facilities	108,652
Unallocated	1,403,638
	<u>\$ 5,198,660</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

NOTE 5. GENERAL LONG-TERM DEBT

The following is a summary of the components of long-term debt and related transactions of the District for the year ended June 30, 2011:

	Balance July 1, 2010	Additions	Reductions	Balance June 30, 2011	Amount due in one year
General Obligation Bonds Payable:	\$121,268,936	\$ -	\$ 2,025,000	\$119,243,936	\$ 2,585,000
Capital Appreciation Bonds	6,399,946	-	-	6,399,946	-
Debt Certificates	6,195,000	-	595,000	5,600,000	620,000
Deferred Refunding	(2,408,716)	-	(257,593)	(2,151,123)	-
Accretion on Bonds	916,469	343,213	-	1,259,682	-
Unamortized Premium	3,318,082	-	254,244	3,063,838	-
Unamortized Discount	(100,058)	-	(15,950)	(84,108)	-
Capital Lease	1,598,918	336,445	909,571	1,025,792	913,718
ISBE Technology Loan	208,007	-	137,980	70,027	70,027
OPEB Obligation (Note 7)	2,421,868	950,256	-	3,372,124	-
Total Long-Term Debt	\$139,818,452	\$ 1,629,914	\$ 3,648,252	\$137,800,114	\$ 4,188,745

Long Term Debt at June 30, 2011 is comprised of the following:

General Obligation Bonds Payable

Series 2002, \$38,500,000 Site and Construction Bonds dated February 1, 2002 are due in annual installments through January 1, 2021 varying from \$340,000 to \$3,725,000, interest rates varying from 3.75% to 5.50% per annum. \$ 22,150,000

Series 2004, \$6,000,000 Life Safety Bonds, dated March 1, 2004 are due in annual installments through January 1, 2014 \$575,000 to \$675,000 through 2015, interest rates varying from 2.25% to 4.00% per annum. 1,975,000

Series 2004, \$4,000,000 Life Safety Bonds, dated August 1, 2004 are due in annual installments through January 1, 2015 varying from \$335,000 to \$815,000, interest rates varying from 2.75% to 4.25% per annum. 1,860,000

Series 2005, \$1,098,936 Life Safety Bonds, dated February 14, 2005 are due in annual installments through January 1, 2016 varying from \$273,936 to \$825,000, interest rates varying from 4.13% to 4.25% per annum. 1,098,936

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Series 2005, \$16,230,000 Refunding Bonds dated January 15, 2005 are due in annual installments through January 1, 2020 varying from \$195,000 to \$2,435,000, interest rates varying from 3.50% to 4.38% per annum.	15,090,000
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Series 2006, \$54,150,000 Site and Construction Bonds and Refunding Bonds dated May 1, 2005 are due in annual installments through January 1, 2022 varying from \$200,000 to \$16,000,000, interest rates varying from 4.60% to 5.25% per annum.	54,150,000
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Series 2007 \$23,410,000 Refunding Bonds, dated March 15, 2008; are due in annual installments through October 1, 2022 varying from \$75,000 to \$9,550,000; interest payable on July 1 and October 1; interest rates varying from 4.00% to 4.50% per annum	<u>22,920,000</u>
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Total General Obligation Bonds	<u>\$119,243,936</u>
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Capital Appreciation Bonds Payable

Series 2007, \$6,399,946 Capital Appreciation Bonds dated January 31, 2007 are due in annual installments through January 1, 2027 varying from \$310,000 to \$1,170,000, interest rates varying from 4.17% to 4.63% per annum.	<u>\$ 6,399,946</u>
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Total Capital Appreciation Bonds	<u>\$ 6,399,946</u>
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Debt Certificates

Debt Certificates dated December 15, 2008; mature serially beginning February 1, 2009 through February 2024; interest payable on August 1 and February 1; interest rates varying from 4.00% to 4.60% per annum.	<u>5,600,000</u>
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Total Debt Certificates	<u>\$ 5,600,000</u>
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In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2011, \$42,380,000 of bonds outstanding are considered defeased.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

General Obligation, Capital Appreciation Bonds and Debt Certificates Outstanding

At June 30, 2011 the annual debt service requirements to maturity for general obligation bonds and debt certificates were as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2012	3,205,000	6,042,398	9,247,398
2013	3,840,000	5,903,597	9,743,597
2014	4,535,000	5,729,567	10,264,567
2015	4,808,936	5,517,242	10,326,178
2016	5,830,964	5,383,241	11,214,205
2017-2021	40,414,474	24,126,961	64,541,435
2022-2026	67,834,190	12,677,783	80,511,973
2027-2028	<u>775,318</u>	<u>200,680</u>	<u>975,998</u>
Total	<u>\$ 131,243,882</u>	<u>\$ 65,581,469</u>	<u>\$ 196,825,351</u>

The District is subject to the Illinois School Code, which limits the amount of certain 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 \$338,240,840, providing a debt margin of \$215,180,355, after taking into account amounts available in the Debt Service Fund. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2011, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

School Technology Revolving Loan Program

The Illinois State Board of Education provides qualifying districts with a low interest loan to upgrade their technology. Districts must apply to the state board and be approved based upon a number of factors. The School Technology Revolving Loan will be repaid from the Debt Service Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2011 are as follows:

Fiscal Year Ending June 30,	Amount
2012	\$ 70,727
Less: amount representing interest	<u>(700)</u>
Present value of minimum lease payments	<u>\$ 70,027</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Capital Leases

The District has entered into a lease agreement as lessee for financing the acquisition of equipment with no down payment. These lease agreements qualify as capital leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At June 30, 2011, \$4,659,235 of amounts included in capital assets were acquired via capital leases. The obligations for the capital leases will be repaid from the Debt Service Fund. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2011 are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Amount</u>
2012	\$ 942,327
2013	119,165
Total minimum lease payment	1,061,492
Less: amount representing interest	(35,700)
Present value of minimum lease payments	<u>\$ 1,025,792</u>

NOTE 6. RETIREMENT FUND COMMITMENTS

Retirement Plans

The District participates in two retirement systems: The Teachers' Retirement System of the State of Illinois (TRS) and the Illinois Municipal Retirement Fund (IMRF). Members of TRS consist of all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. Employees, other than teachers, who meet prescribed annual hourly standards are members of IMRF.

Illinois Teachers' Retirement System:

The District participates in the Teachers' Retirement System of the State of Illinois (TRS). TRS is a cost-sharing multiple-employer defined benefit pension plan that was created by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. The Illinois Pension Code outlines the benefit provisions of TRS, and amendments to the plan can be made only by legislative action with the Governor's approval. The State of Illinois maintains primary responsibility for the funding of the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the System's administration.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2011, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the year ended June 30, 2010 and 2009.

The State of Illinois makes contributions directly to TRS on behalf of the District's TRS-covered employees. The District's total payroll reported to TRS for the year ended June 30, 2011 was \$52,417,885.

On-behalf contributions. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2011, State of Illinois contributions were based on 23.10 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$12,010,334 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2010, and June 30, 2009, the State of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 23.38 percent (\$11,754,102) and 17.08 percent (\$7,997,667), respectively.

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

2.2 Formula Contributions. Employers contribute 0.58 percent of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for the year ended June 30, 2011 were \$304,024. Contributions for the years ending June 30, 2010, and June 30, 2009, were \$294,801 and \$273,923, respectively.

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

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 year ended June 30, 2010 and 2009 the employer contribution was 23.38 and 17.08 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2011, salaries totaling \$425,098 were paid from federal and special trust funds that required employer contributions of \$98,198. For the years ended June 30, 2010 and June 30, 2009, required district contributions were \$129,417 and \$68,889, 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

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

payments vary depending on the age and salary of the member.

Public Act 94-0004 made changes in the ERO program that were in effect for all ERO retirements in fiscal years 2008 through 2010. The act increased member and employer contributions and eliminated the waiver of member and employer ERO contributions that had been in effect for members with 34 years of service.

Under the current ERO, the maximum employer 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 \$82,355 to TRS for employer contributions under the ERO program. For the years ended June 30, 2010 and June 30, 2009, the district paid \$82,563 and \$543,028 in employer ERO contributions, respectively.

Salary increases over 6 percent and excess sick leave. Public Act 94-0004 added two new employer contributions to TRS.

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 \$0 to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2010 and 2009, the District made \$2,916 and \$0 respectively in employer contributions due on salary increases and in excess of 6 percent.

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).

For the year ended June 30, 2011, the District paid \$0 to TRS for sick leave days granted in the excess of the normal annual allotment. For the year ended June 30, 2010 and 2009, the District made no payments in employer contributions granted for sick leave days.

TRS financial information, an explanation of TRS' benefits, and descriptions of member, employer and state funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2011. The report for the year ended June 30, 2011, is expected to be available in late 2011. The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, P.O. Box 19253, 2815 West Washington Street, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at www.trs.illinois.gov.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Teacher Health Insurance Security (THIS)

The District participates in the Teacher Health Insurance Security (THIS) Fund, a cost-sharing, multiple-employer defined benefit postemployment healthcare plan that was established by the Illinois legislature for the benefit of Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but does not provide vision, dental or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state administered participating provider option plan or choose from several managed care options.

The State Employees Group Insurance Act of 1971 (5ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. The Illinois Department of Healthcare and Family Services (HFS) and the Illinois Department of Central Management Services (CMS) administer the plan with the cooperation of TRS. The director of HFS determines the rates and premiums from annuitants and dependent beneficiaries and establishes the cost-sharing parameters. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all active contributors to the TRS who are not employees of the state make a contribution to THIS.

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

On Behalf Contributions to THIS Fund. The state of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.88 percent of pay during the year ended June 30, 2011. State of Illinois contributions were \$461,277, and the district recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2010 and June 30, 2009 were 0.84 percent of pay. State contributions on behalf of district employees were \$426,953, and \$396,716 respectively.

Employer contributions to THIS Fund. The District also makes contributions to THIS Fund. The District THIS Fund contribution was 0.66 percent during the years ended June 30, 2011, June 30, 2010 and June 30, 2009 were both 0.63 percent. For the year ended June 30, 2011, the District paid \$345,958 to the THIS Fund. For the years ended June 30, 2010 and June 30, 2009, the District paid \$320,215 and \$297,537, 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.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Illinois Municipal Retirement Fund

Plan Description. The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. Your employer 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, your employer 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 employer contribution rate for calendar year 2010 used by the employer was 9.21 percent of annual covered payroll. Your employer annual required contribution rate for calendar year 2010 was 11.52 percent. Your employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For calendar year ending December 31, 2010, your employer's actual contributions for pension cost for the Regular were \$1,153,865. Its required contribution for calendar year 2010 was \$1,443,271. (If you made an additional payment toward your unfunded amount, add this payment to your actual contributions and recalculate the percentage of APC contributed.)

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2010	\$ 1,443,271	80%	\$0
12/31/2009	1,034,483	100%	0
12/31/2008	989,504	100%	0

The required contribution for 2010 was determined as part of the December 31, 2008, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2008, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of your employer Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

with a 20% corridor between the actuarial and market value of assets. Your employer Regular plan's unfunded actuarial accrued liability at December 31, 2008 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2010, the most recent actuarial valuation date, the Regular plan was 73.56 percent funded. The actuarial accrued liability for benefits was \$30,593,392 and the actuarial value of assets was \$22,505,418, resulting in an underfunded actuarial accrued liability (UAAL) of \$8,087,974. The covered payroll for calendar year 2010 (annual payroll of active employees covered by the plan) was \$12,528,394 and the ratio of the UAAL to the covered payroll was 65 percent.

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

NOTE 7. OTHER POST EMPLOYMENT BENEFITS (OPEB)

Plan Description. The medical and dental benefit plans for the District are single-employer defined benefit plans administered by the District. The District has the authority to establish and amend benefit provisions of the medical and dental benefit plans.

