

**WESTCHESTER PUBLIC SCHOOL  
DISTRICT 92½**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2010  
AND  
INDEPENDENT AUDITOR'S REPORT**

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# WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

## TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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	<u>Page(s)</u>
Independent Auditor's Report	1 - 2
<b>Required Supplementary Information</b>	
Management's Discussion and Analysis (MD&A) - Unaudited	3 - 9
<b>Basic Financial Statements</b>	
<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 - 34
<b>Required Supplementary Information</b>	
<u>Historical Pension Information</u>	
Illinois Municipal Retirement Fund - Schedule of Employer's Contributions and Analysis of Funding Progress	35
Schedule of Funding Progress For Retiree's Health Plan	36

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# WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

## TABLE OF CONTENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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	<u>Page(s)</u>
<b>Required Supplementary Information - (Continued)</b>	
<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	37 - 44
Operations and Maintenance Fund	45 - 47
Transportation Fund	48 - 49
Municipal Retirement/Social Security Fund	50 - 52
Working Cash Fund	53
Notes to Required Supplementary Information	54
<b>Supplementary Information</b>	
<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	55
Capital Projects Fund	56
Fire Prevention and Life Safety Fund	57
Schedule of Changes in Assets and Liabilities - Agency Funds	58
Operating Cost and Tuition Charge	59
General Long-Term Debt - Issue Dated May 15, 2001	60
General Long-Term Debt - Issue Dated June 1, 2004	61
General Long-Term Debt - Issue Dated March 15, 2010A	62
General Long-Term Debt Issue - Dated March 15, 2010B	63

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## 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, 2010, 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 2009 financial statements. In our report dated October 27, 2009, 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, 2010, 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.

As described in Note 3, the District adopted the provision of GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions, effective July 1, 2009.

Board of Education  
Westchester Public School District 92½

In accordance with Government Auditing Standards, we have also issued a report dated November 1, 2010 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 2010 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, 2010, 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, 2009, which are not presented with the accompanying financial statements. In our report dated October 27, 2009, 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 2009 supplementary information 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, on the basis of accounting referenced above.

Oak Brook, Illinois  
November 1, 2010

*Baker Tilly Vincent Krause, LLP*

# **Westchester Public School District 92½**

## **Management's Discussion and Analysis (Unaudited)**

### **For the Year Ended June 30, 2010**

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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, 2010. 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 \$0.3. This represents a 3% increase from fiscal year 2009.
- > General revenues accounted for \$11.8 in revenue or 77% of all revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$3.6 or 23% of total revenues of \$15.4.
- > The District had \$15.1 in expenses related to government activities. However, only \$3.6 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 2010.
- > 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 the gymnasium sound system at the Westchester Middle School.
- > The District expended half of the cost of the Science textbook adoption in fiscal year 2010.
- > 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.

#### *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.

**Westchester Public School District 92½**  
**Management's Discussion and Analysis (Unaudited)**  
**For the Year Ended June 30, 2010**

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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 eight 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, Capital Projects 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, 2010**

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, 2010, than they were the year before, increasing 3% to \$10.8.

<b>Table 1</b>		
<b>Condensed Statements of Net Assets</b>		
<b>(in millions of dollars)</b>		
	<u>2009</u>	<u>2010</u>
<b>Assets:</b>		
Current and other assets	\$ 9.1	\$ 12.2
Capital Assets	<u>9.4</u>	<u>9.1</u>
Total assets	<u>18.5</u>	<u>21.3</u>
<b>Liabilities:</b>		
Long-term debt outstanding	<u>8.0</u>	<u>10.5</u>
Total liabilities	<u>8.0</u>	<u>10.5</u>
<b>Net assets:</b>		
Invested in capital assets, net of related debt	3.3	3.4
Restricted	0.5	0.6
Unrestricted	<u>6.7</u>	<u>6.8</u>
Total net assets	<u>\$ 10.5</u>	<u>\$ 10.8</u>

Revenues in the governmental activities of the District of \$15.4 exceeded expenses by \$0.3, compared to an excess of \$0.5 in the prior year. This was attributable primarily to a large increase in instructional expenses combined offset by an increase in real estate tax revenues.

**Westchester Public School District 92½**  
**Management's Discussion and Analysis (Unaudited)**  
**For the Year Ended June 30, 2010**

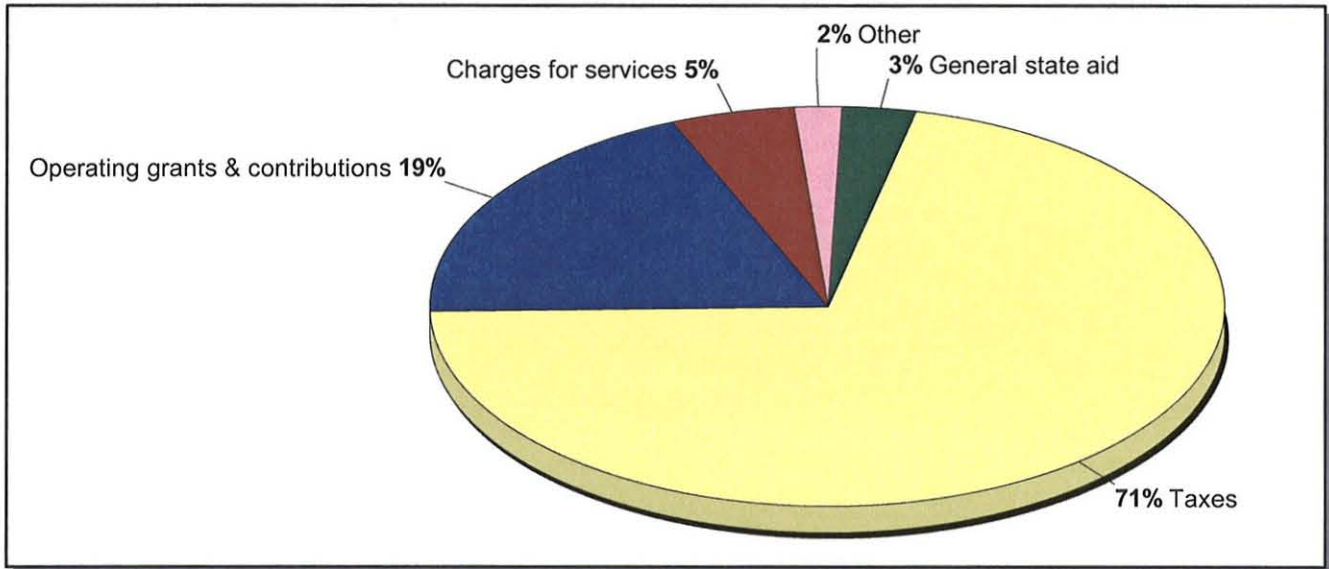
<i>Table 2</i>			
<i>Changes in Net Assets</i>			
<i>(in millions of dollars)</i>			
	<u>2009</u>		<u>2010</u>
<b>Revenues:</b>			
<i>Program revenues:</i>			
Charges for services	\$ 0.7	\$	0.7
Operating grants & contributions	2.2		2.9
<i>General revenues:</i>			
Taxes	10.2		11.0
General state aid	0.4		0.5
Other	0.4		0.3
Total revenues	<u>13.9</u>		<u>15.4</u>
<b>Expenses:</b>			
Instruction	7.8		9.1
Pupil & instructional staff services	1.2		1.5
Administration & business	1.7		1.8
Transportation	0.7		0.6
Operations & maintenance	1.6		1.3
Other	0.4		0.8
Total expenses	<u>13.4</u>		<u>15.1</u>
<b>Increase (decrease) in net assets</b>	<u>\$ 0.5</u>	\$	<u>0.3</u>

Property taxes accounted for the largest portion of the District's revenues, contributing 71%. The remainder of revenues came from state, federal grants and other sources. The total cost of all the District's programs was \$15.1, mainly related to instructing and caring for the students, maintaining district facilities, and safely transporting students to and from school.

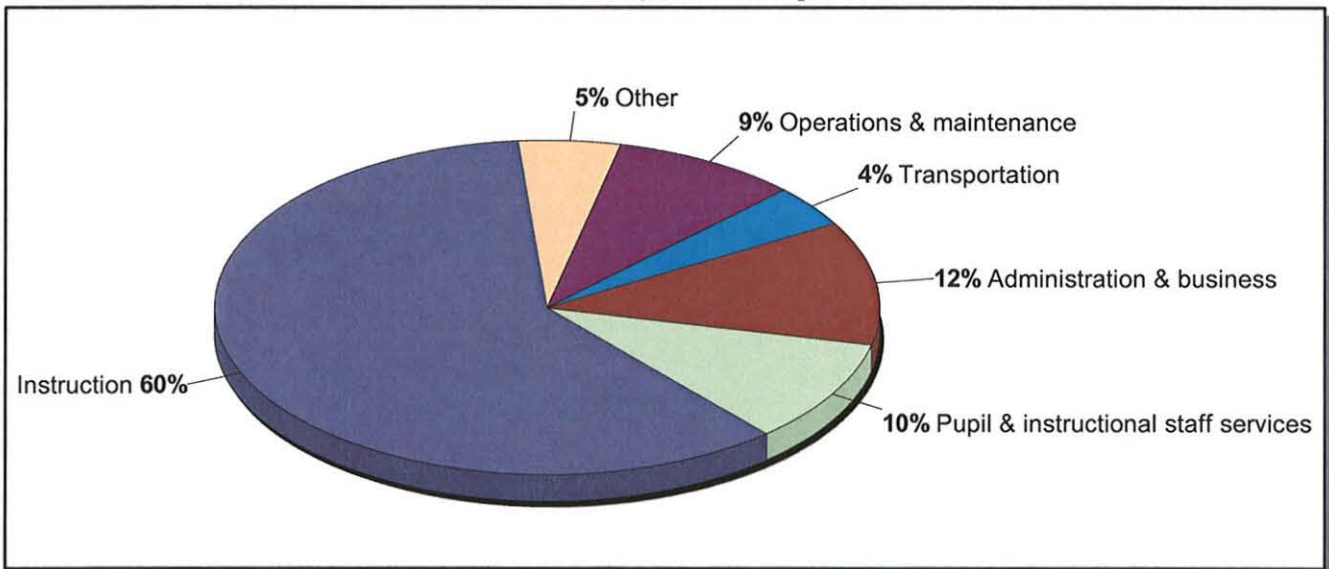
**Westchester Public School District 92½**  
**Management's Discussion and Analysis (Unaudited)**  
**For the Year Ended June 30, 2010**

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**District-Wide Revenues by Source**



**District-Wide Expenses by Function**



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

The District's Governmental Funds balance increased from \$9.0 to \$12.1. This increase is attributed to the sale of working cash bonds. Working cash bonds were sold to fund roofing projects at the Westchester Middle, Westchester Intermediate, and Westchester Primary Schools.

