

**WESTCHESTER PUBLIC SCHOOL
DISTRICT 92½**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED JUNE 30, 2009
AND
INDEPENDENT AUDITOR'S REPORT**

This page has been intentionally left blank.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Page(s)</u>
Independent Auditor's Report	1 - 2
Required Supplementary Information	
Management's Discussion and Analysis (MD&A) - Unaudited	3 - 9
Basic Financial Statements	
<u>Government-Wide Financial Statements</u>	
Statement of Net Assets - Modified Cash Basis	10
Statement of Activities - Modified Cash Basis	11
<u>Fund Financial Statements</u>	
Balance Sheet - Modified Cash Basis - Governmental Funds	12 - 13
Reconciliation of the Governmental Funds - Balance Sheet - Modified Cash Basis to the Statement of Net Assets - Modified Cash Basis	14
Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Governmental Funds	15 - 16
Reconciliation of the Governmental Funds - Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis to the Statement of Activities - Modified Cash Basis	17
Statement of Fiduciary Assets and Liabilities - Agency Funds - Modified Cash Basis	18
Notes to Basic Financial Statements	19 - 32
Required Supplementary Information	
<u>Historical Pension Information</u>	
Illinois Municipal Retirement Fund - Schedule of Employer's Contributions and Analysis of Funding Progress	33

This page has been intentionally left blank.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

TABLE OF CONTENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<i><u>Page(s)</u></i>
Required Supplementary Information - (Continued)	
<u>General and Major Special Revenue Funds - Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Budget to Actual</u>	
General (Educational) Fund	34 - 40
Operations and Maintenance Fund	41 - 42
Transportation Fund	43 - 44
Municipal Retirement/Social Security Fund	45 - 46
Working Cash Fund	47
Notes to Required Supplementary Information	48
Supplementary Information	
<u>Major Debt Service and Major Capital Projects Funds - Schedule of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis - Budget to Actual</u>	
Debt Service Fund	49
Fire Prevention and Life Safety Fund	50
Schedule of Changes in Assets and Liabilities - Agency Funds	51
Operating Cost and Tuition Charge	52
General Long-Term Debt - Issue Dated May 15, 2001	53
General Long-Term Debt - Issue Dated June 1, 2004	54

This page has been intentionally left blank.



Baker Tilly Virchow Krause, LLP
1301 W 22nd St, Ste 400
Oak Brook, IL 60523-3389
tel 630 990 3131
fax 630 990 0039
bakertilly.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Westchester Public School District 92½
9981 Canterbury Street
Westchester, Illinois 60154

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Westchester Public School District 92½, as of and for the year ended June 30, 2009, which collectively comprise Westchester Public School District 92½'s basic financial statements as listed in the table of contents. These financial statements are the responsibility of Westchester Public School District 92½'s management. Our responsibility is to express opinions on these financial statements based on our audit. The prior year summarized comparative information included in the Governmental Funds Balance Sheet - modified cash basis and the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances - modified cash basis has been derived from Westchester Public School District 92½'s 2008 financial statements. In our report dated October 6, 2008, we expressed qualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information because Westchester Public School District 92½ prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

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

As described in Note 1, Westchester Public School District 92½ prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position - modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of Westchester Public School District 92½ as of June 30, 2009, and the respective changes in financial position - modified cash basis thereof for the year then ended in conformity with the basis of accounting described in Note 1.

Board of Education
Westchester Public School District 92½

In accordance with Government Auditing Standards, we have also issued a report dated October 27, 2009 on our consideration of Westchester Public School District 92½'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting and compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The required supplementary information, as listed in the table of contents, is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Westchester Public School District 92½'s basic financial statements. The financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The 2009 supplementary information has been subjected to the auditing procedures applied to the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2009, taken as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States, Westchester Public School District 92½'s basic financial statements for the year ended June 30, 2008, which are not presented with the accompanying financial statements. In our report dated October 6, 2008, we expressed qualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information because Westchester Public School District 92½ prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. In our opinion, the 2008 supplementary information is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2008, taken as a whole, on the basis of accounting referenced above.

Oak Brook, Illinois
October 27, 2009

Robert Kelly Verduin Krause, LLP

Westchester Public School District 92½

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

The discussion and analysis of Westchester Public School District 92½'s (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2009. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- > In total, net assets increased by \$0.5. This represents a 5% increase from fiscal year 2008.
- > General revenues accounted for \$11.0 in revenue or 79% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$2.9 or 21% of total revenues of \$13.9.
- > The District had \$13.4 in expenses related to government activities. However, only \$2.9 of these expenses were offset by program specific charges and grants.
- > The District continued to pay down its long-term debt retiring \$0.4 in fiscal year 2009.
- > The District continued the building renovations as per the facilities plan. Fiscal year 2009 expenditures included the final payments for the plumbing renovation project at the Westchester Intermediate School as well as additional HVAC renovations at the Westchester Primary School.
- > The District provided tutoring for reading and math to supplement instructional needs. These programs were provided as additional education fund expenditures and some were partially funded by a new federal grant program.
- > The District continued to improve aging equipment with the replacement of copy machines at the Westchester Primary School, Westchester Middle School, and the District Office.
- > The District expended half of the cost of the Reading/Language Arts textbook adoption in fiscal year 2009.
- > The District continues to lease the Britten building, securing revenues used to support maintenance of district facilities and building renovations.

Overview of the Financial Statements

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

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

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

Westchester Public School District 92½

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2009

Government-wide financial statements

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

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

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

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

Fund financial statements

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

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 - modified cash basis and the governmental fund statement of revenues, expenditures and changes in fund balances - modified cash basis provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet - modified cash basis and in the governmental fund statement of revenues, expenditures and changes in fund balances - modified cash basis for the General (Educational) Fund, Operations and Maintenance Fund, Transportation Fund, IMRF/Social Security Fund, Working Cash Fund, Debt Services Fund, and Fire Prevention and Life Safety Fund, all of which are considered to be major funds.

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

Westchester Public School District 92½
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

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

Notes to basic financial statements

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

Other information

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

District-Wide Financial Analysis

The District's combined net assets were higher on June 30, 2009, than they were the year before, increasing 5% to \$10.5.

Table 1		
Condensed Statements of Net Assets		
(in millions of dollars)		
	<u>2008</u>	<u>2009</u>
Assets:		
Current and other assets	\$ 9.1	\$ 9.1
Capital Assets	<u>9.3</u>	<u>9.4</u>
Total assets	<u>18.4</u>	<u>18.5</u>
Liabilities:		
Long-term debt outstanding	<u>8.4</u>	<u>8.0</u>
Total liabilities	<u>8.4</u>	<u>8.0</u>
Net assets:		
Invested in capital assets, net of related debt	2.9	3.3
Restricted	0.5	0.5
Unrestricted	<u>6.6</u>	<u>6.7</u>
Total net assets	<u>\$ 10.0</u>	<u>\$ 10.5</u>

Revenues in the governmental activities of the District of \$13.9 exceeded expenses by \$0.5, compared to an excess of \$0.7 in the prior year. This was attributable primarily to a large increase in instructional expenses combined with an increase in real estate tax revenues.