Monthly Retiree Contributions. Support Staff Retirees and Custodian Retirees contribute the following monthly amounts toward the cost of District postretirement benefit coverage during fiscal year 2011:

Benefit Agreement	Rate Class	Subscriber	Subscriber + Spouse
PPO I	Non-Medicare	\$596.45	\$1,379.95
PPO I	Medicare Primary	\$284.98	N/A
PPO II	Non-Medicare	\$554.85	\$1,283.67
HMO Illinois	Non-Medicare	\$418.26	\$952.33
Blue Adv. HMO	Non-Medicare	\$381.56	\$868.78
Dental	N/A	\$51.47	\$75.47

Certified Staff Retirees enrolling in the Teacher's Retirement System (TRS) program who retired in years prior to fiscal year 2011 were reimbursed up to an annual amount of \$2,000 for the fiscal year 2011 (indexed by CPI each year in the future). Going forward, eligible Certified Staff TRS Retirees

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

will receive a maximum annual TRS reimbursement of \$2,634 from the District (indexed by CPI each year).

Employer Contributions. The postretirement benefit plans for the District are funded on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation. The Annual OPEB Cost is calculated based on the Annual Required Contribution (ARC) of the employer, and amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following tables show the components of Annual OPEB Cost under an Unfunded Scenario:

	FY 2011	FY 2010
1. Annual Required Contribution	\$1,326,886	\$1,497,519
2. Interest on net OPEB obligation	60,547	30,074
3. Adjustment on annual required contribution	(112,889)	(56,072)
4. Annual OPEB cost (expense)	1,274,544	1,471,521
5. Estimated Contributions made by the District	324,288	252,604
6. Increase in net OPEB obligation (4-5)	950,256	1,218,917
7. Net OPEB obligation –Beginning of Year	2,421,868	1,202,951
8. Net OPEB obligation – End of Year	3,372,124	2,421,868

Note: The Net OPEB obligation at the beginning of the Fiscal Year 2009 is zero as the GASB Statement No. 45 was implemented retroactively, effective July 1, 2008.

Schedule of Employer Contributions

	FY 2011	FY 2010
Actuarial Valuation Date	July 1, 2010	July 1, 2009
Annual Required Contribution (ARC)	\$1,326,886	\$1,497,519
Estimated Contributions Made by the District	\$ 324,288	\$ 252,604
Percentage of ARC Contributed	24.4%	16.9%

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

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

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions

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

Valuation Method. The method used for the medical and dental benefit plans is called the Projected Unit Credit Method. According to this method an equal amount of an employee's projected benefit is allocated to each year from the date the employee first enters the plan until the date the employee is first eligible to receive benefits.

Valuation of Assets. There are no assets that have been set aside to fund the liabilities for this plan. These plans are funded on a pay-as-you-go basis.

Eligible Plan Participants. All active and retired employees who are participants in the medical and/or dental plans as of the date of this valuation was performed and are eligible for District postretirement benefits are included in the calculations in this report.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

Actuarial Assumptions. These are the actuarial assumptions used for the valuation of the District's postretirement benefit plans.

a. Valuation Date	July 1, 2010
b. Investment Return	2.50%
c. Amortization Method	Level dollar amount open
Amortization Period for Actuarial Accrued Liability	30 Years
Amortization Factor	21.454
d. Percent of Current Spouses Electing Coverage	100%
e. Mortality Table	RP-2000 with a 2 year setback

<u>Age</u>	<u>Rate</u>
20	5.8%
25	5.3%
30	2.7%
35	3.1%
40	2.8%
45	2.7%
50	2.8%

Based on these rates, we expect approximately 47 terminations in FY 2011.

NOTE 8. EXCESS OF EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

Expenditures exceeded the budgeted amount in the following Funds:

	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
General Fund: Educational Account	\$93,033,419	\$93,622,972	\$589,553
General Fund: Operation & Maintenance Account	<u>8,586,517</u>	<u>8,491,323</u>	<u>(95,194)</u>
Total General Fund	<u>\$101,619,936</u>	<u>\$102,114,295</u>	<u>\$494,359</u>
Transportation Fund	2,767,845	3,040,495	272,650
Municipal Retirement/Social Security	2,825,631	2,875,354	49,723
Capital Projects Fund	792,000	854,402	62,402

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

The expenditure variances were sufficiently absorbed by surpluses that existed at the beginning of the fiscal year and were approved by the Board of Education. Under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.

NOTE 9. RISK MANAGEMENT

The District has purchased insurance from a risk pool (see Note 12) and private insurance companies. Risks covered include general liability, workers compensation and other. Premiums have been displayed as expenditures in appropriate funds. The District also operates a self insurance program for medical coverage for employees (see Note 10). No material decreases in insurance coverages have occurred nor have any insurance claims in excess of insurance coverages been paid or reported during the last three years.

NOTE 10. SELF-INSURANCE PLAN/RESERVED FUND BALANCE

The District maintains a self-insurance plan to provide medical insurance to its employees. An outside administrator administers claims for a fixed fee per enrolled employee. The District makes periodic payments to an escrow account established by the plan administrator. The administrator pays employee claims from this escrow account and requires the District to cover any deficiencies. The District liability is limited by private insurance which provides a \$150,000 specific stop loss and a minimum aggregate stop loss of \$6,981,878. A liability of \$1,486,500 has been recorded as General Long-term Debt which represents estimated claims incurred but not yet reported. Claims incurred but not yet reported include known loss events that are expected to later be presented as claims, unknown loss events that are expected to become claims, and expected future development on claims already reported.

A summary of the changes in the Districts claim liability is as follows:

	Fiscal Year Ended <u>June 30, 2010</u>	Fiscal Year Ended <u>June 30, 2011</u>
Claims liability at July 1	\$ 540,987	\$ 588,593
Current year claims and changes in estimates	4,899,891	10,209,917
Claim payments	<u>(4,852,285)</u>	<u>(9,312,010)</u>
Claims liability at June 30	<u>\$ 588,593</u>	<u>\$1,486,500</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

NOTE 11. JOINT AGREEMENTS

The District is a member of the DuPage Area Occupational Education System and the School Association for Special Education, joint agreements that provide certain vocational education and special education services, respectively, to residents of many school districts. Since the District does not control the selection of the governing authority, and because of the control over employment personnel, operations, scope of public service and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

NOTE 12. COLLECTIVE LIABILITY INSURANCE COOPERATIVE (CLIC)

The District is a member of CLIC, which has been formed to provide casualty, workman's compensation, property and liability protections and to administer some or all insurance coverages and protection other than health, life and accident coverages procured by the member districts. It is intended, by the creation of CLIC to allow a member District to equalize annual fluctuations in insurance costs by establishing a program whereby reserves may be created and temporary deficits of individual Districts covered and to ultimately equalize the risks and stabilize the costs of providing casualty, property and liability protections. If, during any fiscal year, the funds on hand in the account of CLIC are not sufficient to pay expenses of administration, the Board of Directors shall require supplementary payment from all members. Such payment shall be made in the same proportion as prior payments during that year to CLIC. Complete financial statements for CLIC can be obtained from its administrator, 1441 Lake Street, Libertyville, IL 60048.

NOTE 13. INTERFUND TRANSFERS

The following interfund transfers were made during the year ended June 30, 2011:

Transfer From	Transfer To	Amount
General Fund – Education Account	Debt Service Fund	\$1,115,733
General Fund – Operations & Maintenance Account	Debt Service Fund	<u>862,080</u>
	Total Transfers	<u>\$1,977,813</u>

These transfers were made in order to provide operating funds to the Debt Service Fund for loan payments.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

NOTE 14. STATE AND FEDERAL AID CONTINGENCIES

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

NOTE 15. FUND BALANCE REPORTING

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.

A. Nonspendable Fund Balance

The nonspendable fund balance classification 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. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes. The District has several revenue sources received within different funds that also fall into these categories –

1. Special Education

Revenues and the related expenditures of this restricted tax levy are accounted for in the Educational Account. Expenditures exceeded revenue for this purpose, resulting in no restricted fund balance.

2. State and Federal Grants

Proceeds from state and federal grants and the related expenditures have been included in the General Fund and various Special Revenue Funds. At June 30, 2011, expenditures exceeded revenue from state and federal grants, resulting in no restricted balances.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

3. Social Security

Expenditures and the related revenues of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Revenues exceeded expenditures for this purpose, resulting in a restricted fund balance \$233,190. The remaining balance is restricted for Municipal Retirement purposes.

4. Capital Projects Funds

Expenditures and the related revenues are accounted for in the Capital Projects and Fire Prevention and Safety Funds. All equity within these funds are restricted for the associated capital expenditures within these funds.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the School Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

No committed balances existed as of June 30, 2011.

D. Assigned Fund Balance

The assigned fund balance classification refers to the amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted or committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

No assigned balances existed as of June 30, 2011.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements (continued)

June 30, 2011

F. Reconciliation of Fund Balance Reporting

Fund	Nonspendable	Restricted	Committed	Assigned	Unassigned
Educational	\$ 33,038	\$ -	\$ -	\$ -	\$27,845,947
Operations & Maintenance	-	-	-	-	5,460,093
Debt Service	-	2,583,397	-	-	-
Transportation	-	383,902	-	-	-
Municipal Retirement	-	582,976	-	-	-
Capital Projects	-	2,090,809	-	-	-
Working Cash	-	-	-	-	4,439,936
Fire Prevention and Safety	-	1,065,342	-	-	-

G. Expenditures of Fund Balance

Unless specifically identified, expenditures disbursed act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures disbursed for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

NOTE 16. RESTATEMENT OF FUND BALANCES

Due to the new GASB pronouncements, the Working Cash Account was restated from the Special Revenue Funds into the General Fund.

This restatement was effective July 1, 2010.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Schedule of Funding Progress (unaudited)

Illinois Municipal Retirement Fund

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)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/2010	\$22,505,418	\$30,593,392	\$8,087,974	73.56%	\$12,528,394	64.56%
12/31/2009	21,042,652	28,658,791	7,616,139	73.42%	12,359,412	61.62%
12/31/2008	20,273,712	26,885,413	6,611,701	75.41%	11,807,919	55.99%

On a market value basis, the actuarial value of assets as of December 31, 2010 is \$24,248,444.

On a market basis, the funded ratio would be 79.26%

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Schedule of Funding Progress
Other Postemployment Benefits (unaudited)
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)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
7/1/2010	\$ -	\$11,039,152	\$11,039,152	0.00%	N/A	N/A
7/1/2009	-	12,454,453	12,454,453	0.00%	N/A	N/A
7/1/2008	-	11,567,410	11,567,410	0.00%	N/A	N/A

Actuarial valuation prepared biennially.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2011

	General		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources	\$ 82,969,162	\$ 85,587,410	\$ 2,618,248
State sources	17,070,363	18,645,325	1,574,962
Federal sources	3,525,798	3,659,287	133,489
Total Revenues	103,565,323	107,892,022	4,326,699
EXPENDITURES			
Current operating:			
Instruction	70,573,043	72,669,707	(2,096,664)
Support services	30,079,867	28,516,148	1,563,719
Non-programmed charges	917,026	928,440	(11,414)
Provision for contingencies	50,000	-	50,000
Total Expenditures	101,619,936	102,114,295	(494,359)
Excess of revenues over expenditures	1,945,387	5,777,727	3,832,340
OTHER FINANCING SOURCES (USES)			
Capital lease proceeds	-	336,445	336,445
Transfers out	(2,004,616)	(1,977,813)	26,803
Total other financing sources (uses)	(2,004,616)	(1,641,368)	363,248
Net changes in fund balance	\$ (59,229)	4,136,359	\$ 4,195,588
Fund Balances at beginning of year		29,230,765	
Fund balance reclassification		4,411,890	
FUND BALANCES AT END OF YEAR		\$ 37,779,014	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes To Required Supplementary Information

Budgetary Comparison Schedules

June 30, 2011

BUDGETS AND BUDGETARY ACCOUNTING

Annual budgets for all Governmental Funds are adopted on the modified accrual basis, consistent with generally accepted accounting principles (GAAP) for local governments. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the Governmental Funds. All encumbrances are canceled at year end, and, if necessary, are reinstated at the beginning of the subsequent fiscal year.