Property taxes continue to be the main source of revenue for the District, accounting for over 71% 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, 2010**

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 2010 with over a 53% 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 2010, the District had compiled a total investment of \$18.7 (\$9.1 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 6 of the basic financial statements.

<b>Table 3</b>		
<b>Capital Assets (net of depreciation)</b>		
<b>(in millions of dollars)</b>		
	<u>2009</u>	<u>2010</u>
Land	\$ 0.9	\$ 0.9
Depreciable buildings, property and equipment	<u>8.5</u>	<u>8.2</u>
Total	<u>\$ 9.4</u>	<u>\$ 9.1</u>

*Long-term debt*

The District issued \$4.9, refunded \$2.0 and paid \$0.4 in bonds in 2010. At the end of fiscal 2010, the District had a debt margin of \$24.0. More detailed information on long-term debt can be found in Note 8 of the basic financial statements.

<b>Table 4</b>		
<b>Outstanding Long-Term Debt</b>		
<b>(in millions of dollars)</b>		
	<u>2009</u>	<u>2010</u>
General Obligation Bonds & Certificates	<u>\$ 8.0</u>	<u>\$ 10.5</u>
Total	<u>\$ 8.0</u>	<u>\$ 10.5</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, 2010**

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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

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**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**

## STATEMENT OF NET ASSETS - MODIFIED CASH BASIS

JUNE 30, 2010

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	GOVERNMENTAL ACTIVITIES
<b>Assets</b>	
Cash and investments	\$ 12,154,659
Capital assets:	
Land	900,000
Depreciable buildings, property and equipment, net	<u>8,203,255</u>
Total assets	<u>21,257,914</u>
<b>Liabilities</b>	
Unearned revenue	41,264
Long-term liabilities:	
Other long-term liabilities - due within one year	395,000
Other long-term liabilities - due after one year	<u>10,055,000</u>
Total liabilities	<u>10,491,264</u>
<b>Net assets</b>	
Invested in capital assets, net of related debt	3,406,573
Restricted for:	
Retirement benefits	159,575
Debt service	356,133
Capital projects	2,720
Unrestricted	<u>6,841,649</u>
Total net assets	<u>\$ 10,766,650</u>

See Notes to Basic Financial Statements

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# WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

## STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

FOR THE YEAR ENDED JUNE 30, 2010

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES) REVENUE AND CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
<b>Governmental activities</b>				
Instruction:				
Regular programs	\$ 4,139,793	\$ 271,826	\$ 103,107	\$ (3,764,860)
Special programs	3,000,232	12,340	832,421	(2,155,471)
Other instructional programs	536,717	-	32,672	(504,045)
State retirement contributions	1,478,704	-	1,478,704	-
Support Services:				
Pupils	396,668	-	3,056	(393,612)
Instructional staff	1,116,139	-	33,393	(1,082,746)
General administration	515,562	-	-	(515,562)
School administration	818,327	-	-	(818,327)
Business	424,657	149,661	75,895	(199,101)
Transportation	600,864	16,439	331,329	(253,096)
Operations and maintenance	1,270,424	286,148	-	(984,276)
Central	499	-	-	(499)
	1,816	-	-	(1,816)
Interest and fees	740,399	-	-	(740,399)
Unallocated depreciation	21,977	-	-	(21,977)
<b>Total governmental activities</b>	<b><u>\$ 15,062,778</u></b>	<b><u>\$ 736,414</u></b>	<b><u>\$ 2,890,577</u></b>	<b><u>(11,435,787)</u></b>
General revenues:				
Taxes:				
				8,175,820
				1,820,109
				868,315
				174,892
				457,174
				223,527
				16,196
				<u>11,736,033</u>
				300,246
				<u>10,466,404</u>
				<u>\$ 10,766,650</u>

See Notes to Basic Financial Statements

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**

**GOVERNMENTAL FUNDS**

BALANCE SHEET - MODIFIED CASH BASIS

JUNE 30, 2010

WITH COMPARATIVE TOTALS FOR JUNE 30, 2009

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
<b>Assets</b>				
Cash	\$ 6,248,292	\$ 1,718,225	\$ 252,368	\$ 159,575
Total assets	<u>\$ 6,248,292</u>	<u>\$ 1,718,225</u>	<u>\$ 252,368</u>	<u>\$ 159,575</u>
<b>Liabilities and fund balance</b>				
Unearned revenue	\$ 41,264	\$ -	\$ -	\$ -
Total liabilities	<u>41,264</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance</b>				
Unreserved fund balance:				
Undesignated	<u>6,207,028</u>	<u>1,718,225</u>	<u>252,368</u>	<u>159,575</u>
Total fund balance	<u>6,207,028</u>	<u>1,718,225</u>	<u>252,368</u>	<u>159,575</u>
Total liabilities and fund balance	<u>\$ 6,248,292</u>	<u>\$ 1,718,225</u>	<u>\$ 252,368</u>	<u>\$ 159,575</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
				2010	2009
\$ 917,346	\$ 356,133	\$ 2,500,000	\$ 2,720	\$ 12,154,659	\$ 9,061,488
<u>\$ 917,346</u>	<u>\$ 356,133</u>	<u>\$ 2,500,000</u>	<u>\$ 2,720</u>	<u>\$ 12,154,659</u>	<u>\$ 9,061,488</u>
\$ -	\$ -	\$ -	\$ -	\$ 41,264	\$ -
-	-	-	-	41,264	-
<u>917,346</u>	<u>356,133</u>	<u>2,500,000</u>	<u>2,720</u>	<u>12,113,395</u>	<u>9,061,488</u>
<u>917,346</u>	<u>356,133</u>	<u>2,500,000</u>	<u>2,720</u>	<u>12,113,395</u>	<u>9,061,488</u>
<u>\$ 917,346</u>	<u>\$ 356,133</u>	<u>\$ 2,500,000</u>	<u>\$ 2,720</u>	<u>\$ 12,154,659</u>	<u>\$ 9,061,488</u>

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**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, 2010

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Total fund balances - governmental funds - modified cash basis	\$ 12,113,395
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.	9,103,255
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>(10,450,000)</u>
Net assets of governmental activities - modified cash basis	<u>\$ 10,766,650</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, 2010  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2009

	GENERAL (EDUCATIONAL) FUND	OPERATIONS AND MAINTENANCE FUND	TRANSPORTATION FUND	MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND
<b>Revenues</b>				
Property taxes	\$ 8,175,820	\$ 1,161,927	\$ 294,268	\$ 363,914
Corporate personal property replacement taxes	169,492	-	-	5,400
State aid	2,192,734	-	531,329	-
Federal aid	623,688	-	-	-
Investment income	147,404	37,859	2,509	3,160
Other	392,037	338,846	19,048	-
Total revenues	<u>11,701,175</u>	<u>1,538,632</u>	<u>847,154</u>	<u>372,474</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular programs	3,862,293	-	-	49,083
Special programs	1,766,895	-	-	70,357
Other instructional programs	676,889	-	-	6,645
State retirement contributions	1,478,704	-	-	-
Support Services:				
Pupils	375,373	-	-	21,295
Instructional staff	1,091,140	-	-	24,999
General administration	473,645	-	-	11,156
School administration	777,203	-	-	26,466
Business	390,092	-	-	23,958
Transportation	4,000	-	514,057	45,682
Operations and maintenance	-	1,163,688	-	66,779
Central	499	-	-	-
Payments to other districts and gov't units	748,402	-	196,304	-
Debt Service:				
Principal	-	-	-	-
Interest and other	-	-	-	-
Capital outlay	20,917	119,197	-	-
Total expenditures	<u>11,666,052</u>	<u>1,282,885</u>	<u>710,361</u>	<u>346,420</u>
Excess (deficiency) of revenues over expenditures	<u>35,123</u>	<u>255,747</u>	<u>136,793</u>	<u>26,054</u>
<b>Other financing sources (uses)</b>				
Transfers in	2,532,500	-	-	-
Transfers (out)	(2,500,000)	-	-	-
Principal on bonds sold	-	-	-	-
Discount on bonds	-	-	-	-
Payment to escrow for refunded bonds	-	-	-	-
Total other financing sources (uses)	<u>32,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	67,623	255,747	136,793	26,054
Fund balance, beginning of year	6,139,405	1,462,478	115,575	133,521
Fund balance, end of year	<u>\$ 6,207,028</u>	<u>\$ 1,718,225</u>	<u>\$ 252,368</u>	<u>\$ 159,575</u>