Westchester Public School District 92½
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

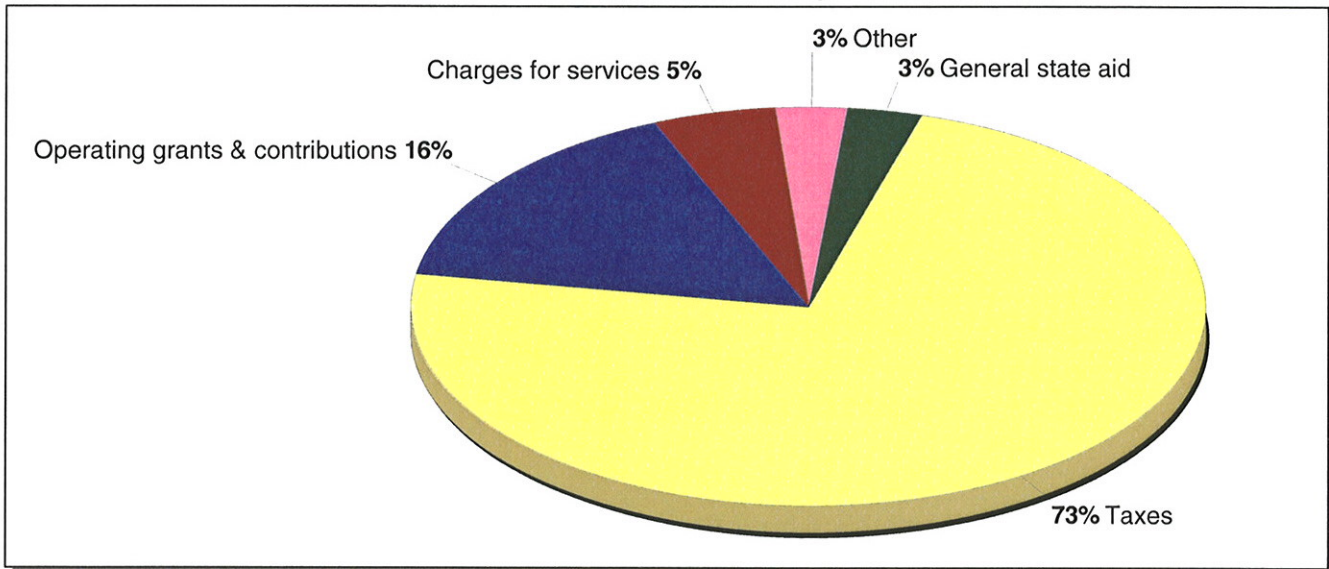
Table 2
Changes in Net Assets
(in millions of dollars)

	<u>2008</u>	<u>2009</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 0.7	\$ 0.7
Operating grants & contributions	1.5	2.2
<i>General revenues:</i>		
Taxes	10.0	10.2
General state aid	0.4	0.4
Other	<u>0.6</u>	<u>0.4</u>
Total revenues	<u>13.2</u>	<u>13.9</u>
Expenses:		
Instruction	7.2	7.8
Pupil & instructional staff services	1.0	1.2
Administration & business	1.7	1.7
Transportation	0.5	0.7
Operations & maintenance	1.5	1.6
Other	<u>0.6</u>	<u>0.4</u>
Total expenses	<u>12.5</u>	<u>13.4</u>
Excess (deficiency) of revenues over expenses before special items	<u>0.7</u>	<u>0.5</u>
Increase (decrease) in net assets	<u>\$ 0.7</u>	<u>\$ 0.5</u>

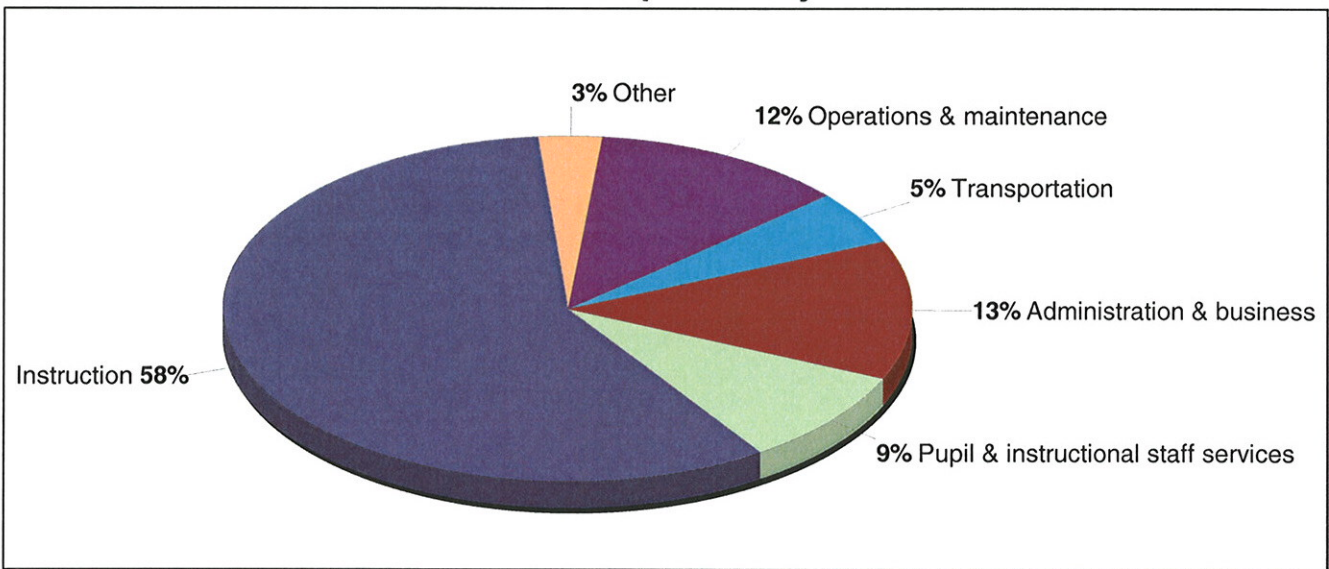
Property taxes accounted for the largest portion of the District's revenues, contributing 73%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$13.4, mainly related to instructing and caring for the students, maintaining district facilities, and safely transporting students to and from school.

Westchester Public School District 92½
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

District-Wide Revenues by Source



District-Wide Expenses by Function



Financial Analysis of the District's Funds

The District's Governmental Funds balance decreased from \$9.1 to \$9.0. This decrease is attributed to the completion and payment of the Westchester Intermediate School plumbing renovation project.

Property taxes continue to be the main source of revenue for the District, accounting for over 73% of all revenues.

The District continues to be negatively impacted by tax objections and reassessment claims from prior years.

Westchester Public School District 92½
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

The ending fund balance for the District exceeds the projections that were made at the time of the tax year 2002 referendum.

The District completed fiscal year 2009 with over a 63% cash balance to expense ratio in the General (Educational) Fund.

General Fund Budgetary Highlights

As projected, the District completed the year with revenues greater than expenditures in the General (Educational) Fund.