Legal spending control for District moneys is at the fund level, but management control is exercised at budgetary line item levels within each fund. The Board of Education, in accordance with Chapter 105, Section 5/17-1 of the *Illinois Compiled Statutes*, follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Administration submits to the Board of Education a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted and the proposed budget is available for inspection to obtain taxpayer comments.
3. Prior to September 30 the budget is legally adopted through passage of a resolution. On or before the last Tuesday in December, a tax levy ordinance is filed with the County Clerk to obtain tax revenues.
4. The Superintendent is authorized to transfer up to 10% of the total budget between departments within any fund without Board of Education approval; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education following the public hearing process mandated by law. The budget, which was not amended, was adopted on September 28, 2010.
5. Formal budgetary integration is employed as a management control device during the year for the Governmental Funds.
6. The District has adopted a legal budget for all its Governmental Funds. Total actual expenditures for the governmental funds may not legally exceed the total budgeted for such funds. However, under the State Budget Act expenditures may exceed the budget if additional resources are available to finance such expenditures.
7. The budget (all appropriations) lapses at the end of each fiscal year.

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
BALANCE SHEET BY ACCOUNT
GENERAL FUND
JUNE 30, 2011

	Educational	Operations and Maintenance	Working Cash	Total General
<u>ASSETS</u>				
Cash and investments	\$ 24,453,007	\$ 5,332,653	\$ 4,439,213	\$ 34,224,873
Receivables:				
Property taxes	35,281,264	4,575,600	11,135	39,867,999
Due from other governments	2,902,919	-	-	2,902,919
Inventory	33,038	-	-	33,038
TOTAL ASSETS	\$ 62,670,228	\$ 9,908,253	\$ 4,450,348	\$ 77,028,829
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 1,759,052	\$ 133,468	\$ -	\$ 1,892,520
Accrued salaries and related expenditures	43,967	36,472	-	80,439
Deferred revenue	32,988,224	4,278,220	10,412	37,276,856
Total Liabilities	34,791,243	4,448,160	10,412	39,249,815
Fund balances:				
Nonspendable	33,038	-	-	33,038
Unassigned	27,845,947	5,460,093	4,439,936	37,745,976
Total Fund Balances	27,878,985	5,460,093	4,439,936	37,779,014
TOTAL LIABILITIES AND FUND BALANCES	\$ 62,670,228	\$ 9,908,253	\$ 4,450,348	\$ 77,028,829

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES BY ACCOUNT
GENERAL FUND
YEAR ENDED JUNE 30, 2011

	Educational	Operations and Maintenance	Working Cash	Total General
REVENUES				
Local sources	\$ 76,161,355	\$ 9,398,009	\$ 28,046	\$ 85,587,410
State sources	18,490,719	154,606	-	18,645,325
Federal sources	3,659,287	-	-	3,659,287
	<u>98,311,361</u>	<u>9,552,615</u>	<u>28,046</u>	<u>107,892,022</u>
EXPENDITURES				
Current operating:				
Instruction	72,669,707	-	-	72,669,707
Support services	20,024,825	8,491,323	-	28,516,148
Non-programmed charges	928,440	-	-	928,440
	<u>93,622,972</u>	<u>8,491,323</u>	<u>-</u>	<u>102,114,295</u>
Excess of revenues over expenditures	<u>4,688,389</u>	<u>1,061,292</u>	<u>28,046</u>	<u>5,777,727</u>
OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	336,445	-	-	336,445
Transfers (out)	(1,115,733)	(862,080)	-	(1,977,813)
	<u>(779,288)</u>	<u>(862,080)</u>	<u>-</u>	<u>(1,641,368)</u>
Net changes in fund balance	3,909,101	199,212	28,046	4,136,359
Fund balances at beginning of year	23,969,884	5,260,881	-	29,230,765
Fund balance reclassification	-	-	4,411,890	4,411,890
Fund balances at beginning of year, as restated	<u>23,969,884</u>	<u>5,260,881</u>	<u>4,411,890</u>	<u>33,642,655</u>
FUND BALANCES AT END OF YEAR	<u><u>\$ 27,878,985</u></u>	<u><u>\$ 5,460,093</u></u>	<u><u>\$ 4,439,936</u></u>	<u><u>\$ 37,779,014</u></u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 67,907,429	\$ 70,726,316 ✓	\$ 2,818,887
Corporate personal property taxes	1,608,231	1,672,444 ✓	64,213
Tuition	347,000	389,715 ✓	42,715
Earnings on investments	111,000	46,972 ✓	(64,028)
Food services	2,071,760	1,632,022 ✓	(439,738)
Pupil activities and textbooks	1,396,112	1,379,919 ✓	(16,193)
Other	210,035	313,967 ✓	103,932
Total local sources	73,651,567	76,161,355	2,509,788
State sources:			
Unrestricted:			
General state aid	2,063,607	2,009,540 ✓	(54,067)
Restricted:			
Special education	2,395,631	3,558,363 ✓	1,162,732
Vocational education	-	993	993
Bilingual education	50,011	79,080	29,069
School lunch aid	4,356	13,095	8,739
Driver education	82,458	155,874	73,416
Reading improvement	-	-	-
Prekindergarten program for at risk students	84,672	100,680	16,008
ADA safety and education block grant	29,275	-	(29,275)
On behalf payments - State of Illinois	12,180,353	12,471,611 ✓	291,258
Other grants-in-aid	30,000	101,483	71,483
Total state sources	\$ 16,920,363	\$ 18,490,719	\$ 1,570,356

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Federal sources:			
Restricted:			
School lunch programs	\$ 287,745	\$ 396,251	\$ 108,506
Title I	170,783	290,325	119,542
Safe and drug free schools	14,456	7,912	(6,544)
Education for handicapped	2,101,242	2,284,176	182,934
General state aid - education stabilization	382,192	-	(382,192)
ARRA-Jobs	-	293,251	293,251
Title III	67,000	62,240	(4,760)
Title II	132,961	127,437	(5,524)
Medicaid matching/administrative outreach	269,419	128,713	(140,706)
Other	100,000	68,982	(31,018)
Total federal sources	3,525,798	3,659,287✓	133,489
Total revenues	94,097,728	98,311,361	4,213,633
EXPENDITURES			
Current operating:			
Instruction:			
Regular programs:			
Salaries	33,957,580	35,090,730	(1,133,150)
Employee benefits	16,759,789	16,207,424	552,365
Purchased services	193,840	253,691	(59,851)
Supplies and materials	1,917,432	1,038,733	878,699
Capital outlay	45,000	398,979	(353,979)
Other	58,235	6,504	51,731
Non-capitalized equipment	53,715	32,207	21,508
Total	52,985,591	53,028,268	(42,677)
Special education programs:			
Salaries	7,305,961	7,473,196	(167,235)
Employee benefits	1,406,833	1,414,539	(7,706)
Purchased services	410,947	1,814,198	(1,403,251)
Supplies and materials	533,714	413,166	120,548
Other	-	490	(490)
Non-capitalized equipment	32,000	12,219	19,781
Total	\$ 9,689,455	\$ 11,127,808	\$ (1,438,353)

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Special education pre-k programs:			
Salaries	\$ 1,224,994	\$ 1,214,321	\$ 10,673
Employee benefits	155,084	158,743	(3,659)
Purchased services	19,570	5,182	14,388
Supplies and materials	76,333	87,171	(10,838)
Other	750	384	366
Non-capitalized equipment	2,000	5,187	(3,187)
Total	1,478,731	1,470,988	7,743
Educationally deprived/remedial programs:			
Salaries	90,000	110,579	(20,579)
Employee benefits	21,042	56,737	(35,695)
Purchased services	42,000	8,749	33,251
Supplies and materials	66,458	20,529	45,929
Non-capitalized equipment	25,000	-	25,000
Total	244,500	196,594	47,906
CTE programs:			
Salaries	1,403,698	1,492,846	(89,148)
Employee benefits	183,908	176,065	7,843
Purchased services	42,766	5,724	37,042
Supplies and materials	74,145	76,132	(1,987)
Other	25,190	21,650	3,540
Non-capitalized equipment	3,500	15,691	(12,191)
Total	1,733,207	1,788,108	(54,901)
Interscholastic programs:			
Salaries	960,789	964,815	(4,026)
Employee benefits	39,625	36,132	3,493
Purchased services	139,361	148,377	(9,016)
Supplies and materials	57,218	54,150	3,068
Other	3,200	2,550	650
Total	1,200,193	1,206,024	(5,831)
Summer school:			
Salaries	396,000	438,262	(42,262)
Employee benefits	3,234	3,870	(636)
Purchased services	-	3,098	(3,098)
Supplies and materials	51,000	16,833	34,167
Total	\$ 450,234	\$ 462,063	\$ (11,829)

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Gifted:			
Salaries	\$ 465,132	\$ 406,446	\$ 58,686
Employee benefits	77,084	73,300	3,784
Purchased services	2,550	2,314	236
Supplies and materials	4,475	3,330	1,145
Other	540	-	540
Total	549,781	485,390	64,391
Bilingual:			
Salaries	977,456	963,218	14,238
Employee benefits	131,295	116,985	14,310
Purchased services	12,200	3,646	8,554
Supplies and materials	38,000	21,089	16,911
Non-capitalized equipment	2,400	-	2,400
Total	1,161,351	1,104,938	56,413
Pre-K programs private tuition:			
Other	-	(109,532)	109,532
Total	-	(109,532)	109,532
Special education K-12 private tuition:			
Other	1,080,000	1,909,058	(829,058)
Total	1,080,000	1,909,058	(829,058)
Total instruction	70,573,043	72,669,707	(2,096,664)
Support services:			
Pupils:			
Attendance and social work:			
Salaries	1,016,037	1,020,857	(4,820)
Employee benefits	93,070	98,468	(5,398)
Purchased services	-	30	(30)
Supplies and materials	233	192	41
Total	\$ 1,109,340	\$ 1,119,547	\$ (10,207)

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Guidance services:			
Salaries	\$ 1,592,126	\$ 1,689,375	\$ (97,249)
Employee benefits	182,675	157,030	25,645
Purchased services	200	-	200
Supplies and materials	7,091	11,768	(4,677)
Other	860	1,480	(620)
Total	1,782,952	1,859,653	(76,701)
Health services:			
Salaries	311,129	319,739	(8,610)
Employee benefits	73,459	74,001	(542)
Purchased services	514,436	547,696	(33,260)
Supplies and materials	9,250	8,813	437
Total	908,274	950,249	(41,975)
Psychological services:			
Salaries	583,543	496,732	86,811
Employee benefits	54,722	48,459	6,263
Purchased services	-	150	(150)
Total	638,265	545,341	92,924
Speech pathology and audiology services:			
Salaries	901,600	968,189	(66,589)
Employee benefits	112,445	97,613	14,832
Purchased services	150	60	90
Supplies and materials	-	105	(105)
Total	1,014,195	1,065,967	(51,772)
Total pupils	5,453,026	5,540,757	(87,731)
Instructional staff:			
Improvement of instruction services:			
Salaries	1,683,120	1,665,902	17,218
Employee benefits	360,102	452,251	(92,149)
Purchased services	606,499	227,627	378,872
Supplies and materials	343,400	164,155	179,245
Capital outlay	230,000	116,613	113,387
Other	2,750	439	2,311
Non-capitalized equipment	142,500	131,723	10,777
Total	\$ 3,368,371	\$ 2,758,710	\$ 609,661

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Educational media services:			
Salaries	\$ 693,651	\$ 764,589	\$ (70,938)
Employee benefits	164,733	144,922	19,811
Purchased services	36,150	7,764	28,386
Supplies and materials	286,159	176,642	109,517
Other	72,245	49,797	22,448
Total	1,252,938	1,143,714	109,224
Assessment & testing:			
Salaries	-	7,854	(7,854)
Employee benefits	-	69	(69)
Purchased services	-	65,058	(65,058)
Supplies and materials	-	3,697	(3,697)
Total	-	76,678	(76,678)
Total instructional staff	4,621,309	3,979,102	642,207
General administration:			
Board of education:			
Salaries	60,500	62,663	(2,163)
Employee benefits	3,803	4,533	(730)
Purchased services	469,221	432,241	36,980
Supplies and materials	22,200	27,947	(5,747)
Other	20,200	32,370	(12,170)
Total	575,924	559,754	16,170
Executive administration:			
Salaries	265,125	274,345	(9,220)
Employee benefits	52,923	57,662	(4,739)
Purchased services	6,000	7,717	(1,717)
Supplies and materials	5,680	716	4,964
Other	16,000	4,901	11,099
Total	345,728	345,341	387
Total general administration	\$ 921,652	\$ 905,095	\$ 16,557

