



Comprehensive Annual Financial Report

For the Year ending June 30, 2013

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, 2013

Prepared by

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

INTRODUCTORY SECTION

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October 15, 2013

Members of the Board of Education
Citizens of the City of Elmhurst
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, 2013. This report presents complete information about the District's financial position at year-end and financial activities during 2012-2013. 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 8,300 students who reside primarily in the City of Elmhurst and small portions of Addison, Bensenville and Oak Brook. The District recognized an increase in student enrollment of 53 students from the beginning to the end of year 2012-2013. The District is projecting steady increases for the next 5 years comparable to this year's increase. 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. The following is a list of our schools which include the year built in parenthesis: Edison Elementary (1956), Emerson Elementary (1954), Field Elementary (1931), Conrad Fischer Elementary (1957), Hawthorne Elementary (1928), Jackson Elementary (1952), Jefferson Elementary (1954), Lincoln Elementary (1915), Bryan Middle School (1960), Churchville Middle School (1970), Sandburg Middle School (1950), York High School (1926) and Madison Early Childhood (1958). In addition, the District leases and maintains a small facility that houses the Transitional Center for students age 18 to 21.

The District has made numerous renovations in the last 13 years and annually performs summer projects to maintain its facilities. However, there are still significant needs for our oldest building, Lincoln Elementary School, which was built in 1915.

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 most busy airports, O'Hare Airport, near the Metra transit service, major highways and downtown Chicago, Elmhurst continues to be home for some major companies such as Duchossois Industries and The Chamberlain Group including the corporate offices of McMaster Carr. 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 has accommodated the needs of this growth with a new facility, which has been operating for almost two years. There is a strong residential and industrial tax base, with a median value of a home in the City of Elmhurst for the year 2012 being at \$381,200. 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 \$2.1 billion in equalized assessed valuation of property in the District, 75% 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 the lowest tax rate 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 along with providing adequate fund balances. The District is aggressive in applying for State and Federal grants. The District has a practice of making strategic budget cuts away from the core curriculum classrooms in more difficult economic times. District 205 has achieved financial recognition by the State of Illinois financial profile with a recognition score of 3.8 for the prior six years. The District has maintained a modest ratio of expenditures per pupil while still maintaining high achievement levels.

Key Performance Indicators

Elmhurst Community Unit School District 205 is committed to the quest for educational excellence. The District is focused on creating an organization that is high performing, has integrity and is characterized by the ethical behavior of its students, faculty and staff.

The Strategic Plan is an integral tool in assessing our progress toward improvement in our quest for excellence. We are committed to using objective data to assess our performance across the wide spectrum of our school system and to evaluate our strengths and improvement initiatives based on data and future benchmarking.

The template for our strategic plan was developed by the Elmhurst Board of Education with support from the Administration. The framework is used to establish District Performance indicators and long-term Benchmarks as well as establishing District-wide goals. These six areas are:

Curriculum and Instruction

- Educational Planning & Assessment System Growth
- Advanced Placement Exams
- Achievement Score Differences
- Students on Track for College and Career Readiness

Business and financial Standards

- Certificate of Excellence in Financial Reporting
- Operating Fund Balances to Annual Operating

Expenditures Ratio

- IL State Board of Ed Financial Profile Score

Human Resources

- Employee Evaluation Timeline
- Teacher Performance Growth

Technology

- Equitability of Interactive Technology Access Intra-level

Communications and Community Relations

- Internal Communications Satisfaction
- External Communications Satisfaction

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, 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 this will be our fifth year submitting it to ASBO International to determine its eligibility for the Certificate.

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, 2013.

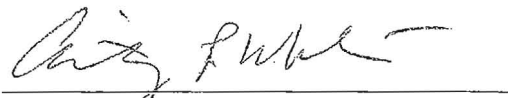
The preparation of this report on a timely basis could not have been accomplished without the dedicated and able services of all the members of the Business Department, who assisted in the closing of the District's financial records and our Internal Auditor for the preparation of the report, along with 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 2013 fiscal year.

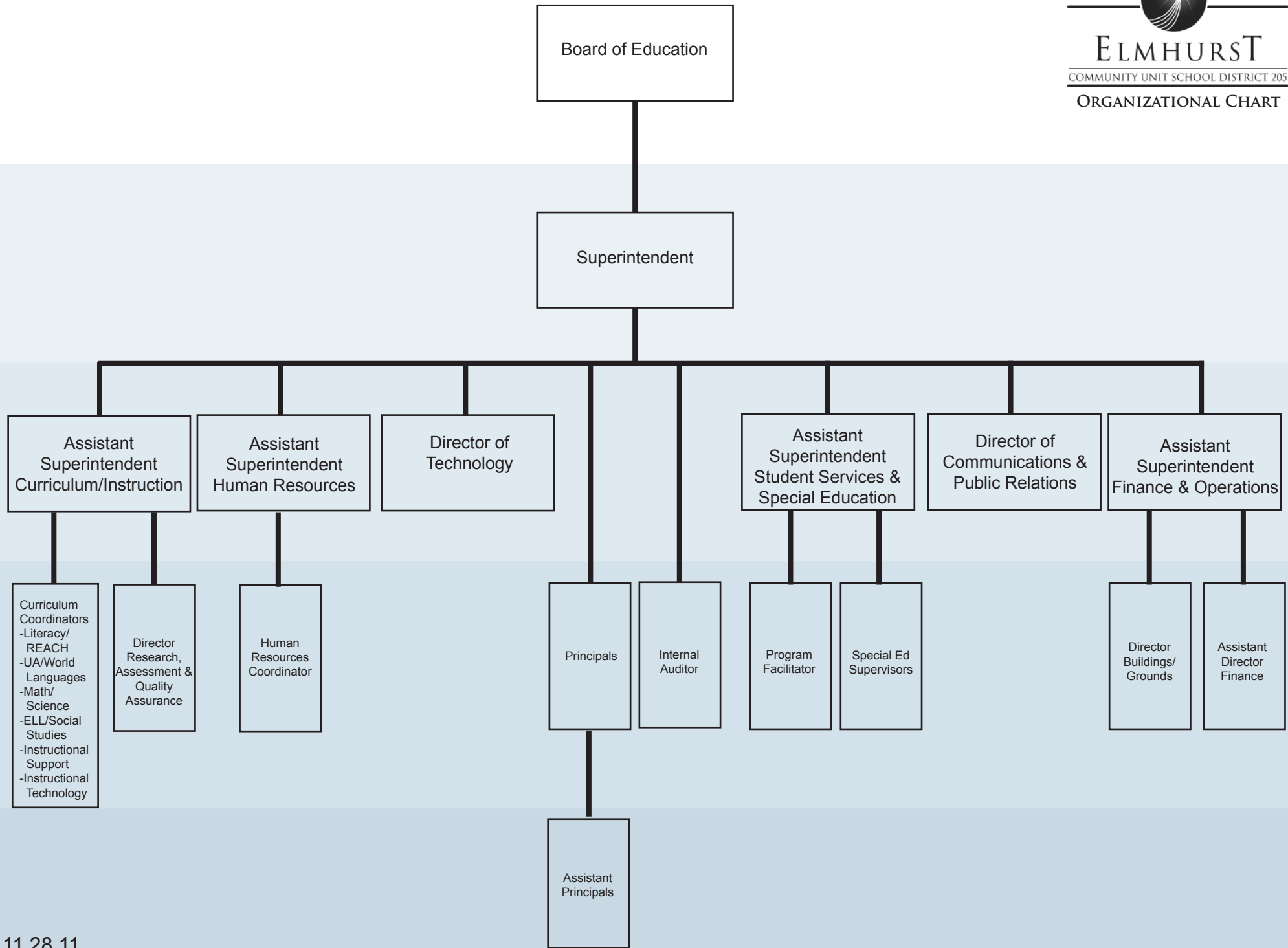
Respectfully submitted,



Dave L. Pruneau
Superintendent



Christopher P. Whelton
Assistant Superintendent for Finance



MEMBERS OF THE BOARD OF EDUCATION

Jim Collins	President
Shannon Ebner	Vice President
Karen Stuefen	Secretary
Emily Bastedo	Member
Chris Blum	Member
Margaret Harrell	Member
John McDonough	Member

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



*The Certificate of Excellence in Financial Reporting Award
is presented to*

**Elmhurst Community Unit School District
No. 205**

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2012*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, reading "Ron McCulley".

Ron McCulley, CPPB, RSBO
President

A handwritten signature in black ink, reading "John D. Musso".

John D. Musso, CAE, RSBA
Executive Director

FINANCIAL SECTION



Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Elmhurst Community Unit School District 205, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Elmhurst Community Unit School District 205's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Elmhurst Community Unit School District 205's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Elmhurst Community Unit School District 205, as of June 30, 2013, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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 about the methods of preparing the information and comparing the information for consistency with management's responses 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.

Other Information

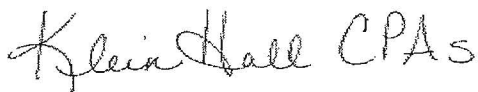
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Elmhurst Community Unit School District 205's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis 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 was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The statistical section has 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 any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 19, 2013 on our consideration of 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Elmhurst Community Unit School District 205's internal control over financial reporting and compliance.



Klein Hall CPAs
Aurora, Illinois
September 19, 2013

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2013

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, 2013. 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, 2013, District assets exceeded District liabilities by \$53,437,530. Of this amount, \$40,961,072 may be used to meet the District's general ongoing future obligations.
- The District's General fund balance increased by \$4,465,340 from June 30, 2012 to June 30, 2013 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.
- At June 30, 2013, the District's governmental funds reported combined fund balances of \$54,038,252 an increase of \$5,684,566.
- The District's General Fund showed the largest fund balance increase, \$4,465,340. As a result, as of June 30, 2013, the unreserved fund balance in the General Fund was \$42,631,127 or 39.3% 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 position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position 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, 2013

The statement of activities presents information showing how the government's net position changed during the fiscal year being reported. All changes in net position 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 six 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, 2013

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, 2013

District-Wide Financial Analysis

Net position: The District's combined net position was higher on June 30, 2013, than the previous year, increasing by 6.8%, primarily due to the District's fund growth at the end of the year combined with a lower Long-term debt balance. We also recognized a decrease in our Capital assets. Although we have capitalized the qualifying assets, the depreciation expense reduced our net assets to slightly lower than the prior year (See Table 1).

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

	2013	2012	Change
Current and other assets	\$ 105.2	\$ 97.6	\$ 7.6
Capital assets	133.2	136.2	(3.0)
Total assets	238.4	233.8	4.6
Long-term debt outstanding	\$ 135.2	\$ 135.8	\$ (0.6)
Other liabilities	49.8	48.0	1.8
Total liabilities	\$ 185.0	\$ 183.8	\$ 1.2
Net position:			
Net Investment in capital assets	\$ 7.9	\$ 8.3	\$ (0.4)
Restricted for:			
Debt service	3.3	3.0	0.3
Other purposes	1.2	1.1	0.1
Unrestricted	41.0	37.6	3.4
Total net position	\$ 53.4	\$ 50.0	\$ 3.4

This is the District's fifth year in maintaining their asset schedules internally. The assets remained fairly consistent with additions, disposals and depreciation expense netting out a \$3,022,254 decrease. The Property Tax Receivable increased \$2,952,992 compared to the prior fiscal year. There was a decrease in the Due from Other Governments receivable of \$754,615. This is primarily due to the state making one additional quarterly payment to the District. The District therefore has accrued all state funds appropriately at year end. Our Long Term Debt also decreased primarily due to the principal payments made for our General Obligation Bonds and Debt Certificates. The District also defeased \$6,350,000 of debt as a result of a \$7,080,000 and \$950,000 series 2013A and 2013B refunding bonds.

Elmhurst Community Unit School District #205
Management's Discussion and Analysis
For the Year Ended June 30, 2013

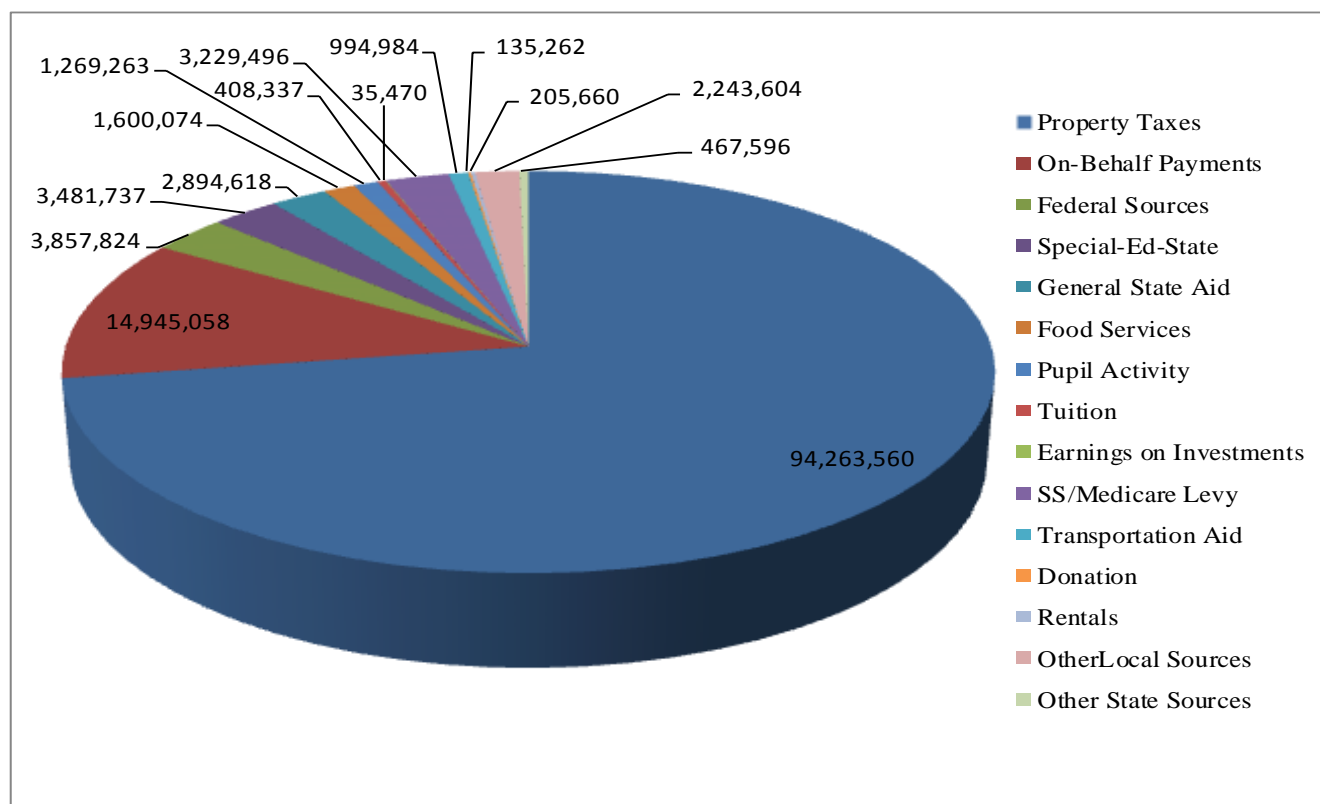
Table 2				
Changes in Net Position				
(in millions of dollars)				
	2013	Percentage of Total	2012	Percentage of Total
Program Revenues:				
Charges for Services	\$ 3.7	2.8%	\$ 4.0	3.3%
Operating Grant/Contributions	23.7	18.2%	20.9	17.1%
General Revenue	102.6	79.0%	97.5	79.6%
Total revenues	<u>\$ 130.0</u>	<u>100.0%</u>	<u>\$ 122.4</u>	<u>100.0%</u>
Expenses:				
Instructional services	\$ 81.4	64.2%	\$ 79.7	65.7%
Support services	37.6	29.7%	33.8	27.9%
Interest Long Term Liabilities	6.4	5.1%	6.5	5.4%
Unallocated depreciation	1.3	1.0%	1.3	1.1%
Total expenses	<u>\$ 126.7</u>	<u>100.0%</u>	<u>\$ 121.3</u>	<u>100.0%</u>
Increase in net position	<u>\$ 3.3</u>		<u>\$ 1.1</u>	

The total revenues increased by \$7.65 million. The District recognized an increase in local sources due to increases in property tax revenues. 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's expenses increased in both the instructional services and support services. Instructional service increases included salary expense, purchased services and special education tuition payments. Support service expenses increased in capital outlay, purchased services and non-capitalized equipment.