Capital Assets and Debt Administration

Capital assets

By the end of 2009, the District had compiled a total investment of \$18.6 (\$9.4 net of accumulated depreciation) in a broad range of capital assets including buildings, land and equipment. Total depreciation expense for the year was \$0.4. More detailed information about capital assets can be found in Note 5 of the basic financial statements.

Table 3		
Capital Assets (net of depreciation)		
(in millions of dollars)		
	<u>2008</u>	<u>2009</u>
Land	\$ 0.9	\$ 0.9
Construction in Progress	0.3	-
Depreciable buildings, property and equipment	<u>8.1</u>	<u>8.5</u>
Total	<u>\$ 9.3</u>	<u>\$ 9.4</u>

Long-term debt

The District retired \$0.4 in bonds in 2009. At the end of fiscal 2009, the District had a debt margin of \$26.5. More detailed information on long-term debt can be found in Note 7 of the basic financial statements.

Table 4		
Outstanding Long-Term Debt		
(in millions of dollars)		
	<u>2008</u>	<u>2009</u>
General Obligation Bonds & Certificates	<u>\$ 8.4</u>	<u>\$ 8.0</u>
Total	<u>\$ 8.4</u>	<u>\$ 8.0</u>

Factors Bearing on the District's Future

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

Certainly, the passage of the General (Educational) Fund tax rate referendum in tax year 2002 has made the District financially stable. However, due to tax caps, the District tax rate continues on a downward trend; and at some point in the future, the District will require another referendum to offer the same level of service to its students that it has traditionally offered.

Westchester Public School District 92½
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2009

Enrollments have increased over the past two years. Several class sizes are at the maximum desired ranges and future staffing will depend not only, on enrollment, but the needs of the students attending the District.

The District also has a 2004 facility report that identifies projects that the District has begun to undertake and will most probably continue over the next few years. This report, combined with the District's 10-year Life Safety study, will cause the District to consider future investment in renovating its buildings.

The Village of Westchester is pursuing economic development through the use of TIFs in District boundary areas. If implemented, the TIF's would have a negative impact on the District's financial position.

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:

Dr. David Hill
Westchester Public School District 92½
9981 Canterbury Street
Westchester, Illinois 60154

This page has been intentionally left blank.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
JUNE 30, 2009

GOVERNMENTAL
ACTIVITIES

Assets

Cash and investments	\$ 9,061,488
Capital assets:	
Land	900,000
Depreciable buildings, property and equipment, net	<u>8,519,916</u>
Total assets	<u>18,481,404</u>

Liabilities

Long-term liabilities:	
Other long-term liabilities - due within one year	430,000
Other long-term liabilities - due after one year	<u>7,585,000</u>
Total liabilities	<u>8,015,000</u>

Net assets

Invested in capital assets, net of related debt	3,305,223
Restricted for:	
Retirement benefits	133,521
Debt service	290,520
Capital projects	2,650
Unrestricted	<u>6,734,490</u>
Total net assets	<u>\$ 10,466,404</u>

See Notes to Basic Financial Statements

This page has been intentionally left blank.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2009

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES)
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	REVENUE AND CHANGES IN NET ASSETS
				GOVERNMENTAL ACTIVITIES
Governmental activities				
Instruction:				
Regular programs	\$ 3,813,338	\$ 253,664	\$ 128,843	\$ (3,430,831)
Special programs	2,425,486	9,155	615,264	(1,801,067)
Other instructional programs	539,695	-	88,928	(450,767)
State retirement contributions	1,015,080	-	1,015,080	-
Support Services:				
Pupils	361,887	-	2,079	(359,808)
Instructional staff	880,558	-	30,964	(849,594)
General administration	524,028	-	-	(524,028)
School administration	778,445	-	-	(778,445)
Business	411,564	191,856	94,678	(125,030)
Transportation	717,668	17,111	217,083	(483,474)
Operations and maintenance	1,583,147	267,359	-	(1,315,788)
Payments to other districts and gov't units - excluding special education	17,334	-	-	(17,334)
Interest and fees	399,680	-	-	(399,680)
Unallocated depreciation	21,977	-	-	(21,977)
Total governmental activities	\$ 13,489,887	\$ 739,145	\$ 2,192,919	(10,557,823)
General revenues:				
Taxes:				
				7,214,916
Real estate taxes, levied for general purposes				2,026,844
Real estate taxes, levied for specific purposes				835,518
Real estate taxes, levied for debt service				210,632
Personal property replacement taxes				374,487
State aid-formula grants				334,538
Investment income				30,248
Miscellaneous				<u>11,027,183</u>
Total general revenues				
				469,360
Change in net assets				<u>9,997,044</u>
Net assets, beginning of year (as restated)				<u>\$ 10,466,404</u>
Net assets, end of year				

See Notes to Basic Financial Statements

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

GOVERNMENTAL FUNDS

BALANCE SHEET - MODIFIED CASH BASIS

JUNE 30, 2009

WITH COMPARATIVE TOTALS FOR JUNE 30, 2008

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Assets				
Cash	\$ 6,139,405	\$ 1,462,478	\$ 115,575	\$ 133,521
Total assets	<u>\$ 6,139,405</u>	<u>\$ 1,462,478</u>	<u>\$ 115,575</u>	<u>\$ 133,521</u>
Liabilities and fund balance				
Fund balance				
Reserved fund balance:				
Reserved for tort immunity	-	-	-	-
Unreserved fund balance:				
Undesignated	<u>6,139,405</u>	<u>1,462,478</u>	<u>115,575</u>	<u>133,521</u>
Total fund balance	<u>6,139,405</u>	<u>1,462,478</u>	<u>115,575</u>	<u>133,521</u>
Total liabilities and fund balance	<u>\$ 6,139,405</u>	<u>\$ 1,462,478</u>	<u>\$ 115,575</u>	<u>\$ 133,521</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2009	2008
\$ 917,339	\$ 290,520	\$ 2,650	\$ 9,061,488	\$ 9,124,182
<u>\$ 917,339</u>	<u>\$ 290,520</u>	<u>\$ 2,650</u>	<u>\$ 9,061,488</u>	<u>\$ 9,124,182</u>
-	-	-	-	60,668
<u>917,339</u>	<u>290,520</u>	<u>2,650</u>	<u>9,061,488</u>	<u>9,063,514</u>
<u>917,339</u>	<u>290,520</u>	<u>2,650</u>	<u>9,061,488</u>	<u>9,124,182</u>
<u>\$ 917,339</u>	<u>\$ 290,520</u>	<u>\$ 2,650</u>	<u>\$ 9,061,488</u>	<u>\$ 9,124,182</u>

This page has been intentionally left blank.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

RECONCILIATION OF THE GOVERNMENTAL FUNDS

BALANCE SHEET - MODIFIED CASH BASIS TO THE STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
JUNE 30, 2009

Total fund balances - governmental funds - modified cash basis	\$ 9,061,488
Amounts reported for governmental activities in the Statement of Net Assets - modified cash basis are different because:	
Net capital assets used in governmental activities and included in the Statement of Net Assets - modified cash basis do not require the expenditure of financial resources and, therefore, are not reported in the governmental funds balance sheet.	9,419,916
Long-term liabilities included in the Statement of Net Assets - modified cash basis are not due and payable in the current period and, therefore, are not reported in the governmental funds balance sheet - modified cash basis.	<u>(8,015,000)</u>
Net assets of governmental activities - modified cash basis	<u>\$ 10,466,404</u>