See Notes to Basic Financial Statements

WORKING CASH FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	FIRE PREVENTION AND LIFE SAFETY FUND	TOTAL	
				2010	2009
\$ -	\$ 868,315	\$ -	\$ -	\$ 10,864,244	\$ 10,077,278
-	-	-	-	174,892	210,632
-	-	-	-	2,724,063	2,175,644
-	-	-	-	623,688	391,762
24,097	8,428	-	70	223,527	334,538
-	2,679	-	-	752,610	769,393
<u>24,097</u>	<u>879,422</u>	<u>-</u>	<u>70</u>	<u>15,363,024</u>	<u>13,959,247</u>
-	-	-	-	3,911,376	3,584,921
-	-	-	-	1,837,252	1,657,059
-	-	-	-	683,534	618,645
-	-	-	-	1,478,704	1,015,080
-	-	-	-	396,668	361,887
-	-	-	-	1,116,139	877,647
-	-	-	-	484,801	493,267
-	-	-	-	803,669	763,787
-	-	-	-	414,050	400,957
-	-	-	-	563,739	680,543
-	-	-	-	1,230,467	1,509,410
-	-	-	-	499	-
-	-	-	-	944,706	630,723
-	430,000	-	-	430,000	410,000
-	452,491	-	-	452,491	399,680
-	-	-	-	140,114	618,335
<u>-</u>	<u>882,491</u>	<u>-</u>	<u>-</u>	<u>14,888,209</u>	<u>14,021,941</u>
<u>24,097</u>	<u>(3,069)</u>	<u>-</u>	<u>70</u>	<u>474,815</u>	<u>(62,694)</u>
-	-	2,500,000	-	5,032,500	52,260
(2,524,090)	(8,410)	-	-	(5,032,500)	(52,260)
2,500,000	2,420,000	-	-	4,920,000	-
-	(109,580)	-	-	(109,580)	-
-	(2,233,328)	-	-	(2,233,328)	-
<u>(24,090)</u>	<u>68,682</u>	<u>2,500,000</u>	<u>-</u>	<u>2,577,092</u>	<u>-</u>
7	65,613	2,500,000	70	3,051,907	(62,694)
<u>917,339</u>	<u>290,520</u>	<u>-</u>	<u>2,650</u>	<u>9,061,488</u>	<u>9,124,182</u>
<u>\$ 917,346</u>	<u>\$ 356,133</u>	<u>\$ 2,500,000</u>	<u>\$ 2,720</u>	<u>\$ 12,113,395</u>	<u>\$ 9,061,488</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, 2010

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Net change in fund balances - total governmental funds - modified cash basis	\$ 3,051,907
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 depreciation expense exceeds capital outlay in the current period.	(316,661)
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 borrowings exceeded principal repayments from current year long-term financing arrangements.	<u>(2,435,000)</u>
Change in net assets of governmental activities - modified cash basis	<u>\$ 300,246</u>

See Notes to Basic Financial Statements

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**AGENCY FUNDS**  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - MODIFIED CASH BASIS  
JUNE 30, 2010

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	<u>AGENCY STUDENT ACTIVITY FUNDS</u>
<b>Assets</b>	
Cash and investments	\$ <u>47,312</u>
Total assets	\$ <u><u>47,312</u></u>
<b>Liabilities</b>	
Due to student groups	\$ <u>47,312</u>
Total liabilities	\$ <u><u>47,312</u></u>

See Notes to Basic Financial Statements

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2010

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**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 the 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, 2010

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### **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, 2010

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### 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 Fund(Educational) 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 Funds - accounts for the financial resources to be used for the acquisition or construction of, and/or additions to, major capital facilities.

*Capital Projects Fund* - accounts for construction projects and renovations financed through serial bond issues.

*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 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.

### **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, 2010

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

*Property Tax Revenues*

The District must file its tax levy resolution by the last Tuesday in December of each year. The District's 2009 levy resolution was approved during the December 3, 2009 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 lessor 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 2009 and 2008 tax levies were .1% and 4.1%, 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 April 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 October or November). The first installment is an estimated bill, and is fifty-five percent of the prior year's tax bill (previously fifty percent). 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 more than 1 year. 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.

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

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2010

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

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 recognized in the period incurred. Bonds payable are reported gross of the applicable bond premium or discount.

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 than 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.

*Comparative Data*

The financial statements 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, 2009, 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.

# WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

## NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2010

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### **NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

#### **Excess of Expenditures over Budget**

For the year ended June 30, 2010, expenditures exceeded budget in the General (Educational) Fund, Transportation Fund, and Debt Service Fund by \$26,702, \$69,931 and \$71,641 respectively. These excesses were funded by available fund balances.

### **NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES**

For the year ended June 30, 2010, the District has implemented GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pensions.

### **NOTE 4 - 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 Debt Service 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).

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 4.007 years at June 30, 2010. 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, \$12,118,738 was held by the Treasurer at June 30, 2010. Information regarding the total pooled investments in custody of the Treasurer is not available.

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2010

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**NOTE 4 - DEPOSITS AND INVESTMENTS - (CONTINUED)**

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

	<u>Carrying Value</u>	<u>Bank Balance</u>
Deposits with financial institutions	\$ 83,233	\$ 146,755
Total	<u>\$ 83,233</u>	<u>\$ 146,755</u>

*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, 2010, the entire bank balance of the District's deposit with financial institutions was insured by the FDIC.

**NOTE 5 - INTERFUND TRANSFERS**

During the year, the Board transferred \$24,090 and \$8,410 of interest earned in the Working Cash Fund and the Debt Service Fund respectively to the General (Educational) Fund.

The Board of Education authorized the abatement of a portion of the Working Cash Fund, thereby transferring fund balance of \$2,500,000 to the General (Educational) Fund.

Also during the year, the Board of Education transferred \$2,500,000 from the General (Educational) Fund to the Capital Projects Fund.

State law allows for the above transfers.

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2010

**NOTE 6 - CAPITAL ASSETS**

Capital asset activity for the District for the year ended June 30, 2010, was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<b><u>Capital assets not being depreciated:</u></b>				
Land	\$ 900,000	\$ -	\$ -	\$ 900,000
Total capital assets not being depreciated	<u>900,000</u>	<u>-</u>	<u>-</u>	<u>900,000</u>
<b><u>Capital assets being depreciated:</u></b>				
Land improvements	595,153	-	-	595,153
Buildings	15,514,170	72,000	-	15,586,170
Equipment	1,544,097	28,794	-	1,572,891
Vehicles	-	20,000	-	20,000
Total capital assets being depreciated	<u>17,653,420</u>	<u>120,794</u>	<u>-</u>	<u>17,774,214</u>
<b><u>Less Accumulated Depreciation for:</u></b>				
Land improvements	384,329	21,977	-	406,306
Buildings	7,653,440	309,406	-	7,962,846
	<u>1,095,735</u>	<u>106,072</u>	<u>-</u>	<u>1,201,807</u>
Total accumulated depreciation	<u>9,133,504</u>	<u>437,455</u>	<u>-</u>	<u>9,570,959</u>
Net capital assets being depreciated	<u>8,519,916</u>	<u>(316,661)</u>	<u>-</u>	<u>8,203,255</u>
Net governmental activities capital assets	<u>\$ 9,419,916</u>	<u>\$ (316,661)</u>	<u>\$ -</u>	<u>\$ 9,103,255</u>

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

<i>Governmental Activities</i>	<i>Depreciation</i>
Regular programs	\$ 228,417
Special programs	72,356
General administration	30,761
School administration	14,658
Transportation	37,125
Operations and maintenance	21,554
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, 2010

**NOTE 7 - OPERATING LEASES**

The District leases building and office facilities and other equipment under noncancelable operating leases. Total costs for such leases were \$33,100 for the year ended June 30, 2010. At June 30, 2010, future minimum lease payments for these leases are as follows:

	<i>Year Ending June 30,</i>	<i>Amount</i>
2011		\$ <u>33,100</u>
Total		\$ <u><u>33,100</u></u>

**NOTE 8 - 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, 2010:

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
General obligation bonds	\$ 8,015,000	\$ 4,920,000	\$ 2,485,000	\$ 10,450,000	\$ 395,000
Total bonds payable	<u>8,015,000</u>	<u>4,920,000</u>	<u>2,485,000</u>	<u>10,450,000</u>	<u>395,000</u>
Total long-term liabilities - governmental activities	<u>\$ 8,015,000</u>	<u>\$ 4,920,000</u>	<u>\$ 2,485,000</u>	<u>\$ 10,450,000</u>	<u>\$ 395,000</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	\$ 3,680,000
Series Working Cash & Refunding Bonds - 2004 dated June 1, 2004 are due in annual installments through December 1, 2022	2.00% - 4.65%	3,745,000	1,850,000
Series Limited School Bonds 2010 A dated March 15, 2010 are due in annual installments through December 1, 2028	4.00% - 4.25%	4,070,000	4,070,000
Series Taxable Limited School Bonds 2010 B dated March 15, 2010 are due in annual installments through December 1, 2022	5.00% - 5.25%	<u>850,000</u>	<u>850,000</u>
Total		<u>\$ 15,055,000</u>	<u>\$ 10,450,000</u>

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

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**NOTE 8 - LONG TERM LIABILITIES - (CONTINUED)**

During the year, the District issued \$4,920,000 in General Obligation Bonds with an average interest rate of 3.80% to advance refund \$2,055,000 of outstanding 2001 and 2004 Series bonds with an average interest rate of 4.68% and to provide for \$2,500,000 in new money proceeds to the District. Net proceeds of \$2,233,328 (after payment of \$76,413 in underwriting fees, insurance, and other insurance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the 2001 and 2004 Series bonds. As a result, the 2001 and 2004 Series bonds are considered to be defeased and the liability for those bonds has been removed from the Statement of Net Assets.

Advance refunding of the 2001 and 2004 Series bonds increased its total debt service payments over the next 18 years by \$759,071. This transaction resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$631,209.

In the 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 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, 2010, \$6,394,825 of bonds outstanding are considered defeased.

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>
2011	\$ 395,000	\$ 469,973	\$ 864,973
2012	375,000	450,785	825,785
2013	395,000	431,405	826,405
2014	415,000	411,025	826,025
2015	435,000	389,731	824,731
2016 - 2020	2,535,000	1,585,750	4,120,750
2021 - 2023	3,215,000	904,369	4,119,369
2026 - 2029	<u>2,685,000</u>	<u>202,584</u>	<u>2,887,584</u>
Total	<u>\$ 10,450,000</u>	<u>\$ 4,845,622</u>	<u>\$ 15,295,622</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, 2010, the statutory debt limit for the District was \$34,486,011, providing a debt margin of \$24,036,011. There are numerous covenants with which the District must comply in regard to these bond issues. As of June 30, 2010, the District was in compliance with all significant bond covenants, including federal arbitrage regulations.