Elmhurst Community Unit School District #205
Management's Discussion and Analysis
For the Year Ended June 30, 2013

DISTRICT-WIDE REVENUES BY SOURCE



Financial Analysis of the District's Funds

The District's governmental funds have a combined fund balance of \$54,038,252. For the current year, revenues increased by 6.3% 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 funds due primarily to an increase in IDEA Flow-through Grant funds.

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:

	2013	2012	Change	% of Change
Local	\$ 88,674,515	\$ 84,858,644	\$ 3,815,871	4.50%
State	6,003,009	6,272,128	(269,119)	-4.29%
Federal	3,857,824	2,944,489	913,335	31.02%
Total	\$ 98,535,348	\$ 94,075,261	\$ 4,460,087	4.74%

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

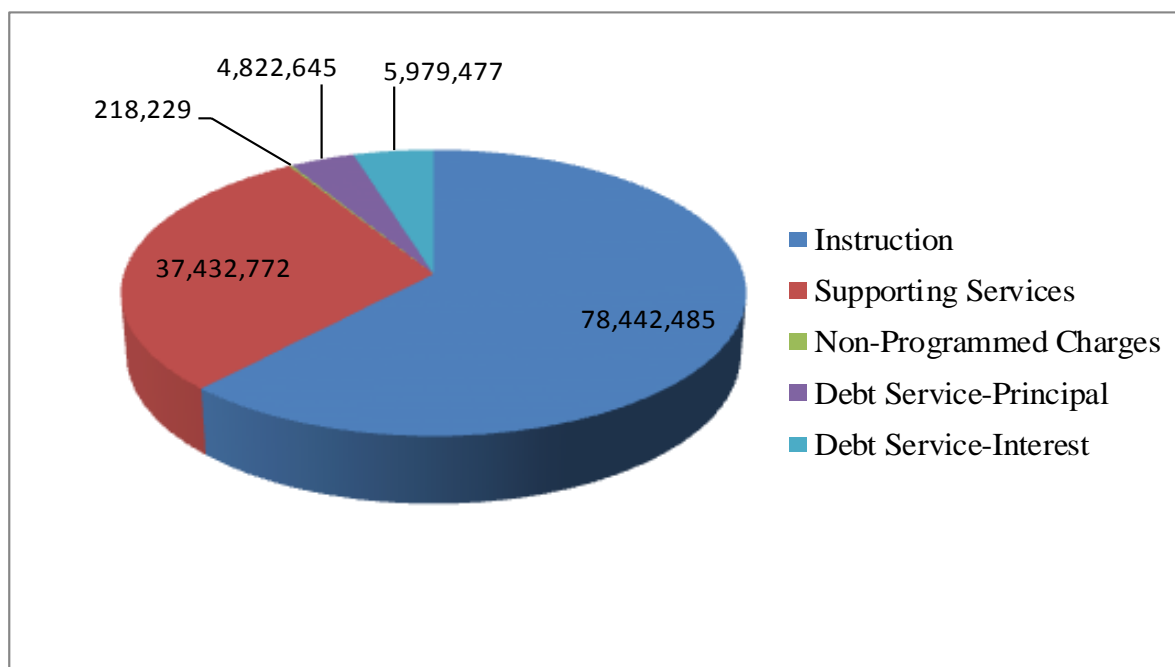
For the Year Ended June 30, 2013

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, driver education, Early Childhood Block Grant and school infrastructure, maintenance projects. State revenues did decrease for the District primarily due to General State Aid being lower than the previous year.

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

DISTRICT-WIDE EXPENSES BY FUNCTION



Total expenses for District 205 were \$126,895,608 which include the on-behalf payments to the State of Illinois. The District finalized negotiations with the Elmhurst Teachers' Council which had an impact on the current year's expenditures. The District was required to go out for bid in 2012-2013 year for its transportation services. The District followed the necessary guidelines when selecting the new vendor and created a transportation budget in accordance to the contract. Due to unforeseen costs that originated as a result of the new contract, the District did exceed its budget by \$317,622.

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2013

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

Expenditures	2013	% of Total	2012	Change	% Change
Instruction	\$ 77,024,376	90.3%	\$ 73,347,481	\$ 3,676,895	5.0%
Support Services	8,023,674	9.4%	6,894,906	1,128,768	16.4%
Non Programmed	218,229	0.3%	551,201	(332,972)	-60.4%
Total	\$ 85,266,279	100.0%	\$ 80,793,588	\$ 4,472,691	5.5%

Budgeted expenses for Instruction for 12-13 were \$76,231,795. The District exceeded budget in instruction primarily because of an increase in Special Education K-12 private tuition payments of \$670,676.

Revenues in the General Fund's Operations and Maintenance Account have recognized an increase from \$9,024,498 in 2012 to \$9,278,032 in 2013, a 2.8% increase. This is primarily due to increases in our Property Tax Receivable and the State Infrastructure State Grant the District received in the year. The District recognizes a slight increase in expenditures as well from \$8,284,656 in 2012 to \$8,387,413 in 2013 primarily due to contracting for security services throughout the District and unbudgeted flood expenditures.

Operations & Maintenance Fund					
Expenditures	2013	% of Total	2012	\$ Change	
Salaries	\$ 4,493,156	53.6%	\$ 4,502,338	\$ (9,182)	
Benefits	697,312	8.3%	747,003	(49,691)	
Purchased Services	2,412,151	28.8%	2,296,810	115,341	
Supplies	672,781	8.0%	699,112	(26,331)	
Capital Outlay	62,907	0.8%	30,675	32,232	
Other	49,106	0.6%	8,718	40,388	
Total	\$ 8,387,413	100.0%	8,284,656	\$ 102,757	

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2013

General Fund Budgetary Highlights

Over the course of the year, the District did not revise the annual operating budget. The District had budgeted for a \$277,415 gain in revenues over expenditures in the General Fund. Actual revenues exceeded expenditures by \$4,881,598 due to property tax collections being higher than expected. The District also budgeted for the Elmhurst Hospital property tax exemption refund due to a status change to reduce the net property tax collections. This refund did not happen in 2012-2013 as anticipated which contributed to additional fund growth. The refund will occur in the 2013-2014 year. The District is also required to budget for On-Behalf payments. These are payments that the State of Illinois makes on behalf of the District for pension contributions. These contributions exceeded the budgeted amount in 2012-2013. Last, the District budgeted for four categorical payments from the State of Illinois and received five quarterly payments during the fiscal year.

Capital Asset and Debt Administration

Capital assets

Table 3 presents net capital assets as of June 30, 2013 and 2012. 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 2013 fixed asset additions include tuckpointing and restoration at Lincoln Elementary School, new fence at Bryan Middle School and computer software/hardware which included supplying smart boards throughout the District. The table shown below shows the value in each category net of their accumulated depreciation at June 30, 2013.

Table 3		
Capital Assets (net of depreciation)		
(in millions of dollars)		
	2013	2012
Land	\$ 0.716	\$ 0.716
Land improvements	5.441	5.667
Buildings	122.313	126.479
Equipment & other	4.721	3.351
Total	<u>\$ 133.191</u>	<u>\$ 136.213</u>

Long-term debt

In 2013, General Obligation Bond Principal was paid down by \$3,380,000. Debt Certificates Principal was paid down \$645,000. Capital Appreciation Bonds stayed consistent. During 2013, the District issued \$8,030,000 in General Obligation Refunding Bonds which partially defeased \$6,350,000 of principal related to the series 2006 Bond. Capital leases decreased by \$797,645. Overall there was a decrease of \$708,986 in long-term debt. The recognized

Elmhurst Community Unit School District #205

Management's Discussion and Analysis

For the Year Ended June 30, 2013

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)**

	2013	2012	Increase (Decrease)
General obligation bonds & notes	\$ 121.949	\$ 123.649	\$ (1.700)
Debt Certificates	4.335	4.980	(0.645)
Capital Leases	0.898	0.364	0.534
Total	<u>\$ 127.182</u>	<u>\$ 128.993</u>	<u>\$ (1.811)</u>

The Debt Service Fund balance increased by \$336,526. Revenues increased by 6.96% compared to 2012. The Debt Service Fund includes bonded debt and capital leases. The District continues to make principal payments towards the General Obligation Bonds on the Debt Certificates issued in 2008. The district also transferred \$1,748,080 from the General Fund to help fund the additional debt which includes Capital Lease Debt and Debt Certificates Principal and Interest.

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, 2013

Factors Bearing on the District's Future

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

Elmhurst School District 205 continues to provide a quality education within the constraints of limited revenues. Since 1995, the District has been subject to tax cap legislation. This legislation severely limits the ability of the District to increase revenues proportionate to the increase in expenditures.

The State of Illinois continues to have fiscal instability. The District expects state revenue to be delayed and for some categorical aides to be pro-rated. Legislators are also discussing pension reform and the District anticipates a possible shifting of the burden of pension costs to local school districts.

Staffing increases will continue to be driven by enrollment growth and the expansion of educational programming to meet the needs of the students.

Health insurance premiums continue to be a concern, particularly in light of the Affordable Care Act.

The expanding use of technology in the delivery of instruction will require additional resources.

In the last few years, the District has utilized the Capital Projects and Fire Prevention and Safety Funds for school building capital maintenance projects. The long-term facility plan calls for significantly more projects than the amount that remains in these fund balances.

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.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
STATEMENT OF NET POSITION
JUNE 30, 2013

	<u>Governmental Activities</u>
Assets:	
Cash and investments	\$ 50,541,738
Receivables:	
Property taxes	51,565,751
Due from other governments	1,684,744
Other	56,073
Inventory	32,455
Deferred charges	1,359,453
Capital assets:	
Land	715,640
Other capital assets, net of depreciation	<u>132,475,031</u>
 Total Assets	 <u>238,430,885</u>
 Liabilities:	
Accounts payable	2,139,747
Accrued salaries	102,947
Unearned revenue	47,599,815
Noncurrent liabilities:	
Due within one year	5,004,831
Due in more than one year	<u>130,146,015</u>
 Total Liabilities	 <u>184,993,355</u>
 Net Position:	
Net investment in capital assets	7,894,725
Restricted for:	
Debt Services	3,344,612
Other purposes	1,237,121
Unrestricted	<u>40,961,072</u>
 Total Net Position	 <u><u>\$ 53,437,530</u></u>

See accompanying notes to basic financial statements

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
STATEMENT OF ACTIVITIES
JUNE 30, 2013

Functions	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Total
					Governmental
					Activities
Governmental Activities:					
Instructional services:					
Regular programs	\$ 58,473,773	\$ 1,814,432	\$ 15,866,227	\$ -	\$ (40,793,114)
Special programs	22,638,372	121,785	5,983,130	-	(16,533,457)
Tuition, learning disabilities	218,229	-	-	-	(218,229)
Support services:					
Pupils	5,878,852	-	-	-	(5,878,852)
Instructional staff	5,119,892	-	136,739	-	(4,983,153)
General administration	956,539	-	-	-	(956,539)
School administration	4,910,594	-	-	-	(4,910,594)
Business	3,400,652	1,600,074	558,729	-	(1,241,849)
Operation and maintenance					
of facilities	9,468,282	191,719	132,755	-	(9,143,808)
Transportation	4,012,885	2,255	994,984	-	(3,015,646)
Central	858,594	-	-	-	(858,594)
Other	2,994,259	-	-	-	(2,994,259)
Interest on long-term liabilities	6,390,679	-	-	-	(6,390,679)
Unallocated depreciation					
excluding direct depreciation	1,341,557	-	-	-	(1,341,557)
Total school district	<u>\$ 126,663,159</u>	<u>\$ 3,730,265</u>	<u>\$ 23,672,564</u>	<u>\$ -</u>	<u>(99,260,330)</u>
General revenues:					
Property taxes levied for:					
General purposes					83,030,459
Transportation					1,971,751
Retirement					3,229,496
Debt service					9,261,350
Federal and state aid not restricted to specific purposes					3,105,890
Earnings on investments					35,470
Miscellaneous					1,995,300
Total general revenues					<u>102,629,716</u>
Change in net position					3,369,386
Net position - beginning					<u>50,068,144</u>
Net position - ending					<u>\$ 53,437,530</u>

See accompanying notes to basic financial statements

FUND FINANCIAL STATEMENTS

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>			
Assets:			
Cash and investments	\$ 42,954,873	\$ 7,586,865	\$ 50,541,738
Receivables:			
Property taxes	43,733,891	7,831,860	51,565,751
Due from other governments	1,420,818	263,926	1,684,744
Other	56,073	-	56,073
Inventory	32,455	-	32,455
TOTAL ASSETS	<u>\$ 88,198,110</u>	<u>\$ 15,682,651</u>	<u>\$ 103,880,761</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 2,090,836	\$ 48,911	\$ 2,139,747
Accrued salaries and related expenditures	99,672	3,275	102,947
Deferred revenue	40,419,523	7,180,292	47,599,815
TOTAL LIABILITIES	<u>42,610,031</u>	<u>7,232,478</u>	<u>49,842,509</u>
Fund Balances:			
Nonspendable	32,455	-	32,455
Restricted reported in:			
Special Revenue Funds	-	1,237,121	1,237,121
Debt Service Funds	-	3,344,612	3,344,612
Capital Project Funds	-	3,868,440	3,868,440
Committed	2,924,497	-	2,924,497
Unassigned	42,631,127	-	42,631,127
Total Fund Balances	<u>45,588,079</u>	<u>8,450,173</u>	<u>54,038,252</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 88,198,110</u>	<u>\$ 15,682,651</u>	<u>\$ 103,880,761</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 POSITION
JUNE 30, 2013