See Notes to Basic Financial Statements

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2008

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
Revenues				
Property taxes	\$ 7,214,916	\$ 1,448,812	\$ 277,472	\$ 300,560
Corporate personal property replacement taxes	206,582	-	-	4,050
State aid	1,798,561	-	377,083	-
Federal aid	391,762	-	-	-
Investment income	227,267	49,350	3,252	5,080
Other	<u>424,122</u>	<u>328,160</u>	<u>17,111</u>	<u>-</u>
Total revenues	<u>10,263,210</u>	<u>1,826,322</u>	<u>674,918</u>	<u>309,690</u>
Expenditures				
Current:				
Instruction:				
Regular programs	3,538,627	-	-	46,294
Special programs	1,593,768	-	-	63,291
Other instructional programs	615,488	-	-	3,157
State retirement contributions	1,015,080	-	-	-
Support Services:				
Pupils	342,027	-	-	19,860
Instructional staff	860,771	-	-	16,876
General administration	482,768	-	-	10,499
School administration	738,731	-	-	25,056
Business	380,816	-	-	20,141
Transportation	-	-	642,454	38,089
Operations and maintenance	-	1,447,068	-	62,342
Community services	-	-	-	-
Payments to other districts and gov't units	630,723	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	<u>6,643</u>	<u>611,692</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>10,205,442</u>	<u>2,058,760</u>	<u>642,454</u>	<u>305,605</u>
Excess (deficiency) of revenues over expenditures	<u>57,768</u>	<u>(232,438)</u>	<u>32,464</u>	<u>4,085</u>
Other financing sources (uses)				
Transfers in	49,130	3,130	-	-
Transfers (out)	<u>-</u>	<u>-</u>	<u>(3,130)</u>	<u>-</u>
Total other financing sources (uses)	<u>49,130</u>	<u>3,130</u>	<u>(3,130)</u>	<u>-</u>
Net change in fund balance	106,898	(229,308)	29,334	4,085
Fund balance, beginning of year	<u>6,032,507</u>	<u>1,691,786</u>	<u>86,241</u>	<u>129,436</u>
Fund balance, end of year	<u>\$ 6,139,405</u>	<u>\$ 1,462,478</u>	<u>\$ 115,575</u>	<u>\$ 133,521</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	DEBT SERVICE FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
			2009	2008
\$ -	\$ 835,518	\$ -	\$ 10,077,278	\$ 9,792,114
-	-	-	210,632	240,268
-	-	-	2,175,644	1,794,652
-	-	-	391,762	167,736
36,984	12,509	96	334,538	459,366
-	-	-	769,393	756,120
<u>36,984</u>	<u>848,027</u>	<u>96</u>	<u>13,959,247</u>	<u>13,210,256</u>
-	-	-	3,584,921	3,433,991
-	-	-	1,657,059	2,147,316
-	-	-	618,645	525,803
-	-	-	1,015,080	752,951
-	-	-	361,887	326,185
-	-	-	877,647	668,127
-	-	-	493,267	502,428
-	-	-	763,787	701,955
-	-	-	400,957	388,519
-	-	-	680,543	465,383
-	-	-	1,509,410	1,405,291
-	-	-	-	988
-	-	-	630,723	199,412
-	410,000	-	410,000	517,747
-	399,680	-	399,680	538,310
-	-	-	618,335	381,131
<u>-</u>	<u>809,680</u>	<u>-</u>	<u>14,021,941</u>	<u>12,955,537</u>
<u>36,984</u>	<u>38,347</u>	<u>96</u>	<u>(62,694)</u>	<u>254,719</u>
-	-	-	52,260	865,100
(36,900)	(12,230)	-	(52,260)	(865,100)
<u>(36,900)</u>	<u>(12,230)</u>	<u>-</u>	<u>-</u>	<u>-</u>
84	26,117	96	(62,694)	254,719
<u>917,255</u>	<u>264,403</u>	<u>2,554</u>	<u>9,124,182</u>	<u>8,869,463</u>
<u>\$ 917,339</u>	<u>\$ 290,520</u>	<u>\$ 2,650</u>	<u>\$ 9,061,488</u>	<u>\$ 9,124,182</u>

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
- MODIFIED CASH BASIS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2009

Net change in fund balances - total governmental funds - modified cash basis	\$	(62,694)
Amounts reported for governmental activities in the Statement of Activities - modified cash basis are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities - modified cash basis, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.		122,054
The issuance of long-term debt (bonds, capital leases, etc.) provides current financial resources to the governmental funds, while its principal repayment consumes current financial resources of the governmental funds. Neither transaction, however, has any effect on net assets. This is the amount by which current year principal repayments exceeded proceeds from current year long-term financing arrangements.		<u>410,000</u>
Change in net assets of governmental activities - modified cash basis	<u>\$</u>	<u>469,360</u>

See Notes to Basic Financial Statements

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS
JUNE 30, 2009

	<u>AGENCY STUDENT ACTIVITY FUNDS</u>
Assets	
Cash and investments	\$ 47,576
Total assets	<u>\$ 47,576</u>
Liabilities	
Due to student groups	\$ 47,576
Total liabilities	<u>\$ 47,576</u>

See Notes to Basic Financial Statements

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Westchester Public School District 92½ (the "District") operates as a public school system governed by a seven-member board. The District is organized under the School Code of the State of Illinois, as amended. The accounting policies of the District conform to modified cash basis of accounting as applicable to the local governmental units of this type. This modified basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The following is a summary of the more significant accounting policies of the District:

Reporting Entity

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

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

Basis of Presentation

Government-wide Financial Statements

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

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

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009

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

Governmental Funds Financial Statements

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

Separate financial statements are provided for all governmental funds and fiduciary funds; the fiduciary funds are excluded from the government-wide financial statements.

Measurement Focus and Basis of Accounting

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

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

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

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

Major Governmental Funds

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

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

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

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

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009

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

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

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

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

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

Fire Prevention and Life Safety Fund - accounts for State-approved life safety projects financed through serial bond issues or local property taxes levied specifically for such purposes.

Other Fund Types

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 Fund - 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.

All Financial Statements

The preparation of financial statements in conformity with the cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Assets, Liabilities and Net Assets or Equity

Deposits and Investments

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

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

Receivables and Payables

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

Property Tax Revenues

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2008 levy resolution was approved during the December 4, 2008 board meeting. The District's property tax is levied each year on all taxable real property located in the District and it becomes a lien on the property on January 1 of that year. The owner of real property on January 1 in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations: Individual fund rate ceilings and the Property Tax Extension Limitation Act (PTELA).

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

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. The CPI rates applicable to the 2008 and 2007 tax levies were 4.1% and 2.5%, respectively.