**NOTE 9 - 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.

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2010

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**NOTE 9 - RISK MANAGEMENT - (CONTINUED)**

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 \$1,467,000 in the aggregate, as provided by stop-loss provisions incorporated in the plan.

**NOTE 10 - 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 11 - 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, 2010. State of Illinois contributions were \$51,285, and the District recognized revenues and expenditures of this amount during the year. State contributions intended to match active member contributions during the years ended June 30, 2009 and June 30, 2008 were also 0.84 percent of pay. State contributions on behalf of District employees were \$47,582 and \$53,640, respectively.

WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2010

**NOTE 11 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)**

*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, 2010, June 30, 2009, and June 30, 2008. For the year ended June 30, 2010, the District paid \$38,463 to the THIS Fund. For the years ended June 30, 2009 and 2008, the District paid \$35,686 and \$33,605 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.

**Retiree's Health Plan**

The District's group health insurance plan provides coverage to active employees and retirees (or other qualified terminated employees) at blended premium rates. This results in an other postemployment benefit (OPEB) for the retirees, commonly referred to as an implicit rate subsidy.

Contribution requirements are established through collective bargaining agreements and may be amended only through negotiations between the board and the union.. State Law allows retired employees who participated in the Illinois Municipal Retirement program the opportunity to enroll in the District's health insurance plan for health insurance coverage. Eligible retired employees must pay the entire premium for the health insurance plan based upon the current annual premiums. The implicit subsidy is funded on a pay-as-you-go basis by the District.

The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). 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 table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the Retiree's Health Plan, and changes in the District's net OPEB obligation to the Retiree's Health Plan:

Annual required contribution	\$	24,220
Interest on net OPEB obligation		-
Adjustment to annual required contribution		-
		<hr/>
Annual OPEB cost		24,220
Contributions made		-
Increase in net OPEB obligation (asset)		24,220
		<hr/>
Net OPEB Obligation (Asset) - Beginning of Year		-
		<hr/>
Net OPEB Obligation (Asset) - End of Year	\$	<u>24,220</u>

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2010

**NOTE 11 - OTHER POST-EMPLOYMENT BENEFITS - (CONTINUED)**

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the Retiree's Health Plan, and the net OPEB obligation for June 30, 2010 is as follows:

<i>Fiscal Year Ended</i>	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
June 30, 2010	\$ 24,220	- %	\$ 24,220

The funded status of the Retiree's Health Plan as of July 1, 2009, the most recent actuarial valuation date, is as follows:

Actuarial accrued liability (AAL)	\$ 143,181
Actuarial value of plan assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 143,181</u>
Funded ratio (actuarial value of plan assets/AAL)	-%
Covered payroll (active plan members)	\$ 1,508,929
UAAL as a percentage of covered payroll	9.49%

Actuarial valuations of an ongoing plan involve estimates for 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 annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

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

In the July 1, 2009 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 4.5 percent investment rate of return and an annual healthcare cost trend rate of 9.0 percent initially, reduced by decrements to an ultimate rate of 5.0 percent after 11 years. Both rates include a 5.0 percent inflation assumption. The Retiree's Health Plan's unfunded actuarial accrued liability is being amortized as a level of percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2010 is 29 years.

# WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

## NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2010

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### NOTE 12 - 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, 2010, 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, 2010, included \$6,105,298 reported as creditable earnings to TRS. The active member contribution rate was also 9.4 percent for the years ended June 30, 2009 and 2008.

*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, 2010, State of Illinois contributions were based on 23.38 percent of creditable earnings not paid from federal funds, and the District recognized revenue and expenditures of \$1,427,419 in pension contributions that the State of Illinois paid directly to TRS. For the years ended June 30, 2009 and 2008, the State of Illinois contributions rates as percentages of creditable earnings not paid from federal funds were 17.08 percent (\$967,498) and 13.11 percent (\$699,311), 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, 2010, 2009 and 2008, 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 \$35,411, \$32,854 and \$30,938, respectively. This contribution was 100 percent of the required contributions.

## WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

### NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2010

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#### **NOTE 12 - RETIREMENT SYSTEMS - (CONTINUED)**

*Federal and 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 additional TRS contribution from those funds. Under a policy adopted by the TRS Board of Trustees that was first effective in the fiscal year ended June 30, 2006, employer contributions for employees paid from federal and special trust funds will be the same as the state contribution rate to TRS.

For the year ended June 30, 2010, the employer pension contribution was 23.38 percent of salaries paid from federal and special trust funds. For the years ended June 30, 2009 and 2008, the employer pension contribution was 17.08 and 13.11 percent, respectively, of salaries paid from those funds. For the year ended June 30, 2010, salaries totaling \$50,878 were paid from federal and special trust funds that required employer contributions of \$11,895, which was equal to the District's actual contribution. For the years ended June 30, 2009 and 2008, the District did not pay any salaries from federal or special trust funds.

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, 2009. The report for the year ended June 30, 2010, is expected to be available in late 2010. 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.tr Illinois.gov](http://www.tr Illinois.gov).

#### **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](http://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 2009, based on the 2006 valuation, was 7.83 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, 2009 was 24 years.

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2010

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**NOTE 12 - RETIREMENT SYSTEMS - (CONTINUED)**

For December 31, 2009, December 31, 2008 and December 31, 2007 the District's annual pension cost of \$118,149, \$103,720 and \$116,140, respectively, was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2007, 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, 2009, the most recent actuarial valuation date, the Regular plan was 79.21 percent funded. The actuarial accrued liability for benefits was \$2,712,649 and the actuarial value of assets was \$2,148,728 resulting in an underfunded actuarial accrued liability (UAAL) of \$563,921. The covered payroll (annual payroll of active employees covered by the plan) was \$1,508,929 and the ratio of the UAAL to the covered payroll was 37.37 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 13 - CONSTRUCTION COMMITMENTS**

As of June 30, 2010, the District is committed to approximately \$1,721,035 in expenditures in the upcoming years for various construction projects. These expenditures will be paid through the available fund balances and working cash bonds already issued.

**NOTE 14 - STATE AND FEDERAL AID CONTINGENCIES**

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

**NOTE 15 - STATE OF ILLINOIS FUNDING**

The District receives approximately 18% of its annual revenue from the State of Illinois ("the state"). Published reports have indicated that the state is experiencing financial difficulties which have led to delays in the state's funding of certain grant programs to Illinois school districts. At June 30, 2010, the state has acknowledged \$571,825 in amounts owed to the District in past due grant funds. Of this amount, \$254,211 was received by August, 2010.

It is believed that the state will continue to delay payment of certain grants during subsequent fiscal years. At June 30, 2010, the District feels it has adequate fund balance reserves to sustain the revenue shortfall; however, continued delays into subsequent years, or a change in the method of state funding, could have an adverse effect on future District financial results.

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**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND ANALYSIS OF FUNDING PROGRESS  
JUNE 30, 2010

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ 118,149	100%	\$ -
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%	-

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)
12/31/09	\$ 2,148,728	\$ 2,712,649	\$ 563,921	79.21%	\$ 1,508,929	37.37%
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%

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**SCHEDULE OF FUNDING PROGRESS FOR RETIREE'S HEALTH PLAN**  
**JUNE 30, 2010**

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)
7/1/09	\$ -	\$ 143,181	\$ 143,181	N/A	\$ 1,508,929	9.49%

The year ended June 30, 2010 was the first year of implementation of GASB 45. As such, two preceding year's information is not applicable.