Total fund balances - governmental funds **\$ 54,038,252**

Amounts reported for governmental activities in the statement of net position 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 \$211,430,758 and the accumulated depreciation is \$78,240,087. 133,190,671

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. 1,359,453

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 (135,150,846)

Net position of governmental activities **\$ 53,437,530**

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General	Other Governmental Funds	Total Governmental Funds
REVENUES			
Local sources	\$ 88,674,515	\$ 14,716,213	\$103,390,728
State sources	20,948,009	1,835,984	22,783,993
Federal sources	3,857,824	-	3,857,824
	<u>113,480,348</u>	<u>16,552,197</u>	<u>130,032,545</u>
EXPENDITURES			
Current operating:			
Instruction	77,024,376	1,418,109	78,442,485
Supporting services	31,356,145	6,076,627	37,432,772
Non-programmed charges	218,229	-	218,229
Debt service:			
Principal	-	4,822,645	4,822,645
Interest and other	-	5,979,477	5,979,477
	<u>108,598,750</u>	<u>18,296,858</u>	<u>126,895,608</u>
Excess (deficiency) of revenues over expenditures	<u>4,881,598</u>	<u>(1,744,661)</u>	<u>3,136,937</u>
OTHER FINANCING SOURCES (USES)			
Principal on bonds sold	-	8,030,000	8,030,000
Premium on bonds sold	-	462,842	462,842
Capital lease proceeds	1,331,822	-	1,331,822
Transfers in	-	1,748,080	1,748,080
Transfers out	(1,748,080)	-	(1,748,080)
Deposits with excrow refunding agent	-	(7,277,035)	(7,277,035)
	<u>(416,258)</u>	<u>2,963,887</u>	<u>2,547,629</u>
Net change in fund balances	4,465,340	1,219,226	5,684,566
Fund balances at beginning of year	41,122,739	7,230,947	48,353,686
FUND BALANCES AT END OF YEAR	<u><u>\$ 45,588,079</u></u>	<u><u>\$ 8,450,173</u></u>	<u><u>\$ 54,038,252</u></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
JUNE 30, 2013

Net change in fund balances - total governmental funds **\$ 5,684,566**

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	\$ 1,946,485	
Depreciation expense	<u>(4,968,737)</u>	(3,022,252)

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	\$ (376,169)	
Increase in other post employment benefits	(1,056,711)	
Increase in net pension obligation - IMRF	<u>(100,031)</u>	(1,532,911)

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:

Bond proceeds	\$ (8,030,000)	
Premium on bond proceeds	(462,842)	
Issuance costs on bond proceeds	124,800	
Deferred loss on bonds defeased	927,035	
Capital lease proceeds	(1,331,822)	
Repayment of bond and loan principal	4,822,645	
Bonds defeased	6,350,000	
Discount on bonds amortization	(14,229)	
Premium on bonds amortization	282,149	
Issuance cost amortization	(126,714)	
Loss on refunding amortization	<u>(301,039)</u>	2,239,983

Change in net position of governmental activities **\$ 3,369,386**

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, 2013

Assets:

Cash	<u>\$ 1,092,415</u>
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Liabilities:

Due to organizations	<u>\$ 1,092,415</u>
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See accompanying notes to basic financial statements.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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.

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

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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.

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.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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 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.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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 position 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 position 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.

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

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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 position.

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.

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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, 2013, but which were levied to finance year 2013 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.

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Notes to Financial Statements

June 30, 2013

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.

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Notes to Financial Statements

June 30, 2013

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 and building improvements	50 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 position. 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.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

g. Net Position/Fund Balance Classification

Government-Wide Statements

Net Position is classified and displayed in three components:

- *Net investment in capital assets.* 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 improvements of those assets and adjusted for any deferred inflows and outflows of resources attributable to capital assets and related debt.
- *Restricted.* Consists of restricted assets reduced by liabilities and deferred inflows or resources related to those assets, with restriction constraints placed on the use either by external groups, such as creditors, grantors, contributors, or laws and regulations of other governments, or law through constitutional provisions or enabling legislation.
- *Unrestricted.* Net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

It is the District's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.

Fund Financial Statements

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 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

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June 30, 2013

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, 2013, expenditures exceeded revenue from state and federal grants, resulting in no restricted balances.

3. Social Security

Expenditures and the related revenues of this restricted tax levy are accounted for in the Municipal Retirement/Social Security Fund. Expenditures exceeded revenues for this purpose, resulting in no restricted fund balance at June 30, 2013. 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.

At June 30, 2013, the board approved a reclassification from unassigned fund balance to committed fund balance in the amount of \$2,924,497 in anticipation of Elmhurst Memorial Hospital regaining their tax-exempt status, thus requiring the District to refund taxes previously collected in the amount of \$2,924,497. This liability amount has not been recorded at year end due to the overall uncertainty of the liability.

D. Assigned Fund Balance

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Notes to Financial Statements

June 30, 2013

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 nor 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, 2013.

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.

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.

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 2012 tax levy was December 18, 2012. 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 2012 property tax levy is recognized as a receivable in fiscal 2013. The District considers that the first installment of the 2012 levy to be used to finance operations in fiscal 2013. The District has determined that the second installment for the 2012 levy is to be used to finance operations in fiscal 2014 and has deferred the corresponding receivable.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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, 2013, the carrying amount of the District's deposits (excluding petty cash of \$4,600 and activity funds of \$1,092,414) totaled \$31,400,930 and the bank balances totaled \$32,758,833. 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, 2013.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

Investments

As of June 30, 2013, 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	\$ 2,377,543	\$ 2,377,543	12.00%	AAA
Illinois School District Liquid Asset Fund	16,758,665	16,758,665	88.00%	AAA
Total Investments	\$ 19,136,208	\$ 19,136,208	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 d.

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 unvested 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.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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, 2013, the cumulative Special Education expenditures exceeded related cumulative revenues in the General Fund's Educational Account.

NOTE 4. CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance 30-Jun-12	Additions	Deletions	Balance 30-Jun-13
Capital assets, not being depreciated:				
Land	\$ 715,640	\$ -	\$ -	\$ 715,640
Total capital assets not being depreciated	\$ 715,640	\$ -	\$ -	\$ 715,640
Capital assets, being depreciated:				
Land improvements	8,456,794	161,154	-	8,617,948
Buildings	178,599,077	-	-	178,599,077
Equipment and Vehicles	21,712,762	2,086,124	300,793	23,498,093
Total capital assets being depreciated	\$ 208,768,633	\$ 2,247,278	\$ 300,793	\$ 210,715,118
Accumulated depreciation for:				
Land Improvements	\$ 2,789,537	\$ 387,565	\$ -	\$ 3,177,102
Buildings	52,120,173	4,166,060	-	56,286,233
Equipment and Vehicles	18,361,638	415,114	-	18,776,752
Total accumulation depreciation	\$ 73,271,348	\$ 4,968,739	\$ -	\$ 78,240,087
Total capital assets being depreciated, net	135,497,285	(2,721,461)	300,793	132,475,031
Total capital assets, net	\$ 136,212,925	\$ (2,721,461)	\$ 300,793	\$ 133,190,671

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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

Instructional Services:

Regular Programs	\$ 3,263,468
Special Programs	34,781
Other Instructional Programs	75,028

Supporting Services:

School Administration	98,878
Business	51,178
Operations and Maintenance of Facilities	103,847
Unallocated	1,341,559
	<u>\$ 4,968,739</u>

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, 2013:

	Balance			Balance	Amount due
	July 01, 2012	Additions	Reductions	June 30, 2013	in one year
General Obligation Bonds Payable:	\$ 117,248,936	\$ 8,030,000	\$ 9,730,000	\$ 115,548,936	\$3,895,000
Capital Appreciation Bonds	6,399,946	-	-	6,399,946	-
Debt Certificates	4,980,000	-	645,000	4,335,000	670,000
Deferred Refunding	(3,129,556)	(927,035)	(301,039)	(3,755,552)	-
Accretion on Bonds	1,618,995	376,169	-	1,995,164	-
Unamortized Premium	3,616,347	462,842	282,149	3,797,040	-
Unamortized Discount	(68,759)	-	(14,229)	(54,530)	-
Capital Lease	364,205	1,331,822	797,645	898,382	439,831
OPEB Obligation (Note 7)	4,341,758	1,056,711	-	5,398,469	-
Net Pension Obligation (Note 6)	487,960	100,031	-	587,991	-
Total Long-Term Debt	\$ 135,859,832	\$ 10,430,540	\$ 11,139,526	\$ 135,150,846	\$ 5,004,831

Long Term Debt at June 30, 2013 is comprised of the following:

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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. \$ 20,915,000

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. 675,000

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. 1,185,000

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

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. 12,685,000

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. During fiscal year 2013 and 2012, \$6,350,000 and \$6,625,000 was defeased with the Series 2013a and Series 2012 refunding bond, respectively. 41,175,000

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 22,755,000

Series 2012, \$7,215,000 Refunding Bonds, dated May 1, 2012; is due in annual installments through January 1, 2026 varying from \$25,000 to \$6,600,000; interest payable on January 1 and July 1; interest rates varying from 1.00% to 4.00% per annum. 7,030,000

Series 2013a, \$7,080,000 Refunding Bond, dated January 17, 2013, is due in annual installments through January 1, 2026 varying from \$55,000 to \$5,475,000, interest payable on January 1 and July 1; interest rates varying from 2.00% to 3.00% per annum. 7,080,000

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Notes to Financial Statements

June 30, 2013

Series 2013b, \$950,000 Limited School Bond, dated January 17, 2013, is due in annual installments through January 1, 2027, interest payable January 1 and July 1; at 4.00% per annum.

950,000

Total General Obligation Bonds

\$115,548,936

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.

\$ 6,399,946

Total Capital Appreciation Bonds

\$ 6,399,946

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.

4,335,000

Total Debt Certificates

\$ 4,335,000

During the year ended June 30, 2013, the District issued \$7,080,000 in General Obligation Refunding School Bonds to refund the Series General Obligation Bond dated January 17, 2013. Proceeds of \$7,277,035 were issued to purchase U.S. Government securities. These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded debt. As a result this bond is partially defeased and \$6,350,000 of the liability was removed from the long-term debt. There was no economic gain recognized or a reduction in future cash flows.

In current and 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, 2013, \$50,270,000 of bonds outstanding are considered defeased.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

General Obligation, Capital Appreciation Bonds and Debt Certificates Outstanding

At June 30, 2013, the annual debt service requirements to maturity for general obligation bonds, capital appreciation bonds and debt certificates were as follows:

Fiscal Year Ending				
June 30,	Principal	Interest	Total	
2014	\$ 4,565,000	\$ 5,567,722	\$ 10,132,722	
2015	4,893,936	5,354,547	10,248,483	
2016	5,915,964	5,219,146	11,135,110	
2017	6,822,517	5,269,674	12,092,191	
2018	7,439,254	5,001,169	12,440,423	
2019-2023	49,342,107	19,625,724	68,967,831	
2024-2028	47,305,104	5,643,831	52,948,935	
Total	\$ 126,283,882	\$ 51,681,813	\$177,965,695	

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, 2013, the statutory debt limit for the District was \$290,979,358, providing a debt margin of \$172,375,088, 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, 2013, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

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, 2013, \$4,416,781 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, 2013 are as follows:

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June 30, 2013

Fiscal Year Ending June 30,	Amount
2014	\$ 458,506
2015	388,298
2016	80,065
Total minimum lease payment	926,869
Less: amount representing interest	28,487
Present value of minimum lease payments	<u><u>\$ 898,382</u></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 funding the plan, but contributions from participating employers and members are also required. The TRS Board of Trustees is responsible for the system's administration.

TRS members include all active nonannuitants who are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2013, was 9.4 percent of creditable earnings. The same contribution rate applies to members whose first contributing service is on or after January 1, 2011, the effective date of the benefit changes contained in Public Act 96-0889. These contributions, which may be paid on behalf of employees by the employer, are submitted to TRS by the employer. The active member contribution rate was also 9.4 percent for the year ended June 30, 2012 and 2011.

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, 2013 was \$51,915,340.

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Notes to Financial Statements

June 30, 2013

On-behalf contributions. The State of Illinois makes employer pension contributions on behalf of the District. For the year ended June 30, 2013, state of Illinois contributions were based on 28.05 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$14,467,437 in pension contributions that the state of Illinois paid directly to TRS. For the years ended June 30, 2012, and June 30, 2011, the state of Illinois contribution rates as percentages of creditable earnings not paid from federal funds were 24.91 percent (\$12,807,012) and 23.10 percent (\$12,010,334), 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, 2013 were \$301,109. Contributions for the years ending June 30, 2012, and June 30, 2011, were \$300,241 and \$304,024, 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 for the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS.

For the year ended June 30, 2013, the employer pension contribution was 28.05 percent of salaries paid from federal and special trust funds. For the year ended June 30, 2012 and 2011 the employer contribution was 24.91 and 23.10 percent of salaries paid from federal and special trust funds, respectively. For the year ended June 30, 2013, salaries totaling \$338,024 were paid from federal and special trust funds that required employer contributions of \$94,816. For the years ended June 30, 2012 and June 30, 2011, required district contributions were \$87,803 and \$98,198, respectively.

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

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

For the year ended June 30, 2013, the district paid \$0 to TRS for employer contributions under the ERO program. For the years ended June 30, 2012 and June 30, 2011, the district paid \$127,068 and \$82,355 in employer ERO contributions, respectively.

Salary increases over 6 percent and excess sick leave.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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

For the year ended June 30, 2013, the District paid \$9,108 to TRS for employer contributions due on salary increases in excess of 6 percent. For the year ended June 30, 2012 and 2011, the District made \$11,073 and \$0 to TRS in employer contributions due on salary increases and in excess of 6 percent, respectively.

If an employer grants sick leave days in excess of the normal annual allotment and those days are used as TRS service credit, the employer makes a contribution to TRS. The contribution is based on the number of excess sick leave days used as service credit, the highest salary rate reported by the granting employer during the four-year sick leave review period, and the TRS total normal cost rate (17.63 percent of salary during the year ended June 30, 2013).

For the year ended June 30, 2013, the District paid \$0 to TRS for sick leave days granted in the excess of the normal annual allotment. For the year ended June 30, 2012 and 2011, the District made no payments to in employer contributions granted for sick leave days, respectively.

TRS financial information, an explanation of TRS benefits, and descriptions of member, employer and state funding requirements can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2012. The report for the year ended June 30, 2013, is expected to be available in late 2013. The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, 2815 West Washington Street, P.O. Box 19253, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at <http://www.trs.illinois.gov>.