Property taxes are collected by the Cook County Collector/Treasurer, who remits to the District its share of collections. Taxes levied in one year become due and payable in two installments: the first due on March 1 and the second due on the later of August 1 or 30 days after the second installment tax bill is mailed (typically, this is due in late August or early September). The first installment is an estimated bill, and is one-half of the prior year's tax bill. The second installment is based on the current levy, assessment and equalization, and any changes from the prior year will be reflected in the second installment bill. Property taxes are normally collected by the District within 60 days of the due date.

Personal Property Replacement Taxes

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

Capital Assets

Capital assets, which include land, land improvements, buildings, building improvements, vehicles, 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 1 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 2009, the District engaged an appraisal company to estimate historical cost of its capital assets acquired prior to that date.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

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

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

<i>Assets</i>	<i>Years</i>
Building	50
Land Improvements	20
Equipment	1 - 20

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

Long-Term Obligations

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

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

Equity Classifications

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

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

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

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

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

Reserved Fund Balances

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

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009

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

Comparative Data

The Governmental Funds Balance Sheet – Modified Cash Basis and the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances – Modified Cash Basis include summarized prior year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2008, from which such summarized information was derived.

Eliminations and Reclassifications

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures over Budget

For the year ended June 30, 2009, expenditures exceeded budget in the General (Educational) Fund, Transportation Fund, and Municipal Retirement/Social Security Fund by \$384,196, \$65,234, and \$3,055 respectively. These excesses were funded by available fund balances.

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash & Investments under the custody of the Township Treasurer

Under the Illinois Compiled Statutes, the Proviso Township School Treasurer is the lawful custodian of all school funds. The Treasurer is appointed by the Township School Trustees, an independently elected body, to serve the school districts in the township. The Treasurer is the direct recipient of property taxes, replacement taxes and most state and federal aid and disburses school funds upon lawful order of the school board. The Treasurer invests excess funds at his discretion, subject to the legal restrictions discussed below. For these purposes, the Treasurer is permitted to combine monies from more than one fund of a single district and to combine monies of more than one district in the township. Monies combined under these circumstances, as well as investment earnings, are accounted for separately for each fund and/or district.

Cash and investments, other than the student activity and convenience accounts, petty cash, and imprest funds, are part of a common pool for all school districts and cooperatives within the township. The Treasurer maintains records that segregate the cash and investment balance by district or cooperative. Income from investments is distributed monthly based upon the District's percentage participation in the pool. All cash for all funds, including cash applicable to the Bond and Interest Fund and the Illinois Municipal Retirement/Social Security Fund, is not deemed available for purposes other than those for which these balances are intended.

The Treasurer's investment policies are established by the Proviso Township School Trustees as prescribed by the Illinois School Code and the Illinois Compiled Statutes. The Treasurer is authorized to invest in obligations of the U.S. Treasury, backed by the full faith and credit of the U.S. Government, certificates of deposit issued by commercial banks and savings and loan associations, and commercial paper rated within the three highest classifications by at least two standard rating services (subject to certain limitations).

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009

NOTE 3 - DEPOSITS AND INVESTMENTS - (CONTINUED)

The Treasurer's Office operates as a non-rated, external investment pool. The fair value of the District's investment in the Treasurer's pool is determined by the District's proportionate share of the fair value of the investments held by the Treasurer's office.

The weighted average maturity of all marketable pooled investments held by the Treasurer was 5.654 years at June 30, 2009. The Treasurer also holds money market type investments, certificates of deposits and other deposits with financial institutions. Of the District's total cash and investments, \$9,021,675 was held by the Township Treasurer at June 30, 2009. Information regarding the total pooled investments in custody of the Treasurer is not available.

Because all cash and investments are pooled by a separate legal governmental agency (Treasurer), categorization by risk category is not determinable. Further information about whether investments are insured, collateralized, or uncollateralized is available from the Treasurer's financial statements.

Cash & Investments in the custody of the District

Deposits of the student activity, imprest, and insurance funds, which are held in the District's custody, consist of deposits with financial institutions. The following is a summary of such deposits:

	<i>Carrying Value</i>	<i>Bank Balance</i>
Deposits with financial institutions	\$ 87,389	\$ 177,299
Total	\$ 87,389	\$ 177,299

Custodial Credit Risk - Deposits. With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. As of June 30, 2009, the bank balance of the District's deposit with financial institutions totaled \$177,299; the entire amount was insured by the FDIC.

NOTE 4 - INTERFUND TRANSFERS

During the year, the Board transferred \$36,900 in interest earned in the Working Cash Fund to the General (Educational) Fund.

Also during the year, the Board transferred \$3,130 and \$12,230 in interest earned in the Transportation Fund and Debt Service Fund, respectively to the Operations and Maintenance Fund and the General (Educational) Fund, respectively.

State law allows for the above transfers.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
 NOTES TO BASIC FINANCIAL STATEMENTS
 JUNE 30, 2009

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the District for the year ended June 30, 2009, was as follows:

	<i>Beginning Balance as Restated</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<i>Capital assets not being depreciated:</i>				
Land	\$ 900,000	\$ -	\$ -	\$ 900,000
Construction in progress	<u>285,120</u>	<u>-</u>	<u>285,120</u>	<u>-</u>
Total capital assets not being depreciated	<u>1,185,120</u>	<u>-</u>	<u>285,120</u>	<u>900,000</u>
<i>Capital assets being depreciated:</i>				
Land improvements	595,153	-	-	595,153
Buildings	14,704,370	809,800	-	15,514,170
Equipment	<u>1,509,268</u>	<u>34,829</u>	<u>-</u>	<u>1,544,097</u>
Total capital assets being depreciated	<u>16,808,791</u>	<u>844,629</u>	<u>-</u>	<u>17,653,420</u>
<i>Less Accumulated Depreciation for:</i>				
Land improvements	362,352	21,977	-	384,329
Buildings	7,344,034	309,406	-	7,653,440
Equipment	<u>989,663</u>	<u>106,072</u>	<u>-</u>	<u>1,095,735</u>
Total accumulated depreciation	<u>8,696,049</u>	<u>437,455</u>	<u>-</u>	<u>9,133,504</u>
Net capital assets being depreciated	<u>8,112,742</u>	<u>407,174</u>	<u>-</u>	<u>8,519,916</u>
Net governmental activities capital assets	<u>\$ 9,297,862</u>	<u>\$ 407,174</u>	<u>\$ 285,120</u>	<u>\$ 9,419,916</u>

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 228,427
Special programs	72,356
General administration	30,761
School administration	14,658
Transportation	37,125
Operations and maintenance	21,544
Business	10,607
Unallocated	<u>21,977</u>
Total depreciation expense - governmental activities	<u>\$ 437,455</u>

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
 NOTES TO BASIC FINANCIAL STATEMENTS
 JUNE 30, 2009

NOTE 6 - OPERATING LEASES

The District leases building and office facilities and other equipment under noncancelable operating leases. Total costs for such leases were \$27,000 for the year ended June 30, 2009. At June 30, 2009, future minimum lease payments for these leases are as follows:

	<i>Year Ending June 30,</i>	<i>Amount</i>
2010		\$ <u>27,000</u>
Total		\$ <u>27,000</u>