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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010					2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET		
<b>Revenues</b>						
<b>Local sources</b>						
General levy	\$ 7,591,930	\$ 8,116,170	\$ 8,094,992	\$ (21,178)	\$ 7,138,592	
Special education levy	130,440	59,020	80,828	21,808	76,324	
Corporate personal property replacement taxes	174,000	174,000	169,492	(4,508)	206,582	
Special education - tuition from other LEA's (in state)	22,000	22,000	12,340	(9,660)	9,155	
Investment income	213,000	147,200	147,404	204	227,267	
Sales to pupils - lunch	203,000	148,800	149,661	861	191,856	
Admissions - athletic	1,200	1,200	985	(215)	1,157	
Fees	186,000	186,000	190,234	4,234	184,566	
Refund of prior years' expenditures	30,000	30,000	16,196	(13,804)	24,010	
Other local fees	<u>20,000</u>	<u>20,000</u>	<u>22,621</u>	<u>2,621</u>	<u>13,378</u>	
Total local sources	<u>8,571,570</u>	<u>8,904,390</u>	<u>8,884,753</u>	<u>(19,637)</u>	<u>8,072,887</u>	
<b>State sources</b>						
General state aid	380,000	220,000	257,174	37,174	214,487	
Special education - private facility tuition	27,500	27,500	44,410	16,910	28,803	
Special education - extraordinary	169,930	169,930	122,250	(47,680)	129,656	
Special education - personnel	235,000	235,000	182,361	(52,639)	233,660	
Special education - orphanage - individual	2,000	2,000	-	(2,000)	-	
Special education - summer school	800	800	-	(800)	880	
Bilingual education - downstate - TPI	36,000	36,000	6,466	(29,534)	49,430	
State free lunch & breakfast	2,400	2,400	2,673	273	1,871	
Early childhood - block grant	80,000	80,000	70,923	(9,077)	28,768	
Reading improvement block grant	44,950	44,950	22,480	(22,470)	45,025	
School safety & educational improvement block grant	38,000	38,000	5,293	(32,707)	38,961	
Technology - learning technology centers	1,870	1,870	-	(1,870)	-	
Other restricted revenue from state sources	4,000	4,000	-	(4,000)	11,940	
On behalf payment to TRS from the state	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,478,704</u>	<u>278,704</u>	<u>1,015,080</u>	
Total state sources	<u>2,222,450</u>	<u>2,062,450</u>	<u>2,192,734</u>	<u>130,284</u>	<u>1,798,561</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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010		ACTUAL	VARIANCE WITH FINAL BUDGET	2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET			
<b>Federal sources</b>					
National school lunch program	\$ 56,000	\$ 56,000	\$ 64,234	\$ 8,234	\$ 53,846
Title I - Low income	80,400	80,400	121,754	41,354	70,000
Title IV - Safe & drug free schools - formula	3,190	3,190	3,056	(134)	2,079
Federal - special education - IDEA - room & board	60,000	60,000	1,581	(58,419)	59,749
General state aid - education stabilization	127,590	127,590	76,555	(51,035)	110,710
Title I - low income	59,400	59,400	55,945	(3,455)	-
IDEA - part b - preschool	16,170	16,170	-	(16,170)	-
IDEA - part b - flow-through	206,310	206,310	205,952	(358)	-
Title IID - technology formula	800	800	-	(800)	-
Mckinney - Vento homeless education	-	-	606	606	-
Other ARRA funds - I	53,000	53,000	25,518	(27,482)	-
Emergency immigrant assistance	-	-	-	-	5,445
Title III - English language acquisition	22,000	22,000	25,600	3,600	39,498
Title II - Teacher quality	33,240	33,240	33,393	153	30,964
Medicaid matching funds - administrative outreach	16,000	16,000	4,765	(11,235)	18,723
Other restricted revenue from federal sources	-	-	4,729	4,729	748
<b>Total federal sources</b>	<u>734,100</u>	<u>734,100</u>	<u>623,688</u>	<u>(110,412)</u>	<u>391,762</u>
<b>Total revenues</b>	<u>11,528,120</u>	<u>11,700,940</u>	<u>11,701,175</u>	<u>235</u>	<u>10,263,210</u>
<b>Expenditures</b>					
<b>Instruction</b>					
<b>Regular programs</b>					
Salaries	3,184,860	3,184,860	3,229,129	(44,269)	3,002,442
Employee benefits	578,210	578,210	530,094	48,116	444,319
On-behalf payments to TRS from the state	1,200,000	1,200,000	1,478,704	(278,704)	1,015,080
Purchased services	21,580	21,580	19,189	2,391	11,025
Supplies and materials	87,070	86,660	74,317	12,343	74,930
Non-capitalized equipment	10,500	10,500	9,564	936	5,911
<b>Total</b>	<u>5,082,220</u>	<u>5,081,810</u>	<u>5,340,997</u>	<u>(259,187)</u>	<u>4,553,707</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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Special education programs</b>					
Salaries	\$ 1,181,290	\$ 1,181,290	\$ 1,197,902	\$ (16,612)	\$ 1,105,497
Employee benefits	263,120	263,120	247,100	16,020	203,274
Purchased services	46,000	46,000	46,581	(581)	48,894
Supplies and materials	17,010	17,360	7,277	10,083	8,714
Other objects	-	-	-	-	12,135
Termination benefits	4,200	4,200	-	4,200	-
Total	<u>1,511,620</u>	<u>1,511,970</u>	<u>1,498,860</u>	<u>13,110</u>	<u>1,378,514</u>
<b>Special education programs Pre-K</b>					
Salaries	90,760	90,760	80,160	10,600	42,122
Employee benefits	15,930	15,930	9,641	6,289	6,237
Supplies and materials	1,200	1,200	1,586	(386)	1,371
Total	<u>107,890</u>	<u>107,890</u>	<u>91,387</u>	<u>16,503</u>	<u>49,730</u>
<b>Remedial and supplemental programs Pre-K</b>					
Salaries	139,000	139,000	132,222	6,778	76,480
Employee benefits	10,940	10,940	10,292	648	4,419
Supplies and materials	1,200	1,200	1,182	18	1,133
Total	<u>151,140</u>	<u>151,140</u>	<u>143,696</u>	<u>7,444</u>	<u>82,032</u>
<b>Interscholastic programs</b>					
Salaries	159,490	159,490	152,754	6,736	148,776
Employee benefits	22,790	22,790	21,182	1,608	16,696
Purchased services	9,120	9,120	7,421	1,699	7,859
Supplies and materials	3,400	3,400	3,519	(119)	3,144
Other objects	100	100	130	(30)	-
Non-capitalized equipment	1,000	1,000	1,000	-	1,000
Total	<u>195,900</u>	<u>195,900</u>	<u>186,006</u>	<u>9,894</u>	<u>177,475</u>
<b>Summer school programs</b>					
Salaries	3,050	3,050	1,425	1,625	1,425
Total	<u>3,050</u>	<u>3,050</u>	<u>1,425</u>	<u>1,625</u>	<u>1,425</u>
<b>Gifted programs</b>					
Other objects	1,600	1,600	1,079	521	1,127
Total	<u>1,600</u>	<u>1,600</u>	<u>1,079</u>	<u>521</u>	<u>1,127</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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Bilingual programs</b>					
Salaries	\$ 315,160	\$ 315,160	\$ 267,498	\$ 47,662	\$ 294,381
Employee benefits	54,170	54,170	50,193	3,977	40,411
Purchased services	5,500	5,500	4,749	751	3,941
Supplies and materials	18,640	18,640	20,409	(1,769)	14,696
Capital outlay	-	-	917	(917)	3,732
Non-capitalized equipment	2,500	2,500	1,834	666	-
Total	<u>395,970</u>	<u>395,970</u>	<u>345,600</u>	<u>50,370</u>	<u>357,161</u>
<b>Special education programs K-12 - private tuition</b>					
Other objects	<u>200,000</u>	<u>200,000</u>	<u>176,648</u>	<u>23,352</u>	<u>165,524</u>
Total	<u>200,000</u>	<u>200,000</u>	<u>176,648</u>	<u>23,352</u>	<u>165,524</u>
Total instruction	<u>7,649,390</u>	<u>7,649,330</u>	<u>7,785,698</u>	<u>(136,368)</u>	<u>6,766,695</u>
<b>Support services</b>					
<b>Pupils</b>					
<b>Attendance and social work services</b>					
Salaries	93,840	93,840	93,831	9	107,753
Employee benefits	7,140	7,140	6,727	413	6,295
Purchased services	-	-	300	(300)	300
Supplies and materials	<u>690</u>	<u>690</u>	<u>680</u>	<u>10</u>	<u>593</u>
Total	<u>101,670</u>	<u>101,670</u>	<u>101,538</u>	<u>132</u>	<u>114,941</u>
<b>Guidance services</b>					
Salaries	76,630	76,630	76,622	8	74,345
Employee benefits	7,020	7,020	6,576	444	4,924
Supplies and materials	<u>1,390</u>	<u>1,390</u>	<u>300</u>	<u>1,090</u>	<u>1,334</u>
Total	<u>85,040</u>	<u>85,040</u>	<u>83,498</u>	<u>1,542</u>	<u>80,603</u>
<b>Health services</b>					
Salaries	92,870	92,870	92,972	(102)	84,932
Employee benefits	28,710	28,710	26,679	2,031	21,052
Supplies and materials	<u>1,650</u>	<u>1,650</u>	<u>1,678</u>	<u>(28)</u>	<u>1,360</u>
Total	<u>123,230</u>	<u>123,230</u>	<u>121,329</u>	<u>1,901</u>	<u>107,344</u>
<b>Other support services - pupils</b>					
Salaries	72,650	72,650	61,809	10,841	32,707
Supplies and materials	<u>7,150</u>	<u>7,150</u>	<u>7,199</u>	<u>(49)</u>	<u>6,432</u>
Total	<u>79,800</u>	<u>79,800</u>	<u>69,008</u>	<u>10,792</u>	<u>39,139</u>
Total pupils	<u>389,740</u>	<u>389,740</u>	<u>375,373</u>	<u>14,367</u>	<u>342,027</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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010		ACTUAL	VARIANCE WITH FINAL BUDGET	2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET			
<b>Instructional staff</b>					
<b>Improvement of instructional services</b>					
Salaries	\$ 258,600	\$ 258,600	\$ 253,045	\$ 5,555	\$ 190,866
Employee benefits	88,150	88,150	84,764	3,386	52,520
Purchased services	104,000	104,000	67,533	36,467	70,934
Supplies and materials	143,980	143,980	184,059	(40,079)	153,913
Capital outlay	-	-	-	-	2,911
Other objects	800	800	865	(65)	743
Non-capitalized equipment	6,450	6,450	6,344	106	-
Total	<u>601,980</u>	<u>601,980</u>	<u>596,610</u>	<u>5,370</u>	<u>471,887</u>
<b>Educational media services</b>					
Salaries	328,050	328,050	329,942	(1,892)	276,215
Employee benefits	73,240	73,240	68,297	4,943	54,836
Purchased services	6,100	6,100	6,829	(729)	5,609
Supplies and materials	41,990	41,990	39,456	2,534	36,215
Total	<u>449,380</u>	<u>449,380</u>	<u>444,524</u>	<u>4,856</u>	<u>372,875</u>
<b>Assessment and testing</b>					
Supplies and materials	56,600	56,600	50,006	6,594	18,920
Total	<u>56,600</u>	<u>56,600</u>	<u>50,006</u>	<u>6,594</u>	<u>18,920</u>
Total instructional staff	<u>1,107,960</u>	<u>1,107,960</u>	<u>1,091,140</u>	<u>16,820</u>	<u>863,682</u>
<b>General administration</b>					
<b>Board of education services</b>					
Purchased services	128,020	128,020	116,253	11,767	167,934
Supplies and materials	5,000	5,000	1,400	3,600	3,593
Other objects	8,500	8,500	7,698	802	7,111
Total	<u>141,520</u>	<u>141,520</u>	<u>125,351</u>	<u>16,169</u>	<u>178,638</u>
<b>Executive administration services</b>					
Salaries	204,370	204,370	202,512	1,858	199,280
Employee benefits	35,370	35,370	34,632	738	32,044
Purchased services	7,750	7,750	6,160	1,590	6,088
Supplies and materials	1,900	1,900	1,261	639	1,535
Other objects	2,750	2,750	2,787	(37)	4,222
Non-capitalized equipment	1,000	1,000	-	1,000	293
Total	<u>253,140</u>	<u>253,140</u>	<u>247,352</u>	<u>5,788</u>	<u>243,462</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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010			VARIANCE WITH FINAL BUDGET	2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL		
<b>Tort immunity services</b>					
Purchased services	\$ 106,750	\$ 106,750	\$ 100,942	\$ 5,808	\$ 60,668
Total	<u>106,750</u>	<u>106,750</u>	<u>100,942</u>	<u>5,808</u>	<u>60,668</u>
Total general administration	<u>501,410</u>	<u>501,410</u>	<u>473,645</u>	<u>27,765</u>	<u>482,768</u>
<b>School administration</b>					
<b>Office of the principal services</b>					
Salaries	599,970	599,970	594,048	5,922	581,276
Employee benefits	175,140	175,140	169,455	5,685	141,870
Purchased services	7,010	7,010	3,866	3,144	3,721
Supplies and materials	3,270	3,270	2,498	772	4,071
Other objects	2,600	2,600	1,936	664	2,028
Non-capitalized equipment	650	650	400	250	765
Termination benefits	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total	<u>793,640</u>	<u>793,640</u>	<u>777,203</u>	<u>16,437</u>	<u>738,731</u>
Total school administration	<u>793,640</u>	<u>793,640</u>	<u>777,203</u>	<u>16,437</u>	<u>738,731</u>
<b>Business</b>					
<b>Fiscal services</b>					
Salaries	112,910	112,910	111,991	919	106,485
Employee benefits	35,760	35,760	33,550	2,210	26,312
Purchased services	14,100	14,100	12,158	1,942	13,760
Supplies and materials	5,150	5,150	3,889	1,261	3,293
Other objects	1,200	1,200	965	235	685
Non-capitalized equipment	<u>3,000</u>	<u>3,000</u>	<u>1,387</u>	<u>1,613</u>	<u>1,876</u>
Total	<u>172,120</u>	<u>172,120</u>	<u>163,940</u>	<u>8,180</u>	<u>152,411</u>
<b>Pupil transportation services</b>					
Capital outlay	22,000	22,000	20,000	2,000	-
Non-capitalized equipment	<u>4,000</u>	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>-</u>
Total	<u>26,000</u>	<u>26,000</u>	<u>24,000</u>	<u>2,000</u>	<u>-</u>
<b>Food services</b>					
Salaries	94,730	94,730	96,975	(2,245)	80,194
Supplies and materials	<u>172,500</u>	<u>172,500</u>	<u>129,177</u>	<u>43,323</u>	<u>148,211</u>
Total	<u>267,230</u>	<u>267,230</u>	<u>226,152</u>	<u>41,078</u>	<u>228,405</u>
Total business	<u>465,350</u>	<u>465,350</u>	<u>414,092</u>	<u>51,258</u>	<u>380,816</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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010		ACTUAL	VARIANCE WITH FINAL BUDGET	2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET			
<b>Central</b>					
<b>Information services</b>					
Purchased services	\$ -	\$ -	\$ 499	\$ (499)	\$ -
Total	-	-	499	(499)	-
Total central	-	-	499	(499)	-
Total support services	3,258,100	3,258,100	3,131,952	126,148	2,808,024
<b>Community services</b>					
Purchased services	2,320	2,320	-	2,320	-
Supplies and materials	800	800	-	800	-
Total community services	3,120	3,120	-	3,120	-
<b>Payments to other districts and governmental units</b>					
<b>Payments for regular programs</b>					
Purchased services	-	-	1,816	(1,816)	804
Other objects	14,800	14,800	-	14,800	16,530
Total	14,800	14,800	1,816	12,984	17,334
<b>Payments for special education programs - tuition</b>					
Other objects	562,000	684,000	746,586	(62,586)	613,389
Total	562,000	684,000	746,586	(62,586)	613,389
Total payments to other districts and governmental units	576,800	698,800	748,402	(49,602)	630,723