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
School administration:			
Office of the principal:			
Salaries	\$ 3,727,609	\$ 3,747,168	\$ (19,559)
Employee benefits	817,632	935,138	(117,506)
Purchased services	57,169	38,803	18,366
Supplies and materials	82,319	79,458	2,861
Other	20,678	14,612	6,066
Total	4,705,407	4,815,179	(109,772)
Total school administration	4,705,407	4,815,179	(109,772)
Business:			
Business support services:			
Salaries	191,392	200,363	(8,971)
Employee benefits	33,942	28,251	5,691
Purchased services	1,500	9,021	(7,521)
Supplies and materials	600	542	58
Other	2,000	1,310	690
Total	229,434	239,487	(10,053)
Fiscal services:			
Salaries	330,500	311,025	19,475
Employee benefits	88,598	72,028	16,570
Purchased services	48,000	26,436	21,564
Supplies and materials	15,000	14,266	734
Other	60,000	79,438	(19,438)
Total	542,098	503,193	38,905
Operation and maintenance of plant services:			
Purchased services	603,000	460,627	142,373
Total	603,000	460,627	142,373
Pupil transportation services:			
Purchased services	-	2,686	(2,686)
Total	\$ -	\$ 2,686	\$ (2,686)

GENERAL FUND

To account for resources traditionally associated with government operations which are not required to be accounted for in another fund, the District maintains the following legally mandated accounts within the General Fund:

Educational Account - To account for most of the instructional and administrative aspects of the District's operations.

Operations and Maintenance Account - To account for repair and maintenance of the District's property.

Working Cash Account - To account for financial resources held by the District to be used as loans for working capital requirements to any other fund for which taxes are levied.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Food services:			
Salaries	\$ 767,389	\$ 803,803	\$ (36,414)
Employee benefits	188,087	173,940	14,147
Purchased services	7,050	1,941	5,109
Supplies and materials	935,575	849,028	86,547
Capital outlay	20,000	19,703	297
Other	8,000	7,131	869
Non-capitalized equipment	10,000	1,500	8,500
Total	1,936,101	1,857,046	79,055
Total business	3,310,633	3,063,039	247,594
Central:			
Planning, R&D, and evaluation:			
Salaries	27,200	0	27,200
Purchased services	143,575	(66,816)	210,391
Supplies and materials	10,700	-	10,700
Total	181,475	(66,816)	248,291
Information services:			
Salaries	147,371	175,302	(27,931)
Employee benefits	28,366	27,273	1,093
Purchased services	30,500	14,130	16,370
Supplies and materials	5,300	3,797	1,503
Other	1,000	944	56
Total	212,537	221,446	(8,909)
Staff services:			
Salaries	509,996	440,914	69,082
Employee benefits	68,786	69,967	(1,181)
Purchased services	1,500	7,611	(6,111)
Supplies and materials	5,300	4,562	738
Other	6,000	15,905	(9,905)
Total	\$ 591,582	\$ 538,959	\$ 52,623

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Data processing services:			
Salaries	\$ 250,000	\$ -	\$ 250,000
Employee benefits	18,894	-	18,894
Purchased services	50,000	18,622	31,378
Supplies and materials	169,500	121,402	48,098
Other	610	395	215
Total	489,004	140,419	348,585
Total central	1,474,598	834,008	640,590
Other support services:			
Purchased services	-	887,645	(887,645)
Capital outlay	1,006,725	-	1,006,725
Total	1,006,725	887,645	119,080
Total support services	21,493,350	20,024,825	1,468,525
Non-programmed charges:			
Payments for regular programs			
Tuition	3,000	-	3,000
Total	3,000	-	3,000
Non-programmed charges:			
Payments for special education programs			
Tuition	914,026	928,440	(14,414)
Total non-programmed charges	917,026	928,440	(11,414)
Provision for contingencies	50,000	-	50,000
Total expenditures	93,033,419	93,622,972	(589,553)
Excess of revenues over expenditures	\$ 1,064,309	\$ 4,688,389	\$ 3,624,080

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
EDUCATIONAL ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
OTHER FINANCING SOURCES (USES)			
Capital lease proceeds	\$ -	\$ 336,445	\$ 336,445
Transfers out	(1,142,536)	(1,115,733)	26,803
Total other financing sources (uses)	(1,142,536)	(779,288)	363,248
Net changes in fund balance	<u>\$ (78,227)</u>	3,909,101	<u>\$ 3,987,328</u>
Fund balance at beginning of year		<u>23,969,884</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 27,878,985</u>	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
OPERATIONS AND MAINTENANCE ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 8,829,617	\$ 9,184,037	\$ 354,420
Earnings on investments	10,000	12,497	2,497
Rentals	103,024	72,496	(30,528)
Donations	350,000	123,420	(226,580)
Other	-	5,559	5,559
Total local sources	9,292,641	9,398,009	105,368
State sources:			
Unrestricted:			
General state aid	150,000	154,606	4,606
Total state sources	150,000	154,606	4,606
Total revenues	9,442,641	9,552,615	109,974
EXPENDITURES			
Current operating:			
Support services:			
Operations and maintenance of plant services:			
Salaries	4,524,675	4,464,187	60,488
Employee benefits	623,698	733,585	(109,887)
Purchased services	2,563,144	2,496,604	66,540
Supplies and materials	725,000	740,350	(15,350)
Capital outlay	100,000	55,248	44,752
Non capitalized equipment	50,000	1,349	48,651
Total	8,586,517	8,491,323	95,194
Total support services	\$ 8,586,517	\$ 8,491,323	\$ 95,194

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
OPERATIONS AND MAINTENANCE ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Total expenditures	\$ 8,586,517	\$ 8,491,323	\$ 95,194
Excess of revenues over expenditures	856,124	1,061,292	205,168
OTHER FINANCING USES			
Transfers out	(862,080)	(862,080)	-
Total other financing uses	(862,080)	(862,080)	-
Net changes in fund balance	\$ (5,956)	199,212	\$ 205,168
Fund balance at beginning of year		5,260,881	
FUND BALANCE AT END OF YEAR		\$ 5,460,093	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
WORKING CASH ACCOUNT
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 20,154	\$ 22,229	2,075
Earnings on investments	4,800	5,817	1,017
Total local sources	24,954	28,046	3,092
Total revenues	24,954	28,046	3,092
Excess of revenues over expenditures	<u>\$ 24,954</u>	28,046	<u>\$ 3,092</u>
Fund balance at beginning of year		<u>4,411,890</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 4,439,936</u>	

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

To account for proceeds from specific revenue sources which are designated to finance expenditures for specific purposes, the District maintains the following Special Revenue Funds:

Transportation Fund - To account for activity relating to student transportation to and from school.

Municipal Retirement/Social Security Fund - To account for the District's portion of pension contributions to the Illinois Municipal Retirement Fund and Social Security for noncertified employees.

DEBT SERVICE FUND

Debt Service Fund - To account for the accumulation of, resources for, and the payment of, general long-term debt principal, interest and related costs.

CAPITAL PROJECTS FUND

Capital Projects Fund - To account for financial resources to be used for the acquisition or construction of major capital facilities.

Fire Prevention and Safety Fund - To account for financial resources to be used for the acquisition, construction, and or additions related to qualifying fire prevention and safety projects.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2011

	Transportation	Municipal Retirement/ Social Security	Capital Projects	Debt Service	Fire Prevention and Safety	Total Nonmajor Governmental Funds
<u>ASSETS</u>						
Assets:						
Cash and investments	\$ 17,570	\$ 499,790	\$ 2,090,809	\$ 2,304,021	\$ 1,065,342	\$ 5,977,532
Receivables:						
Property taxes	712,333	1,279,954	-	4,298,585	-	6,290,872
Due from other governments	475,680	-	-	-	-	475,680
TOTAL ASSETS	<u>\$ 1,205,583</u>	<u>\$ 1,779,744</u>	<u>\$ 2,090,809</u>	<u>\$ 6,602,606</u>	<u>\$ 1,065,342</u>	<u>\$ 12,744,084</u>
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities:						
Accounts payable	\$ 155,643	\$ -	\$ -	\$ -	\$ -	\$ 155,643
Deferred revenue	666,038	1,196,768	-	4,019,209	-	5,882,015
Total Liabilities	<u>821,681</u>	<u>1,196,768</u>	<u>-</u>	<u>4,019,209</u>	<u>-</u>	<u>6,037,658</u>
Fund Balances:						
Restricted reported in:						
Special Revenue Funds	383,902	582,976	-	-	-	966,878
Debt Service Funds	-	-	-	2,583,397	-	2,583,397
Capital Project Funds	-	-	2,090,809	-	1,065,342	3,156,151
Total Fund Balances	<u>383,902</u>	<u>582,976</u>	<u>2,090,809</u>	<u>2,583,397</u>	<u>1,065,342</u>	<u>6,706,426</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,205,583</u>	<u>\$ 1,779,744</u>	<u>\$ 2,090,809</u>	<u>\$ 6,602,606</u>	<u>\$ 1,065,342</u>	<u>\$ 12,744,084</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2011

	Transportation	Municipal Retirement/ Social Security	Capital Projects	Working Cash
REVENUES				
Local sources	\$ 1,408,595	\$ 2,765,588	\$ 788	\$ -
State sources	1,788,298	219,025	-	-
Federal sources	-	-	-	-
Total Revenues	<u>3,196,893</u>	<u>2,984,613</u>	<u>788</u>	<u>-</u>
EXPENDITURES				
Current operating:				
Instruction	-	1,199,188	-	-
Support services	3,040,495	1,676,166	854,402	-
Debt service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Total Expenditures	<u>3,040,495</u>	<u>2,875,354</u>	<u>854,402</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>156,398</u>	<u>109,259</u>	<u>(853,614)</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	156,398	109,259	(853,614)	-
Fund balances at beginning of year	227,504	473,717	2,944,423	4,411,890
Fund balance reclassification	-	-	-	(4,411,890)
Fund balances at beginning of year, as restated	<u>227,504</u>	<u>473,717</u>	<u>2,944,423</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 383,902</u>	<u>\$ 582,976</u>	<u>\$ 2,090,809</u>	<u>\$ -</u>