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 retired Illinois public school teachers employed outside the city of Chicago. The THIS Fund provides medical, prescription, and behavioral health benefits, but it does not provide vision, dental or life insurance benefits to annuitants of the Teachers' Retirement System (TRS). Annuitants may participate in the state administered participating provider option plan or choose from several managed care options.

The State Employees Group Insurance Act of 1971 (5 ILCS 375) outlines the benefit provisions of THIS Fund and amendments to the plan can be made only by legislative action with the Governor's approval. Effective July 1, 2012, in accordance with Executive Order 12-01, the plan is administered by the Illinois Department of Central Management Services (CMS) with the cooperation of TRS. Section 6.6 of the State Employees Group Insurance Act of 1971 requires all

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

active contributors to the TRS who are not employees of the state to make a contribution to THIS Fund.

The percentage of employer required contributions in the future will not exceed 105 percent of the percentage of salary actually required to be paid in the 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 0.92 percent of pay during the year ended June 30, 2013. State of Illinois contributions were \$477,621, and the district recognized revenue and expenditures of this amount during the year.

State contributions intended to match active member contributions during the years ended June 30, 2012 and June 30, 2011 were 0.88 percent of pay, both years. State contributions on behalf of district employees were \$455,537, and \$461,277, respectively.

Employer contributions to THIS Fund. The District also makes contributions to THIS Fund. The District THIS Fund contribution was 0.69 percent during the year ended June 30, 2013 and 0.66 percent during the years ended June 30, 2012 and June 30, 2011. For the year ended June 30, 2013, the District paid \$358,216 to the THIS Fund. For the years ended June 30, 2012 and June 30, 2011, the District paid \$341,653 and \$345,958, 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 found on the website of the Illinois Auditor General: <http://www.auditor.illinois.gov/Audit-Reports/ABC-List.asp>. The 2013 report is listed under "Central Management Services." Prior reports are available under "Healthcare and Family Services."

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 2012 used by the employer was 11.14 percent of annual covered payroll. Your employer annual required contribution rate for

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

calendar year 2012 was 11.93 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, 2012, the employer's actual contributions for pension cost for the Regular were \$1,410,564. Its required contribution for calendar year 2012 was \$1,510,595.

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 1,510,595	93%	\$ 587,991
12/31/2011	1,463,554	86%	487,960
12/31/2010	1,443,271	80%	289,406

The required contribution for 2012 was determined as part of the December 31, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.5 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 with a 20% corridor between the actuarial and market value of assets. The employer Regular plan's unfunded actuarial accrued liability at December 31, 2010 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2012, the most recent actuarial valuation date, the Regular plan was 75.92 percent funded. The actuarial accrued liability for benefits was \$33,292,261 and the actuarial value of assets was \$25,276,640, resulting in an underfunded actuarial accrued liability (UAAL) of \$8,015,621. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$12,662,158 and the ratio of the UAAL to the covered payroll was 63 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.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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 2013:

Benefit Agreement	Rate Class	Subscriber	Subscriber Plus Spouse
PPO I	Non-Medicare	\$ 596.45	\$ 1,397.95
PPO I	Medicare Primary	\$ 365.07	N/A
PPO II	Non-Medicare	\$ 554.85	\$ 1,283.67
HMO Illinois	Non-Medicare	\$ 463.01	\$ 1,054.23
Blue Adv. HMO	Non-Medicare	\$ 422.39	\$ 961.74
Dental	N/A	\$ 38.20	\$ 69.80

Certified Staff Retirees enrolling in the Teacher's Retirement System (TRS) program who retired in years prior to fiscal year 2012 were reimbursed up to an annual amount of \$2,000 for the fiscal year 2012 (indexed by CPI each year in the future). Eligible Certified Staff TRS Retirees retiring in fiscal year 2012 or later 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:

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

	FY 2013	FY 2012
Annual Required Contribution	\$ 1,507,268	\$ 1,382,794
Interest on net OPEB obligation	108,544	84,303
Adjustment on annual required contribution	(202,379)	(157,183)
Annual OPEB cost (expense)	1,413,433	1,309,914
Estimated Contributions made by the District	(336,722)	(340,280)
Increase in net OPEB obligation	1,056,711	969,634
Net OPEB obligation-Beginning of Year	4,341,758	3,372,124
Net OPEB obligation-End of Year	<u>\$ 5,398,469</u>	<u>\$ 4,341,758</u>

Schedule of Employer Contributions

	FY 2013	FY 2012
Actuarial Valuation Date	July 1, 2012	July 1, 2010
Annual Required Contribution (ARC)	\$ 1,507,268	\$ 1,382,794
Estimated Contributions Made by the District	\$ 356,722	\$ 340,280
Percentage of ARC Contributed	23.7%	24.6%

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.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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.

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

a. Valuation Date	July 1, 2012
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 Mortality Improvement Scale BB to 2030

<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%

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

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	\$ 97,753,712	\$100,211,337	\$2,457,625
Operations and Maintenance Account	8,805,623	8,387,413	(418,210)
Total General Fund	<u>\$ 106,559,335</u>	<u>\$108,598,750</u>	<u>\$2,039,415</u>
Transportation Fund	<u>\$ 3,669,875</u>	<u>\$ 3,987,497</u>	<u>\$ 317,622</u>
Debt Service Fund	<u>\$ 10,288,588</u>	<u>\$ 10,802,122</u>	<u>\$ 513,534</u>

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 coverage's have occurred nor have any insurance claims in excess of insurance coverage's 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 \$8,254,580. A liability of \$1,571,069 has been recorded as 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:

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

	Fiscal Year Ended June 30, 2012	Fiscal Year Ended June 30, 2013
Claims liability at July 1	\$ 1,486,500	\$ 1,111,885
Current year claims and changes in estimates	10,651,416	13,586,060
Claim payments	(11,026,031)	(13,126,876)
Claims liability at June 30	<u>\$ 1,111,885</u>	<u>\$ 1,571,069</u>

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 coverage's and protection other than health, life and accident coverage's 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, 2013:

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

Transfer From	Transfer To	Amount
General Fund - Education Account	Debt Service Fund (non-major fund)	\$ 884,600
General Fund - Operations & Maintenance Account	Debt Service Fund (non-major fund)	863,480
	Total Transfers	\$ 1,748,080

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

NOTE 14. CONTINGENCIES

State and Federal Aid

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.

Litigation

The District is a party to various legal proceedings that normally occur in the course of governmental operations. As a result of the District's use of the modified accrual basis of accounting, the financial statements do not include accrual or provisions for loss contingencies that may result from these proceedings. The District believes that any settlement or judgments would not have a material adverse effect on the financial condition of the District.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes to Financial Statements

June 30, 2013

NOTE 15. FUND BALANCE REPORTING

Reconciliation of Fund Balance Reporting

Fund	Nonspendable	Restricted	Committed	Assigned	Unassigned
Educational	\$ 32,455	\$ -	\$ 2,924,497	\$ -	\$ 32,797,771
Operations & Maintenance	-	-	-	-	5,363,794
Debt Service	-	3,344,612	-	-	-
Transportation	-	437,120	-	-	-
Municipal Retirement	-	800,001	-	-	-
Capital Projects	-	1,896,811	-	-	-
Working Cash	-	-	-	-	4,469,561
Fire Prevention and Safety	-	1,971,629	-	-	-
Total	\$ 32,455	\$ 8,450,173	\$ 2,924,497	\$ -	\$ 42,631,126

REQUIRED SUPPLEMENTARY INFORMATION

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Schedule of Funding Progress (unaudited)

Illinois Municipal Retirement Fund

June 30, 2013

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/2012	\$ 25,276,640	\$ 33,292,261	\$ 8,015,621	75.92	\$ 12,662,158	63.30%
12/31/2011	22,996,425	31,682,244	8,685,819	72.58	12,487,665	69.56%
12/31/2010	22,505,418	30,593,392	8,087,974	73.56	12,528,394	64.56%

On a market value basis, the actuarial value of assets as of December 31, 2012 is \$26,234,798.
On a market basis, the funded ratio would be 78.80%

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Elmhurst CU SD 205. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Schedule of Funding Progress
Other Postemployment Benefits (unaudited)
June 30, 2013

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) –Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
7/1/2012	\$ -	\$13,539,746	\$13,539,746	0.00%	N/A	N/A
7/1/2011	-	11,790,978	11,790,978	0.00%	N/A	N/A
7/1/2010	-	11,039,152	11,039,152	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
JUNE 30, 2013

	General		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources	\$ 84,215,610	\$ 88,674,515	\$ 4,458,905
State sources	19,477,800	20,948,009	1,470,209
Federal sources	3,143,340	3,857,824	714,484
Total Revenues	106,836,750	113,480,348	6,643,598
EXPENDITURES			
Current operating:			
Instruction	76,231,795	77,024,376	(792,581)
Support services	29,974,540	31,356,145	(1,381,605)
Non-programmed charges	303,000	218,229	84,771
Provision for contingencies	50,000	-	50,000
Total Expenditures	106,559,335	108,598,750	(2,039,415)
Excess of revenues over expenditures	277,415	4,881,598	4,604,183
OTHER FINANCING SOURCES (USES)			
Capital lease proceeds	-	1,331,822	(1,331,822)
Transfers out	(1,479,766)	(1,748,080)	(268,314)
Total other financing sources (uses)	(1,479,766)	(416,258)	1,063,508
Net changes in fund balance	\$ (1,202,351)	4,465,340	\$ 5,667,691
Fund Balances at beginning of year		41,122,739	
FUND BALANCES AT END OF YEAR		\$ 45,588,079	

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205

Notes To Required Supplementary Information

Budgetary Comparison Schedules

June 30, 2013

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 25, 2012.
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

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
BALANCE SHEET BY ACCOUNT
GENERAL FUND
JUNE 30, 2013

	<u>Educational</u>	<u>Operations and Maintenance</u>	<u>Working Cash</u>	<u>Total General</u>
<u>ASSETS</u>				
Cash and investments	\$ 33,209,465	\$ 5,276,293	\$ 4,469,115	\$ 42,954,873
Receivables:				
Property taxes	39,079,687	4,648,828	5,376	43,733,891
Due from other governments	1,420,818	-	-	1,420,818
Other	56,073	-	-	56,073
Prepaid insurance	-	-	-	-
Inventory	32,455	-	-	32,455
TOTAL ASSETS	\$ 73,798,498	\$ 9,925,121	\$ 4,474,491	\$ 88,198,110
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 1,837,484	\$ 253,352	\$ -	\$ 2,090,836
Accrued salaries and related expenditures	53,766	45,906	-	99,672
Deferred revenue	36,152,525	4,262,069	4,929	40,419,523
Total Liabilities	38,043,775	4,561,327	4,929	42,610,031
Fund balances:				
Nonspendable	32,455	-	-	32,455
Committed	2,924,497	-	-	2,924,497
Unassigned	32,797,771	5,363,794	4,469,562	42,631,127
Total Fund Balances	35,754,723	5,363,794	4,469,562	45,588,079
TOTAL LIABILITIES AND FUND BALANCES	\$ 73,798,498	\$ 9,925,121	\$ 4,474,491	\$ 88,198,110

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES BY ACCOUNT
GENERAL FUND
YEAR ENDED JUNE 30, 2013

	Educational	Operations and Maintenance	Working Cash	Total General
REVENUES				
Local sources	\$ 79,434,394	\$ 9,228,032	\$ 12,089	\$ 88,674,515
State sources	20,898,009	50,000	-	20,948,009
Federal sources	3,857,824	-	-	3,857,824
Total Revenues	<u>104,190,227</u>	<u>9,278,032</u>	<u>12,089</u>	<u>113,480,348</u>
EXPENDITURES				
Current operating:				
Instruction	77,024,376	-	-	77,024,376
Support services	22,968,732	8,387,413	-	31,356,145
Non-programmed charges	218,229	-	-	218,229
Total Expenditures	<u>100,211,337</u>	<u>8,387,413</u>	<u>-</u>	<u>108,598,750</u>
Excess of revenues over expenditures	<u>3,978,890</u>	<u>890,619</u>	<u>12,089</u>	<u>4,881,598</u>
OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	1,331,822	-	-	1,331,822
Transfers out	(884,600)	(863,480)	-	(1,748,080)
Total other financing sources (uses)	<u>447,222</u>	<u>(863,480)</u>	<u>-</u>	<u>(416,258)</u>
Net changes in fund balance	4,426,112	27,139	12,089	4,465,340
Fund balances at beginning of year	<u>31,328,611</u>	<u>5,336,655</u>	<u>4,457,473</u>	<u>41,122,739</u>
FUND BALANCES AT END OF YEAR	<u>\$ 35,754,723</u>	<u>\$ 5,363,794</u>	<u>\$ 4,469,562</u>	<u>\$ 45,588,079</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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 70,492,500	\$ 74,070,257	\$ 3,577,757
Corporate personal property taxes	1,343,660	1,727,969	384,309
Tuition	388,570	408,337	19,767
Earnings on investments	31,000	28,666	(2,334)
Food services	1,663,950	1,600,074	(63,876)
Pupil activities and textbooks	1,397,250	1,269,263	(127,987)
Other	166,500	329,828	163,328
Total local sources	75,483,430	79,434,394	3,950,964
State sources:			
Unrestricted:			
General state aid	2,053,240	2,053,618	378
Restricted:			
Special education	3,065,950	3,481,737	415,787
Vocational education	36,100	37,140	1,040
Bilingual education	66,000	128,408	62,408
School lunch aid	14,000	10,455	(3,545)
Driver education	80,000	91,437	11,437
Prekindergarten program for at risk students	100,740	100,742	2
On behalf payments - State of Illinois	14,000,000	14,945,058	945,058
Other grants-in-aid	61,770	49,414	(12,356)
Total state sources	19,477,800	20,898,009	1,420,209
Federal sources:			
Restricted:			
School lunch programs	380,570	548,274	167,704
Title I	427,960	448,129	20,169
Education for handicapped	1,765,660	2,372,816	607,156
CTE Other	20,000	23,289	3,289
Title III	30,050	99,974	69,924
Title II	123,200	136,739	13,539
Medicaid matching/administrative outreach	258,000	211,272	(46,728)
Other	132,900	17,331	(115,569)
Total federal sources	3,138,340	3,857,824	719,484
Total revenues	\$ 98,099,570	\$ 104,190,227	\$ 6,090,657