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, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010					2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET		
<b>Provision for contingencies</b>	\$ 30,000	\$ 30,000	\$ -	\$ 30,000	\$ -	
Total expenditures	<u>11,517,410</u>	<u>11,639,350</u>	<u>11,666,052</u>	<u>(26,702)</u>	<u>10,205,442</u>	
Excess (deficiency) of revenues over expenditures	<u>10,710</u>	<u>61,590</u>	<u>35,123</u>	<u>(26,467)</u>	<u>57,768</u>	
<b>Other financing sources (uses)</b>						
Permanent transfer from working cash fund - abolishment or abatement	-	2,500,000	2,500,000	-	-	
Permanent transfer from working cash fund - interest	35,000	24,090	24,090	-	36,900	
Permanent transfer from debt service fund - interest	11,890	8,410	8,410	-	12,230	
Transfer to capital projects fund	<u>-</u>	<u>(2,500,000)</u>	<u>(2,500,000)</u>	<u>-</u>	<u>-</u>	
Total other financing sources (uses)	<u>46,890</u>	<u>32,500</u>	<u>32,500</u>	<u>-</u>	<u>49,130</u>	
Net change in fund balance	<u>\$ 57,600</u>	<u>\$ 94,090</u>	67,623	<u>\$ (26,467)</u>	106,898	
Fund balance, beginning of year			<u>6,139,405</u>		<u>6,032,507</u>	
Fund balance, end of year			<u>\$ 6,207,028</u>		<u>\$ 6,139,405</u>	

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
OPERATIONS AND MAINTENANCE FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010		ACTUAL	VARIANCE WITH FINAL BUDGET	2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET			
<b>Revenues</b>					
<b>Local sources</b>					
General levy	\$ 1,140,400	\$ 1,174,080	\$ 1,161,927	\$ (12,153)	\$ 1,448,812
Investment income	46,850	37,840	37,859	19	49,350
Rentals	293,900	293,900	286,148	(7,752)	267,359
Refund of prior years' expenditures	5,000	5,000	-	(5,000)	6,238
Other	54,500	54,500	52,698	(1,802)	54,563
Total local sources	<u>1,540,650</u>	<u>1,565,320</u>	<u>1,538,632</u>	<u>(26,688)</u>	<u>1,826,322</u>
<b>Federal sources</b>					
Construction (impact aid)	26,230	26,230	-	(26,230)	-
	<u>17,000</u>	<u>17,000</u>	<u>-</u>	<u>(17,000)</u>	<u>-</u>
Total federal sources	<u>43,230</u>	<u>43,230</u>	<u>-</u>	<u>(43,230)</u>	<u>-</u>
Total revenues	<u>1,583,880</u>	<u>1,608,550</u>	<u>1,538,632</u>	<u>(69,918)</u>	<u>1,826,322</u>
<b>Expenditures</b>					
<b>Support services</b>					
<b>Business</b>					
<b>Direction of business support services</b>					
Purchased services	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Facilities acquisition and construction service</b>					
Purchased services	35,000	35,000	36,468	(1,468)	24,541
Capital outlay	<u>72,000</u>	<u>72,000</u>	<u>72,000</u>	<u>-</u>	<u>560,438</u>
Total	<u>107,000</u>	<u>107,000</u>	<u>108,468</u>	<u>(1,468)</u>	<u>584,979</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
OPERATIONS AND MAINTENANCE FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Operation and maintenance of plant services</b>					
Salaries	\$ 451,300	\$ 451,300	\$ 436,146	\$ 15,154	\$ 419,351
Employee benefits	105,190	105,190	95,786	9,404	60,396
Purchased services	384,570	404,570	366,184	38,386	319,963
Supplies and materials	378,200	378,200	200,894	177,306	371,642
Capital outlay	54,000	54,000	47,197	6,803	51,254
Non-capitalized equipment	58,000	58,000	28,210	29,790	251,175
Total	<u>1,431,260</u>	<u>1,451,260</u>	<u>1,174,417</u>	<u>276,843</u>	<u>1,473,781</u>
Total business	<u>1,543,260</u>	<u>1,558,260</u>	<u>1,282,885</u>	<u>275,375</u>	<u>2,058,760</u>
<b>Other supporting services</b>					
Purchased services	<u>13,000</u>	<u>13,000</u>	<u>-</u>	<u>13,000</u>	<u>-</u>
Total	<u>13,000</u>	<u>13,000</u>	<u>-</u>	<u>13,000</u>	<u>-</u>
Total support services	<u>1,556,260</u>	<u>1,571,260</u>	<u>1,282,885</u>	<u>288,375</u>	<u>2,058,760</u>
<b>Payments to other districts and government units</b>					
<b>Payments for special education programs</b>					
Other objects	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>	<u>-</u>
Total	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>	<u>-</u>
Total payments to other districts and government units	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>	<u>-</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
OPERATIONS AND MAINTENANCE FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Provision for contingencies</b>	\$ 15,000	\$ 15,000	\$ -	\$ 15,000	\$ -
Total expenditures	<u>1,571,760</u>	<u>1,586,760</u>	<u>1,282,885</u>	<u>303,875</u>	<u>2,058,760</u>
Excess (deficiency) of revenues over expenditures	<u>12,120</u>	<u>21,790</u>	<u>255,747</u>	<u>233,957</u>	<u>(232,438)</u>
<b>Other financing sources (uses)</b>					
Permanent transfer of interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,130</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,130</u>
Net change in fund balance	<u>\$ 12,120</u>	<u>\$ 21,790</u>	<u>255,747</u>	<u>\$ 233,957</u>	<u>(229,308)</u>
Fund balance, beginning of year			<u>1,462,478</u>		<u>1,691,786</u>
Fund balance, end of year			<u>\$ 1,718,225</u>		<u>\$ 1,462,478</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
TRANSPORTATION FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
BUDGET TO ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Revenues</b>					
<b>Local sources</b>					
General levy	\$ 278,450	\$ 292,840	\$ 294,268	\$ 1,428	\$ 277,472
	17,000	17,000	16,439	(561)	17,111
Investment income	3,080	2,500	2,509	9	3,252
Other	2,700	2,700	2,609	(91)	-
Total local sources	<u>301,230</u>	<u>315,040</u>	<u>315,825</u>	<u>785</u>	<u>297,835</u>
<b>State sources</b>					
General state aid	-	200,000	200,000	-	160,000
Transportation - regular/vocational	43,580	43,580	63,007	19,427	63,603
Transportation - special education	<u>303,800</u>	<u>303,800</u>	<u>268,322</u>	<u>(35,478)</u>	<u>153,480</u>
Total state sources	<u>347,380</u>	<u>547,380</u>	<u>531,329</u>	<u>(16,051)</u>	<u>377,083</u>
Total revenues	<u>648,610</u>	<u>862,420</u>	<u>847,154</u>	<u>(15,266)</u>	<u>674,918</u>
<b>Expenditures</b>					
<b>Support Services</b>					
<b>Business</b>					
<b>Pupil transportation services</b>					
Salaries	331,260	331,260	339,858	(8,598)	297,657
Employee benefits	16,770	16,770	18,582	(1,812)	24,919
Purchased services	98,400	98,400	88,286	10,114	272,916
Supplies and materials	53,500	53,500	53,197	303	46,706
Non-capitalized equipment	<u>13,500</u>	<u>13,500</u>	<u>14,134</u>	<u>(634)</u>	<u>256</u>
Total	<u>513,430</u>	<u>513,430</u>	<u>514,057</u>	<u>(627)</u>	<u>642,454</u>
Total business	<u>513,430</u>	<u>513,430</u>	<u>514,057</u>	<u>(627)</u>	<u>642,454</u>
Total support services	<u>513,430</u>	<u>513,430</u>	<u>514,057</u>	<u>(627)</u>	<u>642,454</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
TRANSPORTATION FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Payments to other districts and government units</b>					
<b>Payments for special     education programs</b>					
Purchased services	\$ 122,000	\$ 122,000	\$ 196,304	\$ (74,304)	\$ -
Total	122,000	122,000	196,304	(74,304)	-
Total payments to other districts and government units	122,000	122,000	196,304	(74,304)	-
<b>Provision for contingencies</b>	5,000	5,000	-	5,000	-
Total expenditures	640,430	640,430	710,361	(69,931)	642,454
Excess (deficiency) of revenues over expenditures	8,180	221,990	136,793	(85,197)	32,464
<b>Other financing sources (uses)</b>					
Permanent transfer of interest	-	-	-	-	(3,130)
Total other financing sources (uses)	-	-	-	-	(3,130)
Net change in fund balance	\$ 8,180	\$ 221,990	136,793	\$ (85,197)	29,334
Fund balance, beginning of year			115,575		86,241
Fund balance, end of year			\$ 252,368		\$ 115,575