<u>Debt Service</u>	<u>Fire Prevention and Safety</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 8,519,006	\$ 9	\$ 12,693,986
-	-	2,007,323
-	-	-
<u>8,519,006</u>	<u>9</u>	<u>14,701,309</u>
-	-	1,199,188
-	-	5,571,063
3,667,551	-	3,667,551
<u>6,223,081</u>	<u>-</u>	<u>6,223,081</u>
<u>9,890,632</u>	<u>-</u>	<u>16,660,883</u>
<u>(1,371,626)</u>	<u>9</u>	<u>(1,959,574)</u>
<u>1,977,813</u>	<u>-</u>	<u>1,977,813</u>
<u>1,977,813</u>	<u>-</u>	<u>1,977,813</u>
606,187	9	18,239
1,977,210	1,065,333	11,100,077
-	-	(4,411,890)
<u>1,977,210</u>	<u>1,065,333</u>	<u>6,688,187</u>
<u>\$ 2,583,397</u>	<u>\$ 1,065,342</u>	<u>\$ 6,706,426</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TRANSPORTATION FUND
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 1,326,402	\$ 1,406,123	\$ 79,721
Earnings on investments	4,000	472	(3,528)
Other	-	2,000	2,000
Total local sources	1,330,402	1,408,595	78,193
State sources:			
Unrestricted:			
General state aid	720,117	837,598	117,481
Restricted:			
Transportation aid	718,496	950,700	232,204
Total state sources	1,438,613	1,788,298	349,685
Federal sources:			
Other	404	-	(404)
Total revenues	2,769,419	3,196,893	427,474
EXPENDITURES			
Current operating:			
Support services:			
Pupil transportation services:			
Salaries	105,125	115,605	(10,480)
Employee benefits	10,590	10,880	(290)
Purchased services	2,537,130	2,728,261	(191,131)
Supplies and materials	115,000	178,954	(63,954)
Capital outlay	-	6,795	(6,795)
Total support services	2,767,845	3,040,495	(272,650)
Total expenditures	2,767,845	3,040,495	(272,650)
Excess of revenues over expenditures	\$ 1,574	156,398	\$ 154,824
Fund balance at beginning of year		227,504	
FUND BALANCE AT END OF YEAR		\$ 383,902	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 1,477,130	\$ 1,537,399	\$ 60,269
Social security/medicare only levy	988,529	1,027,941	39,412
Corporate personal property replacement taxes	200,000	200,000	-
Earnings on investments	1,500	248	(1,252)
Total local sources	2,667,159	2,765,588	98,429
State sources:			
Unrestricted:			
General state aid	216,276	219,025	2,749
Total state sources	216,276	219,025	2,749
Total revenues	2,883,435	2,984,613	101,178
EXPENDITURES			
Current operating:			
Instruction:			
Regular programs	643,691	573,685	70,006
Special education programs	430,765	526,549	(95,784)
Special education pre-k programs	55,610	-	55,610
Educationally deprived/remedial programs	2,323	1,392	931
CTE programs	18,403	21,270	(2,867)
Interscholastic programs	33,576	38,818	(5,242)
Summer school programs	19,369	18,142	1,227
Gifted programs	4,935	5,513	(578)
Bilingual programs	5,230	13,819	(8,589)
Total instruction	1,213,902	1,199,188	14,714
Support services:			
Pupils:			
Attendance and social work services	13,650	14,775	(1,125)
Guidance services	30,675	23,540	7,135
Health services	48,277	53,569	(5,292)
Psychological services	7,152	9,362	(2,210)
Speech pathology and audiology services	12,701	13,471	(770)
Total pupils	\$ 112,455	\$ 114,717	\$ (2,262)

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Instructional staff:			
Improvement of instruction services	\$ 150,603	\$ 200,712	\$ (50,109)
Educational media services	54,632	49,031	5,601
Total instructional staff	205,235	249,743	(44,508)
General administration:			
Board of education services	9,873	10,458	(585)
Executive administration services	13,463	14,326	(863)
Total general administration	23,336	24,784	(1,448)
School administration:			
Office of the principal services	239,632	254,219	(14,587)
Total school administration	239,632	254,219	(14,587)
Business:			
Direction of business support services	10,355	8,967	1,388
Fiscal services	71,237	52,894	18,343
Operation and maintenance of plant services	745,926	753,098	(7,172)
Pupil transportation services	10,411	14,985	(4,574)
Food services	124,824	126,102	(1,278)
Total business	962,753	956,046	6,707
Central:			
Planning, research, development & evaluation	220	449	(229)
Information services	27,981	29,907	(1,926)
Staff services	27,373	46,301	(18,928)
Data processing services	12,744	-	12,744
Total central	68,318	76,657	(8,339)
Total support services	\$ 1,611,729	\$ 1,676,166	\$ (64,437)

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
Total expenditures	\$ 2,825,631	\$ 2,875,354	\$ (49,723)
Excess of revenues over expenditures	<u>\$ 57,804</u>	109,259	<u>\$ 51,455</u>
Fund balance at beginning of year		<u>473,717</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 582,976</u>	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 8,197,585	\$ 8,517,325	\$ 319,740
Earnings on investments	4,000	1,681	(2,319)
Total local sources	8,201,585	8,519,006	317,421
Total revenues	8,201,585	8,519,006	317,421
EXPENDITURES			
Debt service:			
Principal retirement	3,762,536	3,667,551	94,985
Interest on bonds	6,154,971	6,223,081	(68,110)
Total expenditures	9,917,507	9,890,632	26,875
Excess (deficiency) of revenues over expenditures	(1,715,922)	(1,371,626)	344,296
OTHER FINANCING SOURCES			
Transfers in	2,004,616	1,977,813	(26,803)
Total other financing sources	2,004,616	1,977,813	(26,803)
Net changes in fund balance	\$ 288,694	606,187	\$ 317,493
Fund balance at beginning of year		1,977,210	
FUND BALANCE AT END OF YEAR		\$ 2,583,397	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Earnings on investments	\$ 15,000	\$ 788	\$ (14,212)
Total local sources	15,000	788	(14,212)
Total revenues	15,000	788	(14,212)
EXPENDITURES			
Current operating:			
Support services:			
Facilities acquisition and construction:			
Purchased services	792,000	770,438	21,562
Supplies and materials	-	68,781	(68,781)
Capital outlay	-	15,183	(15,183)
Total support services	792,000	854,402	(62,402)
Total expenditures	792,000	854,402	(62,402)
Excess (deficiency) of revenues over expenditures	\$ (777,000)	(853,614)	\$ (76,614)
Fund balance at beginning of year		2,944,423	
FUND BALANCE AT END OF YEAR		\$ 2,090,809	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FIRE PREVENTION AND SAFETY FUND
YEAR ENDED JUNE 30, 2011

	2011		
	Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Earnings on investments	\$ 3,000	\$ 9	\$ (2,991)
Total local sources	3,000	9	(2,991)
Total revenues	3,000	9	(2,991)
EXPENDITURES			
Current operating:			
Total expenditures	-	-	-
Excess of revenues over expenditures	\$ 3,000	9	\$ (2,991)
Fund balance at beginning of year		1,065,333	
FUND BALANCE AT END OF YEAR		\$ 1,065,342	

AGENCY FUNDS

Student Activity Funds - To account for assets held by the District in a trustee capacity as an agent for student organizations and employees.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND - ACTIVITY FUNDS
YEAR ENDED JUNE 30, 2011

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Assets:				
Cash	<u>\$ 1,065,287</u>	<u>\$ 2,316,562</u>	<u>\$ 2,303,654</u>	<u>\$ 1,078,195</u>
Liabilities:				
Due to organizations	<u>\$ 1,065,287</u>	<u>\$ 2,316,562</u>	<u>\$ 2,303,654</u>	<u>\$ 1,078,195</u>

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STATISTICAL SECTION (UNAUDITED)

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
NET ASSETS BY COMPONENT
LAST NINE FISCAL YEARS

	2011	2010	2009	2008	2007
Governmental activities					
Invested in capital assets, net of related debt	\$ 10,533,210	\$ 13,059,607	\$ 19,508,444	\$ 51,510,631	\$ 56,666,180
Restricted	6,706,426	6,389,100	5,999,014	4,804,570	3,279,180
Unrestricted	31,720,291	27,503,707	26,111,572	20,369,859	17,912,152
Total governmental activities net assets	<u>\$ 48,959,927</u>	<u>\$ 46,952,414</u>	<u>\$ 51,619,030</u>	<u>\$ 76,685,060</u>	<u>\$ 77,857,512</u>

Note: Due to the implementation of GASB Statement #34 in 2003, only nine years data is available.

Note: Certain amounts were reclassified between the components of net assets for 2003 to conform to the current presentation.

Source of Information: Annual Financial Statements

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 60,615,001	\$ 62,641,231	\$ 71,172,404	\$ 63,929,247
4,381,904	6,584,455	5,788,330	12,398,513
<u>13,392,667</u>	<u>11,303,897</u>	<u>9,427,577</u>	<u>14,471,196</u>
<u>\$ 78,389,572</u>	<u>\$ 80,529,583</u>	<u>\$ 86,388,311</u>	<u>\$ 90,798,956</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS

	2011	2010	2009	2008
Expenses				
Governmental activities				
Instruction:				
Regular programs	\$ 45,495,078	\$ 48,012,216	\$ 44,224,328	\$ 42,035,735
Special programs	20,303,333	17,570,703	14,092,250	11,053,358
Other instructional programs	928,440	857,011	789,664	4,162,434
State retirement contributions	12,471,611	12,181,055	8,394,393	6,237,078
Support services:				
Pupils	5,655,474	5,291,907	4,769,357	4,911,688
Instructional staff	4,307,345	5,116,894	3,433,586	3,256,339
General administration	929,879	861,793	858,464	893,024
School administration	5,172,851	5,044,546	4,373,424	4,475,613
Business	3,680,454	5,453,798	6,472,469	2,751,459
Operations and maintenance	8,685,788	9,427,279	8,767,465	12,576,150
Transportation	3,043,181	2,891,108	2,715,133	2,086,709
Central	910,665	1,130,338	1,327,380	2,102,620
Other supporting services	887,645	743,735	660,190	722,847
Unallocated depreciation	1,403,638	1,517,355	1,283,031	1,875,439
Nonprogrammed Charges	-	-	-	-
Interest and fees	6,710,436	6,812,858	6,344,589	6,552,420
Total governmental activities expenses	120,585,818	122,912,596	108,505,723	105,692,913
Program revenues				
Governmental activities				
Charges for services				
Instruction:				
Regular programs	2,940,415	3,150,449	3,926,851	7,439,261
Special programs	6,077,563	5,363,824	4,640,847	-
State retirement contributions	12,471,611	12,181,055	8,394,393	6,237,078
Support services:				
Transportation	952,700	932,424	603,605	668,045
Business	2,041,368	2,034,186	2,026,576	2,202,182
Operations and maintenance	201,475	74,420	90,648	83,103
Pupils	-	-	-	20,125
Instructional staff	127,437	211,345	425,853	157,448
Total governmental activities program revenues	24,812,569	23,947,703	20,108,773	16,807,242
Net expense	(95,773,249)	(98,964,893)	(88,396,950)	(88,885,671)
Governmental activities				
General revenues				
Taxes:				
Real estate taxes, levied for general purposes	79,932,582	76,209,712	73,109,873	61,222,533
Real estate taxes, levied for specific purposes	3,971,463	3,724,253	3,804,282	12,150,706
Real estate taxes, levied for debt service	8,517,325	7,821,792	7,327,656	6,931,836
Personal property replacement taxes	1,872,444	1,646,539	2,035,298	2,326,666
Federal and state aid	3,349,482	3,451,738	2,630,841	2,859,140
Investment earnings	68,484	155,033	809,558	2,032,204
Miscellaneous	68,982	1,289,210	72,539	190,134
Extraordinary item	-	-	-	-
Total governmental activities general revenues and extraordinary item	97,780,762	94,298,277	89,790,047	87,713,219
Change in net assets	\$ 2,007,513	\$ (4,666,616)	\$ 1,393,097	\$ (1,172,452)

Note: Due to the implementation of GASB Statement #34 in 2003, only nine years data is available.