NOTE 7 - LONG TERM LIABILITIES

Changes in General Long-term Liabilities. The following is the long-term liability activity for the District for the year ended June 30, 2009:

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
General obligation bonds	\$ 8,425,000	\$ -	\$ 410,000	\$ 8,015,000	\$ 430,000
Total bonds payable	<u>8,425,000</u>	<u>-</u>	<u>410,000</u>	<u>8,015,000</u>	<u>430,000</u>
Total long-term liabilities - governmental activities	<u>\$ 8,425,000</u>	<u>\$ -</u>	<u>\$ 410,000</u>	<u>\$ 8,015,000</u>	<u>\$ 430,000</u>

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

<i>Purpose</i>	<i>Interest Rates</i>	<i>Original Indebtedness</i>	<i>Carrying Amount</i>
Series Working Cash & Refunding Bonds - 2001 dated May 15, 2001 are due in annual installments through December 1, 2018	4.40% - 5.25%	\$ 6,390,000	\$ 4,845,000
Series Working Cash & Refunding Bonds - 2004 dated June 1, 2004 are due in annual installments through December 1, 2022	2.00% - 4.65%	<u>3,745,000</u>	<u>3,170,000</u>
Total		<u>\$ 10,135,000</u>	<u>\$ 8,015,000</u>

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2009, \$4,953,846 of bonds outstanding are considered defeased.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
 NOTES TO BASIC FINANCIAL STATEMENTS
 JUNE 30, 2009

NOTE 7 - LONG TERM LIABILITIES - (CONTINUED)

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

	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2010	\$ 430,000	\$ 378,841	\$ 808,841
2011	450,000	357,156	807,156
2012	470,000	334,265	804,265
2013	495,000	310,028	805,028
2014	520,000	284,540	804,540
2015 - 2019	3,015,000	990,868	4,005,868
2020 - 2023	<u>2,635,000</u>	<u>225,376</u>	<u>2,860,376</u>
Total	<u>\$ 8,015,000</u>	<u>\$ 2,881,074</u>	<u>\$ 10,896,074</u>

The District is subject to the Illinois School Code, which limits the amount of certain indebtedness to 6.9% of the most recent available equalized assessed valuation of the District. As of June 30, 2009, the statutory debt limit for the District was \$34,486,011, providing a debt margin of \$26,471,011. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2009, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

NOTE 8 - RISK MANAGEMENT

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

The District is self-insured for medical coverage that is provided to District personnel. A third party administrator administers claims for a monthly fee per participant. Expenditures are recorded as incurred in the form of direct contributions from the District to the third party administrator for payment of employee health claims and administration fees. The District's liability will not exceed \$40,000 per employee or \$1,083,000 in the aggregate, as provided by stop-loss provisions incorporated in the plan.

NOTE 9 - JOINT AGREEMENTS

The District is a member of LADSE, a joint agreement that provides certain special education services to residents of many school districts. The District believes that because it does not control the selection of the governing authority, and because of the control over employment of management personnel, operations, scope of public service, and special financing relationships exercised by the joint agreement governing boards, these are not included as component units of the District.

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS

Teachers' Health Insurance Security

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

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

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

On Behalf Contributions to THIS Fund. The State of Illinois makes employer retiree health insurance contributions on behalf of the District. State contributions are intended to match contributions to THIS Fund from active members which were 0.84 percent of pay during the year ended June 30, 2009. State of Illinois contributions were \$47,582, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the year ended June 30, 2008 were also 0.84 percent of pay. They were 0.80 percent for the year ended June 30, 2007. State contributions on behalf of District employees were \$53,640 and \$41,672, respectively.

Employer Contributions to THIS Fund. The District also makes contributions to THIS Fund. The employer THIS Fund contribution was 0.63 percent during the years ended June 30, 2009 and June 30, 2008. For the year ended, June 30, 2007, the rate was 0.60 percent. For the years ended June 30, 2009, 2008 and 2007, the District paid \$35,686, \$33,605 and \$31,254 to the THIS Fund, respectively, which was 100 percent of the required contribution.

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

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 11 - RETIREMENT SYSTEMS

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

Teachers' Retirement System

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

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

Members of TRS include all active nonannuitants that are employed by a TRS-covered employer to provide services for which teacher certification is required. The active member contribution rate for the year ended June 30, 2009, was 9.4 percent of creditable earnings. These contributions, which may be paid on behalf of the employees by the employer, are submitted to TRS by the District. The District's payroll for the year ended June 30, 2009, included \$5,664,506 reported as creditable earnings to TRS. The active member contribution rate was also 9.4 percent for the years ended June 30, 2008 and 2007.

On Behalf Contributions. The State of Illinois also makes contributions directly to TRS on behalf of the District's TRS-covered employees. For the year ended June 30, 2009, State of Illinois contributions were based on 17.08 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$967,498 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2008 and 2007, the State of Illinois contributions rates as percentages of creditable earnings not paid from federal funds were 13.11 percent (\$699,311) and 9.78 percent (\$509,442), respectively. The state contributions to TRS for the years ended June 30, 2009 and June 30, 2008 were based on an actuarial formula. The state contribution for the years ended June 30, 2007 was based on dollar amounts specified by the statute and were not actuarially determined.

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

2.2 Formula Contributions. For the years ended June 30, 2009, 2008 and 2007, the District contributed 0.58 percent of creditable earnings for the 2.2 formula change. This rate is specified by statute. Contributions for those years were \$32,854, \$30,938 and \$30,212, respectively. This contribution was 100 percent of the required contributions.

TRS financial information, an explanation of TRS's benefits; and descriptions of member, employer and state funding requirements, can be found in the TRS *Comprehensive Annual Financial Report* for the year ended June 30, 2008. The report for the year ended June 30, 2009, is expected to be available in late 2009. The reports may be obtained by writing to the Teachers' Retirement System of the State of Illinois, P.O. Box 19253, 2815 West Washington Street, Springfield, IL 62794-9253. The most current report is also available on the TRS Web site at www.trs.illinois.gov.

NOTE 11 - RETIREMENT SYSTEMS - (CONTINUED)

Illinois Municipal Retirement Fund

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

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2008, based on the 2006 valuation, was 7.74 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2008 was 24 years.

For December 31, 2008, December 31, 2007 and December 31, 2006 the District's annual pension cost of \$103,720, \$116,140 and \$107,758, respectively, was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2006, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor. The assumptions used for the 2008 actuarial valuation were based on the 2002-2004 experience study. However, the 2008 actuarial valuation information, shown as RSI following the notes to the financial statements, is based on the 2005-2007 experience study.

As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 78.72 percent funded. The actuarial accrued liability for benefits was \$2,509,587 and the actuarial value of assets was \$1,975,662 resulting in an underfunded actuarial accrued liability (UAAL) of \$533,925. The covered payroll (annual payroll of active employees covered by the plan) was \$1,340,058 and the ratio of the UAAL to the covered payroll was 39.84 percent.