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Revenues</b>					
<b>Local sources</b>					
General levy	\$ 172,400	\$ 180,690	\$ 181,957	\$ 1,267	\$ 150,280
Social security/medicare only levy	172,400	180,690	181,957	1,267	150,280
Corporate personal property replacement taxes	4,050	5,400	5,400	-	4,050
Investment income	<u>5,000</u>	<u>3,150</u>	<u>3,160</u>	<u>10</u>	<u>5,080</u>
Total local sources	<u>353,850</u>	<u>369,930</u>	<u>372,474</u>	<u>2,544</u>	<u>309,690</u>
Total revenues	<u>353,850</u>	<u>369,930</u>	<u>372,474</u>	<u>2,544</u>	<u>309,690</u>
<b>Expenditures</b>					
<b>Instruction</b>					
Regular programs	46,320	46,320	49,083	(2,763)	46,294
Special education programs	61,740	61,740	65,284	(3,544)	62,872
Special education programs pre-k	6,450	6,450	5,073	1,377	419
Remedial and supplemental programs pre-k	9,520	9,520	4,038	5,482	650
Interscholastic programs	2,610	2,610	-	2,610	-
Summer school programs	60	60	2,130	(2,070)	2,063
Bilingual programs	<u>5,150</u>	<u>5,150</u>	<u>477</u>	<u>4,673</u>	<u>444</u>
Total instruction	<u>131,850</u>	<u>131,850</u>	<u>126,085</u>	<u>5,765</u>	<u>112,742</u>
<b>Support services</b>					
<b>Pupils</b>					
Attendance and social work services	1,380	1,380	-	1,380	1,523
Guidance services	1,120	1,120	6,193	(5,073)	5,089
Health services	15,350	15,350	14,686	664	12,888
Other support services - pupils	<u>940</u>	<u>940</u>	<u>416</u>	<u>524</u>	<u>360</u>
Total pupils	<u>18,790</u>	<u>18,790</u>	<u>21,295</u>	<u>(2,505)</u>	<u>19,860</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Instructional staff</b>					
Improvement of instructional staff	\$ 8,570	\$ 8,570	\$ 8,302	\$ 268	\$ 7,106
Educational media services	<u>13,200</u>	<u>18,560</u>	<u>16,697</u>	<u>1,863</u>	<u>9,770</u>
Total instructional staff	<u>21,770</u>	<u>27,130</u>	<u>24,999</u>	<u>2,131</u>	<u>16,876</u>
<b>General administration</b>					
Executive administration services	<u>11,530</u>	<u>11,530</u>	<u>11,156</u>	<u>374</u>	<u>10,499</u>
Total general administration	<u>11,530</u>	<u>11,530</u>	<u>11,156</u>	<u>374</u>	<u>10,499</u>
<b>School administration</b>					
Office of the principal services	<u>27,170</u>	<u>27,170</u>	<u>26,466</u>	<u>704</u>	<u>25,056</u>
Total school administration	<u>27,170</u>	<u>27,170</u>	<u>26,466</u>	<u>704</u>	<u>25,056</u>
<b>Business</b>					
Fiscal services	11,870	11,870	11,610	260	10,553
Operations and maintenance of plant services	69,470	69,470	66,779	2,691	62,342
Pupil transportation services	43,780	43,780	45,682	(1,902)	38,089
Food services	<u>11,800</u>	<u>11,800</u>	<u>12,348</u>	<u>(548)</u>	<u>9,588</u>
Total business	<u>136,920</u>	<u>136,920</u>	<u>136,419</u>	<u>501</u>	<u>120,572</u>
Total support services	<u>216,180</u>	<u>221,540</u>	<u>220,335</u>	<u>1,205</u>	<u>192,863</u>

See Auditor's Report and Notes to Required Supplementary Information

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**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½  
MUNICIPAL RETIREMENT/SOCIAL SECURITY FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Payments to other districts and government units</b>					
Payments for special education programs	\$ 400	\$ 400	\$ -	\$ 400	\$ -
Total payments to other districts and government units	<u>400</u>	<u>400</u>	<u>-</u>	<u>400</u>	<u>-</u>
Total expenditures	<u>348,430</u>	<u>353,790</u>	<u>346,420</u>	<u>7,370</u>	<u>305,605</u>
Net change in fund balance	<u>\$ 5,420</u>	<u>\$ 16,140</u>	26,054	<u>\$ 9,914</u>	4,085
Fund balance, beginning of year			<u>133,521</u>		<u>129,436</u>
Fund balance, end of year			<u>\$ 159,575</u>		<u>\$ 133,521</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**WORKING CASH FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Revenues</b>					
<b>Local sources</b>					
Investment income	\$ 35,130	\$ 24,090	\$ 24,097	\$ 7	\$ 36,984
Total local sources	<u>35,130</u>	<u>24,090</u>	<u>24,097</u>	<u>7</u>	<u>36,984</u>
Total revenues	<u>35,130</u>	<u>24,090</u>	<u>24,097</u>	<u>7</u>	<u>36,984</u>
<b>Expenditures</b>					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>35,130</u>	<u>24,090</u>	<u>24,097</u>	<u>7</u>	<u>36,984</u>
<b>Other financing sources (uses)</b>					
Principal on bonds sold	-	2,500,000	2,500,000	-	-
Permanent transfer from working cash fund - abolishment or abatement	-	(2,500,000)	(2,500,000)	-	-
	<u>(35,000)</u>	<u>(24,090)</u>	<u>(24,090)</u>	<u>-</u>	<u>(36,900)</u>
Total other financing sources (uses)	<u>(35,000)</u>	<u>(24,090)</u>	<u>(24,090)</u>	<u>-</u>	<u>(36,900)</u>
Net change in fund balance	<u>\$ 130</u>	<u>\$ -</u>	<u>7</u>	<u>\$ 7</u>	<u>84</u>
Fund balance, beginning of year			<u>917,339</u>		<u>917,255</u>
Fund balance, end of year			<u>\$ 917,346</u>		<u>\$ 917,339</u>

See Auditor's Report and Notes to Required Supplementary Information

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2010

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## **STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### **Budgetary Data**

The budgeted amounts for the Governmental Funds are adopted on the cash basis, which is consistent with cash basis of accounting prescribed by the program accounting manual for Illinois school districts.

The Board of Education follows these procedures in establishing the budgetary data reflected in the general purpose 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 an resolution. By the last Tuesday in December, a tax levy resolution is filed with the county clerk to obtain tax revenues.
4. Management is authorized to transfer budget amounts, provided funds are transferred between the same function and object codes. The Board of Education is authorized to transfer up to a legal level of 10% of the total budget between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education, after following the public hearing process mandated by law.
5. Formal budgetary integration is employed as a management control device during the year for all governmental funds.
6. All budget appropriations lapse at the end of the fiscal year.

The Board of Education amended the budget on June 17, 2010.

### **Excess of Expenditures over Budget**

For the year ended June 30, 2010, expenditures exceeded budget in the General (Educational) Fund, and Transportation Fund by \$26,702 and \$69,931 respectively. These excesses were funded by available fund balances.