Source of Information: Annual Financial Statements

2007	2006	2005	2004	2003
\$ 40,312,504	\$ 37,772,824	\$ 36,379,229	\$ 34,177,802	\$ 31,941,143
9,737,840	8,924,544	8,321,406	7,567,275	7,357,187
4,135,885	4,127,905	4,189,882	3,988,335	3,803,849
4,289,879	2,198,818	4,705,738	4,982,826	4,711,746
4,531,388	4,360,713	4,074,102	3,772,625	3,318,329
3,392,927	2,348,897	2,450,492	2,306,432	2,182,520
917,780	1,829,691	1,532,281	1,545,750	1,362,104
4,365,226	4,038,744	4,044,882	3,685,336	3,655,680
3,033,125	2,569,632	2,321,920	2,530,494	3,219,314
10,758,198	9,264,377	8,675,578	8,929,024	8,930,130
2,091,984	2,292,640	2,127,541	2,236,600	2,291,828
1,646,942	1,522,306	1,440,682	1,346,194	888,423
759,455	7	227,326	-	-
1,745,131	1,695,185	1,630,301	1,427,591	1,252,197
-	-	-	-	449,466
6,821,477	3,835,699	4,148,956	3,916,703	4,084,975
98,539,741	86,781,982	86,270,316	82,412,987	79,448,891
6,827,411	6,283,818	6,066,446	5,633,914	5,450,683
-	-	-	-	-
4,289,879	2,198,818	4,705,738	4,982,826	4,711,746
609,198	666,993	673,158	791,245	775,107
1,953,205	2,086,476	1,637,642	1,330,610	2,522,325
89,022	83,107	69,549	44,056	37,848
23,373	25,672	21,058	29,508	32,244
187,032	156,747	129,993	218,125	119,489
13,979,120	11,501,631	13,303,584	13,030,284	13,649,442
(84,560,621)	(75,280,351)	(72,966,732)	(69,382,703)	(65,799,449)
57,726,673	49,999,033	44,447,821	42,461,180	54,145,078
11,574,162	11,676,172	11,521,559	11,224,618	1,737,572
6,520,537	6,155,488	6,250,960	5,695,858	-
2,175,730	1,994,228	1,573,406	1,488,426	955,909
2,555,091	2,381,614	2,215,882	2,078,383	1,870,653
3,218,833	867,270	396,412	219,379	1,183,967
257,535	66,535	701,964	965,901	63,345
-	-	-	838,313	40,099
84,028,561	73,140,340	67,108,004	64,972,058	59,996,623
\$ (532,060)	\$ (2,140,011)	\$ (5,858,728)	\$ (4,410,645)	\$ (5,802,826)

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2011	2010	2009	2008
General Fund				
Nonspendable	\$ 33,038			
Unassigned	<u>37,745,976</u>			
Total general fund	<u>\$ 37,779,014</u>			
All Other Governmental Funds				
Restricted, reported in:				
Capital projects funds	\$ 3,156,151			
Debt service funds	2,583,397			
Special revenue funds	<u>966,878</u>			
Total all other governmental funds	<u>\$ 6,706,426</u>			
General Fund				
Reserved		\$ -	\$ -	\$ 91,673
Unreserved		<u>29,230,765</u>	<u>26,427,125</u>	<u>14,593,124</u>
Total general fund		<u>29,230,765</u>	<u>26,427,125</u>	<u>14,684,797</u>
All Other Governmental Funds				
Unreserved, reported in:				
Capital projects funds		4,009,756	10,858,252	8,815,714
Debt service funds		1,977,210	1,627,470	1,376,881
Special revenue funds		<u>5,113,111</u>	<u>5,725,642</u>	<u>15,488,752</u>
Total all other governmental funds		<u>\$ 11,100,077</u>	<u>\$ 18,211,364</u>	<u>\$ 25,681,347</u>

Source of Information: Annual Financial Statements

Note: Starting in fiscal year 2011 the Working Cash and Tort Immunity Accounts are reported in the General Fund. In 2011 the District implemented GASB #54. Amounts prior to fiscal year 2011 have not been restated for GASB Statement #54.

2007	2006	2005	2004	2003	2002
\$ 92,270	\$ 104,533	\$ 76,527	\$ 86,843	\$ 272,536	\$ 587,813
8,923,903	5,112,705	3,925,191	5,585,508	6,009,087	12,225,970
<u>9,016,173</u>	<u>5,217,238</u>	<u>4,001,718</u>	<u>5,672,351</u>	<u>6,281,623</u>	<u>12,813,783</u>
26,751,535	42,162,936	3,601,916	5,412,499	10,624,541	39,248,372
1,688,130	3,805,742	1,499,467	353,050	(442,629)	419,056
15,904,856	8,553,794	8,806,043	9,190,506	10,187,202	6,330,469
<u>\$ 44,344,521</u>	<u>\$ 54,522,472</u>	<u>\$ 13,907,426</u>	<u>\$ 14,956,055</u>	<u>\$ 20,369,114</u>	<u>\$ 45,997,897</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2011	2010	2009	2008
Revenues				
Local sources				
Taxes	\$ 86,591,814	\$ 89,402,296	\$ 86,277,109	\$ 82,631,741
Earnings on investments	68,484	155,033	809,558	2,598,211
Other local sources	11,621,098	5,080,101	3,830,170	3,805,950
Total local sources	98,281,396	94,637,430	90,916,837	89,035,902
State sources	20,652,648	19,300,170	15,278,102	13,429,093
Federal sources	3,659,287	4,292,453	3,703,881	2,621,473
Total revenues	122,593,331	118,230,053	109,898,820	105,086,468
Expenditures				
Current:				
Instruction	73,868,895	72,814,612	62,347,542	58,378,675
Supporting services	34,087,211	35,551,554	33,038,761	33,187,014
Nonprogrammed charges	928,440	857,011	789,664	11,699
Debt service				
Principal	3,667,551	3,065,102	1,829,728	1,625,157
Interest and other	6,223,081	6,339,559	6,047,961	6,094,518
Capital outlay	-	4,990,885	8,821,735	20,661,584
Total expenditures	118,775,178	123,618,723	112,875,391	119,958,647
Excess (deficiency) of revenue over expenditures	3,818,153	(5,388,670)	(2,976,571)	(14,872,179)
Other Financing Sources (Uses)				
Proceeds from borrowing	336,445	1,065,096	7,248,916	1,877,629
Payments to escrow agent	-	-	-	-
Sale of capital assets	-	15,927	-	-
Transfers in	1,977,813	1,930,463	5,921,020	-
Transfers out	(1,977,813)	(1,930,463)	(5,921,020)	-
Other	-	-	-	-
Total other financing sources (uses)	336,445	1,081,023	7,248,916	1,877,629
Net change in fund balances	\$ 4,154,598	\$ (4,307,647)	\$ 4,272,345	\$ (12,994,550)
Debt service as a percentage of noncapital expenditures	8.33%	7.93%	7.57%	7.77%

Source of information: Annual Financial Statements

2007	2006	2005	2004	2003	2002
\$ 77,997,102	\$ 69,824,921	\$ 63,793,746	\$ 60,870,082	\$ 56,838,559	\$ 55,240,876
2,866,940	665,907	390,497	391,416	1,265,370	2,432,154
3,696,220	3,353,804	3,536,774	3,347,856	1,941,144	1,905,493
84,560,262	73,844,632	67,721,017	64,609,354	60,045,073	59,578,523
10,853,479	8,628,217	10,650,675	10,836,422	11,548,368	32,415,672
2,242,047	1,967,759	2,033,981	1,890,290	2,093,928	1,275,197
97,655,788	84,440,608	80,405,673	77,336,066	73,687,369	93,269,392
53,894,219	48,755,826	48,471,788	46,486,869	44,663,173	42,519,702
30,686,363	27,842,986	26,551,074	26,080,834	25,610,079	23,979,756
5,507	990	408,072	391,983	449,466	291,217
2,585,325	2,072,485	1,196,613	955,365	1,773,204	2,669,919
7,171,358	3,891,967	4,219,590	4,116,248	4,084,975	3,481,523
17,353,635	2,875,466	7,573,223	12,396,642	29,719,874	47,546,161
111,696,407	85,439,720	88,420,360	90,427,941	106,300,771	120,488,278
(14,040,619)	(999,112)	(8,014,687)	(13,091,875)	(32,613,402)	(27,218,886)
30,878,223	57,312,747	20,966,362	6,231,231	-	39,125,000
(23,466,620)	(14,483,069)	-	-	-	-
-	-	-	-	-	-
6,607,786	100,000	513,906	250,000	335,000	250,000
(6,607,786)	(100,000)	(513,906)	(250,000)	(335,000)	(250,000)
250,000	-	(15,670,937)	838,313	-	28,374
7,661,603	42,829,678	5,295,425	7,069,544	-	39,153,374
\$ (6,379,016)	\$ 41,830,566	\$ (2,719,262)	\$ (6,022,331)	\$ (32,613,402)	\$ 11,934,488
10.34%	7.22%	6.70%	6.50%	7.65%	8.43%

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ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
EQUALIZED ASSESSED VALUATION AND
ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX LEVY YEARS

Tax Levy Year	Equalized Assessed Valuation	Amount of Increase/ (Decrease) Over Previous Year	Percentage Increase/ (Decrease) Over Previous Year	Actual Estimated Value*
2010	\$ 2,451,020,582	\$ (201,498,265)	-7.60%	\$ 7,353,061,746
2009	2,652,518,847	(6,583,329)	-0.25%	7,957,556,541
2008	2,659,102,176	212,487,229	8.68%	7,977,306,528
2007	2,446,614,947	223,312,996	10.04%	7,339,844,841
2006	2,223,301,951	205,564,206	10.19%	6,669,905,853
2005	2,017,737,745	143,098,742	7.63%	6,053,213,235
2004	1,874,639,003	175,004,987	10.30%	5,623,917,009
2003	1,699,634,016	136,830,122	8.76%	5,098,902,048
2002	1,562,803,894	146,396,821	10.34%	4,688,411,682
2001	1,416,407,073	116,994,091	9.00%	4,249,221,219

* Equalized Assessed Valuation is one-third of the Actual Estimated Value.

Source of information: DuPage and Cook County Levy,
Rate and Extension Reports for the years 2001 to 2010

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NUMBER 205
DuPage and Cook Counties, Illinois

DIRECT AND OVERLAPPING TAX RATES, 2001-2010

	2010	2009	2008	2007
Overlapping Governments				
DuPage County	\$0.1554	\$0.1554	\$0.1557	\$0.1651
DuPage County Forest Preserve	0.1217	0.1217	0.1206	0.1187
DuPage Airport Authority	0.0148	0.0148	0.0160	0.0170
DuPage Water Commission	0.0000	0.0000	0.0000	0.0000
York Township	0.0334	0.0334	0.0326	0.0331
York Township Road District	0.0326	0.0326	0.0318	0.0323
City of Elmhurst	0.4336	0.4336	0.2416	0.2636
City of Elmhurst Public Library (Fund)	0.2737	0.2737	0.2608	0.2736
Elmhurst Park District	0.2737	0.2762	0.2713	0.2987
Community College District #502	<u>0.2135</u>	<u>0.2127</u>	<u>0.1858</u>	<u>0.1888</u>
Total Overlapping Governments	1.5524	1.5541	1.3162	1.3909
Elmhurst Community Unit School District 205	<u>3.7326</u>	<u>3.3246</u>	<u>3.2691</u>	<u>3.3604</u>
Total Tax Rate	<u>\$5.2850</u>	<u>\$4.8787</u>	<u>\$4.5853</u>	<u>\$4.7513</u>
Elmhurst Community Unit School District 205 percentage of total tax rate	71%	68%	71%	71%

Source: DuPage County Clerk

2006	2005	2004	2003	2002	2001
\$0.1713	\$0.1797	\$0.1850	\$0.1999	\$0.2154	\$0.2353
0.1303	0.1271	0.1358	0.1419	0.1534	0.1654
0.0183	0.0198	0.0213	0.0230	0.0248	0.0271
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0344	0.0352	0.0354	0.0368	0.0379	0.0402
0.0335	0.0343	0.0345	0.0359	0.0370	0.0392
0.2799	0.2958	0.3077	0.3259	0.3547	0.3727
0.2920	0.3104	0.3203	0.3384	0.3479	0.3311
0.3121	0.3148	0.3179	0.3172	0.4635	0.3408
<u>0.1929</u>	<u>0.1874</u>	<u>0.1972</u>	<u>0.2097</u>	<u>0.2179</u>	<u>0.1930</u>
1.4647	1.5045	1.5551	1.6287	1.8525	1.7448
<u>3.5276</u>	<u>3.6386</u>	<u>3.4073</u>	<u>3.5891</u>	<u>3.7858</u>	<u>4.0030</u>
<u>\$4.9923</u>	<u>\$5.1431</u>	<u>\$4.9624</u>	<u>\$5.2178</u>	<u>\$5.6383</u>	<u>\$5.7478</u>
71%	71%	69%	69%	67%	70%

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NUMBER 205
PRINCIPAL TAXPAYERS IN THE DISTRICT -DONE
CURRENT TAX YEAR AND TEN YEARS AGO

Name	Type of Business or Property	2010 Equalized Assessed Valuation*	Percent of District's Total EAV
# 1 Elmhurst Memorial Health Care and Hospit Hospital, medical building, parking lots and residen		\$ 20,923,790	0.85%
# 2 McMaster Carr Supply Co.	Supplies products used to maintain manufacturing plants and large commercial buildings	15,981,930	0.65%
# 3 Federal Construction Inc.	Strip mall including bank and gas station	12,218,290	0.50%
# 4 River Forest Country Club	Private member-owned recreational and social club	8,053,280	0.33%
# 5 CBRE - Management office	Office building	7,831,990	0.32%
# 6 UBS Realty Investors LLC	Numerous industrial buildings and warehouses	6,862,900	0.28%
# 7 Centerpoint Properties	Office building	6,851,020	0.28%
# 8 Buck Management Group LLC	Office building and vacant land	5,341,240	0.22%
# 9 Reed Travel Group	Information provider to the travel industry	5,125,260	0.21%
# 10 Victor Envelope Co.	Produces and distributes envelopes	4,290,000	0.18%
Total		\$ 93,479,700	3.81%

*Includes only those parcels with 2010 equalized asessed valuations of \$250,000 and over as recorded in the DuPage County Assessor's Office.