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

NOTE 12 - CONSTRUCTION COMMITMENTS

As of June 30, 2009, the District is committed to approximately \$94,000 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances and building bonds already issued.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009

NOTE 13 - RESTATEMENT

The June 30, 2008 net assets amount has been restated to properly reflect the cost of assets that the District owns. Beginning net assets was restated by \$333,804, from \$9,663,240 to \$9,997,044.

NOTE 14 - STATE AND FEDERAL AID CONTINGENCIES

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

This page has been intentionally left blank.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND ANALYSIS OF FUNDING PROGRESS
JUNE 30, 2009

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/08	\$ 103,720	100%	\$ -
12/31/07	116,140	100%	-
12/31/06	107,758	100%	-
12/31/05	90,819	100%	-
12/31/04	71,018	100%	-
12/31/03	62,821	100%	-

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/08	\$ 1,975,662	\$ 2,509,587	\$ 533,925	78.72%	\$ 1,340,058	39.84%
12/31/07	2,424,155	2,291,718	(132,437)	105.78%	1,330,353	0.00%
12/31/06	2,733,497	2,580,159	(153,338)	105.94%	1,238,599	0.00%
12/31/05	2,537,658	2,543,050	5,392	99.79%	1,152,520	0.47%
12/31/04	2,333,190	2,279,275	(53,915)	102.37%	1,138,111	0.00%
12/31/03	2,266,329	2,072,476	(193,853)	109.35%	1,098,275	0.00%

Digest of Changes

Assumptions

On a market value basis, the actuarial value of assets as of December 31, 2008 is \$1,267,583. On a market basis, the funded ratio would be 50.51%.

The principal changes were:

-The actuarial assumptions used to determine the actuarial liability for 2008 are based on the 2005-2007 Experience Study.

This page has been intentionally left blank.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		VARIANCE WITH FINAL BUDGET	2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Local sources				
General levy	\$ 7,073,340	\$ 7,138,592	\$ 65,252	\$ 6,971,455
Special education levy	76,000	76,324	324	75,966
Corporate personal property replacement taxes	242,000	206,582	(35,418)	236,218
Special education - tuition from other LEA's (in state)	15,000	9,155	(5,845)	-
Investment income	242,000	227,267	(14,733)	286,743
Sales to pupils - lunch	204,000	191,856	(12,144)	198,237
Admissions - athletic	1,500	1,157	(343)	1,510
Fees	169,000	184,566	15,566	166,219
Refund of prior years' expenditures	22,000	24,010	2,010	10,741
Other	12,500	13,378	878	54,189
Total local sources	<u>8,057,340</u>	<u>8,072,887</u>	<u>15,547</u>	<u>8,001,278</u>
State sources				
General state aid	485,190	214,487	(270,703)	426,334
Special education - private facility tuition	11,000	28,803	17,803	14,251
Special education - extraordinary	149,990	129,656	(20,334)	107,998
Special education - personnel	264,000	233,660	(30,340)	171,674
Special education - orphanage - individual	4,000	-	(4,000)	22,312
Special education - orphanage - summer	-	-	-	4,913
Special education - summer school	850	880	30	839
Bilingual education - downstate - TPI	44,100	49,430	5,330	32,931
State free lunch & breakfast	1,500	1,871	371	1,335
Early childhood - block grant	90,000	28,768	(61,232)	-
Reading improvement block grant	45,020	45,025	5	35,096
School safety & educational improvement block grant	40,290	38,961	(1,329)	36,876
Technology - learning technology centers	1,000	-	(1,000)	-
Other restricted revenue from state sources	4,805	11,940	7,135	3,910
On behalf payment to TRS from the state	530,000	1,015,080	485,080	752,951
Total state sources	<u>1,671,745</u>	<u>1,798,561</u>	<u>126,816</u>	<u>1,611,420</u>
Federal sources				
Title V - Innovation and flexibility formula	-	-	-	1,667
National school lunch program	51,700	53,846	2,146	48,170
Title I - Low income	-	70,000	70,000	-
Title IV - Safe & drug free schools - formula	2,400	2,079	(321)	2,705
Federal - special education - IDEA - room & board	26,000	59,749	33,749	39,998
General state aid - education stabilization	-	110,710	110,710	-
Emergency immigrant assistance	-	5,445	5,445	-
Title III - English language acquisition	26,500	39,498	12,998	34,026
Title II - Teacher quality	31,110	30,964	(146)	22,807

See Auditor's Report and Notes to Required Supplementary Information

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		VARIANCE WITH FINAL BUDGET	2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Medicaid matching funds - administrative outreach	\$ 16,000	\$ 18,723	\$ 2,723	\$ 18,363
Other restricted revenue from federal sources	-	748	748	-
Total federal sources	153,710	391,762	238,052	167,736
Total revenues	9,882,795	10,263,210	380,415	9,780,434
Expenditures				
Instruction				
Regular programs				
Salaries	3,018,270	3,002,442	15,828	2,803,415
Employee benefits	519,820	444,319	75,501	507,048
On-behalf payments to TRS from the state	530,000	1,015,080	(485,080)	752,951
Purchased services	16,580	11,025	5,555	10,920
Supplies and materials	84,890	74,930	9,960	69,652
Capital outlay	-	-	-	1,847
Non-capitalized equipment	5,800	5,911	(111)	-
Total	4,175,360	4,553,707	(378,347)	4,145,833
Special education programs				
Salaries	1,187,360	1,105,497	81,863	1,140,761
Employee benefits	254,150	203,274	50,876	203,647
Purchased services	46,000	48,894	(2,894)	42,195
Supplies and materials	20,780	8,714	12,066	13,002
Other objects	654,200	12,135	642,065	689,510
Total	2,162,490	1,378,514	783,976	2,089,115
Special education programs Pre-K				
Salaries	-	42,122	(42,122)	-
Employee benefits	-	6,237	(6,237)	-
Supplies and materials	-	1,371	(1,371)	-
Total	-	49,730	(49,730)	-
Remedial and supplemental programs Pre-K				
Salaries	-	76,480	(76,480)	-
Employee benefits	-	4,419	(4,419)	-
Supplies and materials	-	1,133	(1,133)	-
Total	-	82,032	(82,032)	-

See Auditor's Report and Notes to Required Supplementary Information

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		VARIANCE WITH FINAL BUDGET	2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Interscholastic programs				
Salaries	\$ 153,270	\$ 148,776	\$ 4,494	\$ 142,166
Employee benefits	20,070	16,696	3,374	14,457
Purchased services	8,095	7,859	236	6,388
Supplies and materials	3,200	3,144	56	3,238
Capital outlay	-	-	-	1,500
Non-capitalized equipment	1,000	1,000	-	-
Total	185,635	177,475	8,160	167,749
Summer school programs				
Salaries	3,050	1,425	1,625	2,000
Total	3,050	1,425	1,625	2,000
Gifted programs				
Other objects	1,500	1,127	373	1,149
Total	1,500	1,127	373	1,149
Bilingual programs				
Salaries	285,500	294,381	(8,881)	301,357
Employee benefits	49,010	40,411	8,599	38,226
Purchased services	5,500	3,941	1,559	4,400
Supplies and materials	12,100	14,696	(2,596)	9,964
Capital outlay	-	3,732	(3,732)	1,222
Non-capitalized equipment	2,500	-	2,500	-
Total	354,610	357,161	(2,551)	355,169
Special education programs K-12 - private tuition				
Other objects	-	165,524	(165,524)	-
Total	-	165,524	(165,524)	-
Total instruction	6,882,645	6,766,695	115,950	6,761,015
Support services				
Pupils				
Attendance and social work services				
Salaries	99,990	107,753	(7,763)	93,257
Employee benefits	6,580	6,295	285	7,861
Purchased services	-	300	(300)	300
Supplies and materials	690	593	97	589
Total	107,260	114,941	(7,681)	102,007