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
EXPENDITURES			
Current operating:			
Instruction:			
Regular programs:			
Salaries	\$ 35,524,231	\$ 34,066,894	\$ 1,457,337
Employee benefits	18,228,047	17,962,926	265,121
Purchased services	257,525	183,060	74,465
Supplies and materials	1,602,606	1,516,425	86,181
Capital outlay	31,740	1,380,266	(1,348,526)
Other	21,035	30,042	(9,007)
Non-capitalized equipment	155,482	119,408	36,074
Total	55,820,666	55,259,021	561,645
Special education programs:			
Salaries	7,905,100	8,168,749	(263,649)
Employee benefits	1,481,235	1,550,153	(68,918)
Purchased services	1,361,162	1,562,388	(201,226)
Supplies and materials	159,145	151,175	7,970
Other	1,300	225	1,075
Non-capitalized equipment	21,000	14,318	6,682
Total	10,928,942	11,447,008	(518,066)
Special education pre-k programs:			
Salaries	1,507,395	1,377,802	129,593
Employee benefits	210,083	226,974	(16,891)
Purchased services	5,950	2,807	3,143
Supplies and materials	43,547	49,345	(5,798)
Other	750	325	425
Total	1,767,725	1,657,253	110,472
Educationally deprived/remedial programs:			
Salaries	150,600	235,038	(84,438)
Employee benefits	75,735	59,725	16,010
Purchased services	15,997	58,058	(42,061)
Supplies and materials	3,000	5,275	(2,275)
Capital outlay	-	35,537	(35,537)
Non-capitalized equipment	-	48,752	(48,752)
Total	\$ 245,332	\$ 442,385	\$ (197,053)

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
CTE programs:			
Salaries	\$ 1,315,461	\$ 1,318,852	\$ (3,391)
Employee benefits	154,455	155,801	(1,346)
Purchased services	20,694	6,364	14,330
Supplies and materials	108,691	103,719	4,972
Non-capitalized equipment	37,748	49,129	(11,381)
Other	45,183	21,604	23,579
Non-capitalized equipment	2,500	2,057	443
Total	1,684,732	1,657,526	27,206
Interscholastic programs:			
Salaries	968,516	1,003,427	(34,911)
Employee benefits	37,019	35,077	1,942
Purchased services	169,490	167,679	1,811
Supplies and materials	75,059	66,841	8,218
Other	2,750	2,340	410
Total	1,252,834	1,275,364	(22,530)
Summer school:			
Salaries	446,254	505,129	(58,875)
Employee benefits	-	4,327	(4,327)
Purchased services	500	-	500
Supplies and materials	31,800	37,941	(6,141)
Total	478,554	547,397	(68,843)
Gifted:			
Salaries	695,194	675,148	20,046
Employee benefits	106,191	112,969	(6,778)
Purchased services	6,463	2,357	4,106
Supplies and materials	2,100	1,526	574
Total	809,948	792,000	17,948
Drivers Education:			
Salaries	150,000	168,406	(18,406)
Employee benefits	-	1,323	(1,323)
Purchased services	2,000	1,305	695
Supplies and materials	7,904	4,781	3,123
	20,000	14,113	5,887
Total	\$ 179,904	\$ 189,928	\$ (10,024)

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Bilingual:			
Salaries	\$ 805,291	\$ 871,480	\$ (66,189)
Employee benefits	96,597	105,953	(9,356)
Purchased services	57,970	21,218	36,752
Supplies and materials	63,300	60,202	3,098
Non-capitalized equipment	20,000	6,985	13,015
Total	1,043,158	1,065,838	(22,680)
Special education K-12 private tuition:			
Other	2,020,000	2,690,656	(670,656)
Total	2,020,000	2,690,656	(670,656)
Total instruction	76,231,795	77,024,376	(792,581)
Support services:			
Pupils:			
Attendance and social work:			
Salaries	1,099,006	1,102,405	(3,399)
Employee benefits	95,974	96,571	(597)
Supplies and materials	233	172	61
Total	1,195,213	1,199,148	(3,935)
Guidance services:			
Salaries	1,459,343	1,505,322	(45,979)
Employee benefits	137,574	138,901	(1,327)
Purchased services	2,200	800	1,400
Supplies and materials	7,492	7,877	(385)
Other	16,925	2,560	14,365
Total	\$ 1,623,534	\$ 1,655,460	\$ (31,926)

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Health services:			
Salaries	\$ 33,084	\$ 30,243	\$ 2,841
Employee benefits	6,109	6,093	16
Purchased services	1,111,317	1,041,431	69,886
Supplies and materials	9,700	8,107	1,593
Total	1,160,210	1,085,874	74,336
Psychological services:			
Salaries	653,555	647,854	5,701
Employee benefits	65,029	68,204	(3,175)
Purchased services	150	150	-
Total	718,734	716,208	2,526
Speech pathology and audiology services:			
Salaries	1,078,113	1,036,462	41,651
Employee benefits	114,672	115,900	(1,228)
Purchased services	120	210	(90)
Supplies and materials	200	200	-
Total	1,193,105	1,152,772	40,333
Total pupils	5,890,796	5,809,462	81,334
Instructional staff:			
Improvement of instruction services:			
Salaries	1,864,051	2,024,501	(160,450)
Employee benefits	484,452	427,036	57,416
Purchased services	443,508	531,100	(87,592)
Supplies and materials	266,300	237,480	28,820
Capital outlay	382,700	389,315	(6,615)
Other	1,750	1,493	257
Non-capitalized equipment	216,000	167,017	48,983
Total	3,658,761	3,777,942	(119,181)
Educational media services:			
Salaries	431,028	443,696	(12,668)
Employee benefits	60,893	67,703	(6,810)
Purchased services	31,050	17,383	13,667
Supplies and materials	191,402	132,891	58,511
Total	\$ 714,373	\$ 661,673	\$ 52,700

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Assessment & testing:			
Salaries	\$ 129,885	\$ 122,865	\$ 7,020
Employee benefits	32,967	34,454	(1,487)
Purchased services	140,400	141,806	(1,406)
Supplies and materials	53,700	38,238	15,462
Total	356,952	337,363	19,589
Total instructional staff	4,730,086	4,776,978	(46,892)
General administration:			
Board of education:			
Salaries	52,410	62,089	(9,679)
Employee benefits	20,456	20,683	(227)
Purchased services	451,340	415,771	35,569
Supplies and materials	22,580	21,283	1,297
Other	49,178	53,212	(4,034)
Total	595,964	573,038	22,926
Executive administration:			
Salaries	274,427	276,831	(2,404)
Employee benefits	61,194	73,397	(12,203)
Purchased services	6,000	1,490	4,510
Supplies and materials	1,700	171	1,529
Other	3,000	2,069	931
Total	346,321	353,958	(7,637)
Total general administration	942,285	926,996	15,289
School administration:			
Office of the principal:			
Salaries	3,523,476	3,552,993	(29,517)
Employee benefits	814,733	856,685	(41,952)
Purchased services	50,670	62,690	(12,020)
Supplies and materials	78,001	61,225	16,776
Other	18,621	14,935	3,686
Total	4,485,501	4,548,528	(63,027)
Total school administration	\$ 4,485,501	\$ 4,548,528	\$ (63,027)

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Business:			
Business support services:			
Salaries	\$ 180,493	\$ 180,493	\$ -
Employee benefits	43,363	45,019	(1,656)
Purchased services	2,250	2,716	(466)
Supplies and materials	750	308	442
Other	2,600	2,924	(324)
Total	229,456	231,460	(2,004)
Fiscal services:			
Salaries	381,073	386,706	(5,633)
Employee benefits	90,956	85,091	5,865
Purchased services	13,520	24,561	(11,041)
Supplies and materials	16,200	12,680	3,520
Other	81,000	75,307	5,693
Total	582,749	584,345	(1,596)
Operation and maintenance of plant services:			
Purchased services	500,000	391,863	108,137
Total	500,000	391,863	108,137
Pupil transportation services:			
Purchased services	4,000	4,058	(58)
Total	4,000	4,058	(58)
Food services:			
Salaries	791,046	812,571	(21,525)
Employee benefits	188,379	172,914	15,465
Purchased services	7,350	1,795	5,555
Supplies and materials	998,000	908,808	89,192
Capital outlay	15,000	5,621	9,379
Other	7,195	7,100	95
Total	2,006,970	1,908,809	98,161
Total business	\$ 3,323,175	\$ 3,120,535	\$ 202,640

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Information services:			
Salaries	\$ 154,957	\$ 151,309	\$ 3,648
Employee benefits	28,700	25,709	2,991
Purchased services	16,582	14,797	1,785
Supplies and materials	2,675	2,192	483
Other	1,500	1,055	445
Total	204,414	195,062	9,352
Staff services:			
Salaries	300,576	293,479	7,097
Employee benefits	62,706	62,990	(284)
Purchased services	10,500	12,833	(2,333)
Supplies and materials	4,700	1,541	3,159
Other	955	618	337
Total	379,437	371,461	7,976
Data processing services:			
Purchased services	43,500	29,862	13,638
Supplies and materials	207,000	194,331	12,669
Other	1,360	1,240	120
Total	251,860	225,433	26,427
Total central	835,711	791,956	43,755
Other support services:			
Employee benefits	-	2,194,205	(2,194,205)
Purchased services	961,363	800,072	161,291
Total	961,363	2,994,277	(2,032,914)
Total support services	21,168,917	22,968,732	(1,799,815)
Non-programmed charges:			
Payments for regular programs			
Tuition	3,000	1,118	1,882
Total	\$ 3,000	\$ 1,118	\$ 1,882

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Non-programmed charges:			
Payments for special education programs			
Tuition	\$ 300,000	\$ 217,111	\$ 82,889
Total non-programmed charges	303,000	218,229	84,771
Provision for contingencies	50,000	-	50,000
Total expenditures	97,753,712	100,211,337	(2,457,625)
Excess of revenues over expenditures	345,858	3,978,890	3,633,032
OTHER FINANCING SOURCES (USES)			
Capital lease proceeds	-	1,331,822	1,331,822
Transfers out	(616,286)	(884,600)	(268,314)
Total other financing sources (uses)	(616,286)	447,222	1,063,508
Net changes in fund balance	\$ (270,428)	4,426,112	\$ 4,696,540
Fund balance at beginning of year		31,328,611	
FUND BALANCE AT END OF YEAR		\$ 35,754,723	

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 8,568,900	\$ 8,949,284	\$ 380,384
Earnings on investments	1,400	4,274	2,874
Rentals	98,330	191,360	93,030
Donations	50,000	82,755	32,755
Other	500	359	(141)
Total local sources	8,719,130	9,228,032	508,902
State sources:			
Unrestricted:			
School infrastructure	-	50,000	50,000
Total state sources	-	50,000	50,000
Federal sources:			
Other	5,000	-	(5,000)
Total federal sources	5,000	-	(5,000)
Total revenues	8,724,130	9,278,032	553,902
EXPENDITURES			
Current operating:			
Support services:			
Operations and maintenance of plant services:			
Salaries	4,638,648	4,493,156	145,492
Employee benefits	710,048	697,312	12,736
Purchased services	2,654,776	2,412,151	242,625
Supplies and materials	675,000	672,781	2,219
Capital outlay	70,000	62,907	7,093
Non capitalized equipment	57,151	49,106	8,045
Total	8,805,623	8,387,413	418,210
Total support services	\$ 8,805,623	\$ 8,387,413	\$ 418,210

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Total expenditures	\$ 8,805,623	\$ 8,387,413	\$ 418,210
Excess (deficiency) of revenues over expenditures	(81,493)	890,619	972,112
OTHER FINANCING USES			
Transfers out	(863,480)	(863,480)	-
Total other financing uses	(863,480)	(863,480)	-
Net changes in fund balance	<u>\$ (944,973)</u>	27,139	<u>\$ 972,112</u>
Fund balance at beginning of year		<u>5,336,655</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 5,363,794</u>	

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 11,800	\$ 10,918	\$ (882)
Earnings on investments	1,250	1,171	(79)
Total local sources	13,050	12,089	(961)
Total revenues	13,050	12,089	(961)
Excess of revenues over expenditures	<u>\$ 13,050</u>	12,089	<u>\$ (961)</u>
Fund balance at beginning of year		<u>4,457,473</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 4,469,562</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, 2013

	<u>Transportation</u>	<u>Municipal Retirement/ Social Security</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Fire Prevention and Safety</u>	<u>Total Nonmajor Governmental Funds</u>
<u>ASSETS</u>						
Assets:						
Cash and investments	\$ 129,785	\$ 652,051	\$ 1,896,811	\$ 2,936,589	\$ 1,971,629	\$ 7,586,865
Receivables:						
Property taxes	1,149,070	1,778,355	-	4,904,435	-	7,831,860
Due from other governments	263,926	-	-	-	-	263,926
TOTAL ASSETS	\$ 1,542,781	\$ 2,430,406	\$ 1,896,811	\$ 7,841,024	\$ 1,971,629	\$ 15,682,651
<u>LIABILITIES AND FUND BALANCES</u>						
Liabilities:						
Accounts payable	\$ 48,911	\$ -	\$ -	\$ -	\$ -	\$ 48,911
Accrued salaries and related expenditures	3,275	-	-	-	-	3,275
Deferred revenue	1,053,475	1,630,405	-	4,496,412	-	7,180,292
Total Liabilities	1,105,661	1,630,405	-	4,496,412	-	7,232,478
Fund Balances:						
Restricted reported in:						
Special Revenue Funds	437,120	800,001	-	-	-	1,237,121
Debt Service Funds	-	-	-	3,344,612	-	3,344,612
Capital Project Funds	-	-	1,896,811	-	1,971,629	3,868,440
Total Fund Balances	437,120	800,001	1,896,811	3,344,612	1,971,629	8,450,173
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,542,781	\$ 2,430,406	\$ 1,896,811	\$ 7,841,024	\$ 1,971,629	\$ 15,682,651

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NO. 205
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2013

	Transportation	Municipal Retirement/ Social Security	Capital Projects	Debt Service
REVENUES				
Local sources	\$ 1,974,110	\$ 3,479,649	\$ 104	\$ 9,262,178
State sources	1,835,984	-	-	-
Total Revenues	3,810,094	3,479,649	104	9,262,178
EXPENDITURES				
Current operating:				
Instruction	-	1,418,109	-	-
Support services	3,987,497	1,797,516	104,992	-
Debt service:				
Principal	-	-	-	4,822,645
Interest and other	-	-	-	5,979,477
Total Expenditures	3,987,497	3,215,625	104,992	10,802,122
Excess (deficiency) of revenues over expenditures	(177,403)	264,024	(104,888)	(1,539,944)
OTHER FINANCING SOURCES (USES)				
Principal on bonds sold	-	-	-	6,942,583
Premium on bonds sold	-	-	-	462,842
Transfers in	-	-	-	1,748,080
Deposits with escrow refunding agent	-	-	-	(7,277,035)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	1,876,470
Net changes in fund balances	(177,403)	264,024	(104,888)	336,526
Fund balances at beginning of year	614,523	535,977	2,001,699	3,008,086
FUND BALANCES AT END OF YEAR	\$ 437,120	\$ 800,001	\$ 1,896,811	\$ 3,344,612

Fire Prevention and Safety	Total Nonmajor Governmental Funds
\$ 172	\$ 14,716,213
-	1,835,984
172	16,552,197
-	1,418,109
186,622	6,076,627
-	4,822,645
-	5,979,477
186,622	18,296,858
(186,450)	(1,744,661)
1,087,417	8,030,000
-	462,842
-	1,748,080
-	(7,277,035)
1,087,417	2,963,887
900,967	1,219,226
1,070,662	7,230,947
\$ 1,971,629	\$ 8,450,173