Source of information: DuPage County Clerk, Addison and York Township Assessor's Offices

1,268,380,161

Name	Type of Business or Property	2000 Equalized Assessed Valuation	Percent of District's Total EAV
# 1 The John Buck Company	Office building and vacant land	\$ 12,603,840	0.99%
# 2 Prime Group Realty Trust	Real estate investment trust	12,467,050	0.98%
# 3 Elmhurst Memorial Health	Hospital, medical building, parking lots and residence	10,308,520	0.81%
# 4 McMaster Carr Supply Co.	Supplies products used to maintain manufacturing plants and large commercial buildings	7,843,470	0.62%
# 5 Federal Construction	Strip mall including bank and gas station	7,659,860	0.60%
# 6 Commonwealth Edison	Electric utility services	7,144,250	0.56%
# 7 Korman/Leaderer Mgmt. Co.	Industrial and office development	6,761,550	0.53%
# 8 Aetna REI 3282	Office building	6,146,950	0.48%
# 9 River Forest Country Club	Private member-owned recreational and social club	5,855,900	0.46%
# 10 Keebler Company	Produces brand name snack food	4,694,080	0.37%
Total		\$ 81,485,470	6.42%

Source of information: DuPage County Assessor's Office.

Note: Valuations are obtained from the warrant book which provides details as to owner, valuation , tax bill amount, etc. for each parcel in the County. These books are searched, noting larger assessed valuations with the District. Since a taxpayer may own numerous parcels in the District, such a taxpayer may be overlooked. Thus the valuations presented herewith are noted as approximations.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
SCHEDULE OF PROPERTY TAX RATES, EXTENSIONS AND COLLECTIONS
LAST TEN TAX LEVY YEARS

	2010	2009	2008	2007
Rates extended:				
Educational	2.8160	2.5146	2.4820	2.5342
Special education	0.0370	0.0329	0.0324	0.0303
Operations and maintenance	0.3700	0.3313	0.3302	0.3393
Tort immunity	0.0000	0.0000	0.0000	0.0000
Transportation	0.0576	0.0498	0.0470	0.0584
Illinois municipal retirement/Social security	0.1035	0.0924	0.0907	0.1042
Bond and interest	0.3476	0.3029	0.2850	0.2920
Working Cash	0.0009	0.0008	0.0018	0.0020
Total rates extended	<u>3.7326</u>	<u>3.3247</u>	<u>3.2691</u>	<u>3.3604</u>
Property tax extensions:				
Educational	\$ 69,020,740	\$ 66,700,239	\$ 65,998,916	\$ 62,002,116
Special education	906,878	872,679	861,549	741,324
Operations and maintenance	9,068,776	8,787,795	8,780,355	8,301,365
Tort immunity	-	-	-	-
Transportation	1,411,788	1,320,954	1,249,778	1,428,823
Illinois municipal retirement/Social security	2,536,806	2,450,927	2,411,806	2,549,372
Bond and interest	8,519,747	8,034,480	7,578,441	7,144,116
Working Cash	22,059	21,220	47,864	48,932
Total levies extended	<u>\$ 91,486,794</u>	<u>\$ 88,188,294</u>	<u>\$ 86,928,710</u>	<u>\$ 82,216,048</u>
Current year collections	45,327,925	41,588,840	40,802,631	38,910,202
Subsequent collections	-	46,470,218	45,960,459	41,394,873
Total collections	<u>\$ 45,327,925</u>	<u>\$ 88,059,058</u>	<u>\$ 86,763,090</u>	<u>\$ 80,305,075</u>
Percentage of extensions collected	<u>49.55%</u>	<u>99.85%</u>	<u>99.81%</u>	<u>97.68%</u>

Source of information: DuPage County Clerk

2006	2005	2004	2003	2002	2001
2.6557	2.7380	2.4431	2.5468	2.7213	2.8840
0.0291	0.0300	0.0307	0.0320	0.0339	0.0359
0.3608	0.3719	0.3815	0.3976	0.4286	0.4542
0.0000	0.0000	0.0403	0.0419	0.0642	0.0680
0.0675	0.0695	0.0797	0.0845	0.0969	0.1026
0.1090	0.1122	0.1024	0.1052	0.1117	0.1182
0.3030	0.3145	0.3271	0.3785	0.3248	0.3355
0.0025	0.0025	0.0025	0.0026	0.0044	0.0046
3.5276	3.6386	3.4073	3.5891	3.7858	4.0030
\$ 59,029,401	\$ 55,245,659	\$ 45,789,067	\$ 40,616,697	\$ 39,666,144	\$ 39,756,752
646,818	605,321	575,386	510,340	494,132	494,892
8,019,659	7,503,967	7,150,149	6,340,976	6,247,348	6,261,275
-	-	755,311	668,227	935,790	937,399
1,500,352	1,402,328	1,493,753	1,347,617	1,412,431	1,414,370
2,422,790	2,263,902	1,919,201	1,677,743	1,628,159	1,629,420
6,734,913	6,345,785	6,130,573	6,036,367	4,734,342	4,624,962
55,569	50,443	46,855	41,465	64,135	63,412
\$ 78,409,501	\$ 73,417,406	\$ 63,860,296	\$ 57,239,432	\$ 55,182,482	\$ 55,182,482
38,862,978	36,422,930	32,445,022	28,411,230	26,120,701	26,120,701
36,958,394	31,407,763	29,775,318	27,471,420	27,609,116	27,609,116
\$ 75,821,372	\$ 67,830,693	\$ 62,220,340	\$ 55,882,650	\$ 53,729,817	\$ 53,729,817
96.70%	92.39%	97.43%	97.63%	97.37%	97.37%

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Tax Levy Year	General Obligation Bonds	Capital Leases	Debt Certificates	ISBE Tech Loans	Totals
2011	2010	\$ 125,643,882	\$ 1,025,792	\$ 5,600,000	\$ 70,027	\$ 132,339,701
2010	2009	127,668,882	1,598,918	6,195,000	208,007	135,670,807
2009	2008	129,188,882	1,356,163	6,740,000	385,768	137,670,813
2008	2007	131,435,625	1,889,932	-	126,167	133,451,724
2007	2006	132,402,507	250,417	-	208,210	132,861,134
2006	2005	127,290,850	260,351	-	-	127,551,201
2005	2004	85,448,966	387,836	-	-	85,836,802
2004	2003	81,507,730	205,886	-	-	81,713,616
2003	2002	76,143,193	336,251	-	-	76,479,444
2002	2001	77,135,000	549,455	-	-	77,684,455

Source of information: Annual Financial Statements

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
RATIO OF NET GENERAL BONDED DEBT TO EQUALIZED ASSESSED VALUATION
AND GENERAL BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Tax Levy Year	Net General Bonded Debt	Equalized Assessed Valuation	Percentage of Net General Bonded Debt to Assessed Valuation	Estimated population	Net General Bonded Debt Per Capita	Percentage of Net General Bonded Debt to Personal Income
2011	2010	\$ 123,060,485	2,451,020,582	5.02%	46,314	2,657	7.71%
2010	2009	125,691,672	2,652,518,847	4.74%	46,314	2,714	9.07%
2009	2008	127,561,412	2,659,102,176	4.80%	43,687	2,920	9.20%
2008	2007	130,058,744	2,446,614,947	5.32%	43,298	3,004	9.38%
2007	2006	130,714,377	2,223,301,951	5.88%	43,298	3,019	9.55%
2006	2005	123,485,108	2,017,737,745	6.12%	42,762	2,888	9.02%
2005	2004	83,949,499	1,874,639,003	4.48%	42,762	1,963	6.13%
2004	2003	81,154,680	1,699,634,016	4.77%	42,762	1,898	5.93%
2003	2002	76,143,193	1,562,803,894	4.87%	42,762	1,781	5.56%
2002	2001	76,715,944	1,416,407,073	5.42%	42,762	1,794	5.60%

Source of information: Annual Financial Statements

Note: Population estimates were based on official U.S. Census, Local, City, Village and School data.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NUMBER 205

DuPage and Cook Counties, Illinois
Overlapping General Obligation Bonded Debt
(As of June 30, 2011)

	2010 Real Estate Valuation	Assessed Value In District	Outstanding Bonds**	Estimated Percentage Applicable	Amount Applicable
DuPage County	\$40,351,156,012	\$2,449,204,438	\$49,170,000 (1)	6.0697%	\$2,984,471
DuPage County Forest Preserve	40,351,156,012	2,449,204,438	214,323,727 (1)(2)	6.0697%	13,008,807
DuPage Water Commission	36,445,606,936	2,449,204,438	0 (3)	6.7202%	0
Cook County	170,404,613,290	723,218	3,389,805,000	0.0004%	13,559
Cook County Forest Preserve	170,404,613,290	723,218	101,935,000	0.0004%	408
Metropolitan Water Reclamation District of Greater Chicago	166,918,065,845	723,218	2,493,150,090 (4)	0.0004%	9,973
Village of Addison	1,273,345,214	9,812,696	33,785,000	0.7706%	260,347
Village of Bensenville	641,932,867	57,790,957	3,275,000 (1)(5)	9.0026%	294,835
City of Elmhurst	2,278,001,479	2,161,415,137	47,450,000	94.8821%	45,021,556
Village of Villa Park	675,220,282	432,770	9,390,000	0.0641%	6,019
Addison Park District	1,265,839,521	2,372,550	6,705,000	0.1874%	12,565
Bensenville Park District	837,538,675	66,390,987	867,400 (1)	7.9269%	68,758
Elmhurst Park District	2,264,214,584	2,168,248,232	5,420,000 (1)(5)	95.7616%	5,190,279
Community College District #502	38,913,477,604	2,449,204,438	86,650,000 (1)	6.2940%	<u>5,453,751</u>
Total Overlapping General Obligation Bonded Debt					<u>\$72,325,329</u>

** Includes July 1, 2010 maturities.

- (1) Excludes principal amounts of outstanding General Obligation (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.
- (2) Includes original principal amounts of outstanding Capital Appreciation Bonds
- (3) Bonds are considered self-supporting bonds and are abated annually.
- (4) Includes IEPA Revolving Loan Fund Bonds.
- (5) Excludes installment contracts, debt certificates, and notes.