See Auditor's Report and Notes to Required Supplementary Information

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Guidance services				
Salaries	\$ 74,350	\$ 74,345	\$ 5	\$ 72,223
Employee benefits	6,410	4,924	1,486	5,561
Supplies and materials	<u>1,360</u>	<u>1,334</u>	<u>26</u>	<u>172</u>
Total	<u>82,120</u>	<u>80,603</u>	<u>1,517</u>	<u>77,956</u>
Health services				
Salaries	85,100	84,932	168	82,240
Employee benefits	25,320	21,052	4,268	19,061
Supplies and materials	<u>1,650</u>	<u>1,360</u>	<u>290</u>	<u>1,437</u>
Total	<u>112,070</u>	<u>107,344</u>	<u>4,726</u>	<u>102,738</u>
Other support services - pupils				
Salaries	43,650	32,707	10,943	19,307
Supplies and materials	<u>6,925</u>	<u>6,432</u>	<u>493</u>	<u>4,812</u>
Total	<u>50,575</u>	<u>39,139</u>	<u>11,436</u>	<u>24,119</u>
Total pupils	<u>352,025</u>	<u>342,027</u>	<u>9,998</u>	<u>306,820</u>
Instructional staff				
Improvement of instructional services				
Salaries	184,870	190,866	(5,996)	168,047
Employee benefits	60,610	52,520	8,090	49,776
Purchased services	32,980	70,934	(37,954)	34,172
Supplies and materials	165,335	153,913	11,422	60,465
Capital outlay	-	2,911	(2,911)	-
Other objects	<u>700</u>	<u>743</u>	<u>(43)</u>	<u>690</u>
Total	<u>444,495</u>	<u>471,887</u>	<u>(27,392)</u>	<u>313,150</u>
Educational media services				
Salaries	273,540	276,215	(2,675)	225,122
Employee benefits	65,630	54,836	10,794	49,917
Purchased services	5,950	5,609	341	5,609
Supplies and materials	39,995	36,215	3,780	36,212
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,742</u>
Total	<u>385,115</u>	<u>372,875</u>	<u>12,240</u>	<u>318,602</u>
Assessment and testing				
Supplies and materials	<u>26,800</u>	<u>18,920</u>	<u>7,880</u>	<u>21,934</u>
Total	<u>26,800</u>	<u>18,920</u>	<u>7,880</u>	<u>21,934</u>
Total instructional staff	<u>856,410</u>	<u>863,682</u>	<u>(7,272)</u>	<u>653,686</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
GENERAL (EDUCATIONAL) FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL
General administration				
Board of education services				
Purchased services	\$ 269,910	\$ 167,934	\$ 101,976	\$ 226,100
Supplies and materials	5,000	3,593	1,407	3,109
Other objects	8,500	7,111	1,389	7,086
Total	<u>283,410</u>	<u>178,638</u>	<u>104,772</u>	<u>236,295</u>
Executive administration services				
Salaries	200,600	199,280	1,320	205,772
Employee benefits	37,110	32,044	5,066	43,806
Purchased services	7,750	6,088	1,662	4,240
Supplies and materials	1,900	1,535	365	1,187
Other objects	2,750	4,222	(1,472)	549
Non-capitalized equipment	1,000	293	707	-
Total	<u>251,110</u>	<u>243,462</u>	<u>7,648</u>	<u>255,554</u>
Tort immunity services				
Purchased services	-	60,668	(60,668)	-
Total	<u>-</u>	<u>60,668</u>	<u>(60,668)</u>	<u>-</u>
Total general administration	<u>534,520</u>	<u>482,768</u>	<u>51,752</u>	<u>491,849</u>
School administration				
Office of the principal services				
Salaries	566,680	581,276	(14,596)	539,961
Employee benefits	159,020	141,870	17,150	128,761
Purchased services	6,850	3,721	3,129	3,614
Supplies and materials	5,000	4,071	929	5,560
Capital outlay	-	-	-	752
Other objects	2,600	2,028	572	1,516
Non-capitalized equipment	740	765	(25)	-
Termination benefits	5,000	5,000	-	-
Total	<u>745,890</u>	<u>738,731</u>	<u>7,159</u>	<u>680,164</u>
Total school administration	<u>745,890</u>	<u>738,731</u>	<u>7,159</u>	<u>680,164</u>

See Auditor's Report and Notes to Required Supplementary Information

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½
GENERAL (EDUCATIONAL) FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -
 BUDGET TO ACTUAL

FOR THE YEAR ENDED JUNE 30, 2009

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		VARIANCE WITH FINAL BUDGET	2008 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Business				
Fiscal services				
Salaries	\$ 105,330	\$ 106,485	\$ (1,155)	\$ 101,142
Employee benefits	30,980	26,312	4,668	24,077
Purchased services	12,500	13,760	(1,260)	11,506
Supplies and materials	5,250	3,293	1,957	4,558
Capital outlay	-	-	-	807
Other objects	800	685	115	135
Non-capitalized equipment	2,000	1,876	124	-
Total	<u>156,860</u>	<u>152,411</u>	<u>4,449</u>	<u>142,225</u>
Food services				
Salaries	81,180	80,194	986	75,679
Supplies and materials	169,600	148,211	21,389	151,733
Total	<u>250,780</u>	<u>228,405</u>	<u>22,375</u>	<u>227,412</u>
Total business	<u>407,640</u>	<u>380,816</u>	<u>26,824</u>	<u>369,637</u>
Total support services	<u>2,896,485</u>	<u>2,808,024</u>	<u>88,461</u>	<u>2,502,156</u>
Community services				
Purchased services	2,316	-	2,316	337
Supplies and materials	800	-	800	651
Total community services	<u>3,116</u>	<u>-</u>	<u>3,116</u>	<u>988</u>
Payments to other districts and governmental units				
Payments for regular programs				
Purchased services	-	804	(804)	1,869
Other objects	9,000	16,530	(7,530)	13,515
Total	<u>9,000</u>	<u>17,334</u>	<u>(8,334)</u>	<u>15,384</u>
Payments for special education programs - tuition				
Other objects	-	613,389	(613,389)	-
Total	<u>-</u>	<u>613,389</u>	<u>(613,389)</u>	<u>-</u>
Total payments to other districts and governmental units	<u>9,000</u>	<u>630,723</u>	<u>(621,723)</u>	<u>15,384</u>

See Auditor's Report and Notes to Required Supplementary Information