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 1,727,300	\$ 1,971,751	\$ 244,451
Earnings on investments	30	104	74
Other	-	2,255	2,255
Total local sources	1,727,330	1,974,110	246,780
State sources:			
Unrestricted:			
General state aid	841,000	841,000	-
Restricted:			
Transportation aid	1,101,640	994,984	(106,656)
Total state sources	1,942,640	1,835,984	(106,656)
Total revenues	3,669,970	3,810,094	140,124
EXPENDITURES			
Current operating:			
Support services:			
Pupil transportation services:			
Salaries	138,998	161,476	(22,478)
Employee benefits	11,981	34,547	(22,566)
Purchased services	3,272,091	3,659,493	(387,402)
Supplies and materials	216,805	26,856	189,949
Capital outlay	30,000	105,125	(75,125)
Total support services	3,669,875	3,987,497	(317,622)
Total expenditures	3,669,875	3,987,497	(317,622)
Excess (deficiency) of revenues over expenditures	\$ 95	(177,403)	\$ (177,498)
Fund balance at beginning of year		614,523	
FUND BALANCE AT END OF YEAR		\$ 437,120	

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 1,364,300	\$ 1,385,850	\$ 21,550
Social security/medicare only levy	1,705,900	1,843,646	137,746
Corporate personal property replacement taxes	250,000	250,000	-
Earnings on investments	150	153	3
Total local sources	3,320,350	3,479,649	159,299
Total revenues	3,320,350	3,479,649	159,299
EXPENDITURES			
Current operating:			
Instruction:			
Regular programs	746,788	579,873	166,915
Special education programs	587,210	704,612	(117,402)
Special education pre-k programs	82,811	-	82,811
Educationally deprived/remedial programs	-	1,483	(1,483)
CTE programs	18,976	18,424	552
Interscholastic programs	32,037	43,226	(11,189)
Summer school programs	-	24,591	(24,591)
Gifted programs	9,742	9,347	395
Drivers ed programs	-	2,440	(2,440)
Bilingual programs	26,309	34,113	(7,804)
Total instruction	1,503,873	1,418,109	85,764
Support services:			
Pupils:			
Attendance and social work services	17,052	16,495	557
Guidance services	21,137	21,182	(45)
Health services	6,217	7,736	(1,519)
Psychological services	9,477	9,116	361
Speech pathology and audiology services	15,633	14,861	772
Total pupils	\$ 69,516	\$ 69,390	\$ 126

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Instructional staff:			
Improvement of instruction services	\$ 239,644	\$ 251,863	\$ (12,219)
Educational media services	12,739	14,146	(1,407)
Assessment and training	1,726	1,877	(151)
Total instructional staff	254,109	267,886	(13,777)
General administration:			
Board of education services	9,848	12,366	(2,518)
Executive administration services	14,829	17,177	(2,348)
Total general administration	24,677	29,543	(4,866)
School administration:			
Office of the principal services	242,177	263,188	(21,011)
Total school administration	242,177	263,188	(21,011)
Business:			
Direction of business support services	9,458	9,353	105
Fiscal services	71,639	73,813	(2,174)
Operation and maintenance of plant services	818,388	846,562	(28,174)
Pupil transportation services	19,947	25,388	(5,441)
Food services	140,674	145,773	(5,099)
Total business	1,060,106	1,100,889	(40,783)
Central:			
Planning, research, development & evaluation			-
Information services	33,095	34,286	(1,191)
Staff services	33,394	32,352	1,042
Other	-	(18)	18
Total central	66,489	66,620	(131)
Total support services	\$ 1,717,074	\$ 1,797,516	\$ (80,442)

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
Total expenditures	\$ 3,220,947	\$ 3,215,625	\$ 5,322
Excess of revenues over expenditures	<u>\$ 99,403</u>	264,024	<u>\$ 164,621</u>
Fund balance at beginning of year		<u>535,977</u>	
FUND BALANCE AT END OF YEAR		<u>\$ 800,001</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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Property taxes	\$ 8,888,900	\$ 9,261,350	\$ 372,450
Earnings on investments	860	828	(32)
Total local sources	8,889,760	9,262,178	372,418
Total revenues	8,889,760	9,262,178	372,418
EXPENDITURES			
Debt service:			
Principal retirement	4,456,286	4,822,645	(366,359)
Interest on bonds	5,832,302	5,796,479	35,823
Other	-	182,998	(182,998)
Total expenditures	10,288,588	10,802,122	(513,534)
Deficiency of revenues over expenditures	(1,398,828)	(1,539,944)	(141,116)
OTHER FINANCING SOURCES (USES)			
Principal on bonds sold	-	6,942,583	(6,942,583)
Premium on bonds sold	-	462,842	(462,842)
Transfers in	1,479,766	1,748,080	(268,314)
Deposits with escrow refunding agent	-	(7,277,035)	7,277,035
Total other financing sources (uses)	1,479,766	1,876,470	(396,704)
Net changes in fund balance	<u>\$ 80,938</u>	336,526	<u>\$ (537,820)</u>
Fund balance at beginning of year		3,008,086	
FUND BALANCE AT END OF YEAR		<u>\$ 3,344,612</u>	

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Earnings on investments	\$ 9,150	\$ 104	\$ (9,046)
Total local sources	9,150	104	(9,046)
Total revenues	9,150	104	(9,046)
EXPENDITURES			
Current operating:			
Support services:			
Facilities acquisition and construction:			
Purchased services	481,900	99,280	382,620
Capital outlay	5,000	5,712	(712)
Total support services	486,900	104,992	381,908
Total expenditures	486,900	104,992	381,908
Deficiency of revenues over expenditures	<u>\$ (477,750)</u>	(104,888)	<u>\$ 372,862</u>
Fund balance at beginning of year		2,001,699	
FUND BALANCE AT END OF YEAR		<u>\$ 1,896,811</u>	

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, 2013

	2013		
	Original and Final Budget	Actual	Variance over/under
REVENUES			
Local sources:			
Earnings on investments	\$ 5,300	\$ 172	\$ (5,128)
Total local sources	5,300	172	(5,128)
Total revenues	5,300	172	(5,128)
EXPENDITURES			
Current operating:			
Support services:			
Facilities Acquisition:			
Capital outlay	200,000	186,622	(13,378)
Total support services	200,000	186,622	(13,378)
Total expenditures	200,000	186,622	(13,378)
Deficiency of revenues over expenditures	(194,700)	(186,450)	8,250
OTHER FINANCING SOURCES (USES)			
Principal on bonds sold	-	1,087,417	(1,087,417)
Total other financing sources (uses)	-	1,087,417	(1,087,417)
Net changes in fund balance	\$ (194,700)	900,967	\$ (1,079,167)
Fund balance at beginning of year		1,070,662	
FUND BALANCE AT END OF YEAR		\$ 1,971,629	

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, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
Assets:				
Cash	<u>\$ 1,047,696</u>	<u>\$ 3,405,614</u>	<u>\$ 3,360,895</u>	<u>\$ 1,092,415</u>
Liabilities:				
Due to organizations	<u>\$ 1,047,696</u>	<u>\$ 3,405,614</u>	<u>\$ 3,360,895</u>	<u>\$ 1,092,415</u>

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 POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	2013	2012	2011	2010	2009
Governmental activities					
Net investment					
in capital assets	\$ 7,894,725	\$ 8,255,172	\$ 10,533,210	\$ 13,059,607	\$ 19,508,444
Restricted	4,581,733	4,158,586	6,706,426	6,389,100	5,999,014
Unrestricted	<u>40,961,072</u>	<u>37,654,386</u>	<u>31,720,291</u>	<u>27,503,707</u>	<u>26,111,572</u>
Total governmental activities net position	<u>\$ 53,437,530</u>	<u>\$ 50,068,144</u>	<u>\$ 48,959,927</u>	<u>\$ 46,952,414</u>	<u>\$ 51,619,030</u>

Note: Certain amounts were reclassified between the components of net position for 2004 to conform to the current presentation.

Source of Information: Annual Financial Statements

2008	2007	2006	2005	2004
\$ 51,510,631	\$ 56,666,180	\$ 60,615,001	\$ 62,641,231	\$ 71,172,404
4,804,570	3,279,180	4,381,904	6,584,455	5,788,330
20,369,859	17,912,152	13,392,667	11,303,897	9,427,577
<u>\$ 76,685,060</u>	<u>\$ 77,857,512</u>	<u>\$ 78,389,572</u>	<u>\$ 80,529,583</u>	<u>\$ 86,388,311</u>

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT 205
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2013	2012	2011	2010
Expenses				
Governmental activities				
Instruction:				
Regular programs	\$ 43,528,715	\$ 44,792,827	\$ 45,495,078	\$ 48,012,216
Special programs	22,638,372	21,117,368	20,303,333	17,570,703
Other instructional programs	218,229	551,201	928,440	857,011
State retirement contributions	14,945,058	13,262,549	12,471,611	12,181,055
Support services:				
Pupils	5,878,852	5,818,589	5,655,474	5,291,907
Instructional staff	5,119,892	4,383,580	4,307,345	5,116,894
General administration	956,539	902,262	929,879	861,793
School administration	4,910,594	4,948,740	5,172,851	5,044,546
Business	3,400,652	4,363,464	3,680,454	5,453,798
Operations and maintenance	9,468,282	8,345,779	8,685,788	9,427,279
Transportation	4,012,885	3,174,893	3,043,181	2,891,108
Central	858,594	916,258	910,665	1,130,338
Other supporting services	2,994,259	878,262	887,645	743,735
Unallocated depreciation	1,341,557	1,325,558	1,403,638	1,517,355
Interest and fees	6,390,679	6,489,532	6,710,436	6,812,858
Total governmental activities expenses	126,663,159	121,270,862	120,585,818	122,912,596
Program revenues				
Governmental activities				
Charges for services				
Instruction:				
Regular programs	2,735,601	2,812,144	2,940,415	3,150,449
Special programs	6,104,915	5,285,107	6,077,563	5,363,824
State retirement contributions	14,945,058	13,262,549	12,471,611	12,181,055
Support services:				
Transportation	997,239	1,124,235	952,700	932,424
Business	2,158,803	2,136,994	2,041,368	2,034,186
Operations and maintenance	324,474	153,672	201,475	74,420
Pupils	-	-	-	-
Instructional staff	136,739	65,066	127,437	211,345
Total governmental activities program revenues	27,402,829	24,839,767	24,812,569	23,947,703
Net expense	(99,260,330)	(96,431,095)	(95,773,249)	(98,964,893)
Governmental activities				
General revenues				
Taxes:				
Real estate taxes, levied for general purposes	83,030,459	79,114,757	79,932,582	76,209,712
Real estate taxes, levied for specific purposes	5,201,247	4,283,198	3,971,463	3,724,253
Real estate taxes, levied for debt service	9,261,350	8,658,309	8,517,325	7,821,792
Personal property replacement taxes	1,977,969	1,868,841	1,872,444	1,646,539
Federal and state aid	3,105,890	3,520,761	3,349,482	3,451,738
Investment earnings	35,470	49,571	68,484	155,033
Miscellaneous	17,331	43,875	68,982	1,289,210
Extraordinary item	-	-	-	-
Total governmental activities general revenues and extraordinary item	102,629,716	97,539,312	97,780,762	94,298,277
Change in net position	\$ 3,369,386	\$ 1,108,217	\$ 2,007,513	\$ (4,666,616)

Source of Information: Annual Financial Statements

2009	2008	2007	2006	2005	2004
\$ 44,224,328	\$ 42,035,735	\$ 40,312,504	\$ 37,772,824	\$ 36,379,229	\$ 34,177,802
14,092,250	11,053,358	9,737,840	8,924,544	8,321,406	7,567,275
789,664	4,162,434	4,135,885	4,127,905	4,189,882	3,988,335
8,394,393	6,237,078	4,289,879	2,198,818	4,705,738	4,982,826
4,769,357	4,911,688	4,531,388	4,360,713	4,074,102	3,772,625
3,433,586	3,256,339	3,392,927	2,348,897	2,450,492	2,306,432
858,464	893,024	917,780	1,829,691	1,532,281	1,545,750
4,373,424	4,475,613	4,365,226	4,038,744	4,044,882	3,685,336
6,472,469	2,751,459	3,033,125	2,569,632	2,321,920	2,530,494
8,767,465	12,576,150	10,758,198	9,264,377	8,675,578	8,929,024
2,715,133	2,086,709	2,091,984	2,292,640	2,127,541	2,236,600
1,327,380	2,102,620	1,646,942	1,522,306	1,440,682	1,346,194
660,190	722,847	759,455	7	227,326	-
1,283,031	1,875,439	1,745,131	1,695,185	1,630,301	1,427,591
6,344,589	6,552,420	6,821,477	3,835,699	4,148,956	3,916,703
108,505,723	105,692,913	98,539,741	86,781,982	86,270,316	82,412,987
3,926,851	7,439,261	6,827,411	6,283,818	6,066,446	5,633,914
4,640,847	-	-	-	-	-
8,394,393	6,237,078	4,289,879	2,198,818	4,705,738	4,982,826
603,605	668,045	609,198	666,993	673,158	791,245
2,026,576	2,202,182	1,953,205	2,086,476	1,637,642	1,330,610
90,648	83,103	89,022	83,107	69,549	44,056
-	20,125	23,373	25,672	21,058	29,508
425,853	157,448	187,032	156,747	129,993	218,125
20,108,773	16,807,242	13,979,120	11,501,631	13,303,584	13,030,284
(88,396,950)	(88,885,671)	(84,560,621)	(75,280,351)	(72,966,732)	(69,382,703)
73,109,873	61,222,533	57,726,673	49,999,033	44,447,821	42,461,180
3,804,282	12,150,706	11,574,162	11,676,172	11,521,559	11,224,618
7,327,656	6,931,836	6,520,537	6,155,488	6,250,960	5,695,858
2,035,298	2,326,666	2,175,730	1,994,228	1,573,406	1,488,426
2,630,841	2,859,140	2,555,091	2,381,614	2,215,882	2,078,383
809,558	2,032,204	3,218,833	867,270	396,412	219,379
72,539	190,134	257,535	66,535	701,964	965,901
-	-	-	-	-	838,313
89,790,047	87,713,219	84,028,561	73,140,340	67,108,004	64,972,058
\$ 1,393,097	\$ (1,172,452)	\$ (532,060)	\$ (2,140,011)	\$ (5,858,728)	\$ (4,410,645)

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

	2013	2012	2011	2010
General Fund				
Nonspendable	\$ 32,455	\$ 255,395	\$ 33,038	
Committed	2,924,497	-	-	
Unassigned	<u>42,631,127</u>	<u>40,867,344</u>	<u>37,745,976</u>	
Total general fund	<u>\$ 45,588,079</u>	<u>\$ 41,122,739</u>	<u>\$ 37,779,014</u>	
All Other Governmental Funds				
Restricted, reported in:				
Capital projects funds	\$ 3,868,440	\$ 3,072,361	\$ 3,156,151	
Debt service funds	3,344,612	3,008,086	2,583,397	
Special revenue funds	<u>1,237,121</u>	<u>1,150,500</u>	<u>966,878</u>	
Total all other governmental funds	<u>\$ 8,450,173</u>	<u>\$ 7,230,947</u>	<u>\$ 6,706,426</u>	
General Fund				
Reserved				\$ -
Unreserved				<u>29,230,765</u>
Total general fund				<u>29,230,765</u>
All Other Governmental Funds				
Unreserved, reported in:				
Capital projects funds				4,009,756
Debt service funds				1,977,210
Special revenue funds				<u>5,113,111</u>
Total all other governmental funds				<u>\$ 11,100,077</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.