Source: DuPage and Cook County Clerk's Offices

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	2011	2010	2009	2008
Debt limit	\$ 338,240,840	\$366,047,601	\$366,878,961	\$337,555,704
Total net debt applicable to limit	<u>129,756,304</u>	<u>133,693,597</u>	<u>136,043,343</u>	<u>133,537,118</u>
Legal debt margin	<u>208,484,536</u>	<u>232,354,004</u>	<u>230,835,618</u>	<u>204,018,586</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>38.36%</u>	<u>36.52%</u>	<u>37.08%</u>	<u>39.56%</u>

Legal Debt Margin calculation for fiscal year June 30, 2011

Assessed valuation of taxable properties for the tax year 2010	\$ 2,451,020,582
Rate	<u>13.8%</u>
Bonded debt limit	<u>338,240,840</u>
Debt subject to limitation:	
General obligation bonds payable	119,243,936
Capital Appreciation Bonds	6,399,946
Debt Certificates	5,600,000
Capital Leases	1,025,792
ISBE Technology Loan	<u>70,027</u>
Total debt subject to limitation	132,339,701
Less Debt Service Fund balance	<u>2,583,397</u>
Net Debt outstanding subject to limitation	<u>129,756,304</u>
Legal bonded debt margin at June 30, 2011	<u>\$ 208,484,536</u>

Source of Information: Annual Financial Statements

2007	2006	2005	2004	2003	2002
\$306,738,610	\$278,447,809	\$258,700,182	\$234,549,494	\$215,666,937	\$195,464,176
132,972,106	126,444,287	86,973,936	81,185,523	75,911,251	77,135,000
173,766,504	152,003,522	171,726,246	153,363,971	139,755,686	118,329,176
43.35%	45.41%	33.62%	34.61%	35.20%	39.46%

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
DEMOGRAPHIC AND MISCELLANEOUS STATISTICS
LAST TEN CALENDAR YEARS

Calendar Year	Population	Personal Income (<i>thousands of dollars</i>)	Per Capita Personal Income	Unemployment Rate (Dupage County)
2010	46,314	1,595,272,447	34,445	8.60%
2009	46,314	1,386,185,470	29,930	8.40%
2008	43,687	1,386,185,470	31,730	5.00%
2007	43,298	1,386,185,470	32,015	3.80%
2006	42,762	1,369,025,430	32,015	3.40%
2005	42,762	1,369,025,430	32,015	4.70%
2004	42,762	1,369,025,430	32,015	5.00%
2003	42,762	1,369,025,430	32,015	5.50%
2002	42,762	1,369,025,430	32,015	5.50%
2001	42,762	1,369,025,430	32,015	4.40%

Source of Information: City of Elmhurst

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2011		2002	
	Employees	Rank	Employees	Rank
Elmhurst Memorial Hospital	3,050	1	2,400	1
Household Finance Corporation	1,800	2	850	3
Elmhurst CUSD #205	1,184	3	927	2
City of Elmhurst	850	4	650	4
McMaster-Carr Supply Co.	700	5	-	-
Hassett Air Express	500	6	300	8
Elmhurst College	430	7	500	5
Patten Industries Inc.	375	8	375	7
Keebler Company	345	9	500	6
Superior Air Ground Ambulance	250	10	-	-
S&S Automotive Inc.	200	11	300	9
Northwestern Golf Company	-	-	275	10
Superior Sound Inc.	-	-	250	11
Total	9,684		7,327	

Note: Percentage of total city employment was not available.

Source of Information: City of Elmhurst

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
NUMBER OF FULL-TIME EMPLOYEES
LAST TEN FISCAL YEARS

	2011	2010	2009	2008
Instructional services:				
Regular programs				
Teachers	624	626	592	537
Teaching assistants/clerical	185	175	185	162
Pupil support services	91	84	89	85
Administrators	24	24	24	23
Treasurer	1	1	1	1
Superintendent/asst. superintendents	6	6	6	6
Special area administration	1	1	1	1
Clerical	16	16	16	16
Clerical	49	48	50	56
Fiscal services	18	18	18	18
Food service	76	94	94	101
Director/clerical	3	3	3	3
Engineers/custodial/maintenance	84	85	88	81
Information services	2	2	2	2
Data processing services	4	4	4	4
Total employees	<u>1,184</u>	<u>1,187</u>	<u>1,173</u>	<u>1,096</u>

Source: District records - full time equivalents.

2007	2006	2005	2004	2003	2002
533	509	514	498	508	498
158	156	133	121	116	120
76	73	69	71	66	78
22	21	21	22	18	26
1	1	1	1	1	1
6	6	6	6	6	6
1	1	1	1	1	1
16	15	15	15	15	16
54	57	54	54	61	65
18	17	17	15	21	22
85	88	91	88	122	103
3	3	3	3	3	3
80	78	78	79	82	84
2	2	2	2	2	2
4	4	4	4	4	4
1,059	1,031	1,009	980	1,026	1,029

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
OPERATING INDICATORS BY PROGRAM
LAST EIGHT FISCAL YEARS

	2011	2010	2009	2008
Instruction				
Enrollment				
Regular education	6,770	6,890	6,748	6,486
Special Education	1,419	1,258	1,402	1,271
Total enrollment	<u>8,189</u>	<u>8,148</u>	<u>8,150</u>	<u>7,757</u>
Percentage of limited english proficient	5.8%	4.6%	3.1%	3.2%
Pupil support services				
Percentage of students with disabilities	17.3%	15.4%	17.2%	16.4%
School administration	93.6%	95.4%	95.0%	95.5%
Student attendance rate				
Fiscal services				
Purchase orders processed	10,500	10,803	8,132	8,000
W-2's issued	N/A	1,835	1,823	1,773
Maintenance				
District square footage maintained by custodians and maintenance staff	1,583,765	1,583,765	1,576,830	1,553,550
District acreage maintained by grounds staff	37	37	36	35

Source of information: District records

Information prior to 2004 is unavailable

2007	2006	2005	2004
6,449	6,477	6,275	6,250
1,172	1,094	1,094	1,085
7,621	7,571	7,369	7,335
3.2%	3.3%	3.4%	3.5%
15.4%	14.4%	14.8%	14.8%
95.5%	95.8%	95.5%	95.4%
8,000	8,000	8,000	8,000
1,705	1,647	1,600	1,600
1,549,789	1,472,369	1,472,369	1,472,369
35	34	34	34

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2011	2010	2009	2008
Edison Elementary School				
Grounds area (acres)	7	7	7	7
Buildings (square feet)	45,062	45,062	45,062	45,062
Available capacity (students)	397	397	397	397
Enrollment (students housed)	295	295	302	307
Emerson Elementary School				
Grounds area (acres)	3.60	3.60	3.60	3.60
Buildings (square feet)	67,039	67,039	59,984	59,984
Available capacity (students)	601	601	538	538
Enrollment (students housed)	552	552	532	482
Field Elementary School				
Grounds area (acres)	2.00	2.00	4.00	4.00
Buildings (square feet)	58,520	58,520	58,520	58,520
Available capacity (students)	539	539	539	539
Enrollment (students housed)	415	415	424	430
Conrad Fischer Elementary School				
Grounds area (acres)	6.70	6.70	8.70	8.70
Buildings (square feet)	48,258	48,258	48,258	48,258
Available capacity (students)	441	441	441	441
Enrollment (students housed)	440	440	423	424
Hawthorne Elementary School				
Grounds area (acres)	2.30	2.30	2.30	2.30
Buildings (square feet)	78,468	78,468	78,470	78,470
Available capacity (students)	883	883	883	883
Enrollment (students housed)	608	608	605	598
Jackson Elementary School				
Grounds area (acres)	1.80	1.80	3.80	3.80
Buildings (square feet)	54,999	54,999	54,999	54,999
Available capacity (students)	492	492	492	492
Enrollment (students housed)	370	370	400	398
Jefferson Elementary School				
Grounds area (acres)	3.20	3.20	3.20	3.20
Buildings (square feet)	50,307	50,307	50,307	50,307
Available capacity (students)	502	502	502	502
Enrollment (students housed)	347	347	340	351

2007	2006	2005	2004	2003	2002
7	7	7	7	7	7
45,062	42,567	42,567	42,567	42,567	42,567
397	375	375	375	375	375
306	306	327	336	330	330
3.60	3.60	3.60	3.60	3.60	3.60
59,984	55,580	55,580	55,580	55,580	55,580
538	538	499	499	499	499
438	391	376	361	360	360
4.00	4.00	4.00	4.00	4.00	4.00
58,520	52,847	52,847	52,847	52,847	52,847
539	487	487	487	487	487
406	412	423	395	396	396
8.70	8.70	8.70	8.70	8.70	8.70
48,258	44,048	44,048	44,048	44,048	44,048
441	402	402	402	402	402
427	412	413	407	420	420
2.30	2.30	2.30	2.30	2.30	2.30
78,470	58,050	58,050	58,050	58,050	58,050
883	653	653	653	653	653
589	604	593	572	558	558
3.80	3.80	3.80	3.80	3.80	3.80
51,238	51,238	51,238	51,238	51,238	51,238
458	458	458	458	458	458
400	399	387	395	387	387
3.20	3.20	3.20	3.20	3.20	3.20
50,307	42,012	42,012	42,012	42,012	42,012
502	419	419	419	419	419
339	333	310	296	274	274

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2011	2010	2009	2008
		101		
Lincoln Elementary School				
Grounds area (acres)	4.10	4.10	4.10	4.10
Buildings (square feet)	64,236	64,236	64,236	64,236
Available capacity (students)	624	624	624	624
Enrollment (students housed)	599	599	562	553
Bryan Middle School				
Grounds area (acres)	13	13	13	13
Buildings (square feet)	109,119	109,119	109,119	109,119
Available capacity (students)	818	818	818	818
Enrollment (students housed)	624	624	603	577
Churchville Middle School				
Grounds area (acres)	13	13	13	13
Buildings (square feet)	101,850	101,850	101,850	101,850
Available capacity (students)	795	795	795	795
Enrollment (students housed)	418	418	439	442
Sandburg Middle School				
Grounds area (acres)	12	12	12	12
Buildings (square feet)	139,866	139,866	139,866	139,866
Available capacity (students)	1,067	1,067	1,067	1,067
Enrollment (students housed)	712	712	741	725
York High School				
Grounds area (acres)	25	25	25	25
Buildings (square feet)	711,701	711,701	711,701	711,701
Available capacity (students)	4,281	4,281	4,281	4,281
Enrollment (students housed)	2,615	2,615	2,648	2,540
Madison Early Childhood Center				
Grounds area (acres)	6.50	6.50	6.50	6.50
Buildings (square feet)	31,178	31,178	31,178	31,178
Available capacity (students)	500	500	500	500
Enrollment (students housed)	131	131	131	106
District Building-162 S. York				
Grounds area (acres)	1.50	1.50	1.50	
Buildings (square feet)	23,160	23,160	23,160	
Available capacity (students)	465	465	465	
Enrollment (students housed)				

2007	2006	2005	2004	2003	2002
					102
4.10	4.10	4.10	4.10	4.10	4.10
64,236	55,051	55,051	55,051	55,051	55,051
624	535	535	535	535	535
528	514	504	477	485	485
13	13	13	13	13	13
109,119	103,961	103,961	103,961	103,961	103,961
818	779	779	779	779	779
562	539	539	535	549	549
13	13	13	13	13	13
101,850	93,137	93,137	93,137	93,137	93,137
795	727	727	727	727	727
443	440	459	441	441	441
12	12	12	12	12	12
139,866	130,999	130,999	130,999	130,999	130,999
1,067	999	999	999	999	999
723	713	721	716	716	716
25	25	25	25	25	25
711,701	711,701	711,701	711,701	685,088	685,088
4,281	4,281	4,281	4,281	4,281	4,281
2,561	2,576	2,512	2,428	2,416	2,416
6.50	6.50	6.50	6.50	6.50	6.50
31,178	31,178	31,178	31,178	31,178	31,178
500	500	500	500	500	500
66	112	91	96	89	89

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Expenses (1)	Average Daily Attendance	Net operating expenditures per pupil	Percentage Change
2011	\$ 96,310,428	7,572.31	12,719	1.90%
2010	95,773,371	7,672.85	12,482	6.88%
2009	88,335,850	7,563.94	11,679	-0.97%
2008	87,894,520	7,453.00	11,793	2.60%
2007	84,623,052	7,362.00	11,495	5.27%
2006	76,268,598	6,985.00	10,919	1.81%
2005	73,145,167	6,820.00	10,725	8.00%
2004	67,485,696	6,796.00	9,930	-0.71%
2003	66,880,734	6,687.00	10,002	6.44%
2002	60,895,415	6,480.62	9,397	3.89%

(1) Total allowance for per capita tuition computation

Source of information: District records