See Auditor's Report

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**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**DEBT SERVICE FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010					2009
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET		2009 ACTUAL
<b>Revenues</b>						
<b>Local sources</b>						
General levy	\$ 817,310	\$ 863,010	\$ 868,315	\$ 5,305	\$	835,518
Investment income	11,890	8,410	8,428	18		12,509
Other	-	-	2,679	2,679		-
Total local sources	<u>829,200</u>	<u>871,420</u>	<u>879,422</u>	<u>8,002</u>		<u>848,027</u>
Total revenues	<u>829,200</u>	<u>871,420</u>	<u>879,422</u>	<u>8,002</u>		<u>848,027</u>
<b>Expenditures</b>						
<b>Debt services</b>						
<b>Payments on long term debt</b>						
Interest on long term debt	378,850	378,850	374,299	4,551		398,280
Principal payments on long term debt	<u>430,000</u>	<u>430,000</u>	<u>430,000</u>	<u>-</u>		<u>410,000</u>
Total	<u>808,850</u>	<u>808,850</u>	<u>804,299</u>	<u>4,551</u>		<u>808,280</u>
<b>Other debt service</b>						
Other objects	<u>2,000</u>	<u>2,000</u>	<u>78,192</u>	<u>(76,192)</u>		<u>1,400</u>
Total	<u>2,000</u>	<u>2,000</u>	<u>78,192</u>	<u>(76,192)</u>		<u>1,400</u>
Total debt services	<u>810,850</u>	<u>810,850</u>	<u>882,491</u>	<u>(71,641)</u>		<u>809,680</u>
Total expenditures	<u>810,850</u>	<u>810,850</u>	<u>882,491</u>	<u>(71,641)</u>		<u>809,680</u>
Excess (deficiency) of revenues over expenditures	<u>18,350</u>	<u>60,570</u>	<u>(3,069)</u>	<u>(63,639)</u>		<u>38,347</u>
<b>Other financing sources (uses)</b>						
Principal on bonds sold	-	-	2,420,000	2,420,000		-
Permanent transfer of interest	(11,890)	(8,410)	(8,410)	-		(12,230)
Discount on bonds sold	-	-	(109,580)	(109,580)		-
Payment to escrow for refunded bonds	-	-	(2,233,328)	(2,233,328)		-
Total other financing sources (uses)	<u>(11,890)</u>	<u>(8,410)</u>	<u>68,682</u>	<u>77,092</u>		<u>(12,230)</u>
Net change in fund balance	<u>\$ 6,460</u>	<u>\$ 52,160</u>	<u>65,613</u>	<u>\$ 13,453</u>		<u>26,117</u>
Fund balance, beginning of year			<u>290,520</u>			<u>264,403</u>
Fund balance, end of year			<u>\$ 356,133</u>			<u>\$ 290,520</u>

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**CAPITAL PROJECTS FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS -  
 BUDGET TO ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Revenues</b>					
Total revenues	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>					
Total expenditures	-	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
<b>Other financing sources (uses)</b>					
Transfer to capital projects fund	-	2,500,000	2,500,000	-	-
Total other financing sources (uses)	-	2,500,000	2,500,000	-	-
Net change in fund balance	<u>\$ -</u>	<u>\$ 2,500,000</u>	2,500,000	<u>\$ -</u>	-
Fund balance, beginning of year			-		-
Fund balance, end of year			<u>\$ 2,500,000</u>		<u>\$ -</u>

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**

**FIRE PREVENTION AND LIFE SAFETY FUND**

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

FOR THE YEAR ENDED JUNE 30, 2010

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009

	2010				2009 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
<b>Revenues</b>					
<b>Local sources</b>					
Investment income	\$ 100	\$ 100	\$ 70	\$ (30)	\$ 96
Total local sources	<u>100</u>	<u>100</u>	<u>70</u>	<u>(30)</u>	<u>96</u>
Total revenues	<u>100</u>	<u>100</u>	<u>70</u>	<u>(30)</u>	<u>96</u>
<b>Expenditures</b>					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 100</u>	<u>\$ 100</u>	70	<u>\$ (30)</u>	96
Fund balance, beginning of year			<u>2,650</u>		<u>2,554</u>
Fund balance, end of year			<u>\$ 2,720</u>		<u>\$ 2,650</u>

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

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	BALANCE JUNE 30, 2009	RECEIPTS	EXPENDITURES	BALANCE JUNE 30, 2010
All District	\$ 1,883	\$ 55,220	\$ 55,785	\$ 1,318
Westchester Intermediate School	4,112	22,352	17,952	8,512
Westchester Primary School	10,587	33,551	34,189	9,949
Westchester Middle School	<u>30,994</u>	<u>106,091</u>	<u>109,552</u>	<u>27,533</u>
Total	<u>\$ 47,576</u>	<u>\$ 217,214</u>	<u>\$ 217,478</u>	<u>\$ 47,312</u>

**Westchester Public School District 92 1/2**

**OPERATING COST AND TUITION CHARGE**

JUNE 30, 2010

	2010	2009
<b>Operating Cost Per Pupil</b>		
Average Daily Attendance (ADA):	<u>1,169</u>	<u>1,147</u>
Operating Costs:		
Educational	\$ 10,187,348	\$ 9,190,362
Operations and Maintenance	1,282,885	2,058,760
Debt Service	882,491	809,680
Transportation	710,361	642,454
Municipal Retirement/Social Security	<u>346,420</u>	<u>305,605</u>
Subtotal	<u>13,409,505</u>	<u>13,006,861</u>
Less Revenues/Expenditures of Nonregular Programs:		
Tuition	176,648	165,524
Pre-K programs	244,194	132,831
Summer school	3,555	3,488
Capital outlay	140,114	618,335
Non-capitalized equipment	66,873	261,276
Debt principal retired	430,000	410,000
Payments to other districts & governmental units	944,706	630,723
Related revenues	<u>16,439</u>	<u>17,111</u>
Subtotal	<u>2,022,529</u>	<u>2,239,288</u>
Operating costs	<u>\$ 11,386,976</u>	<u>\$ 10,767,573</u>
Operating Cost Per Pupil - Based on ADA	<u>\$ 9,737</u>	<u>\$ 9,388</u>
<b>Tuition Charge</b>		
Operating Costs	\$ 11,386,976	\$ 10,767,573
Less - revenues from specific programs, such as special education or lunch programs	<u>1,865,905</u>	<u>1,683,299</u>
Net operating costs	9,521,071	9,084,274
Depreciation allowance	<u>642,577</u>	<u>674,988</u>
Allowable Tuition Costs	<u>\$ 10,163,648</u>	<u>\$ 9,759,262</u>
Tuition Charge Per Pupil - based on ADA	<u>\$ 8,691</u>	<u>\$ 8,509</u>

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
 GENERAL LONG-TERM DEBT - ISSUE DATED MAY 15, 2001  
 JUNE 30, 2010

WORKING CASH BONDS

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2011	\$ 385,000	\$ 177,875	\$ 562,875
2012	365,000	159,125	524,125
2013	385,000	140,183	525,183
2014	405,000	120,240	525,240
2015	425,000	99,383	524,383
2016	445,000	77,305	522,305
2017	470,000	53,855	523,855
2018	495,000	28,883	523,883
2019	<u>305,000</u>	<u>8,006</u>	<u>313,006</u>
Total	<u>\$ 3,680,000</u>	<u>\$ 864,855</u>	<u>\$ 4,544,855</u>

Paying Agent:

American National Bank

Principal payment date:

December 1st

Interest payment dates:

June 1st & December 1st

Interest rates:

4.40% - 5.25%

**WESTCHESTER PUBLIC SCHOOL DISTRICT 92½**  
 GENERAL LONG-TERM DEBT - ISSUE DATED JUNE 1, 2004  
 JUNE 30, 2010

WORKING CASH BONDS

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2011	\$ 10,000	\$ 83,466	\$ 93,466
2012	10,000	83,029	93,029
2013	10,000	82,591	92,591
2014	10,000	82,154	92,154
2015	10,000	81,716	91,716
2016	10,000	81,279	91,279
2017	10,000	80,841	90,841
2018	10,000	80,404	90,404
2019	215,000	75,401	290,401
2020	410,000	61,495	471,495
2021	430,000	42,698	472,698
2022	450,000	22,673	472,673
2023	<u>265,000</u>	<u>6,161</u>	<u>271,161</u>
Total	<u>\$ 1,850,000</u>	<u>\$ 863,908</u>	<u>\$ 2,713,908</u>

Paying Agent:

Wells Fargo

Principal payment date:

December 1st

Interest payment dates:

June 1st & December 1st

Interest rates:

2.00% - 4.65%

# WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

GENERAL LONG-TERM DEBT - ISSUE DATED MARCH 15, 2010A  
JUNE 30, 2010

## LIMITED BONDS

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2011	\$ -	\$ 164,819	\$ 164,819
2012	-	164,819	164,819
2013	-	164,819	164,819
2014	-	164,819	164,819
2015	-	164,819	164,819
2016	-	164,819	164,819
2017	-	164,819	164,819
2018	-	164,819	164,819
2019	-	164,819	164,819
2020	-	164,819	164,819
2021	-	164,819	164,819
2022	-	164,819	164,819
2023	10,000	164,619	174,619
2024	675,000	150,918	825,918
2025	700,000	123,418	823,418
2026	730,000	94,818	824,818
2027	755,000	65,118	820,118
2028	785,000	33,828	818,828
2029	415,000	8,818	423,818
<b>Total</b>	<b><u>\$ 4,070,000</u></b>	<b><u>\$ 2,619,365</u></b>	<b><u>\$ 6,689,365</u></b>

Paying Agent:	Wells Fargo
Principal payment date:	December 1st
Interest payment dates:	June 1st and December 1st
Interest rates:	4.00% - 4.25%

# WESTCHESTER PUBLIC SCHOOL DISTRICT 92½

GENERAL LONG-TERM DEBT ISSUE - DATED MARCH 15, 2010B  
JUNE 30, 2010

## LIMITED TAXABLE BONDS

YEAR ENDED JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2011	\$ -	\$ 43,813	\$ 43,813
2012	-	43,813	43,813
2013	-	43,813	43,813
2014	-	43,813	43,813
2015	-	43,813	43,813
2016	-	43,812	43,812
2017	-	43,812	43,812
2018	-	43,812	43,812
2019	15,000	43,438	58,438
2020	150,000	39,312	189,312
2021	160,000	31,562	191,562
2022	165,000	23,231	188,231
2023	<u>360,000</u>	<u>9,450</u>	<u>369,450</u>
Total	<u>\$ 850,000</u>	<u>\$ 497,494</u>	<u>\$ 1,347,494</u>

Paying Agent:

Wells Fargo

Principal payment date:

December 1st

Interest payment dates:

June 1st and December 1st

Interest rates:

5.00% - 5.25%

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