2009	2008	2007	2006	2005	2004
\$ -	\$ 91,673	\$ 92,270	\$ 104,533	\$ 76,527	\$ 86,843
26,427,125	14,593,124	8,923,903	5,112,705	3,925,191	5,585,508
26,427,125	14,684,797	9,016,173	5,217,238	4,001,718	5,672,351
10,858,252	8,815,714	26,751,535	42,162,936	3,601,916	5,412,499
1,627,470	1,376,881	1,688,130	3,805,742	1,499,467	353,050
5,725,642	15,488,752	15,904,856	8,553,794	8,806,043	9,190,506
\$ 18,211,364	\$ 25,681,347	\$ 44,344,521	\$ 54,522,472	\$ 13,907,426	\$ 14,956,055

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

	2013	2012	2011	2010
Revenues				
Local sources				
Taxes	\$ 99,471,025	\$ 93,925,105	\$ 86,591,814	\$ 89,402,296
Earnings on investments	35,472	49,571	68,484	155,033
Other local sources	3,884,231	4,083,592	11,621,098	5,080,101
Total local sources	103,390,728	98,058,268	98,281,396	94,637,430
State sources	22,783,993	21,376,322	20,652,648	19,300,170
Federal sources	3,857,824	2,944,489	3,659,287	4,292,453
Total revenues	130,032,545	122,379,079	122,593,331	118,230,053
Expenditures				
Current:				
Instruction	76,963,440	74,216,526	73,469,916	72,814,612
Supporting services	36,067,596	33,329,185	33,873,669	35,551,554
Non-programmed charges	218,229	551,201	928,440	857,011
Debt service				
Principal	4,822,645	4,297,632	3,667,551	3,065,102
Interest and other	5,979,477	6,075,013	6,223,081	6,339,559
Capital outlay	2,844,221	526,141	612,521	4,990,885
Total expenditures	126,895,608	118,995,698	118,775,178	123,618,723
Excess (deficiency) of revenue over expenditures	3,136,937	3,383,381	3,818,153	(5,388,670)
Other Financing Sources (Uses)				
Proceeds from borrowing	9,361,822	7,576,018	336,445	1,065,096
Payments to escrow agent	(7,277,035)	(7,897,117)	-	-
Sale of capital assets	-	-	-	15,927
Transfers in	1,748,080	2,014,310	1,977,813	1,930,463
Transfers out	(1,748,080)	(2,014,310)	(1,977,813)	(1,930,463)
Other	462,842	805,964	-	-
Total other financing sources (uses)	2,547,629	484,865	336,445	1,081,023
Net change in fund balances	\$ 5,684,566	\$ 3,868,246	\$ 4,154,598	\$ (4,307,647)
Debt service as a percentage of noncapital expenditures	8.71%	8.76%	8.37%	7.93%

Source of information: Annual Financial Statements

2009	2008	2007	2006	2005	2004
\$ 86,277,109	\$ 82,631,741	\$ 77,997,102	\$ 69,824,921	\$ 63,793,746	\$ 60,870,082
809,558	2,598,211	2,866,940	665,907	390,497	391,416
3,830,170	3,805,950	3,696,220	3,353,804	3,536,774	3,347,856
90,916,837	89,035,902	84,560,262	73,844,632	67,721,017	64,609,354
15,278,102	13,429,093	10,853,479	8,628,217	10,650,675	10,836,422
3,703,881	2,621,473	2,242,047	1,967,759	2,033,981	1,890,290
109,898,820	105,086,468	97,655,788	84,440,608	80,405,673	77,336,066
62,347,542	58,378,675	53,894,219	48,755,826	48,471,788	46,486,869
33,038,761	33,187,014	30,686,363	27,842,986	26,551,074	26,080,834
789,664	11,699	5,507	990	408,072	391,983
1,829,728	1,625,157	2,585,325	2,072,485	1,196,613	955,365
6,047,961	6,094,518	7,171,358	3,891,967	4,219,590	4,116,248
8,821,735	20,661,584	17,353,635	2,875,466	7,573,223	12,396,642
112,875,391	119,958,647	111,696,407	85,439,720	88,420,360	90,427,941
(2,976,571)	(14,872,179)	(14,040,619)	(999,112)	(8,014,687)	(13,091,875)
7,248,916	1,877,629	30,878,223	57,312,747	20,966,362	6,231,231
-	-	(23,466,620)	(14,483,069)	-	-
-	-	-	-	-	-
5,921,020	-	6,607,786	100,000	513,906	250,000
(5,921,020)	-	(6,607,786)	(100,000)	(513,906)	(250,000)
-	-	250,000	-	(15,670,937)	838,313
7,248,916	1,877,629	7,661,603	42,829,678	5,295,425	7,069,544
\$ 4,272,345	\$ (12,994,550)	\$ (6,379,016)	\$ 41,830,566	\$ (2,719,262)	\$ (6,022,331)
7.57%	7.77%	10.34%	7.22%	6.70%	6.50%

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*
2012	\$2,064,573,345	\$(244,744,118)	-10.60%	\$ 6,193,720,035
2011	2,309,317,463	(141,703,119)	-5.78%	6,927,952,389
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	(172,344,612)	8.76%	5,098,902,048

Tax Levy Year	Residential	Commercial	Industrial	Other	Total
2012	\$ 1,711,659,121	\$ 212,713,458	\$ 138,271,682	\$ 1,929,084	\$ 2,064,573,345
2011	1,871,978,628	284,134,383	151,289,992	1,914,460	2,309,317,463
2010	2,048,985,408	245,381,284	154,837,192	1,816,698	2,451,020,582
2009	2,213,585,074	265,965,480	171,343,152	1,625,141	2,652,518,847
2008	2,206,519,641	276,664,101	174,580,242	1,338,192	2,659,102,176
2007	2,036,302,430	247,529,447	161,530,737	1,252,333	2,446,614,947
2006	1,817,398,905	242,112,522	162,621,312	1,169,212	2,223,301,951
2005	1,637,142,272	228,691,411	150,879,772	1,024,290	2,017,737,745
2004	N/A	N/A	N/A	N/A	N/A
2003	N/A	N/A	N/A	N/A	N/A

N/A - Information not available for 2003 and 2004

* 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 2003 to 2012

ELMHURST COMMUNITY UNIT SCHOOL DISTRICT NUMBER 205
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING TAX RATES 2002-2011
LAST TEN TAX LEVY YEARS

	2012	2011	2010	2009
Overlapping Governments				
DuPage County	\$ 0.1929	\$ 0.1773	\$ 0.1659	\$ 0.1554
DuPage County Forest Preserve	0.1542	0.1414	0.1321	0.1217
DuPage Airport Authority	0.0168	0.0169	0.0158	0.0148
York Township	0.0470	0.0410	0.0373	0.0334
York Township Road District	0.0458	0.0400	0.0364	0.0326
York Township Special Police	0.0253	0.0221	0.0179	0.0155
City of Elmhurst	0.5787	0.5360	0.4978	0.4336
City of Elmhurst Public Library (Fund)	0.3684	0.3309	0.2983	0.2737
Elmhurst Park District	0.3853	0.3435	0.3094	0.2762
Community College District #502	0.2681	0.2495	0.2349	0.2127
Total Overlapping Governments	2.0825	1.8986	1.7458	1.5696
Elmhurst Community Unit School District 205	4.8021	4.1257	3.7325	3.3246
Total Tax Rate	\$ 6.8846	\$ 6.0243	\$ 5.4783	\$ 4.8942
Elmhurst Community Unit School District 205 percentage of total tax rate	70%	68%	68%	68%

Source of information: DuPage County Clerk

2008	2007	2006	2005	2004	2003
\$ 0.1557	\$ 0.1651	\$ 0.1713	\$ 0.1797	\$ 0.1850	\$ 0.1999
0.1206	0.1187	0.1303	0.1271	0.1358	0.1419
0.0160	0.0170	0.0183	0.0198	0.0213	0.0230
0.0326	0.0331	0.0344	0.0352	0.0354	0.0368
0.0318	0.0323	0.0335	0.0343	0.0345	0.0359
0.0145	0.0201	0.0206	0.0209	0.0211	0.0168
0.2416	0.2636	0.2799	0.2958	0.3077	0.3259
0.2608	0.2736	0.2920	0.3104	0.3203	0.3384
0.2713	0.2987	0.3121	0.3148	0.3179	0.3172
0.1858	0.1888	0.1929	0.1874	0.1972	0.2097
1.3307	1.4110	1.4853	1.5254	1.5762	1.6455
3.2691	3.3604	3.5276	3.6386	3.4073	3.5891
\$ 4.5998	\$ 4.7714	\$ 5.0129	\$ 5.1640	\$ 4.9835	\$ 5.2346
71%	70%	70%	70%	68%	69%

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

Rank	Name	Type of Business or Property	2012 Equalized Assessed Valuation*	Percent of District's Total EAV
1	McMaster Carr Supply Co.	Supplies products used to maintain manufacturing plants and large commercial buildings	\$ 14,366,160	0.70%
2	Federal Construction Inc.	Strip mall including bank and gas station	11,076,100	0.54%
3	Elmhurst Memorial Health Care & Hospital	Hospital, medical building, parking lots and residence	8,042,280	0.39%
4	River Forest Country Club	Private member-owned recreational and social club	7,239,100	0.35%
5	CBRE - Management office	Office building	7,076,290	0.34%
6	Centerpoint Properties	Office building	6,252,830	0.30%
7	UBS Realty Investors LLC	Numerous industrial buildings and warehouses	5,638,070	0.27%
8	Real Estate Tax Advisors	Tax advisor on real estate	5,303,420	0.26%
9	VIP Elmhurst II, LLC	Industrial real estate investment	4,793,440	0.23%
10	HC Elmhurst I, LLC	Building management	4,759,220	0.23%
Total			<u>\$ 74,546,910</u>	<u>3.61%</u>

* Includes only those parcels with 2012 equalized assessed 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 Office

Rank	Name	Type of Business or Property	2003 Equalized Assessed Valuation	Percent of District's Total EAV
1	McMaster Carr Supply Co.	Supplies products used to maintain manufacturing plants and large commercial buildings	\$ 12,348,140	0.73%
2	Tower Real Estate	Office building	11,660,090	0.69%
3	Hines Interest Ltd. Partners	Retail and office space	9,698,140	0.57%
4	The John Buck Company	Office building and vacant land	9,569,760	0.56%
5	Korman/Leaderer Mgmt. Co.	Industrial and office development	7,734,480	0.46%
6	Commonwealth Edison	Electric and gas utility company	7,291,190	0.43%
7	Brea Property Management	Office building	6,969,200	0.41%
8	Prime Group Realty Trust	Real estate investment trust	6,963,430	0.41%
9	River Forest Country Club	Private member-owned recreational and social club	6,698,520	0.39%
10	Elmhurst Memorial Health	Hospital, medical building, parking lots and residence	6,376,010	0.38%
Total			<u>\$ 85,308,960</u>	<u>5.02%</u>

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 within the District. Since a taxpayer may own numerous parcels in the District, such a taxpayer maybe 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

	2012	2011	2010	2009
Rates extended:				
Educational	3.5904	3.1042	2.8160	2.5146
Special education	0.0487	0.0391	0.0370	0.0329
Operations and maintenance	0.4329	0.3864	0.3700	0.3313
Tort immunity	0.0000	0.0000	0.0000	0.0000
Transportation	0.1070	0.0738	0.0576	0.0498
Illinois municipal retirement/Social security	0.1656	0.1303	0.1035	0.0924
Bond and interest	0.4567	0.3914	0.3476	0.3029
Working Cash	0.0005	0.0005	0.0009	0.0008
Total rates extended	4.8018	4.1257	3.7326	3.3247
Property tax extensions:				
Educational	\$ 74,126,441	\$ 71,685,833	\$ 69,020,740	\$ 66,700,239
Special education	1,005,447	902,943	906,878	872,679
Operations and maintenance	8,937,538	8,923,203	9,068,776	8,787,795
Tort immunity	-	-	-	-
Transportation	2,209,093	1,704,276	1,411,788	1,320,954
Illinois municipal retirement/Social security	3,418,933	3,009,040	2,536,806	2,450,927
Bond and interest	9,428,907	9,038,668	8,519,747	8,034,480
Working Cash	10,323	11,547	22,059	21,220
Total levies extended	\$ 99,136,682	\$ 95,275,510	\$ 91,486,794	\$ 88,188,294
Current year collections	51,860,932	49,162,754	45,327,925	41,588,840
Subsequent collections	-	45,632,124	42,893,510	46,470,218
Total collections	\$ 51,860,932	\$ 94,794,878	\$ 88,221,435	\$ 88,059,058
Percentage of extensions collected	52.31%	99.50%	96.43%	99.85%

Source of information: DuPage County Clerk

2008	2007	2006	2005	2004	2003
2.4820	2.5342	2.6557	2.7380	2.4431	2.5468
0.0324	0.0303	0.0291	0.0300	0.0307	0.0320
0.3302	0.3393	0.3608	0.3719	0.3815	0.3976
0.0000	0.0000	0.0000	0.0000	0.0403	0.0419
0.0470	0.0584	0.0675	0.0695	0.0797	0.0845
0.0907	0.1042	0.1090	0.1122	0.1024	0.1052
0.2850	0.2920	0.3030	0.3145	0.3271	0.3785
0.0018	0.0020	0.0025	0.0025	0.0025	0.0026
3.2691	3.3604	3.5276	3.6386	3.4073	3.5891
\$ 65,998,916	\$ 62,002,116	\$ 59,029,401	\$ 55,245,659	\$ 45,789,067	\$ 40,616,697
861,549	741,324	646,818	605,321	575,386	510,340
8,780,355	8,301,365	8,019,659	7,503,967	7,150,149	6,340,976
-	-	-	-	755,311	668,227
1,249,778	1,428,823	1,500,352	1,402,328	1,493,753	1,347,617
2,411,806	2,549,372	2,422,790	2,263,902	1,919,201	1,677,743
7,578,441	7,144,116	6,734,913	6,345,785	6,130,573	6,036,367
47,864	48,932	55,569	50,443	46,855	41,465
\$ 86,928,710	\$ 82,216,048	\$ 78,409,501	\$ 73,417,406	\$ 63,860,296	\$ 57,239,432
40,802,631	38,910,202	38,862,978	36,422,930	32,445,022	28,411,230
45,960,459	41,394,873	36,958,394	31,407,763	29,775,318	27,471,420
\$ 86,763,090	\$ 80,305,075	\$ 75,821,372	\$ 67,830,693	\$ 62,220,340	\$ 55,882,650
99.81%	97.68%	96.70%	92.39%	97.43%	97.63%

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
2013	2012	\$ 121,948,882	\$ 898,382	\$ 4,335,000	\$ -	\$ 127,182,264
2012	2011	123,648,882	364,205	4,980,000	-	128,993,087
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

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
2013	2012	118,604,270	2,064,573,345	5.74%	45,171	2,626	6.27%
2012	2011	120,640,796	2,309,317,463	5.22%	46,314	2,605	7.56%
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%

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 205

Dupage and Cook Counties, Illinois
Overlapping General Obligation Bonded Debt
(As of November 15, 2013)

	2012 Real Estate Valuation	Assessed Value In District	Outstanding Bonds		Estimated Percentage Applicable	Amount Applicable
DuPage County	\$ 34,663,102,323	\$2,062,644,476	\$ 46,510,000	(1)	5.9505%	2,767,600
DuPage County Forest Preserve	34,663,102,323	2,062,644,476	187,300,103	(1)(2)	5.9505%	11,145,382
Dupage Water Commission	31,287,925,426	2,062,644,476	-	(3)	6.7767%	-
Cook County	136,176,024,327	529,292	3,719,535,000		0.0004%	14,457
Cook County Forest Preserve	136,176,024,327	529,292	13,150,000		0.0004%	511
Metropolitan Water District of Greater Chicago	133,397,995,365	529,292	2,296,170,090	(4)	0.0004%	9,111
Village of Addison	1,031,204,191	5,262,081	29,630,000		0.5103%	151,197
Village of Bensenville	513,075,504	46,507,636	2,395,000	(1)(5)	9.0645%	217,094
City of Elmhurst	1,927,645,429	1,826,855,996	45,995,000		94.7714%	43,590,092
Village of Villa Park	565,752,230	389,020	7,160,000		0.0688%	4,923
Addison Park District	1,031,098,606	1,787,690	6,280,000		0.1734%	10,888
Bensenville Park District	670,642,920	53,331,816	1,960,000	(1)	7.9523%	155,866
Elmhurst Park District	1,919,100,800	1,835,522,217	5,115,000	(1)(5)	95.6449%	4,892,237
Community College District #502	33,427,937,697	2,062,644,476	238,105,000	(1)	6.1704%	14,692,081
Total Overlapping General Obligation Bonded Debt						<u>77,651,439</u>

- (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 of information: DuPage and Cook County Clerk's Offices

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

	2013	2012	2011	2010
Debt limit	\$ 284,911,122	\$ 325,904,279	\$ 338,240,840	\$ 366,047,601
Total net debt applicable to limit	123,837,652	125,985,001	129,756,304	133,693,597
Legal debt margin	161,073,470	199,919,278	208,484,536	232,354,004
Total net debt applicable to the limit as a percentage of debt limit	43.47%	38.66%	38.36%	36.52%

Legal Debt Margin calculation for fiscal year June 30, 2013

Assessed valuation of taxable properties for the tax year 2012	\$ 2,064,573,345
Rate	13.8%
Bonded debt limit	284,911,122
Debt subject to limitation:	
General obligation bonds payable	115,548,936
Capital Appreciation Bonds	6,399,946
Debt Certificates	4,335,000
Capital Leases	898,382
Total debt subject to limitation	127,182,264
Less Debt Service Fund balance	3,344,612
Net Debt outstanding subject to limitation	123,837,652
Legal bonded debt margin at June 30, 2013	\$ 161,073,470

Source of Information: Annual Financial Statements

2009	2008	2007	2006	2005	2004
\$366,878,961	\$337,555,704	\$306,738,610	\$278,447,809	\$258,700,182	\$234,549,494
136,043,343	133,537,118	132,972,106	126,444,287	86,973,936	81,185,523
230,835,618	204,018,586	173,766,504	152,003,522	171,726,246	153,363,971
37.08%	39.56%	43.35%	45.41%	33.62%	34.61%

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)
2012	45,171	1,891,776,117	42,877	7.00%
2011	46,314	1,595,272,447	34,445	8.00%
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%

Source of Information: City of Elmhurst

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

Employer	2013		
	Employees	Rank	Percentage of Total City Employment
Elmhurst Memorial Hospital	2,173	1	8.98%
Elmhurst CUSD #205	1,112	2	4.65%
McMaster-Carr	850	3	3.51%
Elmhurst College	600	4	2.48%
Duchossois Industries, Inc.	361	5	1.86%
The Chamberlain Group, Inc.	283	6	1.45%
Sterling Engineering, Inc.	320	7	1.32%
Patten Power Systems	276	8	1.14%
Laboratory Corp. of America	250	9	1.03%
Superior Sound Inc.	250	10	1.03%
Total	<u>6,475</u>		<u>27.45%</u>

Employer	2003		
	Employees	Rank	Percentage of Total City Employment
Elmhurst Memorial Hospital	2,400	1	10.22%
Elmhurst CUSD #205	930	2	4.35%
McMaster-Carr Supply Co.	850	3	3.62%
Keebler Company	500	4	2.13%
Elmhurst College	500	5	2.13%
Patten Industries (Caterpillar Dealer)	375	6	1.60%
Hassett Air Express	300	7	1.28%
S&S Automotive Inc.	300	8	1.28%
Northwestern Golf Company	275	9	1.25%
City of Elmhurst	200	10	1.00%
	<u>6,630</u>		<u>28.86%</u>

Source of Information: City of Elmhurst

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

	2013	2012	2011	2010
Instructional services:				
Regular programs				
Teachers	610	624	624	626
Teaching assistants/clerical	190	180	185	175
Pupil support services	90	90	91	84
Administrators	24	24	24	24
Treasurer	1	1	1	1
Superintendent/asst. superintendents	7	7	6	6
Special area administration	2	1	1	1
Director/Clerical-York	16	16	16	16
Fiscal services	23	23	18	18
Food service	54	56	76	94
Operations and maintenance of facilities				
Director/clerical	5	6	6	7
Engineers/custodial/maintenance	84	84	84	85
Central services				
Information services	2	2	2	2
Data processing services	4	4	4	4
Total employees	<u>1,112</u>	<u>1,118</u>	<u>1,138</u>	<u>1,143</u>

Source of information: District records - full time equivalents.

2009	2008	2007	2006	2005	2004
592	537	533	509	514	498
185	162	158	156	133	121
89	85	76	73	69	71
24	23	22	21	21	22
1	1	1	1	1	1
6	6	6	6	6	6
1	1	1	1	1	1
16	16	16	15	15	15
18	18	18	17	17	15
94	101	85	88	91	88
7	7	7	7	7	7
88	81	80	78	78	79
2	2	2	2	2	2
4	4	4	4	4	4
1,127	1,044	1,009	978	959	930

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

	2013	2012	2011	2010	2009
Instruction					
Enrollment					
Regular education	6,868	6,900	6,770	6,890	6,748
Special Education	1,454	1,406	1,419	1,258	1,402
Total enrollment	<u>8,322</u>	<u>8,306</u>	<u>8,189</u>	<u>8,148</u>	<u>8,150</u>
Percentage of limited english proficient	6.1%	6.1%	5.8%	4.6%	3.1%
Pupil support services					
Percentage of students with disabilities	17.5%	16.9%	17.3%	15.4%	17.2%
School administration	94.0%	93.0%	93.6%	95.4%	95.0%
Student attendance rate					
Fiscal services					
Purchase orders processed	7,580	7,897	7,533	8,037	8,132
W-2's issued	n/a	N/A	1,817	1,835	1,823
Maintenance					
District square footage maintained by custodians and maintenance staff	1,583,765	1,583,765	1,583,765	1,583,765	1,576,830
District acreage maintained by grounds	37	37	37	37	36

Source of information: District records

2008	2007	2006	2005
6,486	6,449	6,477	6,275
1,271	1,172	1,094	1,094
<u>7,757</u>	<u>7,621</u>	<u>7,571</u>	<u>7,369</u>
3.2%	3.2%	3.3%	3.4%
16.4%	15.4%	14.4%	14.8%
95.5%	95.5%	95.8%	95.5%
8,000	8,000	8,000	8,000
1,773	1,705	1,647	1,600
1,553,550	1,549,789	1,472,369	1,472,369
35	35	34	34

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

	2013	2012	2011	2010
Edison Elementary School				
Grounds area (acres)	7.0	7.0	7.0	7.0
Buildings (square feet)	45,062	45,062	45,062	45,062
Available capacity (students)	397	397	397	397
Enrollment (students housed)	266	266	297	295
Emerson Elementary School				
Grounds area (acres)	3.6	3.6	3.6	3.6
Buildings (square feet)	67,039	67,039	67,039	67,039
Available capacity (students)	601	601	601	601
Enrollment (students housed)	559	562	545	552
Field Elementary School				
Grounds area (acres)	2.0	2.0	2.0	2.0
Buildings (square feet)	58,520	58,520	58,520	58,520
Available capacity (students)	539	539	539	539
Enrollment (students housed)	436	417	414	415
Conrad Fischer Elementary School				
Grounds area (acres)	6.7	6.7	6.7	6.7
Buildings (square feet)	48,258	48,258	48,258	48,258
Available capacity (students)	441	441	441	441
Enrollment (students housed)	478	457	455	440
Hawthorne Elementary School				
Grounds area (acres)	2.3	2.3	2.3	2.3
Buildings (square feet)	78,468	78,468	78,468	78,468
Available capacity (students)	883	883	883	883
Enrollment (students housed)	599	603	606	608
Jackson Elementary School				
Grounds area (acres)	1.8	1.8	1.8	1.8
Buildings (square feet)	54,999	54,999	54,999	54,999
Available capacity (students)	492	492	492	492
Enrollment (students housed)	377	383	368	370
Jefferson Elementary School				
Grounds area (acres)	3.2	3.2	3.2	3.2
Buildings (square feet)	50,307	50,307	50,307	50,307
Available capacity (students)	502	502	502	502
Enrollment (students housed)	345	342	353	347

Source of information: District records

2009	2008	2007	2006	2005	2004
7.0	7.0	7.0	7.0	7.0	7.0
45,062	45,062	45,062	42,567	42,567	42,567
375	375	375	375	375	375
302	307	306	306	327	336
3.6	3.6	3.6	3.6	3.6	3.6
59,984	59,984	59,984	55,580	55,580	55,580
499	499	499	499	499	499
532	482	438	391	376	361
4.0	4.0	4.0	4.0	4.0	4.0
58,520	58,520	58,520	52,847	52,847	52,847
487	487	487	487	487	487
424	430	406	412	423	395
8.7	8.7	8.7	8.7	8.7	8.7
48,258	48,258	48,258	44,048	44,048	44,048
402	402	402	402	402	402
423	424	427	412	413	407
2.3	2.3	2.3	2.3	2.3	2.3
78,470	78,470	78,470	58,050	58,050	58,050
653	653	653	653	653	653
605	598	589	604	593	572
3.8	3.8	3.8	3.8	3.8	3.8
54,999	54,999	51,238	51,238	51,238	51,238
458	458	458	458	458	458
400	398	400	399	387	395
3.2	3.2	3.2	3.2	3.2	3.2
50,307	50,307	50,307	42,012	42,012	42,012
419	419	419	419	419	419
340	351	339	333	310	296

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

	2013	2012	2011	2010
Lincoln Elementary School				
Grounds area (acres)	4.1	4.1	4.1	4.1
Buildings (square feet)	64,236	64,236	64,236	64,236
Available capacity (students)	624	624	624	624
Enrollment (students housed)	581	582	606	599
Bryan Middle School				
Grounds area (acres)	13.0	13.0	13.0	13.0
Buildings (square feet)	109,119	109,119	109,119	109,119
Available capacity (students)	818	818	818	818
Enrollment (students housed)	673	665	631	624
Churchville Middle School				
Grounds area (acres)	13.0	13.0	13.0	13.0
Buildings (square feet)	101,850	101,850	101,850	101,850
Available capacity (students)	795	795	795	795
Enrollment (students housed)	454	454	422	418
Sandburg Middle School				
Grounds area (acres)	12.0	12.0	12.0	12.0
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)	693	736	715	712
York High School				
Grounds area (acres)	25.0	25.0	25.0	25.0
Buildings (square feet)	771,701	771,701	771,701	711,701
Available capacity (students)	4,281	4,281	4,281	4,281
Enrollment (students housed)	2,597	2,604	2,563	2,615
Madison Early Childhood Center				
Grounds area (acres)	6.5	6.5	6.5	6.5
Buildings (square feet)	31,178	31,178	31,178	31,178
Available capacity (students)	500	500	500	500
Enrollment (students housed)	262	235	214	194
District Building-162 S. York				
Grounds area (acres)	1.5	1.5	1.5	1.5
Buildings (square feet)	23,160	23,160	23,160	23,160
Available capacity (students)	465	465	465	465
Enrollment (students housed)	-	-	-	-

Source of information: District records

2009	2008	2007	2006	2005	2004
4.1	4.1	4.1	4.1	4.1	4.1
64,236	64,236	64,236	55,051	55,051	55,051
535	535	535	535	535	535
562	553	528	514	504	477
13.0	13.0	13.0	13.0	13.0	13.0
109,119	109,119	109,119	103,961	103,961	103,961
779	779	779	779	779	779
603	577	562	539	539	535
13.0	13.0	13.0	13.0	13.0	13.0
101,850	101,850	101,850	93,137	93,137	93,137
727	727	727	727	727	727
439	442	443	440	459	441
12.0	12.0	12.0	12.0	12.0	12.0
139,866	139,866	139,866	130,999	130,999	130,999
999	999	999	999	999	999
741	725	723	713	721	716
25.0	25.0	25.0	25.0	25.0	25.0
711,701	711,701	711,701	711,701	711,701	711,701
4,281	4,281	4,281	4,281	4,281	4,281
2,648	2,540	2,561	2,576	2,512	2,428
6.5	6.5	6.5	6.5	6.5	6.5
31,178	31,178	31,178	31,178	31,178	31,178
311	311	311	311	311	311
131	106	66	112	91	96
1.5	N/A	N/A	N/A	N/A	N/A
23,280	N/A	N/A	N/A	N/A	N/A
465	N/A	N/A	N/A	N/A	N/A
-	N/A	N/A	N/A	N/A	N/A

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
2013	\$ 100,905,762	7,715.93	13,078	3.30%
2012	96,987,165	7,661.02	12,660	-0.46%
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%

(1) Total allowance for per capita tuition computation

Source of information: District records